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May 6, 2013

#### **VIA OVERNIGHT DELIVERY**

Mr. David Danner, Chairman State of Washington Utilities and Transportation Commission 1300 S. Evergreen Park Dr., SW Olympia, WA 98504

Re: Q LINK WIRELESS LLC

Dear Mr. Danner:

Enclosed please find for filing an original and twelve (12) copies of Q LINK WIRELESS LLC's Petition for Designation as an Eligible Telecommunications Carrier on a Wireless Basis (Low Income Only) with redacted copies of Exhibit 8.

PETITIONER HAS ALSO ENCLOSED AN ORIGINAL AND TWELVE (12) COPIES OF EXHIBIT 8, PRINTED ON YELLOW PAPER, MARKED WITH "CONFIDENTIAL PER WAC 480-07-160", IN A SEPARATE SEALED ENVELOPE. DUE TO THE HIGHLY COMPETITIVE NATURE OF THE TELECOMMUNICAITONS MARKETPLACE, PETITIONER RESPECTFULLY REQUESTS CONFIDENTIAL TREATMENT OF THE PROPRIETARY INFORMATION. PETITIONER EXPECTS THAT THIS INFORMATION WILL BE RESTRICTED TO COUNSEL, AGENTS AND EMPLOYEES WHO ARE SPECIFICALLY ASSIGNED TO THIS APPLICATION BY THE COMMISSION.

I have also enclosed an extra copy of this letter to be date stamped and returned to me in the enclosed, self-addressed, postage prepaid envelope. If you have any questions or if I may provide you with any additional information, please do not hesitate to contact me. Thank you.

Respectfully submitted,

Kasey Chow

Associate at Lance J.M. Steinhart, P.C. Attorneys for Q LINK WIRELESS LLC

Enclosures

cc: Issa Asad

## BEFORE THE WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

| In the Matter of the Petition of  | DOCKET NO.  |  |
|---|---|--|
| Q LINK WIRELESS LLC FOR DESIGNATION AS AN ELIGIBLE TELECOMMUNICATIONS CARRIER ON A WIRELESS BASIS (LOW INCOME ONLY) | PETITION OF Q LINK WIRELESS LLC FOR DESIGNATION AS AN ELIGIBLE TELECOMMUNICATIONS CARRIER |  |

PETITION OF Q LINK WIRELESS LLC FOR DESIGNATION AS AN ELIGIBLE TELECOMMUNICATIONS CARRIER ON A WIRELESS BASIS (LOW INCOME ONLY)

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Attorneys for Q LINK WIRELESS LLC

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| In the Matter of the Petition of  | )<br>) DOCKET NO.   |  |
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PETITION OF Q LINK WIRELESS LLC FOR DESIGNATION AS AN ELIGIBLE TELECOMMUNICATIONS CARRIER ON A WIRELESS BASIS (LOW INCOME ONLY)

#### I. INTRODUCTION

Q LINK WIRELESS LLC ("Q LINK" or the "Company"), by its undersigned counsel, and pursuant to Section 214(e)(2) of the Communications Act of 1934, as amended (the "Act")<sup>1</sup>, Sections 54.101 through 54.207 of the Rules of the Federal Communications Commission ("FCC"),<sup>2</sup> and Section 480-123-030 of the Washington Administrative Code ("WAC"), hereby submits this Petition for Designation as an Eligible Telecommunications Carrier ("ETC") in the State of Washington. Q LINK seeks ETC designation solely to provide Lifeline service to qualifying Washington consumers; it will not seek access to funds from the federal Universal Service Fund ("USF") for the purpose of participating in the Link-Up program or providing service to high cost areas.<sup>3</sup> As demonstrated herein, and as certified in Exhibit 1 to this Petition, Q LINK meets all the statutory and regulatory requirements for designation as an ETC in the

<sup>&</sup>lt;sup>1</sup> 47 U.S.C. § 214(e)(2)

<sup>&</sup>lt;sup>2</sup> 47 C.F.R. §§ 54.101-54.207.

<sup>&</sup>lt;sup>3</sup> Given that Q LINK only seeks support from the low-income program and does not seek any high-cost support, ETC certification requirements for the high-cost program are not applicable to the Company.

State of Washington, including the new requirements outlined in the FCC's *USF/ICC Transformation Order*<sup>4</sup> and *Lifeline and Link Up Reform Order*.<sup>5</sup> Rapid grant of Q LINK's request, moreover, would advance the public interest because it would enable the Company to commence much needed Lifeline service to low-income Washington residents as soon as possible. Accordingly, the Company respectfully requests that the Washington Utilities and Transportation Commission ("Commission") expeditiously approve this Petition for ETC designation.

All correspondence, communications, pleadings, notices, orders and decisions relating to this Petition should be addressed to:

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#### II. BACKGROUND

#### A. Company Overview

Q LINK is a Delaware Limited Liability Company.<sup>6</sup> Its principal office is located at 499 East Sheridan Street, Suite 300, Dania, Florida 33004. Q LINK is a provider of commercial mobile radio service ("CMRS") throughout the United States, and provides prepaid wireless

<sup>&</sup>lt;sup>4</sup> In the Matter of Connect America Fund, A National Broadband Plan for Our Future, Establishing Just and Reasonable Rates for Local Exchange Carriers, High-Cost Universal Service Support, Developing a Unified Intercarrier Compensation Regime, Federal-State Joint Board on Universal Service, Lifeline and Link-Up, Universal Service Reform – Mobility Fund, WC Docket No. 10-90, GN Docket No. 09-51, WC Docket No. 07-135, WC Docket No. 05-337, CC Docket No. 96-45, WC Docket No. 03-109, WT Docket No. 10-208, Report and Order and Further Notice of Proposed Rulemaking, FCC 11-161 (rel. Nov. 18, 2011) ("USF/ICC Transformation Order").

<sup>&</sup>lt;sup>5</sup> In the Matter of Lifeline and Link Up Reform and Modernization, Lifeline and Link Up, Federal-State Joint Board on Universal Service, Advancing Broadband Availability Through Digital Literacy Training, WC Docket No. 11-42, WC Docket No. 03-109, CC Docket No. 96-45, WC Docket No. 12-23, Report and Order and Further Notice of Proposed Rulemaking, FCC 12-11 (rel. Feb. 6, 2012) ("Lifeline and Link Up Reform Order").

<sup>&</sup>lt;sup>6</sup> Q LINK was organized in the State of Delaware on August 25, 2011.

telecommunications services to consumers by using the Sprint Spectrum, L.P. ("Sprint") network on a wholesale basis to offer nationwide service. Q LINK obtains from Sprint Nextel ("Sprint") the network infrastructure and wireless transmission facilities to allow the Company to operate as a Mobile Virtual Network Operator ("MVNO"), similar to TracFone Wireless, Inc. ("TracFone") and YourTel America Inc. ("YourTel"), who have been granted ETC status by the Commission. As of the date of filing, Q LINK has been designated as an ETC in Arizona, Colorado, Kansas, Kentucky, Maine, Maryland, Michigan, Minnesota, Missouri, Nevada, Ohio, Oklahoma, Pennsylvania, Texas, Utah, West Virginia, and Wisconsin. As of the date of filing, Q LINK currently has applications for ETC designation pending with Arkansas, California, Georgia, Idaho, Illinois, Indiana, Iowa, Louisiana, Massachusetts, Mississippi, New Jersey, New Mexico, South Carolina, and Vermont; no such petitions have been denied.

Q LINK's prepaid wireless services are affordable, easy to use, and attractive to low-income consumers, providing them with access to emergency services and a reliable means of communication that can be used both at home and while traveling to remain in touch with friends and family, as well as for contacting prospective employers. Q LINK offers consumers a variety of simple and affordable prepaid calling plans, easy-to-use handsets, and high-quality customer service. Given its pricing and marketing strategy and the demographics of other, similar MVNOs' customers, Q LINK anticipates that many of its customers will be from low-income backgrounds and will not previously have enjoyed access to wireless service because of economic constraints, poor credit history, or sporadic employment. Q LINK does not conduct credit checks or require customers to enter into long-term service contracts as a prerequisite to obtaining wireless service.

<sup>&</sup>lt;sup>7</sup> Petition of TracFone Wireless, Inc. for Designation as an Eligible Telecommunications Carrier in the State of Washington for the Limited Purposes of Offering Lifeline and Link Up Service to Qualified Households, As Amended, Order 03, Docket No. UT-093012 (June 24, 2010) ("TracFone ETC Order"); Petition of YOURTEL AMERICA, INC. for an Exemption from WAC 480-123-030(1)(d), (f) and (g), and Designation as an Eligible Telecommunications Carrier, Order 01, Docket No. UT-110423 (June 16, 2011) ("YourTel ETC Order").

By providing affordable wireless plans and quality customer service to consumers who are otherwise unable to afford them, or were previously ignored by traditional carriers, Q LINK will expand the availability of wireless services to many more consumers, which is the principal reason that Congress created the universal service program.

#### B. Proposed Lifeline Offering

Q LINK has the ability to provide all services and functionalities supported by the universal service program, as detailed in Section 54.101(a) of the FCC's Rules (47 C.F.R. § 54.101(a)) throughout Washington. Q LINK intends to be a leader in the prepaid marketplace by offering consumers exceptional value and competitive amounts of voice usage at all price points. The Company's Lifeline service offering will provide customers with the same features and functionalities enjoyed by all other Q LINK prepaid customers, with one notable exception: prepaid Lifeline services will not require payment of an out-of-pocket fee by subscribers, but instead, Q LINK will receive support from the Lifeline program as compensation for providing those services. Q LINK's Lifeline service offering proposes to give eligible tribal and non-tribal customers the following Lifeline Plan choices:

- 1. <u>Plan 1: 68 Monthly Minutes (Non-Tribal)</u>. Under Plan 1, non-tribal eligible Lifeline customers enjoy 68 anytime minutes that rollover and free international long distance.<sup>8</sup> Text messaging is at the rate of one-third of one minute (3 incoming or outgoing texts = 1 minute of voice).
- 2. <u>Plan 2: 125 Monthly Minutes (Non-Tribal)</u>. Under Plan 2, non-tribal eligible Lifeline customers enjoy 125 anytime minutes that rollover. Text messaging is at the rate of one minute (1 incoming or outgoing text = 1 minute of voice).

<sup>&</sup>lt;sup>8</sup> If you are on Plan 1, there is no additional charge for international long distance to countries designated at www.qlinkwireless.com.

- 3. <u>Plan 3: 250 Monthly Minutes (Non-Tribal)</u>. Under Plan 3, non-tribal eligible Lifeline customers enjoy 250 anytime minutes. Minutes do not rollover. Text messaging is at the rate of one minute (1 incoming or outgoing text = 1 minute of voice).
- 4. <u>Tribal Plan: 1,000 Monthly Minutes.</u> Under the Tribal Plan, Tribal eligible Lifeline customers enjoy 1,000 anytime minutes. Minutes do not rollover. Text messaging is at the rate of one minute (1 incoming or outgoing text = 1 minute of voice).

Customers can purchase additional bundles of minutes in denominations as low as \$10, \$20, \$30, \$35, \$50, and \$60.9 Airtime replenishment cards will be made available at retail outlets frequented by low-income customers throughout the Company's Service Area. Customers can also add minutes by calling Customer Service or online via the Company's website. In addition to wholly supported voice services, all of Q Link's Lifeline plans will include a free handset and the following Custom Calling features: Caller ID, Call Waiting, and Voicemail. Q LINK does not impose burdensome credit checks or long-term service contracts on its Lifeline customers. Customers are not bound by a local calling area requirement; all Q LINK plans come with domestic long distance at no extra per minute charge and exceptional nationwide digital coverage on the Nationwide Sprint Network. Given this nationwide coverage, there is minimal need for roaming. So that customers will not incur unexpected roaming charges, Q LINK blocks roaming ability on its Lifeline handsets. Calls to 911 emergency services are always free, regardless of service activation or availability of minutes. Calls to Q Link customer service are also free with no deduction of minutes for services related issues.

 $<sup>^9</sup>$  \$10 = 50 minutes for 30 service days; \$20 = 100 minutes for 30 service days; \$30 = 150 minutes for 30 service days; \$35 = 200 minutes for 60 service days; \$50 = 500 minutes for 60 service days; and \$60 = unlimited minutes for 30 service days.

Attached hereto as Exhibit 2 is a summary table of the Company's proposed Lifeline service offering <sup>10</sup>. As Exhibit 2 demonstrates, the Company's Lifeline offering will not only allow feature-rich mobile connectivity for qualifying subscribers at no cost to the subscriber, but also will bring a variety of rate plans into the reach of eligible customers that are comparable in minutes and features to those available to post-paid wireless subscribers – but at low rates and without a the burden of credit checks or service contracts. Q LINK's prepaid offering will be an attractive alternative for consumers who need the mobility, security, and convenience of a wireless phone, but who are concerned about usage charges or long-term contracts.

#### C. Plan Enrollment

Customers interested in obtaining information on the Lifeline program will be directed to a toll-free telephone number and to the Company's website, which will contain information regarding the Company's Lifeline service plans, including a detailed description of the program and state-specific eligibility criteria. Customers may then request that an enrollment form be mailed to them, or they can download a form from the internet or retrieve a form in person at Q LINK kiosks. The certification forms, a sample of which is attached as Exhibit 3, will explain in clear, easily understandable language that:

- (i) Lifeline is a federal benefit;
- (ii) Lifeline service is available for only one line per household;
- (iii) a household is defined, for purposes of the Lifeline program, as any individual or group of individuals who live together at the same address and share income and expenses;
- (iv) households are not permitted to receive benefits from multiple providers;
- (v) that violation of the one-per-household requirement would constitute a violation of the FCC's rules and would result in the consumer's de-enrollment from the program, and potentially, prosecution by the United States government; and
- (vi) a Lifeline subscriber may not transfer his or her service to any other individual, including another eligible low-income consumer.

<sup>&</sup>lt;sup>10</sup> The Company's terms and conditions can be found at <u>www.qlinkwireless.com</u>.

Q LINK's certification form will also require all consumers, at sign up and annually thereafter, to provide the information and certifications, under penalty of perjury, required by revised CFR § 54.410(d). See Exhibit 4 for more detailed enrollment information. Q LINK will annually re-certify the continued eligibility of all of its subscribers.

#### D. Prevention of Waste, Fraud and Abuse

Q LINK recognizes the importance of safeguarding the USF. Therefore, the Company has implemented the following 60-day non-usage policy in an effort to avoid waste, fraud, and abuse of the program. Q LINK will not seek reimbursement from the USF for inactive subscribers who have not used the service for a consecutive 60-day period. Q LINK will notify its subscribers at service initiation about the non-transferability of the phone service, its usage requirements, and the de-enrollment and deactivation that will result following non-usage in any 60-day period of time. An account will be considered active if during any 60-day period the authorized subscriber does at least one of the following: makes a monthly payment; purchases minutes from the Company to add to an existing pre-paid Lifeline account; completes an outbound call; answers an incoming call from anyone other than the Company, its representative, or agent; or affirmatively responds to a direct contact from the Company confirming that he or she wants to continue. ULINK will provide the subscriber 30 days' notice, using clear, easily understood language, that the subscriber's failure to use the Lifeline service within the 30-day notice period will result in service termination for non-usage; such notice may be given after 30

<sup>&</sup>lt;sup>11</sup> See Lifeline and Link Up Reform Order page 227-29.

<sup>&</sup>lt;sup>12</sup> See Lifeline and Link Up Reform Order at ¶ 257.

<sup>&</sup>lt;sup>13</sup> See id.

<sup>&</sup>lt;sup>14</sup> See Lifeline and Link Up Reform Order at ¶ 261.

days of non-usage. Customers that have been deactivated may participate in the Company's Lifeline service in the future by reapplying and re-establishing eligibility.

To further protect the integrity of the USF, Q LINK has contracted with CGM, LLC of Roswell, Georgia, a lifeline service bureau, to edit all subsidy request data. CGM will process and validate the Company's subsidy data to prevent: (1) Duplicate Same-Month Lifeline Subsidies (Double Dip): any name/address that is already receiving a lifeline subsidy from the Company will be automatically prevented from receiving a second lifeline subsidy in that same month; and (2) Inactive lines receiving subsidy: CGM's systems compare all subsidy requests to underlying network status to ensure that subsidies are requested only for active lines. Through the processes described above, Q LINK ensures that it does not over-request from support funds.

#### III. THE COMMISSION HAS JURISDICTION TO DESIGNATE WIRELESS ETCS

Section 214(e)(2) of the Act (47 U.S.C. § 214(e)(2)) provides state public utility commissions with the "primary responsibility" for the designation of ETCs. Although Section 332(c)(3)(A) of the Act prohibits states from regulating the entry of or the rates charged by any provider of commercial mobile service or any private mobile service, this prohibition does not allow states to deny wireless carriers ETC status.<sup>15</sup> Therefore, the Commission has the authority to designate Q LINK as an ETC. Pursuant to this authority, the Commission has designated numerous carriers as ETCs in the State of Washington, including many wireless carriers.<sup>16</sup>

Under the Act, a state public utility commission with jurisdictional authority over ETC designations must designate a common carrier as an ETC if the carrier satisfies the requirements

<sup>&</sup>lt;sup>15</sup> See Federal-State Joint Board on Universal Service, First Report and Order, 12 FCC Rcd 8776, 8858-59, ¶ 145 (1997) ("USF Order").

<sup>&</sup>lt;sup>16</sup> See e.g., In the Matter of the Petition of RCC Minnesota, Inc. d/b/a Cellular One for Designation as an Eligible Telecommunications Carrier, Order Granting Petition for Designation as an Eligible Telecommunications Carrier, Docket No. UT-023033 (Aug. 14, 2002); See also YourTel ETC Order.

of Section 214(e)(1). Q LINK recognizes that Section 214(e)(1)(A) of the Act states that ETCs shall offer services, at least in part, over their own facilities and that Section 54.201(i) of the FCC's Rules (47 C.F.R. § 54.201(i)) prohibits state commissions from designating as an ETC a telecommunications carrier that offers services exclusively through the resale of another carrier's services. However, the FCC recently granted forbearance from enforcement of this facilities requirement to carriers seeking Lifeline-only ETC designation. Section 10(e) of the Act (47 U.S.C. § 160(e)) provides: "[a] State commission may not continue to apply or enforce any provision of this chapter that the [Federal Communications] Commission has determined to forbear from applying under subsection (a) of this section." As such, the Commission is required by Section 10(e) to act in accordance with the FCC's grant of forbearance, and therefore, may not apply the facilities-based requirement to Q LINK. Therefore, the Commission has the authority to act under Section 214(e)(2) of the Act and to grant Q LINK's request for designation as an ETC throughout the State of Washington.

# A. The ETC Designation Request Is Consistent with Recent Commission Precedent

Q LINK's request for ETC designation to participate in the Lifeline program is consistent with the Commission's recent decision designating TracFone and YourTel as ETCs. In its decisions, the Commission determined that designation of a prepaid wireless provider as an ETC would serve the public interest. Q LINK requests that the Commission expeditiously process its ETC Petition so that it can quickly commence providing qualifying low-income Washington customers with affordable USF-supported wireless services during these challenging economic times for all state residents. Designation of Q LINK as an ETC would further competition for

<sup>&</sup>lt;sup>17</sup> See Lifeline and Link Up Reform Order at ¶ 368.

<sup>&</sup>lt;sup>18</sup> See TracFone ETC Order; see also YourTel ETC Order

wireless Lifeline services and would offer eligible consumers an additional choice of providers for accessing telecommunications services, representing a significant step towards ensuring that all low-income consumers share in the many benefits associated with access to wireless services.

#### IV. O LINK SATISFIES THE REQUIREMENTS FOR DESIGNATION AS AN ETC

Section 254(e) of the Act provides that "only an eligible telecommunications carrier designated under section 214(e) shall be eligible to receive specific federal universal service support." Section 214(e)(2) of the Act authorizes state commissions, such as the Commission, to designate ETC status for federal universal service purposes and authorizes the Commission to designate wireless ETCs.<sup>19</sup> Section 214(e)(1) of the Act and Section 54.201(d) of the FCC's rules provide that applicants for ETC designation must be common carriers that will offer all of the services supported by universal service, either using their own facilities or a combination of their own facilities and the resale of another carrier's services, except where the FCC has forborne from the "own facilities" requirement. Applicants also must commit to advertise the availability and rates of such services.<sup>20</sup> As detailed below, Q LINK satisfies each of the above-listed requirements.

# A. Q LINK Will Provide Service Consistent with the FCC's Grant of Forbearance from Section 214's Facilities Requirements

Although Section 214 requires ETCs to provide services using their facilities, at least in part, the FCC has forborne from that requirement with respect to carriers such as Q LINK. In the Lifeline and Link Up Reform Order, the FCC granted forbearance from the "own-facilities"

<sup>&</sup>lt;sup>19</sup> See USF Order, at 8858-59, ¶ 145.

<sup>&</sup>lt;sup>20</sup> See 47 U.S.C. § 214(e)(1) and 47 C.F.R. § 54.201(d)(2).

requirement contained in Section 214(e)(1)(A) for carriers that are, or seek to become, Lifeline-only ETCs, subject to the following conditions:<sup>21</sup>

- (1) the carrier must comply with certain 911 requirements [(a) providing its Lifeline subscribers with 911 and E911 access, regardless of activation status and availability of minutes; (b) providing its Lifeline subscribers with E911-compliant handsets and replacing, at no additional charge to the subscriber, noncompliant handsets of Lifeline-eligible subscribers who obtain Lifeline-supported services; and (c) complying with conditions (a) and (b) starting on the effective date of this Order]; and
- (2) the carrier must file, and the Bureau must approve, a compliance plan providing specific information regarding the carrier's service offerings and outlining the measures the carrier will take to implement the obligations contained in this Order as well as further safeguards against waste, fraud and abuse the Bureau may deem necessary."

Q LINK has availed itself of the FCC's grant of blanket forbearance. In accordance with the Lifeline and Link Up Reform Order, Q LINK filed its Third Amended Compliance Plan with the FCC on July 30, 2012. The FCC approved Q LINK's Compliance Plan, as amended, on August 8, 2012. A copy of the FCC's Public Notice of Approval and Q LINK's FCC-Approved Compliance Plan are attached hereto as Exhibit 4. Q LINK commits to providing Lifeline service in Washington in accordance with its Compliance Plan and requests expeditious ETC designation in Washington.

#### B. Q LINK Is a Common Carrier

CMRS providers like Q LINK are treated as common carriers.<sup>22</sup>

### C. Q LINK Will Provide All Required Supported Services

Through its wholesale arrangements with Sprint, Q LINK is able to provide all of the

<sup>&</sup>lt;sup>21</sup> See Lifeline and Link Up Reform Order at ¶¶ 368, 373 and 379.

<sup>22</sup> Implementation of Sections 3(n) and 332 of the Communications Act, Regulatory Treatment of Mobile Services, GN Docket No. 93-252, Second Report and Order, 9 FCC Rcd 1411, 1425 ¶ 37, 1454-55 ¶ 102 (1994) (wireless resellers are included in the statutory "mobile services" category, and providers of cellular service are common carriers and CMRS providers); 47 U.S.C. § 332(c)(1)(A) ("mobile services" providers are common carriers); see also PCIA Petition for Forbearance for Broadband PCS, WT Docket No. 98-100, Memorandum Opinion and Order and Notice of Proposed Rulemaking, 13 FCC Rcd 16857, 16911 ¶ 111 (1998) ("We concluded [in the Second Report and Order] that CMRS also includes the following common carrier services: cellular service, ... all mobile telephone services and resellers of such services.")

services and functionalities required by Section 54.101(a) and Section 54.202(a) of the FCC's Rules (47 C.F.R. § 54.101(a) and 47 C.F.R. § 54.202(a)), including the following:

#### 1. Voice Grade Access to the Public Switched Telephone Network

Q LINK provides voice grade access to the public switched telephone network ("PSTN") through the purchase of wholesale CMRS services from Sprint.

#### 2. Local Usage

As part of the voice grade access to the PSTN, an ETC must provide minutes of use for local service at no additional charge to end-users. The FCC has not specified a minimum amount of local usage that an ETC must offer.<sup>23</sup> Q LINK offers a variety of rate plans that provide its customers with minutes of use for local service at no additional charge.

#### 3. Access to Emergency Services

Q LINK provides 911 and E911 access for all of its customers to the extent the local government in its service area has implemented 911 or E911 systems.<sup>24</sup> Q LINK also complies with the FCC's regulations governing the deployment and availability of E911 compatible handsets.

#### 4. Toll Limitation for Qualified Low-Income Customers

In its *Lifeline and Link Up Reform Order*, the FCC stated that toll limitation would no longer be deemed a supported service.<sup>25</sup> "ETCs are not required to offer toll limitation service to low-income consumers if the Lifeline offering provides a set amount of minutes that do not

<sup>&</sup>lt;sup>23</sup> See e.g., In the Matter of Federal-State Joint Board on Universal Service, Recommended Decision 15 FCC Rcd 7331 (2002).

<sup>&</sup>lt;sup>24</sup> An E911 Compliance Certification letter from the State E911 Administrator certifying that the Company complies with E911 requirements is attached as Exhibit 5.

<sup>&</sup>lt;sup>25</sup> See Lifeline and Link Up Reform Order at ¶ 367.

distinguish between toll and non-toll calls."<sup>26</sup> Nonetheless, Q LINK's offerings inherently allow Lifeline subscribers to control their usage, as its wireless service is offered on a prepaid, or payas-you-go, basis. Q LINK's service, moreover, is not offered on a distance-sensitive basis and local and domestic long distance minutes are treated the same. Q LINK will not seek reimbursement for toll limitation service.

#### 5. Other Services

While no longer required by 47 C.F.R. § 54.101(a), Q LINK provides dual tone multi-frequency ("DTMF") signaling to expedite the transmission of call set up and call detail information throughout the network, single party service for the duration of each telephone call and not multi-party (or "party-line") services, access to operator services, the ability to make interexchange, or long distance, telephone calls, and access to directory assistance services by dialing "411" from the provided wireless handsets.

#### D. Q LINK Will Advertise the Availability of Supported Services

Q LINK will broadly advertise the availability and rates for the services described above using media of general distribution as required by 47 C.F.R. § 54.201(d)(2) of the FCC's regulations. Q LINK's advertising will comply with the requirements set forth in the *Lifeline and Link Up Reform Order*, as outlined in the Company's Compliance Plan.<sup>27</sup> The Company will advertise its services in a manner reasonably designed to reach those likely to qualify for Lifeline service, using many mediums for outreach including internet marketing, television and radio spots, print advertising, direct mailing, and local kiosks in retail outlets. The Company will engage in advertising campaigns specifically targeted to reach those likely to qualify for Lifeline service, promoting the availability of cost-effective wireless services to this neglected consumer

<sup>&</sup>lt;sup>26</sup> See Lifeline and Link Up Reform Order at ¶ 49.

<sup>&</sup>lt;sup>27</sup> See Exhibit 4, section III.D.3. See also Lifeline and Link Up Reform Order at Section VII.F.

segment. Q LINK may also promote the availability of its Lifeline offering by distributing brochures at various state and local social service agencies, and may partner with nonprofit assistance organizations in order to inform customers of the availability of its Lifeline service.

In addition, Q LINK intends to utilize its network of retail partners to help promote the availability of its Lifeline plans, especially those retail outlets that are frequented by low income consumers. Q LINK will provide retail vendors with signage to be displayed where Company products are sold, and with printed materials describing the Company's Lifeline program.<sup>28</sup>

Statistics suggest there are many eligible customers who are not yet aware of the programs. According to the best data available to the Company, as of December 31, 2010, only between 20-50% of consumers eligible for Lifeline Services in the State of Washington were being provided such services.<sup>29</sup> Q LINK believes that its advertising and outreach efforts detailed above will inform consumers of the availability of Lifeline service in a manner that will result in significantly higher participation by qualified consumers than has been the case in the past.

#### E. Q LINK Requests Designation Throughout Its Service Area in Washington

Q LINK is not a rural telephone company as defined in Section 153(37) of the Act (47 U.S.C. § 153(37)). Accordingly, the Company is required to describe the geographic area(s) within which it requests designation as an ETC. Q LINK requests designation as an ETC that is statewide in scope, subject to the existence of its underlying carrier's facilities and corresponding

<sup>&</sup>lt;sup>28</sup> See attached Exhibit B of Exhibit 4, the Company's Compliance Plan, for sample advertising.

<sup>&</sup>lt;sup>29</sup> See attached Exhibit 6, 2010 Lifeline Participation Rates by State, which was obtained from the Universal Service Administrative Company ("USAC"), an independent not-for-profit corporation designated as the administrator of the federal Universal Service Fund by the FCC. USAC administers Universal Service Fund (USF) programs for high cost companies serving rural areas, low-income consumers, rural health care providers, and schools and libraries.

coverage.<sup>30</sup> Q LINK understands that its service area may overlap with rural carriers in Washington, but maintains that the public interest factors described below justify its designation in these carriers' service areas, especially because it seeks ETC designation solely to utilize USF funding to provide Lifeline service to qualified low-income consumers. It does not seek and will not accept Link-Up or high cost support.

## F. Service Commitment Throughout the Proposed Designated Service Area

Q LINK provides service in Washington by reselling service which it obtains from its underlying facilities-based provider. The provider's network is operational and largely built out. Thus, Q LINK will be able to commence offering its Lifeline service to all locations served by its underlying carrier very soon after receiving approval from the Commission. Q LINK commits to comply with the service requirements applicable to the support that it receives.<sup>31</sup>

#### G. Five-Year Network Improvement Plan

As set forth in the *Lifeline and Link Up Reform Order*, a common carrier seeking designation as a Lifeline-only ETC is not required to submit a five-year network improvement plan as part of its application for designation as an ETC.<sup>32</sup>

#### H. Ability to Remain Functional in Emergency Situations

In accordance with 47 CFR §54.202(a)(2), Q LINK has the ability to remain functional in emergency situations. Through its agreement with its underlying carrier, Q LINK provides to its customers the same ability to remain functional in emergency situations as currently provided by the ILECs to their own customers, including access to a reasonable amount of back-up power to ensure functionality without an external power source, the ability to reroute traffic around

<sup>&</sup>lt;sup>30</sup> A list of wire centers in which the Company requests ETC designation is attached hereto as Exhibit 7.

<sup>&</sup>lt;sup>31</sup> See Lifeline and Link Up Reform Order at page 208, revised § 54.202(a)(1)(i).

<sup>&</sup>lt;sup>32</sup> See Lifeline and Link Up Reform Order at ¶ 386.

damaged facilities, and the capability of managing traffic spikes resulting from emergency situations.

#### Commitment to Consumer Protection and Service Quality I.

Under FCC guidelines, an ETC applicant must demonstrate that it will satisfy applicable consumer protection and service quality standards.<sup>33</sup> The Company commits to satisfying all such applicable state and federal requirements related to consumer protection and service quality standards. Specifically, Q LINK commits to comply with the Cellular Telecommunications and Internet Association's (CTIA) Consumer Code for Wireless Service.

#### J. Local Usage Requirement

An applicant for ETC designation is no longer required to demonstrate that it offers a local usage plan that is "comparable" to the plan offered by the ILEC in the relevant service territory.<sup>34</sup> Nevertheless, not only will the Company's offering be comparable to the underlying ILEC plans, but it also will exceed them in several respects. Q LINK will offer customers a certain amount of service free of charge. In contrast to the ILEC plans, which contain relatively small local calling areas, Q LINK customers can use these free minutes to place calls statewide (and even nationwide) because Q LINK does not constrict customers' use by imposing a local calling area requirement. O LINK will also provide Lifeline customers with E911 capabilities and access to voice mail, caller I.D., and call waiting services at no cost. The very nature of the wireless phone, i.e. mobility, has a tremendous benefit to many consumers, a benefit to which a monetary value cannot be easily assigned.

<sup>&</sup>lt;sup>33</sup> See 47 C.F.R. § 54.202(a)(3).

<sup>&</sup>lt;sup>34</sup> See Lifeline and Link Up Reform Order at page 208, revised § 54.202(a).

#### K. Equal Access Requirement

FCC Rules no longer require an applicant for ETC status to provide a certification that it acknowledges that the FCC may require it to provide equal access to long distance carriers in the event that no other ETC is providing equal access within the service area.<sup>35</sup>

### L. Q LINK is Financially and Technically Capable

Q LINK is financially and technically capable of providing Lifeline-supported services. A LINK will provide service to both Lifeline and non-Lifeline customers. Q LINK intends to launch its retail and Lifeline wireless service simultaneously. Q LINK is already designated as an ETC in 17 states and provides retail and Lifeline wireless services in these states. Q LINK has not been subject to enforcement action or ETC revocation proceedings in any state. Q LINK is financially able to provide Lifeline-supported services; the Company does not, and does not intend to, offer exclusively Lifeline-supported services—and is therefore not exclusively dependent on USAC for its revenue. Q LINK is fully capable of honoring all its service obligations to customers and regulatory obligations to state and federal regulators. Furthermore, the senior management of Q LINK has great depth in the telecommunications industry with over 80 years of combined experience and offers extensive telecommunications business technical and managerial expertise to the Company. Q LINK will be providing resold wireless service, and therefore will also rely upon the managerial and technical expertise of its underlying carrier.

#### M. Q LINK Will Comply with Certification and Verification Requirements

Section 54.410 of the FCC's Rules requires ETCs to certify and verify a Lifeline customer's initial and continued eligibility. Q LINK will certify and verify consumer eligibility

<sup>35</sup> See id.

<sup>&</sup>lt;sup>36</sup> See Lifeline and Link Up Reform Order at ¶ 387.

<sup>&</sup>lt;sup>37</sup> See Exhibit D of Exhibit 3, the Company's FCC-Approved Compliance Plan, for key management resumes.

in accordance with the FCC's requirements and in accordance with its Compliance Plan, which outlines how the Company will comply with the requirements set forth in the *Lifeline and Link Up Reform Order*. In addition to requiring customers to self-certify eligibility, Q LINK will work with the Department of Social and Health Services ("DSHS") to verify initial and ongoing consumer eligibility.

Q LINK will provide the Commission a copy of its annual Lifeline Verification survey results that it files with the Universal Service Administration Company (USAC) by August 31 of each year. Furthermore, if required, Q LINK will timely file with the Commission its complete Lifeline customer records of the prior calendar year. Q LINK understands the customer records are subject to review of the Commission and DSHS. The records will have all the necessary information and be in an electronic format, as required by DSHS. After the Commission and DSHS notify Q LINK of the results of the review, Q LINK will take appropriate measures to either correct the customer records or stop providing services to ineligible customers and report the resolutions to the agencies within 60 days of the notice. Finally, Q LINK will participate in and cooperate with the Commission and DSHS to implement additional customer verification measures as necessary.

#### N. Q LINK Will Comply With All Regulations Imposed By The Commission

By this Application, Q LINK hereby asserts its willingness and ability to comply with all the rules and regulations that the Commission may lawfully impose upon the Company's provision of service contemplated by this Application. Upon Commission request, the Company is prepared to answer questions or present additional testimony or other evidence about its services within the state. Q LINK commits that 100% of federal universal service funds will flow through directly to Lifeline customers.

Q LINK will cooperate with the Washington State Enhanced 911 Program (E911) and all Public Safety Answering Points on E911 issues and shall, upon request, designate a representative to serve as a member or alternate member of the Washington State E911 Advisory Committee or its Communications Sub-committee. Q LINK will also participate in the Washington State E911 Program's "What's Your Location" public information campaign if the E911 Program requests the participation of wireless carriers, and is willing to collaborate with the Washington State E911 Program to test the compatibility of its handsets with the new Emergency Service Information Network in Washington, including supplying handsets representative of Q LINK's proprietary software and technical assistance should call delivery discrepancies be discovered.

#### O. Q LINK Requests Exemption from Certain Provisions of WAC 480-123-030

Q LINK requests that the Commission exempt it from the ETC petition requirements set forth in WAC 480-123-030(1)(d), (f) and (g). Subsection (d) requires ETCs to provide a substantive plan of the investments it will make using USF funds. This requirement applies to carriers that seek high-cost support to fund investments to their networks; however, Q LINK seeks ETC designation solely for purposes of reimbursement for provision of subsidized low-income support services to eligible customers. Therefore, the Company has no basis for filing an investment plan and should be exempt from the requirement.

Subsection (f) requires wireless carriers to provide a map in .shp format of proposed service areas (exchanges) with existing and planned locations of cell sites and shading to indicate where the carrier provides and plans to provide commercial mobile radio service signals. Q LINK does not own, control, nor plan to develop cell sites, and the Company's coverage area encompasses that of its underlying carrier in Washington. Q LINK does not have access to the underlying carrier's lists of geographic service areas or maps of service area showing the

location of cell sites, and has been unable to attain network coverage maps from its underlying carrier due to non-disclosure agreements. Accordingly, Q LINK requests exemption from the requirement to provide coverage maps.

Subsection (g) provides that a petition for ETC designation must contain information affirming that a company has the ability to remain functional in emergency situations, including information that demonstrates it has at least four hours of backup battery power at each cell site, backup generators at each microwave hub, and at least five hours of backup battery power and backup generators at each switch. As noted in Section IV.H of this Petition, Q LINK has the ability to remain functional in emergency situations through its underlying carrier. Q LINK does not own or operate any facilities, cell sites or microwave hubs, thus, Q LINK should be exempt from the requirement that it demonstrate it has backup battery power or generators.

## V. DESIGNATION OF Q LINK AS AN ETC WOULD PROMOTE THE PUBLIC INTEREST

One of the principal goals of the Act, as amended by the Telecommunications Act of 1996, is "to secure lower prices and higher quality services for American telecommunications consumers and encourage the rapid deployment of new telecommunications technologies" to all citizens, regardless of geographic location or income. There is no question that designation of Q LINK as an ETC in Washington will further the public interest by providing Washington consumers, especially low-income consumers, with lower prices and higher quality services. Many low-income customers in Washington have yet to reap the full benefits of the intensely competitive wireless market. Whether because of financial constraints, poor credit history or intermittent employment, these consumers often lack the countless choices available to most consumers.

<sup>&</sup>lt;sup>38</sup> Telecommunications Act of 1996, Pub. L. No. 104-104, 110 Stat. 56.

The instant request for ETC designation must be examined in light of the Act's goal of providing low-income consumers with access to telecommunications services. The primary purpose of universal service is to ensure that consumers—particularly low-income consumers—receive affordable and comparable telecommunications services. Given this context, designating Q LINK as an ETC would significantly benefit low-income consumers eligible for Lifeline service in the State of Washington—the intended beneficiaries of universal service.

#### A. Advantages of Q LINK's Service Offering

The public interest benefits of the Company's wireless service include larger local calling areas (as compared to traditional wireline carriers), the convenience and security afforded by mobile telephone service, the opportunity for customers to control cost by receiving a preset amount of monthly airtime at no charge, the ability to purchase additional usage at flexible and affordable amounts in the event that included usage has been exhausted, 911 service and, where available, E911 service in accordance with current FCC requirements. The Company's Lifeline customers will receive the same high-quality wireless services and exceptional customer service provided to all Company customers. Q LINK's Lifeline rate plans will not only allow feature-rich mobile connectivity for qualifying subscribers at no cost to the subscriber, but also will bring a variety of rate plans into the reach of Lifeline customers that are comparable in minutes and features to those available to post-paid wireless subscribers – but at low Lifeline rates and without the burden of credit checks or contracts.

Q LINK's Lifeline program will provide low-income Washington residents with the convenience and security offered by wireless services—even if their financial position deteriorates. The economic circumstances indicate that low-income individuals, now more than ever, can greatly benefit from the advantages offered by the Company's Lifeline service, thus allowing

those adversely impacted by the failing economy or job loss to have access to a free wireless service to assist in emergency situations, facilitate job search efforts, and to maintain contact with family members.

It is also a commonly accepted fact that in today's market all consumers, including qualified Lifeline customers, view the portability and convenience of wireless service not as a luxury, but as a necessity. Mobile service allows children to reach their parents, wherever they may be, allows a person seeking employment the ability to be contacted by potential employers, and provides end users with the ability to contact emergency service providers, regardless of location. Providing Q LINK with the authority necessary to offer discounted Lifeline service to those most in danger of losing wireless service altogether undoubtedly promotes the public interest.

Moreover, grant of Q LINK's Petition will serve the public interest in increasing the number of ETCs in Washington. By granting ETC status to Q LINK, the Commission will enable Q LINK to increase the number of Washington residents receiving Lifeline support, thereby increasing the amount of USF money flowing into Washington. In sum, ETC designation in the State of Washington would enable Q LINK to provide all of the public benefits cited by the FCC in its analysis in the *Virgin Mobile Order*. Namely, Q LINK would provide "increased consumer choice, high-quality service offerings, and mobility," as well as the safety and security of effective 911 and E911 services.<sup>40</sup>

#### B. The Benefits of Competitive Choice

The benefits to consumers of being able to choose from among a variety of telecommunications service providers have been acknowledged by the FCC for more than three

<sup>&</sup>lt;sup>39</sup> See Virgin Mobile Order, 24 FCC Rcd at 3395 ¶ 38.

<sup>&</sup>lt;sup>40</sup> See Id. at 3391 ¶ 23.

decades. <sup>41</sup> Designation of Q LINK as an ETC will promote competition and innovation, and spur other carriers to target low-income consumers with service offerings tailored to their needs and to improve their existing networks to remain competitive, resulting in improved services to consumers. Designation of Q LINK as an ETC will help assure that quality services are available at "just, reasonable, and affordable rates" as envisioned in the Act. <sup>42</sup> Introducing Q LINK into the market as an additional wireless ETC provider will afford low income Washington residents a wider choice of providers and available services while enhancing a competitive marketplace as ETCs compete for a finite number of Lifeline-eligible customers. Increasing the competitive marketplace of providers has the potential to effectively increase the penetration rate and reduce the number of individuals not connected to the PSTN.

#### C. Impact on the Universal Service Fund

Q LINK's request for designation as an ETC solely for Lifeline purposes would not unduly burden the USF or otherwise reduce the amount of funding available to other ETCs. With Lifeline, ETCs only receive support for customers they obtain. The amount of support available to an eligible subscriber is exactly the same whether the support is given through a company such as Q LINK or the Incumbent LEC operating in the same service area. Q LINK will only increase the amount of USF Lifeline funding in situations where it obtains Lifeline customers not enrolled in another ETC's Lifeline program. By implementing the safeguards set forth in the *Lifeline and Link-up Reform Order*, Q LINK will minimize the likelihood that its customers are not eligible or are receiving duplicative support either individually or within their household. Significantly, the Company's designation as an ETC will not increase the number of persons eligible for Lifeline support. Q LINK's ability to increase the Lifeline participation rate

<sup>&</sup>lt;sup>41</sup> See, e.g., Specialized Common Carrier Services, 29 FCC Rcd 870 (1971).

<sup>42</sup> See 47 U.S.C. § 254(b)(1).

of qualified low-income individuals will further the goal of Congress to provide all individuals with affordable access to telecommunications service, and thus any incremental increases in Lifeline expenditures are far outweighed by the significant public interest benefits of expanding the availability of affordable wireless services to low-income consumers. According to the FCC, "the additional choice and service options of another wireless reseller offering a service for low-income consumers represents a significant benefit for consumers and is in the public interest," and "A new entrant should incent existing wireless reseller ETCs to offer better service and terms to their customers, which provides additional evidence that forbearance in the context of the Lifeline program outweighs the potential costs."

#### VI. ANTI-DRUG ABUSE CERTIFICATION

Q LINK certifies that no party to this Petition is subject to denial of federal benefits, including FCC benefits, pursuant to Section 5301 of the Anti-Drug Abuse Act of 1988.

See Petition of i-wireless, LLC for Forbearance from 47 U.S.C § 214(e)(1)(A), Order, FCC 10-117 (rel. June 25, 2010) at ¶ 19.

### VII. CONCLUSION

Based on the foregoing, designation of Q LINK as an ETC in the State of Washington accords with the requirements of Section 214(e)(2) of the Act and is in the public interest.

WHEREFORE, Q LINK respectfully requests that the Commission promptly designate Q LINK as an ETC in the State of Washington.

Respectfully submitted,

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Attorneys for Q LINK WIRELESS LLC

May 6, 2013

## **EXHIBIT 1**

Certification of Issa Asad, CEO of Q LINK WIRELESS LLC

| State of Florida        | j<br>N   |
|-------------------------|--|
| County of Broward       | )  |
|                         | Certification  |
| LTC. Applicant in this  | ore the undersigned, an officer duly authorized to administer oaths. It by sworn, depose and state that I am the CEO of Q LINK WIRELESS application, and have read the same and knows the contents thereof, and ents made herein are true and correct to the bost of and within my |
|                         | Issa Asad<br>CEO<br>Q LINK WIRELESS LLC  |
| Subscribed and sworn to | before me this   |

(Signature of person authorized to administer oath)

SOPHIA ALLEN

37 COMMISSION & EF 14 (30)

EN OFRITTE COMMISSION & EF 14 (30)

EN OFRITTE COMMISSION & EF 14 (30)

FOR THE COMMISSION

My Commission Expires: No.

## **EXHIBIT 2**

## **Proposed Lifeline Offering**

#### Plan 1: 68 Monthly Minutes Plan (Non-Tribal)\*

68 anytime minutes per month

(texts are one-third of one minute, i.e. 3 texts = 1 minute)

Net cost to non-Tribal Lifeline customer: \$0 (free)

#### \*This package includes:

- Free handset
- Free calls to Customer Service
- Free calls to 911 emergency services
- Free Voicemail, Caller-ID, and Call Waiting
- 68 anytime minutes (unused minutes rollover)
- Free Domestic Long Distance
- Free International Long Distance to countries designated at www.qlinkwireless.com

#### Plan 2: 125 Monthly Minutes Plan (Non-Tribal)\*

125 anytime minutes per month (texts are one minute, i.e. 1 text = 1 minute)
Net cost to non-Tribal Lifeline customer: **\$0** (free)

### \*This package includes:

- Free handset
- Free calls to Customer Service
- Free calls to 911 emergency services
- Free Voicemail, Caller-ID, and Call Waiting
- 125 anytime minutes (unused minutes rollover)
- Free Domestic Long Distance

#### Plan 3: 250 Monthly Minutes Plan (Non-Tribal)\*

250 anytime minutes per month

(texts are one minute, i.e. 1 text = 1 minute)

Net cost to non-Tribal Lifeline customer: \$0 (free)

#### \*This package includes:

- Free handset
- Free calls to Customer Service
- Free calls to 911 emergency services
- Free Voicemail, Caller-ID, and Call Waiting
- 250 anytime minutes (unused minutes do not rollover)
- Free Domestic Long Distance

#### Tribal Plan: 1,000 Monthly Minutes Plan\*

1,000 anytime minutes per month (texts are one minute, i.e. 1 text = 1 minute)
Net cost to Tribal Lifeline customer: **\$0** (free)

#### \*This package includes:

- Free handset
- Free calls to Customer Service
- Free calls to 911 emergency services
- Free Voicemail, Caller-ID, and Call Waiting
- 1,000 anytime minutes (unused minutes do not rollover)
- Free Domestic Long Distance

#### Additional Minutes\*

<sup>\*</sup> terms and conditions of additional minutes available at <a href="www.qlinkwireless.com/add-minutes.aspx">www.qlinkwireless.com/add-minutes.aspx</a>

## **International Long Distance**

#### Free International Calling Destinations on the 68 Monthly Minutes Plan

(Certain special or off-network locations may be excluded from the Free International Long Distance. Calls to cellular phones are not included unless the word "Cellular" is specifically listed next to the country name. Numbers in parentheses () indicate the Country Code.)

Albania-Tirana (355) Andorra (376) Argentina (54) Australia (61) Austria (43) Bahamas-Cellular (1)

Bahamas (1)

Bangladesh-Cellular (880)

Bangladesh-Chittagong

(880)

Bangladesh-Dhaka (880) Bangladesh-Sylhet (880)

Belgium (32)

Bermuda-Cellular (1)

Bermuda (1)

Bolivia-La Paz (591) Bolivia-Santa Cruz (591)

Brazil (55)

Brunei-Cellular (673)

Brunei (673) Bulgaria (359) Canada-Cellular (1)

Canada (1) Chile (56)

China-Cellular (86)

China (86)

Columbia-Cellular (57)

Columbia (57) Costa Rica (506) Croatia (585)

Cyprus-Cellular (357)

**Cyprus** (357)

Czech Republic (420)

Denmark (45)

Dominican Republic (1)

Estonia (372) Finland (358) France (33)

French Antilles (594)
French Guiana-Cellular

(594)

French Guiana (594)

Georgia (995) Germany (49) Gibraltar (350) Greece (30) Guadeloupe (590)

Guatemala-Telgua (502) Hong Kong-Cellular (852)

Hong Kong (852) Hungary (36) Iceland (354) India-Cellular (91)

India (91)

Indonesia-Cellular (62) Indonesia-Jakarta (62) Indonesia-Surabaya (62) Iraq-Baghdad (964)

Ireland (353)
Israel (972)
Italy (39)
Japan (81)
Jordan (962)
Kazakhstan (7)
Kenya-Nairobi (254)
Lithuania (370)
Luxembourg-Cellular

(352)

Luxembourg (352) Macao-Cellular (853)

Macao (853)

Malaysia-Cellular (60)

Malaysia (60) Malta (356) Mexico (52) Monaco (377)

Netherlands (31) New Zealand (64)

Norway (47) Panama (507) Paraguay (595)

Peru (51)
Poland (48)
Portugal (351)
Romania (40)
Russia-Cellular (7)

Russia (7)

San Marino-Cellular (378)

San Marino (378)

Saudi Arabia-Riyadh (966) Singapore-Cellular (65)

Singapore (65) Slovakia (421) Slovenia (386)

South Korea-Cellular (82)

South Korea (82) Spain (34) Sweden (46) Switzerland (41) Taiwan-Cellular (886)

Taiwan (866) Thailand (66) Turkey (90)

United Kingdom (44)

Uzbekistan (7) Venezuela (58)

Vietnam-Ho Chi Minh

City (84) Zambia (260)

#### **EXHIBIT 3**

#### Sample Washington Lifeline Certification Form



| Enrollment ID: |
|----------------|
|----------------|

#### WASHINGTON LIFELINE ASSISTANCE APPLICATION

#### Things to know about the Lifeline Assistance Program:

| Personal information Please read in instructions before completing. Information will be validated, Discrepancies could result in delays. PLEASE PRINT.    Please read in instructions before completing. Information will be validated, Discrepancies could result in delays. PLEASE PRINT.   Please read in instructions before completing. Information will be validated, Discrepancies could result in delays. PLEASE PRINT.   Print   Please    |  |  |  |
|--|--|--|--|
| Last Name:   |  | - I-f 1  |  |
| Address:   |  |  |  |
| City: State: Zip Code: This address is   Permanent   Temporary   Multi-Household    Home Number: (   | First Name:  | Last Name:   | MI:  |
| City:  | Address:   |  | Ant:   |
| This address is   Permanent   Temporary   Multi-Household   Home Number: (   | City:  | (No 1.0. boxes, Must be your principal address)  |  |
| E-mail Address:  Birth Date (Month/Day/Year):  Last Four Digits of Social Security Number:  Complete this part ONLY if your child or dependent is the beneficiary of the qualifying program.  First Name:  Last Name:  Last Name:  Birth Date (MM/DD/YYYY)  Last Four Digits of Soxial Security Number:  Birth Date (MM/DD/YYYY)  Last Four Digits of SSN  Select Your Free Plan Below  Select Your Free Plan Below  Local Calls  National Long Distance  Voicemail  National Long Distance  Voicemail  Nationwide Text (1 minute per text)  Roaming  Free 9:11  Carry Over Minutes  Price 9:11  Carry Over Minutes  Carry-Over Minutes  Carry-Over Minutes  Carry-Over Minutes  Carry-Over Minutes  Carry-Over Minutes  Driver's License, State ID, Passport, Voter's Registration Card, Birth Certificate, Marriage License, Military ID, or Other Government Issued ID.  To Auptic or Service. Choose One of the Qualification Options Below:  The program is limited to one benefit per household and only eligible consumers may enroll. Consumers who willfully make false statements in order to obtain the benefit can be punished by fine or imprisonment or can be barred from the program.  Option:  Qualify based on participation in a government program (Mostly Popular Option)  To qualify you must attack proof of participation in one of the programs is listed below.  I hereby certify that I participate in ONE or more of the public assistance programs is listed below (Check all that apply):  Food Stamps / SNAP (Supplemental Nutrition Assistance Program)  Medical (Not the same as Medicare)  Federal Public Housing Assistance / Section 8  Temporary Assistance for Needy Families (TANF)  State Family Assistance Program Entry System (COPEs)   |  |  | Zip Code:  |
| Email Address:  Birth Date (Month/Day/Year):  Complete this part ONLY if your child or dependent is the beneficiary of the qualifying program.  First Name:  Last Name:  Dirth Date (MM/DD/YYYY)  Last Four Digits of Social Security Number:  Dirth Date (MM/DD/YYYY)  Last Four Digits of SSN  Serect Your Free Plan Below  Dirth Date (MM/DD/YYYY)  Last Four Digits of SSN  Serect Your Free Plan Below  Dirth Date (MM/DD/YYYY)  Last Four Digits of SSN  Serect Your Free Plan Below  Dirth Date (MM/DD/YYYY)  Last Four Digits of SSN  Last Name:  Driver Serect Your Free Plan Below  Driver Serect Your Free Plan Below  Driver Serect Your Free Plan Below  Local Calls  National Long Distance  Voicemail  National Long Distance  Voicemail  National Long Distance  Voicemail  National Long Distance  National Server Long Long Distance  National Long Distance | This address is Permanent Temporary  | Multi-Household  |  |
| E-mail Address:  Birth Date (Month/Day/Year):  Complete this part ONLY if your child or dependent is the beneficiery of the qualifying program.  First Name:  Last Name:  Last Name:  Dirth Date (MM/DD/YYYY)  Last Four Digits of Social Security Number:  Birth Date (MM/DD/YYYY)  Last Four Digits of SSN  Scient Your Free Plan Below  Local Calls  National Long Distance  Voicemail  National Long Distance  Voicemail  National Long Distance  Voicemail  Nationwide Text (1 minute per text)  Roaming  Free 911  Carry-Over Minutes  Free 911  Carry-Over Minutes  Free 911  Carry-Over Minutes  Free 911  Carry-Over Minutes  Carry-Over Minutes  Free 911  Carry-Over Minutes  Carry-Over Minutes  Carry-Over Minutes  Carry-Over Minutes  Driver's License, State ID, Passport, Voter's Registration Card, Birth Certificate, Marriage License, Military ID, or Other Government Issued ID.  Free 911  Carry-Over Minutes  Carry-Over Minutes  Community Options Below:  The program is limited to one benefit per household and only eligible consumers may enroll. Consumers who willfully make false statements in order to obtain the benefit can be punished by fine or imprisonment or can be barred from the program. In the program is limited to one benefit per household and only eligible consumers may enroll. Consumers who willfully make false statements in order to obtain the benefit can be punished by fine or imprisonment or can be barred from the program. In the program is limited to one benefit per household and only eligible consumers may enroll. Consumers who willfully make false statements in order to obtain the benefit can be punished by fine or imprisonment or can be barred f | Home Number: ()  | Cell Number: ()  | Other Number: ( )  |
| Birth Date (Month/Day/Year):   |  |  |  |
| Complete this part ONLY if your child or dependent is the beneficiary of the qualifying program.  First Name:  Last Name:  Birth Date (MM/DD/YYYY)  Last Four Digits of SSN  Select Your Free Plan Below  Local Calls  National Long Distance  Voicemail  Nationwide Text (1 minute per text)  Roaming  Free 911  Carry Over Minutes  Priver's License, State ID, Passport, Voter's Registration Card, Birth Certificate, Marriage License, Military ID, or Other Government Issued ID.  To Aupit for Service Choose One of the Qualiffication Options Below:  The program is limited to one benefit per household and only eligible consumers may enroll. Consumers who willfully make false statements in order to obtain the benefit can be punished by fine or imprisonment or can be barred from the program.  Cotion:  Qualify you must attach proof of participation in a government program (Mostly Popular Option)  To qualify you must attach proof of participation in one of the programs listed below.  The program (SNAP) (Supplemental Nutrition Assistance Program)  Medicaid (Not the same as Medicare)  Federal Public Housing Assistance / Section 8  Temporary Assistance for Needy Families (TANF)  State Family Assistance (SFA)   |  |  |  |
| Serect Your Free Plan Below    Committee   Last Name:   Birth Date (MM/DD/YYYY)   Last Four Digits of SSN  | Birth Date (Month/Day/Year):/  | Last Four Digits of Social Security Number:  |  |
| Select Your Free Plan Below    Community Options   Community Options   Community Options   | Complete this part ONLY if your chil   | d or dependent is the beneficiary of the qu  | alifying program.  |
| Select Your Free Plan Below    Continue   Co |  |  |  |
| Select Your Free Plan Below    Continue   Co |  | Lust Name.   | Birth Date (MM/DD/VVV)   |
| Local Calls National Long Distance Voicemail Nationwide Text (1 minute per text) Roaming Free 911 Carry Over Minutes  Enclose Accepted Proof of Identity such as: Driver's License, State ID, Passport, Voter's Registration Card, Birth Certificate, Marriage License, Military ID, or Other Government Issued ID.  The program is limited to one benefit per household and only eligible consumers may enroll. Consumers who willfully make false statements in order to obtain the benefit can be punished by fine or imprisonment or can be barred from the program.  Option: 1 Qualify based on participation in a government program (Mostly Popular Option) To qualify you must attach proof of participation in one of the programs listed below. Thereby certify that I participate in ONE or more of the public assistance programs listed below. The declar of the program (Free Program Only) Medicaid (Not the same as Medicare) Federal Public Housing Assistance / Section 8 Temporary Assistance for Needy Families (TANF) State Family Assitance (SFA)  |  |  | Last rour Digits of SSN  |
| Local Calls National Long Distance Voicemail Nationwide Text (2 minute per text) Roaming Free 911 Carry Over Minutes  Priver's License, State ID, Passport, Voter's Registration Card, Birth Certificate, Marriage License, Military ID, or Other Government Issued ID.  In Apply For Service Choose One of the Qualification Options Below. The program is limited to one benefit per household and only eligible consumers may enroll. Consumers who willfully make false statements in order to obtain the benefit can be punished by fine or imprisonment or can be barred from the program.  Option 1 Qualify based on participation in a government program (Mostly Popular Option)  To qualify you must attach proof of participation in one of the programs listed below. I hereby certify that I participate in ONE or more of the public assistance programs listed below (Check all that apply):  Food Stamps / SNAP (Supplemental Nutrition Assistance Program)  Medicaid (Not the same as Medicare)  Federal Public Housing Assistance / Section 8  Temporary Assistance for Needy Families (TANF)  State Family Assistance (SFA)   | Select Your Free Plan Below  | Gost Popular Plan  |  |
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| Nationwide Text (1 minute per text) Roaming Free 911 Carry Over Minutes  Enclose Accepted Proof of Identity such as: Driver's License, State ID, Passport, Voter's Registration Card, Birth Certificate, Marriage License, Military ID, or Other Government Issued ID.  Free 911 Carry-Over Minutes  Driver's License, State ID, Passport, Voter's Registration Option's Below: The program is limited to one benefit per household and only eligible consumers may enroll. Consumers who willfully make false statements in order to obtain the benefit can be punished by fine or imprisonment or can be barred from the program.  Option 1 Qualify based on participation in a government program (Mostly Popular Option) To qualify you must attach proof of participation in one of the programs listed below. I hereby certify that I participate in ONE or more of the public assistance programs listed below (Check all that apply):  Food Stamps / SNAP (Supplemental Nutrition Assistance Program)  Medicaid (Not the same as Medicare)  Supplemental Security Income (SSI)  Federal Public Housing Assistance / Section 8  Low-income Energy Assistance Program (LIHEAP)  Temporary Assistance (SFA)  Medical Assitance  |  |  | -  |
| Roaming Free 911 Carry Over Minutes  Roaming Free 911 Carry-Over Minutes  Roaming Free 911 Carry-Over Minutes  Free 911 Carry-Over M | Nationwide Text (1 minute per text)  |  |  |
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| I hereby certify that I participate in ONE or more of the public assistance programs listed below (Check all that apply):  Food Stamps / SNAP (Supplemental Nutrition Assistance Program)  Medicaid (Not the same as Medicare)  Federal Public Housing Assistance / Section 8  Temporary Assistance for Needy Families (TANF)  State Family Assistance (SFA)  National School Lunch Program (Free Program Only)  Supplemental Security Income (SSI)  Low-Income Energy Assistance Program (LIHEAP)  Community Options Program Entry System (COPES)   | Control of the second of the s | be punished by fine or imprisonment or can be ba   | rred from the program.   |
| I hereby certify that I participate in ONE or more of the public assistance programs listed below (Check all that apply):  Food Stamps / SNAP (Supplemental Nutrition Assistance Program)  Medicaid (Not the same as Medicare)  Federal Public Housing Assistance / Section 8  Temporary Assistance for Needy Families (TANF)  State Family Assistance (SFA)  National School Lunch Program (Free Program Only)  Supplemental Security Income (SSI)  Low-Income Energy Assistance Program (LIHEAP)  Community Options Program Entry System (COPES)   | Option - Quality based on partic   | cipation in a government program (Mos  | tly Popular Option)  |
| Food Stamps / SNAP (Supplemental Nutrition Assistance Program)  Medicaid (Not the same as Medicare)  Federal Public Housing Assistance / Section 8  Temporary Assistance for Needy Families (TANF)  State Family Assistance (SFA)  National School Lunch Program (Free Program Only)  Supplemental Security Income (SSI)  Low-Income Energy Assistance Program (LIHEAP)  Community Options Program Entry System (COPES)  | to qualify you must attach proof of part   | icination in one of the programs listed but  |  |
| Medicaid (Not the same as Medicare)  Federal Public Housing Assistance / Section 8  Temporary Assistance for Needy Families (TANF)  State Family Assitance (SFA)  Supplemental Security Income (SSI)  Low-Income Energy Assistance Program (LIHEAP)  Community Options Program Entry System (COPES)  Medical Assitance   | Thereby certify that I participate in ONE of P   | nore of the public assistance programs listed below  | (Check all that apply):  |
| Medicaid (Not the same as Medicare)  Federal Public Housing Assistance / Section 8  Temporary Assistance for Needy Families (TANF)  State Family Assitance (SFA)  Supplemental Security Income (SSI)  Low-Income Energy Assistance Program (LIHEAP)  Community Options Program Entry System (COPES)  Medical Assitance   | Food Stamps / SNAP (Supplemental Nutri   | tion Assistance Program)   | The control companies and a second se |
| Federal Public Housing Assistance / Section 8  Temporary Assistance for Needy Families (TANF)  State Family Assitance (SFA)  Low-Income Energy Assistance Program (LIHEAP)  Community Options Program Entry System (COPES)  Medical Assitance  |  | · · · · · · · · · · · · · · · · · · ·  |  |
| Temporary Assistance for Needy Families (TANF)  State Family Assistance (SFA)  Medical Assistance  | area (max are sume as Medicale)  |  |  |
| State Family Assitance (SFA) Medical Assitance   | Federal Public Housing Assistance / S+   | गा o low-income Er   | nergy Assistance Program (LIHFAP)  |
|  |  | S == 11 Intentic El  |  |
| Geoporal Accitance (CA II CA VI)   | Temporary Assistance for Needy Families  | (TANF) Community Op  | tions Program Entry System (COPES)   |

#### YOU MUST PROVIDE PROOF OF PARTICIPATION IN A GOVERNMENT PROGRAM.

This could be a copy of your benefits card, a copy of an eligibility letter from an authorized agency, or statement of benefits.

#### Option 2 INCOME-BASED ELIGIBILITY

Qualify by certifying your income is at or below 135% of the Federal Poverty Guidelines.

(If you selected OPTION 1 skip this section and continue to SECTION E)
Calculate TOTAL household income by reporting the income of all adult persons residing in your home in the appropriate category.
REMINDER: YOU MUST PROVIDE PROOF OF INCOME (DO NOT SEND ORIGINAL DOCUMENTS).

| ow many people live in your house  | ehold? Number of children under the age of 18: Number of people receiving income:   |
|--|---|
| /hat is your total monthly/yearly h  | nousehold income? /   |
| Income Guidelines  | Proof of income reported: Choose an item from the list below and include it with your application   |
| Household Maximum<br>Size Yearly Income  | Three consecutive months of one of these statements (from the previous 12 months):  |
| 1 \$15,512<br>2 \$20,939<br>3 \$26,366<br>4 \$31,793   | <ul> <li>Your Pay Stubs</li> <li>Social Security benefits statement</li> <li>Veterans Administration benefits statement</li> <li>Retirement/Pension benefits statement</li> <li>Unemployment benefits statement</li> <li>Workers' Compensation benefits statement</li> </ul>  |
| ou have more than 4 people in your household<br>ber and add \$5,427 for each additional person                                 | l, write the on top of the \$31,793.  |
| nalty of Perjury:  |   |
| der title 18 U.S.C. § 1621, who<br>ent under penalty of perjury, is<br>t more than five years, or both                         | pever willfully states as true any material matter which he/she does not believe to be true in a state signify of perjury and shall, except as otherwise expressly provided by law, be fined or imprisoned in Licertify, under penalty of perjury: (Intial by Each Certification)   |
| · ·  | deral benefit program and that willfully making a false statement or providing fraudulent documentation in order to obta<br>Buit in fines, imprisonment, de-enrollment or permanent removal from the program.   |
| receive Lifeline benefits from mu<br>result in de-enrollment from the  | ne discounted service (landline or wireless) is avaliable per household. A household is defined, for purposes of the Lifelli<br>oup of individuals who live together at the same address and share income and expenses. A household is not permitted<br>uitiple providers. I understand that violation of the one-per-household rule constitutes a violation of federal rules and wi<br>Lifeline program and potential prosecution by the United States Government. |
|  | nsferable benefit. I will not transfer to any third party, including another eligible individual, any of the rights or benefits   |
| I understand I may be required to<br>benefits. I understand that if my<br>use the service or contact Q Link                    | o recertify my continued eligibility for Lifeline benefit at any time, and fallure to do so may result in termination of Lifel<br>service goes unused for sixty (60) days, my service will be suspended, subject to a thirty (30) day period which I may<br>Wireless to confirm that I want to continue receiving their service.  |
| I certify that I participate in a qui<br>documentation of eligibility if req   | alifying federal program or meet the income qualifications to establish eligibility for Lifeline and I will provide<br>uired to do so.  |
| I certify that my household will re<br>or (ii) if I currently have Lifeline<br>that I am recelving a federal Life<br>fireless. | eceive only one Lifeline benefit. To the best of my knowledge, (i) my household is not already receiving a Lifeline benefi<br>service with a different service provider, and I am approved for Q Link Wireless service, I will notify my current provide<br>line Assistance benefit from Q Link Wireless and hereby cancel my service with the other provider in favor of Q Link  |
| I certify that if I have provided a<br>must notify Q Link Wireless within<br>I may be de-enrolled.                             | temporary address, Q Link Wireless will attempt to verify every 90 days that I continue to reside at that address, and I<br>n 30 days of any change of address. If I do not respond to Q Link Wireless' address verification attempts within 30 day   |
| I no longer participate in a Lifelii     I become aware that my househ   | Wireless within 30 days of any of the following, and may be subject to penalties if I fail to do so:<br>ne qualifying program or my annual household income exceeds 135% of the Federal Poverty Guidelines.<br>old is receiving more than one Lifeline benefit.<br>or meet the criteria for federal Lifeline support.   |
| I authorize Q Link Wireless or its confirm eligibility for Q Link Wirel  | agent to access and release any records (including financial records) required to verify my statements herein and to less' service. I authorize state or federal agency representatives to discuss with, and/or provide information to, Q Link in public assistance programs that qualify me for Q Link Wireless' service.  |
| I understand that my name, telep   | whone number, date of birth, last four digits of my social security number, and address will be divulged to the Universal<br>(USAC) and/or its agents for the purpose of verifying that I do not receive more than one Lifeline subsidy. I understand<br>Ing more that one Lifeline subsidy, all carriers involved may be notified so that I may select one service provider and be   |
| I authorize Q Link Wireless to pro   | vide access to or release any records required for the administration of Q Link Wireless' service.  |
|  | of this application does not constitute immediate approval for Q Link Wireless' service.  |
|  | DATE  |

Submit your completed application using any of the methods below:

Mail application:

**Q Link Wireless, LLC** 

499 E Sheridan St, Suite 300

Dania, FL 33004

OR

Fax application Toll-Free to: 1-855-837-5465

Email application to: documents@qlinkwireless.com

### EXHIBIT 4 Q LINK's FCC Compliance Plan

Federal Communications Commission 445 12<sup>th</sup> St., S.W. Washington, D.C. 20554

News Media Information 202 / 418-0500 Internet: http://www.fcc.gov TTY: 1-888-835-5322

DA 12-1286

Release Date: August 8, 2012

WIRELINE COMPETITION BUREAU APPROVES THE COMPLIANCE PLANS OF BIRCH COMMUNICATIONS, BOOMERANG WIRELESS, IM TELECOM, Q LINK WIRELESS AND TAG MOBILE

#### WC Docket Nos. 09-197 and 11-42

The Wireline Competition Bureau (Bureau) approves the compliance plans of five carriers: Birch Communications, Inc. (Birch); Boomerang Wireless, LLC (Boomerang); IM Telecom, LLC (IM); Q Link Wireless, LLC (Q Link); and TAG Mobile, LLC (TAG). The compliance plans were filed pursuant to the *Lifeline Reform Order* as a condition of obtaining forbearance from the facilities requirement of the Communications Act of 1934, as amended (the Act), for the provision of Lifeline service.<sup>1</sup>

The Act provides that in order to be designated as an eligible telecommunications carrier for the purpose of universal service support, a carrier must "offer the services that are supported by Federal universal service support mechanisms . . . either using its own facilities or a combination of its own facilities and resale of another carrier's services . . . ." The Commission recently amended its rules to define voice telephony as the supported service and removed directory assistance and operator services, among other things, from the list of supported services. As a result of these amendments, many Lifeline-only ETCs that previously met the facilities requirement by providing operator services, directory assistance or other previously supported services no longer meet the facilities requirement of the Act. In the *Lifeline Reform Order*, the Commission found that a grant of blanket forbearance of the facilities requirement, subject to certain public safety and compliance obligations, is appropriate for carriers

<sup>&</sup>lt;sup>1</sup> See Lifeline and Link Up Reform and Modernization et al, WC Docket No.11-42 et al., Report and Order and Further Notice of Proposed Rulemaking, 27 FCC Rcd 6656, 6816-17 at paras. 379-380 (2012) (Lifeline Reform Order). A list of the compliance plans approved through this Public Notice can be found in the Appendix to this Public Notice.

<sup>&</sup>lt;sup>2</sup> 47 U.S.C. § 214(e)(1)(A).

<sup>&</sup>lt;sup>3</sup> See Connect America Fund, WC Docket No. 10-90 et al., Report and Order and Further Notice of Proposed Rulemaking, 26 FCC Rcd 17663, 17692-93, paras. 77-78, 80 (2011); pets. for review pending sub nom. In re: FCC 11-161, No. 11-9900 (10th Cir. filed Dec. 8, 2011); Connect America Fund, WC Docket No. 10-90 et al., Order on Reconsideration, 26 FCC Rcd 17633, 17634-35, para. 4 (2011) (USF/ICC Transformation Order on Reconsideration).

<sup>&</sup>lt;sup>4</sup> See Lifeline Reform Order, 27 FCC Rcd 6812, at para. 366, App. A; USF/ICC Transformation Order on Reconsideration at para. 4. Some ETCs have included language in their compliance plans indicating that they have facilities or plan to acquire facilities in the future. See, e.g., Blanket Forbearance Compliance Plan, WC Docket Nos. 09-197 and 11-42, Q Link Wireless, LLC's Third Amended Compliance Plan at 4 n. 2 (filed July 30, 2012). To the extent ETCs seek to avail themselves of the conditional forbearance relief established in the Lifeline Reform Order, we presume they lack facilities to provide the supported service under section 54.101 and 54.401 of the Commission's rules. See 47 C.F.R. §§ 54.101 and 54.401. Such ETCs must comply with the compliance plan approved herein in each state or territory where they are designated as an ETC, regardless of their claim of facilities for other purposes, such as eligibility for state universal service funding.

seeking to provide Lifeline-only service.<sup>5</sup> Therefore, in the *Lifeline Reform Order*, the Commission conditionally granted forbearance from the Act's facilities requirement to all telecommunications carriers seeking Lifeline-only ETC designation, subject to the following conditions: (1) compliance with certain 911 and enhanced 911 (E911) public safety requirements; and (2) Bureau approval of a compliance plan providing specific information regarding the carrier and its service offerings and outlining the measures the carrier will take to implement the obligations contained in the *Order*.<sup>6</sup>

The Bureau has reviewed the five plans listed in the Appendix for compliance with the conditions of the *Lifeline Reform Order*, and now approves those five compliance plans.<sup>7</sup>

Filings, including the Compliance Plans identified in the Appendix, and comments are available for public inspection and copying during regular business hours at the FCC Reference Information Center, Portals II, 445 12<sup>th</sup> Street, S.W., Room CY-A257, Washington, D.C. 20554. They may also be purchased from the Commission's duplicating contractor, Best Copy and Printing, Inc., Portals II, 445 12<sup>th</sup> Street, S.W., Room CY-B402, Washington, D.C. 20554, telephone: (202) 488-5300, fax: (202) 448-5563, or via email www.bcpiweb.com.

People with Disabilities: To request materials in accessible formats for people with disabilities (Braille, large print, electronic files, audio format), send an email to fcc504@fcc.gov or call the Consumer & Governmental Affairs Bureau at (202) 418-7400 or TTY (202) 418-0484.

For further information, please contact Divya Shenoy, Telecommunications Access Policy Division, Wireline Competition Bureau at (202) 418-7400 or TTY (202) 418-0484.

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<sup>&</sup>lt;sup>5</sup> See Lifeline Reform Order, 27 FCC Rcd 6813-6817 at paras. 368-381.

<sup>&</sup>lt;sup>6</sup> See id. at paras. 373 and 389. Subsequently, the Bureau provided guidance for carriers submitting compliance plans pursuant to the Lifeline Reform Order. Wireline Competition Bureau Provides Guidance for the Submission of Compliance Plans Pursuant to the Lifeline Reform Order, WC Docket Nos. 09-197 and 11-42, Public Notice, 27 FCC Rcd 2186 (Wireline Comp. Bur. 2012).

<sup>&</sup>lt;sup>7</sup> The Commission has not acted on any pending ETC petitions filed by these carriers, and this Public Notice only approves the compliance plans of the carriers listed above. While these compliance plans contain information on each carrier's Lifeline offering, we leave it to the designating authority to determine whether or not the carrier's Lifeline offerings are sufficient to serve consumers. *See Lifeline Reform Order*, 27 FCC Rcd 6679-80, 6818-19 at paras. 50 and 387.

#### **APPENDIX**

| Petitioner            | Compliance Plans As Captioned by Petitioner | Date of Filing | Docket<br>Numbers |
|-----------------------|---|----------------|-------------------|
| Birch Communications, | Further Amended Compliance Plan of          | July 2, 2012   | 09-197; 11-42     |
| Inc.                  | Birch Communications, Inc.                  |                |                   |
| Boomerang Wireless,   | Boomerang Wireless, LLC Revised             | July 26, 2012  | 09-197; 11-42     |
| LLC                   | Compliance Plan                             |                |                   |
| IM Telecom, LLC       | IM Telecom, LLC d/b/a Infiniti Mobile       | July 5, 2012   | 09-197; 11-42     |
| ·                     | Compliance Plan                             |                |                   |
| Q Link Wireless, LLC  | Q Link Wireless, LLC's Third                | July 30, 2012  | 09-197; 11-42     |
|                       | Amended Compliance Plan                     |                |                   |
| TAG Mobile, LLC       | TAG Mobile, LLC Compliance Plan             | July 26, 2012  | 09-197; 11-42     |

### Before the Federal Communications Commission Washington, D.C. 20554

| In the Matter of the                          | ) |                      |
|---|---|----------------------|
| Telecommunications Carriers Eligible for      | ) | WC Docket No. 09-197 |
| Universal Service Support                     | ) | WC Docket No. 11-42  |
| Lifeline and Link Up Reform and Modernization | ) |                      |
| Blanket Forbearance Compliance Plan           | ) |                      |

#### **Q LINK WIRELESS LLC'S THIRD AMENDED COMPLIANCE PLAN**

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July 30, 2012

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### Before the Federal Communications Commission Washington, D.C. 20554

| In the Matter of the                          | ) |                      |
|---|---|----------------------|
|   | ) |                      |
| Telecommunications Carriers Eligible for      | ) | WC Docket No. 09-197 |
| Universal Service Support                     | ) |                      |
|   | ) | WC Docket No. 11-42  |
| Lifeline and Link Up Reform and Modernization | ) |                      |
| •   | ) |                      |
| Blanket Forbearance Compliance Plan           | ) |                      |

#### **Q LINK WIRELESS LLC'S THIRD AMENDED COMPLIANCE PLAN**

#### I. INTRODUCTION

Q LINK WIRELESS LLC ("Q LINK" or the "Company") is a prepaid wireless telecommunications carrier seeking designation as an Eligible Telecommunications Carrier ("ETC") solely for the purpose of participating in the Lifeline program. Although Section 214(e)(1)(A) of the Act requires an ETC to offer USF-supported services to some extent over its own facilities, the Federal Communications Commission ("FCC" or "Commission") has forborne from that requirement for carriers that are, or seek to become, Lifeline-only ETCs.<sup>1</sup> Q LINK will avail itself of the FCC's conditional grant of forbearance and, by its attorney, hereby files its Third Amended Compliance Plan outlining the measures it will take to implement the conditions of forbearance outlined in the *Order*.<sup>2</sup> This Third Amended Compliance Plan replaces in its entirety Q LINK's Second Amended Compliance Plan filed on April 12, 2012, and all other Compliance Plans

<sup>&</sup>lt;sup>1</sup> In the Matter of Lifeline and Link Up Reform and Modernization, Lifeline and Link Up, Federal-State Joint Board on Universal Service, Advancing Broadband Availability Through Digital Literacy Training, WC Docket No. 11-42, WC Docket No. 03-109, CC Docket No. 96-45, WC Docket No. 12-23, Report and Order and Further Notice of Proposed Rulemaking, FCC 12-11 (rel. Feb. 6, 2012) ("Order").

<sup>&</sup>lt;sup>2</sup> Although the Company qualifies for and seeks to avail itself of the Commission's grant of forbearance from the facilities requirement of section 214(e)(1)(A) for purposes of the federal Lifeline program, the Company reserves the right to demonstrate to a state public utilities commission that it provides service using its own facilities in a state for purposes of state universal service funding under state program rules and requirements. The Company will follow the requirements of the Commission's Lifeline rules and this Compliance Plan in all states in which it provides Lifeline service and receives reimbursements from the federal Low-Income fund.

previously filed by the Company. Given the severe economic environment that is forcing many low-income customers to forego wireless service, Q LINK respectfully requests expeditious approval of this plan so that the Company, upon designation as an ETC, may quickly deploy much-needed Lifeline services to qualified low-income customers.

#### II. BACKGROUND

In the *Order*, the Commission granted forbearance from the "own-facilities" requirement contained in Section 214(e)(1)(A) for carriers that are, or seek to become, Lifeline-only ETCs, subject to the following conditions:<sup>3</sup>

- (1) the carrier must comply with certain 911 requirements [(a) providing its Lifeline subscribers with 911 and E911 access, regardless of activation status and availability of minutes; (b) providing its Lifeline subscribers with E911-compliant handsets and replacing, at no additional charge to the subscriber, noncompliant handsets of Lifeline-eligible subscribers who obtain Lifeline-supported services; and (c) complying with conditions (a) and (b) starting on the effective date of this Order]; and
- (2) the carrier must file, and the Bureau must approve, a compliance plan that: (a) outlines the measures the carrier will take to implement the obligations contained in this Order, including but not limited to the procedures the ETC follows in enrolling a subscriber in Lifeline and submitting for reimbursement for that subscriber from the Fund, materials related to initial and ongoing certifications and sample marketing materials, as well as further safeguards against waste, fraud and abuse the Bureau may deem necessary; and (b) provides a detailed description of how the carrier offers service, the geographic areas in which it offers service, and a description of the carrier's various Lifeline service plan offerings, including subscriber rates, number of minutes included and types of plans available.

#### III. Q LINK WILL COMPLY WITH THE REQUIREMENTS SET FORTH IN THE ORDER

Q LINK will comply with all conditions set forth in the *Order*, the provisions of this Compliance Plan, and all laws and regulations governing its provision of Lifeline-supported prepaid wireless service to customers throughout the United States.

<sup>&</sup>lt;sup>3</sup> See Order at ¶¶ 368, 373 and 379.

#### A. Access to 911 and E911 Services

In the *Order*, the Commission requires Q LINK to provide its Lifeline customers with access to 911 and E911 services, regardless of activation status and availability of minutes.<sup>4</sup> The Commission and consumers are hereby assured that all Q LINK customers will have available access to emergency calling services at the time that Lifeline service is initiated, and that such 911 and E911 access will be available from Q LINK handsets even if the account associated with the handset has no minutes remaining.

#### B. E911-Compliant Handsets

The Commission also conditioned its grant of forbearance determination on Q LINK providing only E911-compliant handsets to its Lifeline customers.<sup>5</sup> Q LINK will ensure that all handsets used in connection with the Company's Lifeline service offering are E911-compliant. In the event that an existing Q LINK customer does not have an E911-compliant handset, the Company will replace it with a new 911/E911-compliant handset at no charge to the customer. Any new customer that qualifies for and enrolls in the Lifeline program is assured of receiving a 911/E911-compliant handset as well, free of charge.

#### C. Consumer Eligibility and Enrollment

Q LINK will certify and verify consumer eligibility for Lifeline in accordance with the requirements set forth in the *Order*. In instances where a state agency or third-party administrator is responsible for the initial determination and annual recertification of consumer eligibility, Q LINK will rely on the state identification or database.<sup>6</sup> In instances where Q LINK is responsible for the initial determination and annual recertification of consumer eligibility, the Company will follow the procedures set forth below.

<sup>&</sup>lt;sup>4</sup> See Order at ¶ 373.

<sup>&</sup>lt;sup>5</sup> See id.

<sup>&</sup>lt;sup>6</sup> See Order at ¶ 98.

#### 1. One-Per-Household

Q LINK understands that Lifeline is limited to a single subscription per household, and that the Commission has defined household as "any individual or group of individuals who are living together at the same address as one economic unit." Upon receiving an application for Lifeline support, O LINK will check the duplicates database, once in place, to determine whether an individual at the applicant's residential address is currently receiving Lifeline-supported service. Q LINK will also search its own internal database of active customers, real-time, presale, to ensure that it does not already provide Lifeline-supported service to someone at that residential address.

If Q LINK determines that an individual at the applicant's address is currently receiving Lifeline-supported service, Q LINK will take an additional step to ensure that the applicant and the current subscriber are part of different households. To enable applicants to make this demonstration, Q LINK will require applicants to complete and submit to the Company USAC's one-per-household template, which will contain the following: (1) an explanation of the Commission's one-per-household rule; (2) a check box that an applicant can mark to indicate that he or she lives at an address occupied by multiple households; (3) a space for the applicant to certify that he or she shares an address with other adults who do not contribute income to the applicant's household and share in the household's expenses or benefit from the applicant's income; and (4) the penalty for a consumer's failure to make the required one-per-household certification (i.e., de-enrollment).8 Q LINK will deny the Lifeline application of any individual residing at the same address as a current Lifeline subscriber who is part of the same household, and will advise the applicant of the basis for the denial.

See Order at ¶ 74.
 See Order at ¶ 78.

On its application certification forms, a sample of which is attached as Exhibit A, Q LINK will obtain a consumer's permanent residential address (which cannot be a P.O. Box or General Delivery address), unless they only have a temporary address, and, if different, a billing address for the service (which may include a P.O Box or General Delivery address). Q LINK will inquire on its certification forms whether or not the address provided is temporary. If so, Q LINK will notify the consumer that the Company will contact the consumer every 90 days, by phone or text, to verify that he or she continues to rely on that address, and that if the consumer fails to respond within 30 days of Q LINK's attempt to verify the temporary address, he or she will be de-enrolled from the Lifeline program. Also on its certification forms, Q LINK will explain that if the subscriber moves, they must provide their new address to the Company within 30 days of moving. If the subscriber has moved, Q LINK will update the duplicates database, once in place, with the information within 10 business days of receipt of the information.

As detailed below, Q LINK's certification form will clearly explain the one-perhousehold requirement and all consumers must certify that they receive Lifeline support for a single subscription per household.

#### 2. Initial and Annual Certification

Consumers will be signed up in person or directed, via company literature or advertising, to a toll-free telephone number and to the Company website, which will provide information regarding the Company's Lifeline service plans, including a detailed description of the program and state-specific eligibility criteria. Q LINK's application form will identify that it is a "Lifeline"

<sup>&</sup>lt;sup>9</sup> See Exhibit A. The sample certification form remains subject to change, but substantially reflects the content of the Company's application.

<sup>&</sup>lt;sup>10</sup> See Order at ¶ 85.

<sup>11</sup> See Order at ¶ 89.

<sup>&</sup>lt;sup>12</sup> See Order at ¶ 85.

<sup>13</sup> See id.

application. Q LINK will provide Lifeline-specific training to all personnel, whether employees, agents or representatives, that interacts with actual or prospective customers with respect to obtaining, changing, or terminating Lifeline services.

Q LINK's initial and annual certification forms will conform to the list of requirements provided in the *Order*, Appendix C and with C.F.R. § 54.410(d), as amended. Q LINK's Lifeline certification forms will require each prospective subscriber to provide the following information:

- (i) The subscriber's full name;
- (ii) The subscriber's full residential address;
- (iii) Whether the subscriber's residential address is permanent or temporary;
- (iv) The subscriber's billing address, if different from the subscriber's residential address;
- (v) The subscriber's date of birth;
- (vi) The last four digits of the subscriber's social security number, or the subscriber's Tribal identification number, if the subscriber is a member of a Tribal nation and does not have a social security number;
- (vii) If the subscriber is seeking to qualify for Lifeline under the program-based criteria, as set forth in § 54.409, the name of the qualifying assistance program from which the subscriber, his or her dependents, or his or her household receives benefits; and
- (viii) If the subscriber is seeking to qualify for Lifeline under the income-based criterion, as set forth in § 54.409, the number of individuals in his or her household.

The certification forms will also explain in clear, easily understandable language that:

- (i) Lifeline is a federal government benefit;
- (ii) Lifeline service is available for only one line per household;
- (iii) a household is defined, for purposes of the Lifeline program, as any individual or group of individuals who live together at the same address and share income and expenses;
- (iv) households are not permitted to receive benefits from multiple providers;
- (v) that violation of the one-per-household requirement would constitute a violation of the Commission's rules and would result in the consumer's de-enrollment from the program, and potentially, prosecution by the United States government; and
- (vi) a Lifeline subscriber may not transfer his or her service to any other individual, including another eligible low-income consumer.

Q LINK will require all consumers, at sign up and annually thereafter, to certify under penalty of perjury that:

(i) The subscriber meets the income-based or program-based eligibility criteria for receiving Lifeline, provided in § 54.409;

- (ii) The subscriber will notify the carrier within 30 days if for any reason he or she no longer satisfies the criteria for receiving Lifeline including, as relevant, if the subscriber no longer meets the income-based or program-based criteria for receiving Lifeline support, the subscriber is receiving more than one Lifeline benefit, or another member of the subscriber's household is receiving a Lifeline benefit.
- (iii) If the subscriber is seeking to qualify for Lifeline as an eligible resident of Tribal lands, he or she lives on Tribal lands, as defined in 54.400(e);
- (iv) If the subscriber moves to a new address, he or she will provide that new address to the eligible telecommunications carrier within 30 days;
- (v) If the subscriber provided a temporary residential address, he or she will be required to verify his or her temporary residential address every 90 days;
- (vi) The subscriber's household will receive only one Lifeline service and, to the best of his or her knowledge, the subscriber's household is not already receiving a Lifeline service;
- (vii) The information contained in the subscriber's certification form is true and correct to the best of his or her knowledge,
- (viii) The subscriber acknowledges that providing false or fraudulent information to receive Lifeline benefits is punishable by law; and
- (ix) The subscriber acknowledges that the subscriber may be required to re-certify his or her continued eligibility for Lifeline at any time, and the subscriber's failure to re-certify as to his or her continued eligibility will result in de-enrollment and the termination of the subscriber's Lifeline benefits pursuant to § 54.405(e)(4).

Applicants will also be required to initial a number of disclosure statements intended to ensure that the applicant understands applicable eligibility requirements. Q LINK will verbally explain the certifications to consumers. With respect to those enrolling via the Internet, Q LINK will highlight the certifications that are required, for example, by requiring consumers to acknowledge each certification before moving on to the next field. Consumers must return a signed application and support documentation to the Company by mail, fax, email, kiosk scan, or other electronic transmission. The Company will accept electronic signatures, including Interactive Voice Response (IVR) recordings, which meet the requirements of the Electronic Signatures in Global and National Commerce Act, 15 USC 7001-7006.

Q LINK will determine eligibility, at a minimum, utilizing the income and program criteria currently utilized by federal default states (47 C.F.R. § 54.409(a), (b)), as well as any

<sup>&</sup>lt;sup>14</sup> See Order at ¶ 123.

<sup>15</sup> See Order at ¶ 168.

additional state-specific criteria. Prior to enrolling a new subscriber, Q LINK will check the eligibility of applicants first by accessing state or federal social services electronic eligibility databases, where available. 16 If a database is used to establish eligibility, Q LINK will not require documentation of the applicant's participation in a qualifying federal program; instead, Q LINK or its representative will note in its records what specific data was relied upon to confirm the applicant's initial eligibility for Lifeline. <sup>17</sup> However, in states where there is no state administrator, the state commission or other state agency is not making eligibility determinations, and there is no automated means for Q LINK to check electronic databases for eligibility, Q LINK will review documentation to determine eligibility for new subscribers until such time as a qualifying eligibility database is available. 18 Q LINK will require acceptable documentation both for income eligibility and program eligibility. The Company will not retain copies of the documentation but rather will establish policies and procedures to review such documentation and keep accurate records detailing how the applicant demonstrated his or her eligibility.<sup>19</sup> O LINK understands that it may permit agents or representatives to review documentation of consumer program eligibility for Lifeline, and in such cases Q LINK remains liable for ensuring the agent or representative's compliance with the Lifeline program rules.<sup>20</sup>

#### 3. Annual Re-Certification

Q LINK understands that it must re-certify the eligibility of its entire Lifeline subscriber base as of June 1, 2012 by the end of 2012 and report the results to USAC by January 31, 2013, and the Company may elect to perform this re-certification on a rolling basis throughout the

<sup>&</sup>lt;sup>16</sup> See Order at ¶ 97.

<sup>17</sup> See Order at ¶ 98.
18 See Order at ¶ 99.

<sup>&</sup>lt;sup>19</sup> See Order at ¶ 101.

<sup>&</sup>lt;sup>20</sup> See Order at ¶ 110.

year.<sup>21</sup> By December 31, 2012, Q LINK will re-certify the continued eligibility of all of its subscribers by contacting them - either in person, in writing, by phone, by text message, by email, or otherwise through the Internet – to confirm their continued eligibility.<sup>22</sup> The recertification notice will explain the actions the customer must take to retain Lifeline benefits, when Lifeline benefits may be terminated, and how to contact Q LINK. Q LINK will obtain a signed certification from the subscriber that meets the certification requirements of 47 C.F.R. § 54.410(d), as amended, as detailed in section C.2 above. The Company will provide written notice of impending service termination to subscribers who do not respond to the annual recertification within 30 days. Q LINK understands that such certifications may be obtained through a written format, an IVR system, or a text message, and will use one or more of such options for its certifications.<sup>23</sup>

Alternatively, where a database containing consumer eligibility data is available, Q LINK (or state agency or third-party, where applicable) will instead query the database by the end of 2012 and maintain a record of what specific data was used to re-certify eligibility and the date of re-certification. If a subscriber's address cannot be verified through the state data, Q LINK will contact the subscriber during the annual certification process to obtain a valid address.<sup>24</sup> After 2012, O LINK will continue to annually certify the continued eligibility of its entire subscriber base, either by accessing a qualifying database, or by electing to have USAC administer the selfcertification process on the Company's behalf.<sup>25</sup>

O LINK will certify its compliance with Commission rules on an annual Lifeline eligible telecommunications carrier certification form and when submitting FCC Forms 497 to USAC for

<sup>&</sup>lt;sup>21</sup> See Order at ¶ 130.

<sup>See Order at ¶ 130.
See id.
See Order at ¶ 132.
See Order at ¶ 131.</sup> 

<sup>&</sup>lt;sup>25</sup> See Order at ¶ 133.

reimbursement. As part of Q LINK's submission of re-certification data pursuant to 47 C.F.R. § 54.416, an officer of the Company will certify annually to USAC:

(1) that the Company has procedures in place to review consumers' documentation of income-and program-based eligibility. In instances where the Company confirms consumer eligibility by relying on official program eligibility data, such as a state or federal database, an officer of the Company will attest to what data the Company uses to confirm consumer eligibility in each state; and

(2) that the Company is in compliance with all federal Lifeline certification procedures.<sup>26</sup> In addition, Q LINK will certify when seeking reimbursement that the Company has obtained a valid certification form for each customer for whom the Company seeks Lifeline reimbursement.<sup>27</sup>

#### D. Additional Reforms to Eliminate Waste, Fraud and Abuse

O LINK shares the Commission's concern about abuse of the Lifeline program and is thus committed to the safeguards stated herein, with the belief that the procedures it will implement will prevent Company customers from engaging in such abuse of the program, inadvertently or intentionally. In an effort to prevent waste, fraud, and abuse, Q LINK has implemented procedures to identify and prevent fraud. The goals are to ensure integrity both in Q LINK, but also in the Lifeline program as a whole.

O LINK has contracted with CGM, LLC of Roswell, Georgia, a Lifeline service bureau, to edit all subsidy request data. CGM will process and validate the Company's subsidy data to prevent: (1) Duplicate Same-Month Lifeline Subsidies (Double Dip): any name/address that is already receiving a lifeline subsidy from the Company will be automatically prevented from

 $<sup>^{26}</sup>$  See Order at ¶ 126-27.  $^{27}$  See Order at ¶ 128.

receiving a second lifeline subsidy in that same month; and (2) Inactive lines receiving subsidy: CGM's systems compare all subsidy requests to underlying network status to ensure that subsidies are requested only for active lines. Through the processes described herein, Q LINK ensures that it does not over-request from support funds.

For each applicant, Q LINK first validates the applicant's identity via a government issued ID card, passport, etc. Additionally, as mentioned above, Q LINK requires the applicant provide their date of birth (DOB) and last four digits of their social security number (SSN). Requiring DOB and SSN ensures that neither the applicant nor the Company representative can forge certification forms based on false names and addresses. Once the applicant's identity is confirmed, Q LINK verifies that the applicant is eligible to receive the Lifeline subsidy. To do this, Q LINK checks any available eligibility database. If one is not available, the applicant is required to provide proof of participation in one of the Lifeline eligible programs or proof that their annual household income is at or below 135% of the federal poverty guidelines. This prevents ineligible applicants from receiving the Lifeline subsidy.

The address of the applicant is then verified via a USPS/Melissa Database to ensure the address is correct. Simultaneously, the name/address combination is dipped into CGM's aggregate duplicate database to confirm that the applicant is not already receiving a Lifeline subsidy from Q LINK or any other CGM client. This is done through an API connection between Q LINK's provisioning platform and GCM. This allows the Company to ensure the applicant is not receiving a duplicate subsidy, as well as identify those who share an address with current Q LINK customers. This then prompts the representative to detail the one-per-household rule with the applicant, allowing the applicant to then certify they are head of household. Should Q LINK confirm that a household is receiving more than one subsidy, whether by information obtained from an applicant,

USAC's IDRP process, or a national database, the customer will be immediately de-enrolled from the Lifeline program.

If and when Q LINK determines that an applicant is indeed eligible for the Lifeline program, the Company will ship a new or refurbished handset, dependent only upon availability, to the qualifying Lifeline customer along with materials explaining the use of the handset, Q LINK's terms and conditions, and disclosures regarding the Lifeline program. Handsets will not be shipped pre-activated. Qualifying Lifeline customers, upon receipt of the handset, must personally activate the handset by contacting Q LINK Customer Service either over the phone or via Internet.

#### 1. **National Lifeline Accountability Database**

Q LINK will participate in the National Lifeline Accountability Database, once it is established. As required by the Order, Q LINK will provide to the database subscriber name, address, phone number, the last four digits of Social Security number, date of birth, Lifeline service initiation and de-enrollment date (when applicable), and amount of federal Lifeline support being sought for that subscriber.<sup>28</sup> Q LINK will provide the information listed above for existing subscribers within 60 days of Commission notice that the database is capable of accepting subscriber information.<sup>29</sup>

Furthermore, O LINK will obtain acknowledgement and consent from each of its subscribers that is written in clear, easily understandable language that the subscriber's name, telephone number, and address will be disclosed to USAC and/or its agents for the purpose of verifying that the subscriber does not receive more than one Lifeline benefit.<sup>30</sup>

Within 30 days following Commission notice that the database is capable of accepting queries, Q LINK will query the database to check if a prospective subscriber is already receiving

<sup>See Order at ¶ 189.
See Order at ¶ 190.</sup> 

<sup>&</sup>lt;sup>30</sup> See Order, Appendix C.

service from another ETC prior to seeking reimbursement from the Fund.<sup>31</sup>

#### 2. Subscriber Usage

Q LINK will not seek reimbursement from the USF for new subscribers until they have personally activated the service, either by initiation and/or actual use of the service by the subscriber. Furthermore, O LINK will not seek reimbursement from the USF for inactive subscribers who have not used the service for a consecutive 60-day period. <sup>32</sup> Q LINK will notify its subscribers at service initiation about the non-transferability of the phone service, its usage requirements, and the de-enrollment and deactivation that will result following non-usage in any 60-day period of time.<sup>33</sup> An account will be considered active if during any 60-day period the authorized subscriber does at least one of the following: makes a monthly payment; purchases minutes from the Company to add to an existing pre-paid Lifeline account; completes an outbound call; answers an incoming call from anyone other than the Company, its representative, or agent; or affirmatively responds to a direct contact from the Company confirming that he or she wants to continue.34 Q LINK utilizes tracking software to notify the customer if the customer has not used their service for more than 30 or 60 consecutive days. Furthermore, a third party contractor validates the Company's subsidy data to prevent a subsidy request for customers that are inactive under the Company's non-usage policy. 35 After notification, if the customer fails to use their service, the customer is automatically de-enrolled pursuant to the procedures outlined in section E below. Q LINK will continue to comply with applicable public safety, including transmitting 911 calls to the appropriate PSAP even if the Company is no

 $<sup>^{31}</sup>$  See Order at ¶ 203.  $^{32}$  See Order at ¶ 257.  $^{33}$  See id.

<sup>&</sup>lt;sup>35</sup> CGM, LLC is currently the Company's third party contractor.

longer providing Lifeline service to a consumer.<sup>36</sup>

#### 3. Marketing & Outreach

Q LINK will implement the measures outlined herein to help ensure that only eligible consumers enroll in the program and that those consumers are fully informed of the limitations of the program, so as to prevent duplicative or otherwise ineligible service as well as other forms of waste, fraud, and abuse. Q LINK will explain in clear, easily understood language the following disclosures in all marketing materials related to the supported service:<sup>37</sup> (1) that only eligible consumers may enroll in the program; (2) that the program is limited to one benefit per household, consisting of either wireline or wireless service; (3) a household is defined, for purposes of the Lifeline program, as any individual or group of individuals who live together at the same address and share income and expenses; and (4) that Lifeline is a government benefit program. O LINK will prepare printed material that will explain the documentation necessary for enrollment, and the details of the Company's plans, and will provide such information on its website. Such material and website information, as well as its application, will make clear that consumers who willfully make false statements in order to obtain the benefit can be punished by fine or imprisonment or can be barred from the program.<sup>38</sup> For broadcast advertisements and outdoor signage, such as billboards, and any other situation in which inclusion of documentation information and warnings against willful false statements are impractical, Q LINK, will provide the URL link for the information disclosure page on its website. Additionally, Q LINK will

<sup>36</sup> See Order at ¶ 262. 911 transmissions will actually be performed by the Company's underlying facilities-based CMRS provider.

<sup>&</sup>lt;sup>37</sup> See Exhibit B for sample marketing materials. The Company understands the term "marketing materials" includes materials in all media, including but not limited to print, audio, video, Internet (including email, web, and social networking media), and outdoor signage, that describe the Lifeline-supported service offering, including application and certification forms. See Order at ¶ 275.

<sup>&</sup>lt;sup>38</sup> See Order at  $\P$  275.

disclose the company name under which it does business.<sup>39</sup> In order to reinforce the limitation of one Lifeline phone per household, the following statement, or words to the same effect, will appear in the Company's marketing materials and website (www.qlinkwireless.com) in a conspicuous place, in bold font and in an offsetting color to ensure it is not overlooked:

Lifeline support is limited to one per household on wireline or wireless service.

#### 4. Audits

If Q LINK draws \$5 million or more in the aggregate on an annual basis from the low-income program, as determined on a holding company basis taking into account all operating companies and affiliates, the Company will hire an independent licensed certified public accounting firm to conduct a biennial audit according to government accounting standards to assess Q LINK's overall compliance with the program's requirements.<sup>40</sup> Q LINK will comply with applicable rules regarding the dissemination of audit findings to the Commission, USAC, and relevant state and Tribal governments within 30 days upon issuance.<sup>41</sup>

#### E. De-Enrollment

If at any time a Q LINK Lifeline customer wishes to de-enroll from the Company's Lifeline program, Company customer service representatives will handle such elective de-enrollment requests. Q LINK Lifeline customers simply call the Company's toll-free customer service number and they can speak to a live operator to de-enroll from Q LINK's Lifeline program. Q LINK will de-enroll consumers from the Company's Lifeline program in the following instances, according to C.F.R. § 54.405(e):

<sup>40</sup> See Order at ¶ 291.

<sup>&</sup>lt;sup>39</sup> See id.

<sup>&</sup>lt;sup>41</sup> See Order at ¶ 294.

Ineligibility. Any subscriber who indicates that he or she is receiving more than one Lifeline-supported service per household, or neglects to make the required one-per-household certification on his or her certification form, will be de-enrolled from Lifeline pursuant to the process for resolving duplicative Lifeline subscriptions described in section 54.405(e)(2). If a customer does not respond to the Company's annual verification survey within 30 days, or if Q LINK has reasonable basis to believe that the subscriber no longer meets the Lifeline-qualifying criteria (including instances where a subscriber informs the Company or the state that he or she is ineligible for Lifeline), Q LINK will provide a written notice of impending service termination to the subscriber and then give the subscriber 30 days after the date of the letter to demonstrate that his or her Lifeline service should not be terminated. Similarly, Q LINK will de-enroll a subscriber if they fail to respond to the Company's attempt to verify a temporary address within 30 days.

<u>Duplicative Support</u>. Subject to USAC's Duplicate Resolution Process and anticipated Duplicate Scrubbing Process, <sup>45</sup> Q LINK will de-enroll a subscriber within 5 business days if the Company is informed by USAC that the subscriber is receiving Lifeline service from another ETC or that more than one member of a subscriber's household is receiving Lifeline service.

Non-Usage. Q LINK will monitor all customers to ensure that they in fact have usage on their account within a 60-day period. Q LINK will de-enroll any subscriber that has not used the Company's Lifeline service for 60 consecutive days, as discussed in section IV.B above. Q LINK will send the subscriber a 30-day termination letter, using clear, easily understood language, notifying the subscriber that failure to use the Lifeline service within the 30-day cure

<sup>42</sup> See Order at ¶ 122.

<sup>&</sup>lt;sup>43</sup> See id. In states that have dispute resolution procedures applicable to Lifeline termination, the Company will comply with the state requirements.

<sup>&</sup>lt;sup>44</sup> See Order at ¶ 89.

<sup>&</sup>lt;sup>45</sup> See Order at ¶ 214-16.

period will result in service termination for non-usage. The subscriber will be able to confirm that they want to continue receiving their Lifeline service. Q LINK will update the national database, once in place, within one business day of de-enrolling a subscriber for non-use and will submit a non-usage de-enrollment report annually to USAC.<sup>46</sup> Q LINK will not seek reimbursement from the USF during the 30-day cure period unless the subscriber confirms they want to continue service.

#### F. Additional Rule Amendments

#### 1. Reporting Requirements

Q LINK will report all information required by section 54.422, as it may heretofore be amended. This includes the names of the Company's holding company, operating companies and affiliates, and any branding ("doing-business-as company" or brand designation), and provide to the Commission and USAC general information regarding the terms and conditions of the Lifeline plans for voice telephony service offered specifically for low income consumers through the program offered during the previous year, including the number of minutes provided, and whether there are additional charges to the consumer for service, including minutes of use and/or toll calls.<sup>47</sup>

#### 2. Reimbursements from USAC

In seeking reimbursement for Lifeline, Q LINK will comply with the requirements of C.F.R § 54.407, as revised by the *Order*.<sup>48</sup> Q LINK will certify when seeking reimbursement that the Company has obtained a valid certification form for each consumer for whom the Company

<sup>&</sup>lt;sup>46</sup> See Order at ¶ 257.

<sup>&</sup>lt;sup>47</sup> See Order at \$\frac{4}{2}\$ 296, 390. Section 153 of the Communications Act defines "affiliate" as "a person that (directly or indirectly) owns or controls, is owned or controlled by, or is under common ownership or control with, another person.

<sup>&</sup>lt;sup>48</sup> See Order page 221.

seeks Lifeline reimbursement;<sup>49</sup> and the Company will seek reimbursement for actual lines served, not projected lines.<sup>50</sup>

#### 3. **Section 54.202 Certifications**

Q LINK certifies the following in accordance with newly amended C.F.R. § 54.202: (1) Q LINK will comply with the service requirements applicable to the support that it receives; (2) Q LINK is able to remain functional in emergency situations; and (3) Q LINK will satisfy applicable consumer protection and service quality standards.

#### IV. **COMPANY INFORMATION**

O LINK is a Limited Liability Company organized in the State of Delaware on August 25, 2011. Q LINK will provide prepaid wireless telecommunications services by using the Sprint Nextel ("Sprint") network on a wholesale basis to offer nationwide service. Sprint is a nationwide carrier that provides wholesale capacity on its wireless network to wireless providers like Q LINK. O LINK will obtain from Sprint the network infrastructure and wireless transmission facilities to allow Q LINK to operate as a Mobile Virtual Network Operator ("MVNO"). Q LINK was designated as an ETC in Maryland on December 21, 2011. Q LINK does not currently provide service in any state.

#### Names and Identifiers A.

The Company's legal name is Q LINK WIRELESS LLC. Q LINK's holding company is QUADRANT HOLDINGS GROUP LLC. The Company does not have any operating companies and it identifies itself as Q LINK or Q LINK WIRELESS on its marketing and advertising materials.

<sup>&</sup>lt;sup>49</sup> See Order at ¶ 128. <sup>50</sup> See Order at ¶ 302.

#### B. Financial and Technical Capability

Q LINK is financially and technically capable of providing Lifeline-supported services.<sup>51</sup> Q LINK will provide service to both Lifeline and non-Lifeline customers. Q LINK intends to launch its retail and Lifeline wireless service simultaneously. Q LINK has not been subject to enforcement action or ETC revocation proceedings in any state. Q LINK is financially able to provide Lifeline-supported services and will not rely exclusively on USF disbursements to operate.<sup>52</sup> Furthermore, the senior management of Q LINK has great depth in the telecommunications industry and offers extensive telecommunications business technical and managerial expertise to the Company.<sup>53</sup> Q LINK will also rely upon the managerial and technical expertise of its underlying carrier Sprint.

#### C. Lifeline Offering

Q LINK will offer its Lifeline service in the states where it is designated as an ETC and throughout the coverage area of its underlying carrier Sprint. As summarized in Exhibit E attached hereto, the Company's Lifeline offering will provide customers with the option to choose between three (3) Lifeline Plans<sup>54</sup> that best meets their needs:

1. <u>Plan 1: 68 Monthly Minutes</u>. Under Plan 1, eligible customers enjoy 68 anytime minutes that rollover and free international long distance. <sup>55</sup> Text messaging is at the rate of one-third of one minute (3 texts = 1 minute).

<sup>&</sup>lt;sup>51</sup> See Order at ¶ 387.

<sup>&</sup>lt;sup>52</sup> See Exhibit C for QUADRANT HOLDINGS GROUP LLC'S Financial Statements. This information is **CONFIDENTIAL AND PROPRIETARY** and is being filed under seal as such.

<sup>53</sup> See Exhibit D for key management resumes.

<sup>&</sup>lt;sup>54</sup> Q LINK's Lifeline Plans vary from state to state in accordance with state requirements or Tribal offerings; the three Lifeline plans outlined in this compliance plan are the offerings available in most states. Please see the Company's website (<a href="www.qlinkwireless.com">www.qlinkwireless.com</a>) for more detailed information regarding plans available in each state.

<sup>&</sup>lt;sup>55</sup> If you are on Plan 1, there is no additional charge for international long distance to countries designated at www.qlinkwireless.com.

- 2. <u>Plan 2: 125 Monthly Minutes</u>. Under Plan 2, eligible customers enjoy 125 anytime minutes that rollover. Text messaging is at the rate of one minute (1 text = 1 minute).
- 3. <u>Plan 3: 250 Monthly Minutes</u>. Under Plan 3, eligible customers enjoy 250 anytime minutes. Minutes do not rollover. Text messaging is at the rate of one minute (1 text = 1 minute).

Customers have the capability of purchasing additional bundles of minutes in denominations as low as \$9.99, \$19.99, \$29.99, and \$59.99. Airtime replenishment cards will be made available at retail outlets frequented by low-income customers throughout the Company's Service Area. In addition to free voice services, all of Q LINK's Lifeline plans will include a free handset and the following Custom Calling features: Caller ID, Call Waiting, and Voicemail. Q LINK does not impose burdensome credit checks or long-term service contracts on its prepaid customers. Customers are not bound by a local calling area requirement; all Q LINK plans come with domestic long distance at no extra per minute charge and exceptional nationwide digital coverage on the Nationwide Sprint PCS Network. Calls to 911 emergency services are always free, regardless of service activation or availability of minutes. Calls to Q Link customer service are also free. Q LINK has attached as Exhibit F its Lifeline terms and conditions of service. The terms and conditions of the Company's plans can also be found at www.qlinkwireless.com.

 $<sup>^{56}</sup>$  \$9.99 = 50 minutes, \$19.99 = 120 minutes, \$29.99 = 200 minutes, and \$59.99 = 450 minutes.

#### V. <u>CONCLUSION</u>

Q LINK submits that its Compliance Plan fully satisfies the conditions of forbearance set forth in the Commission's *Order*. Implementation of the procedures described herein will promote public safety and should ensure that Lifeline customers have access to 911 and E911 services while safeguarding against misuse of the Company's Lifeline services. Accordingly, Q LINK respectfully requests that the Commission expeditiously approve its Compliance Plan so that the Company may begin providing the benefits of much-needed Lifeline service to qualifying low-income consumers as quickly as possible.

Respectfully submitted,

Q LINK WIRELESS LLC

/s/ LANCE STEINHART

Lance J.M. Steinhart Lance J.M. Steinhart, P.C. 1725 Windward Concourse Suite 150 Alpharetta, Georgia 30005 (770) 232-9200

Its Counsel

Dated July 30, 2012

#### **EXHIBIT A**

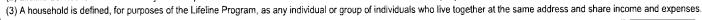
#### **Sample Lifeline Certification Form**



#### APPLICATION FOR GOVERNMENT LIFELINE ASSISTANCE PROGRAM

#### Things to know about the Lifeline Program:

- (1) Lifeline is a federal non-transferable benefit.
- (2) Lifeline Service is available for only one line per household. A household cannot receive benefits from multiple providers; and



|  | Last Name First Name   |  | Mi   | Birth Date (N   | Month/Day/Year)  | Last Four Digits of SS#  |
|--|--|--|--|---|--|--|
|  | Home Phone Number Cell Phone Number  | Contact Phone Number   |  | Email Address   |  |  |
|  | This address is Permanent Temporary Multi-Household  |  |  |   |  |  |
|  | Residence Address (No P.O. Boxes, Must be your principal address)  Apartment   | No. State  | City   | <u> </u>  | Zip  | Code   |
|  | Plan Features 68   |  |  |   |  |  |
|  | Choose your plan (check one)  Local Calls  National Long Distance  | Ţ  |  | Ţ   | <b>16</b>  |  |
|  | Voice Mail Nationwide Text  (0.3 minu  | tes per text) (1 min   | ule per text)  | / (1 min  | nute per text)   |  |
|  | Roaming at no additional cost  |  | ,  | J   |  |  |
|  | Free 911 411 Directory Assistance  | Ž  |  | Ž   |  | and the second   |
|  | Carry-Over minutes from month to month  100+International Long Distance destinations   | 7.   |  | X   |  |  |
| 100  | *Minutes can be used for 411 calling at no additional cost.  **Long distance charges will apply  |  |  |   |  |  |
| 2)   | To apply for Q Link you may choose ONE of the two options below:   |  |  |   |  |  |
|  | The program is limited to one benefit per household and only eligorder to obtain the benefit can be punished by fine or imprisonm  | gible consumers may er<br>ent or can be barred fror  | roll in the<br>n the pro   | e program. Consun<br>gram.  | ners who willfull  | y make false statements i  |
|  | To qualify you must attach proof of participation in one of the programs listed below.   | Qualify by co  | ertifying you  | ir income is at or belov  | v 135% of the Fede   | ral Poverty Guidelines.  |
|  | I hereby certify that I participate in at least <u>ONE</u> of the following public assistance programs (Check all that apply):   | HOUSEHOLD INCOME   |  |   |  |  |
|  | Medicaid (Not the same as Medicare)  |  |  | and income level that ap<br>the following guideline:  |  | apply if your total  |
|  | Supplemental Nutrition Assistance Program (Food Stamps)  |  | i con a consession de la consession de l | nual income Monthly inc   |  | ncome you must attach proof of<br>it your most current statement fron  |
|  | Temporary Assistance to Needy Families (TANF)  | 2  | <u> </u>   | 6,335 \$1,361<br>2,065 \$1,839  |  | te or Federal income tax return  |
|  | Supplemental Security Income SSI (Not the same as Social Security Benediction 1)   |  |  | 7,795 \$2,316<br>3,525 \$2,794  | - Workers Comp   | live months of your most current pay stu<br>ensation/Unemployment beveilts   |
|  | National School Lunch Program's Free Lunch Program   | 5 or More  |  | 3,323 32,134  | • Retirement/Per   | ocument or divorce decree<br>isson benefits statement  |
|  | Low-Income Home Energy Assistance Program (LIHEAP)  Federal Public Housing Assistance/ Section 8   | For each additional add  |  |   | (Documentation   | Neterans Administration benefits staten<br>You Submit Will Not Be Returned)  |
| tion   | 1 Ederal Public Floosing Assistance Deciding   | Total monthly hous<br>Total yearly house   |  |   | er of people receiving<br>er of children under ag  |  |
|  | perjury, is guilty of perjury and shall, except as otherwise expressly pro   |  |  |   |  | nation to receive Lifeline benef   |
| pur<br>2) lari<br>3) lhi<br>4) lur<br>pet<br>66) lati<br>7) lur<br>wa<br>8) lwi<br>(3)<br>(3)<br>(3)<br>(3)<br>(1)<br>(2)<br>(3)<br>(3)<br>(3)<br>(1)<br>(2)<br>(3)<br>(3)<br>(3)<br>(3)<br>(3)<br>(3)<br>(3)<br>(3  | e information contained in my application remains true and correct to the best or nishable by law and may result in me being barred from the program. In a current recipient of the program checked above, or have an annual househ are provided documentation of eligibility if required to do so, inderstand that I and my household can only have one Lifeline-supported telepher-household requirement constitutes a violation of the FCC's rules and will resultest to the best of my knowledge, that I and no one in my household is receiving inderstand my Q Link Wireless Lifeline service is a non-transferable. I may not inderstand that if my service goes unused for sixty (60) days, my service will be untit to continue receiving their service.  Il cease to participate in the above federal or state program, or my annual house my household is receiving more than one Lifeline supported device.  I no longer satisfy the criteria for receiving Lifeline support.  Il no longer satisfy the criteria for receiving Lifeline support.  In lotify Q Link Wireless within thirty (30) days of moving. Additionally, if my additionally, if my additionally in the support of the lifeline support.  In the lifeline support is the criteria for receiving Lifeline support.  In the lifeline substand that the Q Link Wireless and provide to state and Federount including but not limited to my name, date of birth, last four digits of my entity of the purpose of verifying that I do not receive more than one Lifeline subsidy.  Y LAW  Ize Q Link Wireless or its duly appointed representative to: (1) access any recoiving and received and receiv | old income at or below 135 p. one service. Q Link Wireless t in my de-enrollment from th g a Lifeline service from any of ransfer my service to any ind suspended, subject to a thirty understand this requirement shold income exceeds 135% of dress listed above is a tempo on thirty (30) days, my Q Link of for Lifeline. If I fail to do so eral agencies, as required by sistory, address and phone mi social security number, and a sidy, all carriers involved may be a  | has explained the property of  | ned the one-per house<br>rogram, and could rest<br>ne or wireless compar<br>uding another eligible<br>eriod which I may use<br>e subject to penalties i<br>s, I understand that I n<br>feline service may be t<br>(30) days, it will result<br>purposes of complyin<br>be divulged to the Uni-<br>hat I may select one s-                 | shold requirement.  If in criminal proses by such as Safelink, low-income consur the service or conti- if I fail to notify Q Li must verify my addri- erminated.  In the termination of g with the Lifeline poversal Service Adm ervice and be de-er- ontinued eligibility f                           | cution by the US Government. Assurance, or Reachout Wirelest.  act Q Link Wireles to confirm the thick Wireless if:  ess with Q Link Wireless every of my Q Link Wireless service, rogram all the information relationistrative Company (USAC) aroundled from the other.  or Lifeline assistance; (3) to up  |
| purity pu | nishable by law and may result in me being barred from the program. In a current recipient of the program checked above, or have an annual househ ave provided documentation of eligibility if required to do so, anderstand that I and my household can only have one Lifeline-supported teleph r-household requirement constitutes a violation of the FCC's rules and will resultest to the best of my knowledge, that I and no one in my household is receivin inderstand my Q Link Wireless Lifeline service is a non-transferable. I may not I noterstand that if my service goes unused for sixty (60) days, my service will be int to continue receiving their service.  Ill notify Q Link Wireless within thirty (30) days if I no longer qualify for Lifeline. I cease to participate in the above federal or state program, or my annual house My household is receiving more than one Lifeline support.  In olonger satisfy the criteria for receiving Lifeline support.  In olonger satisfy the criteria for receiving Lifeline support.  In olonger satisfy the criteria for receiving Lifeline support.  In olonger satisfy the criteria for receiving Lifeline support.  In olonger satisfy the criteria for receiving Lifeline support.  In olonger satisfy the criteria for receiving Lifeline support.  In olonger satisfy the criteria for receiving Lifeline support.  In olonger satisfy the criteria for receiving Lifeline support.  In olonger satisfy the criteria for receiving and response to re-certify my eligibilit uthorize and understand that the Q Link Wireless may provide to state and Federal count including but not limited to my name, date of birth, last four digits of my enterstand that my name, telephone number, date of birth, last four digits of my enters for the purpose of verifying that I do not receive more than one Lifeline sub-nderstand that if USAC identifies I am receiving more than one Lifeline sub-nderstand that if USAC identifies I am receiving more than one Lifeline sub-nderstand that my cannel that my cannel that my cannel that my cannel tha | old income at or below 135 pone service. Q Link Wireless tin my de-enrollment from the ga Lifeline service from any or anafer my service to any independent of the suspended, subject to a thirty understand this requirement shold income exceeds 135% of the subject of the subjec | has explained the second of th | ned the one-per house togram, and could rest ne or wireless comparuding another eligible eriod which I may use e subject to penalties is, I understand that I reline service may be to (30) days, it will result purposes of complying the divulged to the Unit hat I may select one soil; (2) to confirm my coide information to Q Line. | chold requirement.  If in criminal proses by such as Safelink, low-income consur- the service or conti- if I fail to notify Q Li funds verify my addra- erminated.  It in the termination g with the Lifeline p versal Service Adm ervice and be de-er- ontinued eligibility in high Wireless verifyin | sution by the US Government. Assurance, or Reachout Wireler, act Q Link Wireles to confirm the his Wireless if:  The properties of the Confirm of the Confir |

# **TOP SECTION**



# APPLICATION FOR GOVERNMENT LIFELINE ASSISTANCE PROGRAM

## Things to know about the Lifeline Program:

- sebold A household cannot receive benefits from mulfiple providers; and
- nses.

| <ol> <li>Lifeline is a federal non-transferable benefit.</li> <li>Lifeline Service is available for only one line per household. A household cannot receive benefits from multiple providers; and</li> <li>A household is defined, for purposes of the Lifeline Program, as any individual or group of individuals who live together at the</li> </ol> | er household. A household cannot receline Program, as any individual or gr | eive benefits from n<br>oup of individuals w                       | usehold. A household cannot receive benefits from multiple providers; and<br>Program, as any individual or group of individuals who live together at the same address and share income and expe | ss and share income and expe              |
|--|--|--|---|---|
| Please read all instructions before completing. Information will be validated. Discrepancies could result in delays.   | ormation will be validated. Discrepand                                     | ies could result in d  | elays.  |   |
|  |  |  | April Month (Noor)  | H 0 0 4 1 1 1 1 0 0 1 1 1 1 1 1 1 1 1 1 1 |
| Last Name  | First Name   | Ī.   | Birth Date (Month Day) Fear)  | Last Four Digits of 55#                   |
| Home Phone Number Cell Phone Number  | Contact Phone Number   | nber   | Email Address   | ı   |
| This address is Permanent Temporary Multi-Household  | i-Household  |  |   |   |
| Residence Address (No P.O. Boxes, Must be your principal address)  | ress) Apartment No. State  | e City   | Z   | Zip Code                                  |
| Plan Features  |  | 25<br>Fare<br>Fare<br>Fare<br>Fare<br>Fare<br>Fare<br>Fare<br>Fare | (250)<br>Fare   |   |
| Choose your plan (check one)   |  |  |   |   |
| Local Calls.<br>National Long Distance   |  |  |   |   |
| Voice Mail   |  |  |   |   |
| Nationwide Text Roaming at no additional cost  | (0.3 minutes per text)   | (1 minute per text)  | (1 minute per text)   |   |
| Free 911   |  | <b>\</b>   |   |   |
| Carry-Over minutes from month to month 100+International Long Distance destinations  |  | **   |   |   |
| *Minutes can be used for 411 calling at no additional cost. **Long distance charges will apply   |  |  |   |   |

# MIDDLE SECTION

To apply for Q Link you may choose ONE of the two options below:

The program is limited to one benefit per household and only eligible consumers may enroll in the program. Consumers who willfully make false statements in order to obtain the benefit can be punished by fine or imprisonment or can be barred from the program.



To qualify you must attach proof of participation in one of the programs listed helow

programs listed below.

I hereby certify that I participate in at least <u>ONE</u> of the following public assistance programs (Check all that apply):

Supplemental Nutrition Assistance Program (Food Stamps)

Medicaid (Not the same as Medicare)

Temporary Assistance to Needy Families (TANF)

Qualify by certifying your income is at or below 135% of the Federal Poverty Guidelines.

## HOUSEHOLD INCOME:

Please check household persons and income level that applies. Eligibility may apply if your total household income is at or below the following guidelines.

| 4 4 | Persons in Family or Household Anual Income Monthly Income To qualify by income you must allach proof of | ancome, Submit your most current statement from | Prior year's State or Federal Income tax return | Three consecutive months of your most current pay stubs | Child support document or divorce decree | - Retirement/Pension benefits statement | * Social Security/veterans Administration baneaus statement (Documentation You Submit Will Not Se Returned) |
|-----|--|---|---|---|--|---|---|
|     | Monthly Inco   | \$1,361   | \$1,839   | \$2.316   | \$2,794                                  |   |   |
|     | Anual Income   | \$16,335  | \$22,065  | \$27,795  | \$33,525                                 |   |   |
|     | or Household   |   | О   |   |  |   | or each additional add: \$5,730   |
|     | in Family  |   | ~   | 3   | 4  | or More                                 | ch additional   |

Supplemental Security Income SSI (Not the same as Social Security Benefits)

Low-Income Home Energy Assistance Program (LIHEAP) National School Lunch Program's Free Lunch Program

Federal Public Housing Assistance/ Section 8

Number of people receiving income (Number of children under age of 18 ( Total monthly household income Total yearly household income

# **BOTTOM SECTION**

PENALTY OF PERJURY. Under title 18 U.S.C. § 1621, whoever willfully states as true any material matter which he does not believe to be true in a statement under penalty of perjury, is guilty of perjury and shall, except as otherwise expressly provided by law, be fined or imprisoned not more than five years, or both,

# I certify, under penalty of perjury: (Initial by Each Certification)

- The information contained in my application remains true and correct to the best of my knowledge and I acknowledge that willfully providing false or fraudulent information to receive Lifeline benefits is punishable by law and may result in me being barred from the program.
  - am a current recipient of the program checked above, or have an annual household income at or below 135 percent of the Federal Poverty Guidelines
  - (2) I am a current recipient of the program checked above, or have(3) I have provided documentation of eligibility if required to do so.
- Londerstand that Land my household can only have one Lifeline-supported telephone service. Q Link Wireless has explained the one-per household requirement. Lunderstand that violation of the onel attest to the best of my knowledge, that I and no one in my household is receiving a Lifeline service from any other land line or wireless company such as Safelink, Assurance, or Reachout Wireless. per-household requirement constitutes a violation of the FCC's rules and will result in my de-enrollment from the Lifeline program, and could result in criminal prosecution by the US Government. 3
  - understand my Q Link Wireless Lifetine service is a non-transferable. I may not transfer my service to any individual, including another eligible low-income consumer. 9 (2)
- Lunderstand that if my service goes unused for sixty (60) days, my service will be suspended, subject to a thirty (30) day period which I may use the service or contact Q Link Wireles to confirm that I want to continue receiving their service  $\mathbf{\varepsilon}$ 
  - I will notify Q Link Wireless within thirty (30) days if I no longer qualify for Lifeline. I understand this requirement and may be subject to penalties if I fail to notify Q Link Wireless If: (1)I cease to participate in the above federal or state program, or my annual household income exceeds 135% FPG. 8
- (2) My household is receiving more than one Lifeline supported device.
- (2)I no longer satisfy the criteria for receiving Lifeline support.
- I will notify Q Link Wireless within thirty (30) days of moving. Additionally, if my address listed above is a temporary address, I understand that I must verify my address with Q Link Wireless every ninety (90) days. If I fall to respond to Q Link Wireless' address verification attempts within thirty (30) days, my Q Link Wireless Lifeline service may be terminated 6
- (11) I authorize and understand that the Q Link Wireless may provide to state and Federal agencies, as required by law, for the purposes of complying with the Lifeline program all the information related to my (10) Q Link Wireless has explained that I'm required each year to re-certify my eligibility for Lifeline. If I fall to do so within thirty (30) days, it will result in the termination of my Q Link Wireless service.
- (12) I understand that my name, telephone number, date of birth, last four digits of my social security number, and address will be divuiged to the Universal Service Administrative Company (USAC) and/or its account including but not limited to my name, date of birth, social security, usage history, address and phone number
  - (13) I understand that if USAC identifies I am receiving more than one Lifeline subsidy, all carriers involved may be notified so that I may select one service and be de-enrolled from the other agents for the purpose of verifying that I do not receive more than one Lifeline subsidy.

### PRIVACY LAW

authorize Q Link Wireless or its duly appointed representative to: (1) access any records required to verify my statements herein; (2) to confirm my continued eligibility for Lifeline assistance; (3) to update my address to a proper mailing address format; and (4) authorize social service agency representatives to discuss with and/or provide information to Q Link Wireless verifying my participation in benefit programs that qualify me for Lifeline assistance. I understand that completion of this form does not constitute immediate approval for Lifeline.

Please check this box if you would like to receive pre-recorded special offers and promotions for Q Link Customers at the Home Telephone number provided in the Contact Information.

SIGN & DATE

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| Q Link Wireless LLC<br>499 East Sheridan Street Suite 300<br>Dania Beach, FL 33004       |
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| all application to: Q Link Wi<br>499 East:<br>Dania Ber                                  |
| fall application to: Q Link Wireless LLC<br>499 East Sheridan St<br>Dania Beach, FL 3300 |

Applicant Signature

Fax application to: 1-855-83QLINK (855-837-5465) For questions please call 1-855-QLINK43 (855-754-6543)

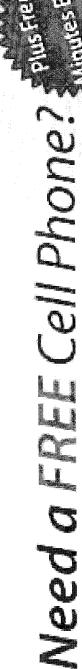
### **EXHIBIT B**

### Sample Marketing Materials

- 1. Internet/Email Banner Ad 600x474
- 2. Poster/Flyer Ad 8.5x11



# GET YOUR FREE CELL PHONE NOW!

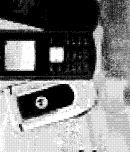




income eligible individuals? You programs such as Food Stamps may qualify if you participate in Did You Know Q Link Wireless or Medicaid or your income is Provides FREE Cell Phones for below 135% of the Federal Poverty Guidelines.













Get Yours Now

Lifeline support is limited to one per household on wireline or wireless service. Consumers who willfully make false statements in order to obtain the benefit can be punished by fine or imprisonment or can be barred from the program. Proof of participation in eligible programs/annual household income required for enrollment.

Q Link Wireless is a provider of the Government's Lifeline program. Visit our terms at http://qlinkwireless.com/terms.aspx for more info. Call 1-855-QLINK43 or visit http://qlinkwireless.com to see if you are eligible.





## FREE CELL PHONES FROM Q LINK WIRELESS







### You May Qualify If: Includes:

You currently receive Medicaid, Food Stamps or other government assistance or if your household income is 135% of the Federal Poverty Guidelines.



**National Long** Distance

## Get Your Free Phone 🗸 Local Calls

Discover if you are eligible for a free cell phone and free monthly minutes from Q Link Wireless provided through the Government's Lifeline support program.

Voice Mail

www.QlinkWireless.com Call 1-855-QLINK43

Every Month!



Lifeline support is limited to one per household on wireline or wireless service. Consumers who willfully make false statements in order to obtain the benefit can be punished by fine or imprisonment or can be barred from the program. Proof of participation in eligible programs/annual household income required for enrollment.

Q Link Wireless provides FREE cell phone service and FREE Monthly Minutes through the Government's Lifeline program to qualifying families and individuals. Visit www.glinkwireless.com or call 1-855-QLINK43 to see if you qualify.

### **EXHIBIT C**

### **Financial Statements**

### CONFIDENTIAL AND PROPRIETARY

### **QUADRANT HOLDINGS CORP**

**BALANCE SHEET** 

As of Sept 30, 2011

### **ASSETS**

**Current Assets** 

Cash & Cash Equivalents Q Link Wierless Investment Trade Accounts Receivable

Inventory

**Prepaid Expenses and Deposits** 

**Deferred Costs** 

Other Current Liabilities





Property and Equipment **Right of Access** Goodwill

**Total Fixed Assets** 

**Total Assets** 

### LIABILITIES AND SHAREHOLDER'S EQUITY

**Current Liabilities** 

Accounts Payable

**Customer Deposits** 

Deferred Revenue

**Current Portion of Deferred Lease Inducements** 

**Current Portion of Obligations Under Capital Lease** 

**Deferred Lease Inducements** 

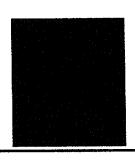
### **Total Liabilities**

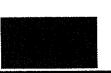
Shareholder's Equity

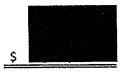
**Share Capital Contributed Surplus** 

Net income or Loss

















### QUADRANT HOLDINGS CORP

STATEMENT OF OPERATIONS, PROFIT & LOSS

As of Sept 30, 2011

Cost of Sales

Gross Profit

Expenses
Sales and Marketing
General Administrative
Amortization
Interest Expense
Other Expense

Total Expenses

Net Income

\$\$\\$\$

### **EXHIBIT D**

### **Key Management Resumes**

### **Issa Asad**

Issa Asad is the President & CEO or Managing Member of Various Companies (Quadrant Holdings Group LLC, Q Link Wireless, NCOM Networks, RTN Networks, Reliable Telecard), these are some of the nation's premier telecommunications providers in the United States today, representing VoIP, wireless and prepaid service providers, manufacturers and suppliers in the new world of Internet-based and wireless communications and entertainment.

A respected Telecom veteran with more than 15 years' experience in telecommunications, Mr. Asad joined the Telecommunications industry in 1996 and has led the organization's growth into the top telecommunications providers in the nation. Intelecard News magazine has profiled Mr. Asad as a telecommunications executive with "real vision." The Prepaid Press newspaper has featured Mr. Asad as a "Telecom Mover of the Month" and labeled him as a "playmaker" - one of the "top telecommunications executives" in United States. He has been recognized by Who's Who in Telecom.

Prior to establishing his footprint in the Prepaid Telecommunications industry, Mr. Asad served as President & CEO of the South Florida Grocers Network.

Companies and their owners who endure in the prepaid industry are worthy of recognition because they are rare. As CEO and owner of Reliable Telecard and I-Prepay Inc, Issa Asad began in retail as an owner, operator and developer of convenience stores and gas stations in New York and Florida.

Considered a pioneer, he was the first station owner to implement fast food into service offerings, beginning with Fine Foods. Asad also led the grocers industry to incorporate ATMs, convenience stores and Check Cashing stores into grocery's and stations.

In 1996, he realized the potential of phone cards to the immigrant market and began offering phone cards from his stores. By the late 90s, prepaid wireless was emerging and, with his retail background, Asad knew the long-term play was electronic delivery. In the spring of 2000, he teamed with Reliable Telecard and I-Prepay Inc and developed a real-time PIN delivery system for the electronic delivery of prepaid products.

There he led a broad market restructuring that resulted in record sales and revenues, increased stature for the industry, and significant telecom marketing victories.

### ISSA ASAD

E-mail: <u>issa@qlinkwireless.com</u>

499 East Sheridan St Suite 301 Dania FL 33004

### SENIOR EXECUTIVE SUMMARY

Entrepreneur and senior sales executive with 15 year accomplished track known throughout the prepaid and telecom industry for delivering and sustaining revenue and profit gains within highly competitive domestic and international prepaid products, including domestic and international prepaid telephone and wireless calling cards and national distribution channels markets. By age 30, had pioneered what is now a multi-hundred million dollar a year Prepaid industry. Practical experience in and solid understanding of a diverse range of business management applications, including market analysis, sales and marketing, team-building and quality assurance. Demonstrated ability to select, train and retain self-motivated customer-oriented employees. Exceptional problem-solving skills, keen client needs assessment aptitude, high-caliber presentation, negotiation and closing skills.

Strategic & Tactical Planning
 Mergers & Acquisition
 Strategic Partnerships & Alliance
 Broker / Vendor Relations
 Strategic Partnerships
 Account Development / Acquisition

### PROFESSIONAL EXPERIENCE

### QUADRANT HOLDINGS GROUP LLC - DANIA FL

Managing Member, January 2011 – present

Quadrant Holdings is a holding company that serves as the Managing Member entity of Q LINK WIRELESS LLC.

### O LINK WIRELESS LLC - DANIA, FL

Co-Founder, January 2011 – present

Q LINK WIRELESS LLC provides a government assisted wireless service. Q LINK offers a discount benefit to low income families and individuals via wireless services in place of older technologies like landline phone service.

- Develop and evolve the sales model including strategy, process, partnerships, organization, and execution to deliver financial and market share goals
- Design, architect and implement an optimized sales model that enables the company to achieve sustained profitable growth
- Recruit, train and manage results-orientated staff of professional managers to oversee sales and marketing efforts

### IPREPAY, INC. - MIAMI, FL

### **VP of Sales & Co-Founder**, January 2000 – 2008

Provides wholesale long distance, prepaid point of sale services including; prepaid wireless, prepaid calling cards, bill pay, FTD flowers and an array of stored value products and services to carriers and end-users. Its point-of-sale technology and services are a sensible alternative to paying the increasingly recurrent infrastructure expenses necessary in the world of exponentially-improving telecom networks. The company now serves as a one-stop-shop for all prepaid products.

- Develop and evolve the sales model including strategy, process, partnerships, organization, and execution to deliver financial and market share goals
- Design, architect and implement an optimized sales model that enables the company to achieve sustained profitable growth
- Recruit, train and manage results-orientated staff of professional managers to oversee sales and marketing efforts
- Increased 2004 gross revenues from \$ M to 2005 run-rate of \$75M.

### X CHANGE COMMUNICATIONS – MIAMI, FL

### Strategic Business Partner, 2000 – 2008

This company is a powerhouse, with over 150 employees in a 40,000 square foot office campus in Miami, Florida. X Change has the capacity to handle 8 billion calling minutes per month through a system that is beyond state of the art. Even more amazing, that system was completely designed and developed by strategic partners and own in-house software engineers.

- Facilitated partnership with top carriers
- 1<sup>st</sup> year partnership Revenues exceeded \$85M

### RELIABLE TELECARD - MIAMI, FL

### CEO, President and Founder, 2000 - Present

A leading provider of wholesale and retail telecommunications services. Reliable Telecard uses its own network infrastructure to route calls worldwide. The company's prepaid retail cards (currently topping 100 brands) are available at over 250,000 points of sale nationwide.

- Grew and maintain client base of 9,000 agents and 300 worldwide outlets
- Manage a staff of 150 employees
- Gross annual profits exceeding \$50 M

### PREPAID TECHNOLOGIES - MIAMI, FL

### CEO, President and Founder, 1996-2001

Prepaid Technologies is aligned with qualified national processors and has issued cards through a variety of national banks. Prepaid Technologies provides host-based stored value cards that are packaged and marketed as many diverse products such as a gift card, travel card, payroll card, incentive reward card, student card, e-card, vendor payment card and expense card.

- Responsible for securing national prepaid distribution channels
- 1<sup>st</sup> year profits exceeding \$600K

### WORLDCOM - MIAMI, FL

### Director of Sales 1995 -1996

Facilities-based network operator managing one of the world's largest communications network systems. One of the largest carriers of international voice traffic operating a leading Internet protocol backbone system.

• Secured exclusive prepaid phone card deal with Michael Jordon generating over \$1B in gross revenues with over \$350 Million in profits during the 1<sup>st</sup> year

### FINE FOODS SUPERMARKETS - MIAMI, FL

CEO, President and Founder, 1991-1999

• Designed, developed, opened and maintain 12 retail chain grocery stores

### INDUSTRY PUBLICATIONS AND ACKNOWLEDGEMENTS

Intele-Card News Magazine: Acknowledged and interviewed in 48 issues since 2000.

Phone Plus: Acknowledged and interviewed in 10 issues since 2002.

Convenience Store Decisions: Acknowledged and interviewed in both 1997 and 1998.

Convenience Store News: Acknowledged and interviewed in both 1997 and 1998.

Vending Times: Acknowledged and interviewed in 1995.

### **EDUCATION**

### FLORIDA INTERNATIONAL UNIVERSITY - MIAMI, FL

B.A., Business, May 1995

A.A., Science, May 1995

### **EXHIBIT E**

### **Proposed Lifeline Rate Plans**

### Plan 1: 68 Monthly Minutes Plan\*

68 anytime minutes per month

(texts are one-third of one minute, i.e. 3 texts = 1 minute)

Net cost to Lifeline customer: \$0 (free)

### \*This package includes:

- Free handset
- Free calls to Customer Service
- Free calls to 911 emergency services
- Free Voicemail, Caller-ID, and Call Waiting
- 68 anytime minutes (unused minutes rollover)
- Free Domestic Long Distance
- Free International Long Distance to countries designated at <a href="https://www.qlinkwireless.com">www.qlinkwireless.com</a> (listed below)

### Plan 2: 125 Monthly Minutes Plan\*

125 anytime minutes per month

(texts are one minute, i.e. 1 text = 1 minute)

Net cost to Lifeline customer: \$0 (free)

### \*This package includes:

- Free handset
- Free calls to Customer Service
- Free calls to 911 emergency services
- Free Voicemail, Caller-ID, and Call Waiting
- 125 anytime minutes (unused minutes rollover)
- Free Domestic Long Distance

### Plan 3: 250 Monthly Minutes Plan\*

250 anytime minutes per month

(texts are one minute, i.e. 1 text = 1 minute)

Net cost to Lifeline customer: \$0 (free)

### \*This package includes:

- Free handset
- Free calls to Customer Service
- Free calls to 911 emergency services
- Free Voicemail, Caller-ID, and Call Waiting
- 250 anytime minutes (unused minutes do not rollover)
- Free Domestic Long Distance

### **International Long Distance**

### Free International Calling Destinations on the 68 Monthly Minutes Plan

(Certain special or off-network locations may be excluded from the Free International Long Distance. Calls to cellular phones are not included unless the word "Cellular" is specifically listed next to the country name. Numbers in parentheses () indicate the Country Code.)

Albania-Tirana (355) Andorra (376) Argentina (54) Australia (61) Austria (43) Bahamas-Cellular (1)

Bahamas (1)

Bangladesh-Cellular (880) Bangladesh-Chittagong

(880)

Bangladesh-Dhaka (880) Bangladesh-Sylhet (880)

Belgium (32)

Bermuda-Cellular (1)

Bermuda (1)

Bolivia-La Paz (591) Bolivia-Santa Cruz (591)

Brazil (55)

Brunei-Cellular (673)

Brunei (673) Bulgaria (359) Canada-Cellular (1)

Canada (1) Chile (56)

China-Cellular (86)

China (86)

Columbia-Cellular (57) Columbia (57)

Costa Rica (506) Croatia (585)

Cyprus-Cellular (357)

Cyprus (357)

Czech Republic (420)

Denmark (45)

Dominican Republic (1)

Estonia (372) Finland (358) France (33)

French Antilles (594) French Guiana-Cellular

(594)

French Guiana (594)

Georgia (995) Germany (49) Gibraltar (350) Greece (30) Guadeloupe (590)

Guatemala-Telgua (502) Hong Kong-Cellular (852)

Hong Kong (852) Hungary (36) Iceland (354) India-Cellular (91)

India (91)

Indonesia-Cellular (62) Indonesia-Jakarta (62) Indonesia-Surabaya (62) Iraq-Baghdad (964)

Ireland (353) Israel (972) Italy (39) Japan (81) Jordan (962) Kazakhstan (7) Kenya-Nairobi (254) Lithuania (370) Luxembourg-Cellular

(352)

Luxembourg (352) Macao-Cellular (853)

Macao (853)

Malaysia-Cellular (60)

Malaysia (60) Malta (356)

Mexico (52)

Monaco (377) Netherlands (31)

New Zealand (64)

Norway (47) Panama (507) Paraguay (595) Peru (51) Poland (48)

Portugal (351) Romania (40) Russia-Cellular (7)

Russia (7)

San Marino-Cellular (378)

San Marino (378)

Saudi Arabia-Riyadh (966) Singapore-Cellular (65)

Singapore (65) Slovakia (421)

Slovenia (386)

South Korea-Cellular (82)

South Korea (82) Spain (34) Sweden (46) Switzerland (41) Taiwan-Cellular (886)

Taiwan (866) Thailand (66) Turkey (90)

United Kingdom (44)

Uzbekistan (7) Venezuela (58)

Vietnam-Ho Chi Minh

City (84) Zambia (260)

### **EXHIBIT F**

### **Terms and Conditions**

### Q LINK WIRELESS ™ Lifeline Terms and Conditions of Service

Please read these Q LINK WIRELESS LLC Lifeline Terms and Conditions of Service carefully. These Q LINK WIRELESS LLC Lifeline Terms and Conditions of Service are a legally binding agreement between you and Q LINK WIRELESS LLC. They contain important information about your legal rights and require that certain disputes be resolved through Arbitration instead of a court trial. Q LINK WIRELESS LLC reserves the right to change or modify any of these Q LINK WIRELESS LLC Lifeline Terms and Conditions of Service at any time and at its sole discretion. Any changes or modifications to these Q LINK WIRELESS LLC Lifeline Terms and Conditions of Service will be binding upon you once posted on the Q LINK WIRELESS LLC website. You should check the Q LINK WIRELESS LLC website regularly for updates to these terms.

By enrolling in the Q LINK WIRELESS Lifeline Program (the "Q LINK WIRELESS Lifeline Program" or "Q LINK Lifeline Program") and by using the Q LINK WIRELESS Lifeline service (the "Q LINK WIRELESS Lifeline Service" or "Q LINK Lifeline Service"), you ("You"), the participant, acknowledge and agree to the following terms and conditions:

### 1. Q LINK WIRELESS LIFELINE PROGRAM DESCRIPTION

Q LINK WIRELESS Lifeline Service is funded by the Universal Service Fund Lifeline program and administered by the Universal Service Administrative Company. In order to qualify for enrollment in the Q LINK WIRELESS Lifeline Program, a person must meet certain eligibility requirements set by each state where the Q LINK Lifeline Program is offered. These requirements are based on a person's participation in a state or federal support program(s) or by meeting certain income requirements based upon the Income Poverty Guidelines as defined by the US Government. Federal law limits the availability of the Q LINK Lifeline Program. The Q LINK Lifeline Program allows one (1) enrollment per "household". The Q LINK Lifeline Program permits only one Lifeline benefit per household, therefore, no person currently living in the household may receive Lifeline benefits from any other Lifeline program offered by another carrier. Applicants for the Q LINK Lifeline Program must complete an application form, provide supporting documentation that they meet the eligibility requirements and certify, under penalty of perjury, that they:

- •Are eligible for and currently receive benefits from the public assistance program(s) identified in the application form.
- •Do not currently receive Lifeline support for a telephone line serving their residential address and no other resident in their household participates in a Lifeline program.
- •If the applicant is already participating in a Lifeline program from another provider, then the applicant agrees to cancel their current household Lifeline program with the other provider in order to enroll in the Q LINK Lifeline Program.
- •Will notify Q LINK WIRELESS by calling 1-855-QLINK43 (1-855-754-6543) if and when they no longer qualify for any of the public assistance programs identified in their application form.
- •Will notify Q LINK WIRELESS of any change of address by calling 1-855-QLINK43 (1-855-754-6543).
- •Reviewed the information contained in their application and certify that it is true and correct to the best of their knowledge and belief.

Applicants who do not meet the eligibility requirements will receive written notification, via US Mail, of the reason for their non-eligibility (in Colorado, DHS will determine and notify applicants if they do not meet the eligibility requirements). Upon enrollment in the Q LINK Lifeline Program, you will be qualified to participate for up to one (1) year unless you no longer qualify as an eligible subscriber. To continue your enrollment in the Q LINK Lifeline Program after the initial year, you must verify annually that you are qualified for continued enrollment in the Q LINK Lifeline Program as required by your state Public Service Commission, Public Utility Commission or other agency administering the Q LINK Lifeline Program in your state. Q LINK WIRELESS will also conduct verification drives according to each state's rules. If Q LINK WIRELESS determines during its verification drive, or at any other time, that a customer fails to continue to qualify for the Q LINK Lifeline Program, such customer will immediately be deemed ineligible to participate in the Q LINK Lifeline Program, will be de-enrolled from the Q LINK Lifeline Program and will no longer receive the free monthly minutes. Q LINK Customers who are no longer eligible (for any reason) for enrollment in the Q LINK Lifeline Program must immediately notify Q LINK WIRELESS that they no longer meet the eligibility requirements for enrollment. A Q LINK customer's enrollment may also be cancelled upon the request of a state and/or federal authority.

Q LINK WIRELESS reserve the right to cancel the enrollment of any customer and/or permanently deactivate any customer's Q LINK WIRELESS phone for fraud, misrepresentation or other misconduct as determined solely by Q LINK WIRELESS. While participating in the Q LINK Lifeline Program, a customer shall not be permitted to sell, rent, give away or in any way allow another person to use the cellular phone or Q LINK Lifeline Service provided to him/her by Q LINK WIRELESS. IT IS A VIOLATION OF FEDERAL AND STATE LAW TO SELL OR GIVE AWAY THE Q LINK CELLULAR PHONE OR Q LINK SERVICE PROVIDED TO YOU BY Q LINK WIRELESS. Any violation of this prohibition will be reported to the appropriate legal authorities for prosecution. In addition, if Q LINK determines, in its sole discretion, that a Q LINK WIRELESS customer has violated these prohibitions, Q LINK WIRELESS will then permanently de-enroll the customer from the Q LINK Lifeline Program, their phone will be permanently deactivated and the customer's personal information will be permanently flagged so that the customer may not re-enroll in the Q LINK Lifeline Program in the future. If you have any questions, concerns, comments or complaints regarding the Q LINK Lifeline Program or Lifeline Service, offerings or products, please call Q LINK WIRELESS Customer Care at 1-855-QLINK43 (1-855-754-6543). You may also contact your state's Public Service Commission/Public Utility Commission.

### 2. ACTIVATION AND USE OF YOUR Q LINK WIRELESS PHONE

Upon enrollment in the Q LINK Lifeline Program, you will receive a pre-activated Q LINK WIRELESS phone delivered to your home address noted in the application. You must accept the Q LINK WIRELESS telephone number assigned to your Q LINK WIRELESS phone at the time of activation and you will acquire no proprietary interest in any number assigned to you. The WIRELESS telecommunications networks used to transmit calls for the Q LINK WIRELESS Lifeline Service are owned and operated by various licensed commercial mobile radio service providers ("Carriers"). The number assigned to your Q LINK WIRELESS phone at the time of activation will not be changed for any reason unless required by a Carrier or if the number is lost following the deactivation of your phone. You may not select a number to be assigned to your Q LINK WIRELESS phone. Your Q LINK WIRELESS phone can only be used through Q LINK WIRELESS, and cannot be activated with any other WIRELESS or cellular service. Q LINK WIRELESS Lifeline Services are provided at Q LINK WIRELESS' discretion. Some functions and features referenced in the Manufacturer's manual provided with your Q LINK WIRELESS phone may not be available on your Q LINK WIRELESS handset. Q LINK WIRELESS may modify or cancel any Q LINK Lifeline Service or take corrective action at any time without prior notice and for any reason, including but not limited to your violation of these terms and conditions of service.

### 3. MINUTE RATES, USAGE AND INCLUDED MONTHLY MINUTES.

While you are enrolled in the Q LINK Lifeline Program, you will receive a free monthly allotment of minutes as provided for the Q LINK Lifeline Program approved in your state and the minute Plan that you select. The monthly minutes provided by the Q LINK Lifeline Program will vary from state to state. Please call Q LINK WIRELESS at 1-855-QLINK43 (1-855-754-6543) or visit our website for further information. Q LINK WIRELESS Minute is issued in minute (or unit) increments. Units are deducted from the Q LINK WIRELESS phone at a rate of one (1) unit per minute or partial minute of use. There is no additional charge for nationwide long distance. If you are on Plan 1, there is no additional charge for international long distance to countries designated on our website. In most states, Q LINK offers three plans that are currently available to all new and existing Q LINK customers. Each of these three plans offers different benefits, features and carryover options. Again, the monthly minutes provided by the Q LINK Lifeline Program will vary from state to state. Please call Q LINK WIRELESS or visit www.qlinkwireless.com for more information on the plans available in your state.

The three plans currently available in most states are:

|        | Free Monthly<br>minutes Included in<br>Plan | Unused minutes<br>Carryover Each<br>Month *** | Text Message<br>Charge** | Free International<br>Long Distance | Voicemail<br>Caller ID<br>Call<br>Waiting |
|--------|---|---|--------------------------|-------------------------------------|---|
| Plan 1 | 68*   | Yes   | 3 Texts/1 Minute         | Yes                                 | Yes                                       |
| Plan 2 | 125*  | Yes   | 1 Text/1 Minute          | No                                  | Yes                                       |
| Plan 3 | 250*  | No***   | 1 Text/1 Minute          | No                                  | Yes                                       |

\*Plans 1 and 2 are not available in Colorado. Plans 1, 2 and 3 are not available in Oklahoma. Please call Q LINK WIRELESS or visit the Company's website for information on the plans available in your state.

\*\*\*With Plan 3, your phone will reset to 250 minutes each month when your monthly minutes are delivered. Unused minutes will not automatically carry over to the next month. You may carry over unused minutes on this plan for up to three consecutive months if you purchase and add minutes from a Q LINK Minute Card. By purchasing and adding a Q LINK Minute Card your unused minutes (including your free monthly allotment and any additional Q LINK Minute Cards) will carry over for three consecutive months from the date of your last Q LINK Minute Card redemption. Adding more than one Minute Card at the same time will NOT extend your minute carry over for more than the three consecutive months. The 3 month carry over is effective from the date of redemption of the last Minute Card redeemed to your phone.

New Q LINK customers must choose a plan upon enrollment. Existing Q LINK customers who wish to switch plans may do so online or by calling 1-855-QLINK43 (1-855-754-6543). If you switch plans before the 25th day of any given month, the change will be effective the following month. If you switch plans on or after the 25th day of the month, the change will be effective in the second month following your request to switch plans. You may use your free monthly allotment of minutes to place or receive calls, to send or read text messages or multi-media messages and to access the internet (with certain models of phones).

<sup>\*\*</sup>These text-messaging rates will apply even if a different text-messaging rate is stated on minute cards.

In order to receive your monthly allotment of minutes, you will need to leave your Q LINK WIRELESS phone powered "ON" during the first few days of each month. If you DO NOT receive your monthly allotment of minutes because your phone was not "ON" at the beginning of the month or your phone does not automatically retrieve minutes when powered "ON" you may self-retrieve by following the instructions below. If for any reason these instructions do not work on your handset, please call us.

Minutes will be deducted for all time during which your Q LINK WIRELESS phone is connected to, or using, the wireless system of any Carrier. Use of a wireless system typically begins when you press the "send," "call" or other key to initiate or answer a call and does not end until you press the "end" key or the call is otherwise terminated. Minutes are deducted for all incoming and outgoing calls, including incoming call waiting calls, simultaneous calls, calls to toll free numbers, 411, 611, Customer Care, and to access your voice mail. For simultaneous calls, such as incoming call waiting and 3-way calling (where available) minutes will be deducted for each call. Minutes are not deducted for calls to 911, and all handsets will be able to call 911 even if they have no minutes remaining. Customers in the State of Washington will not be charged for calls to Customer Care if they dial 611 directly from their handset. For outbound calls, you may be charged Minutes for incomplete and/or busy-no answer calls. Minutes will be deducted for use of other services such as text messaging and accessing the Q LINK WIRELESS Mobile Web ("WAP"). No credit or refund is given for dropped calls.

### 4. TEXT MESSAGING.

You may use your free monthly allotment of minutes to send and/or open text messages. Text messages sent to you by Q LINK WIRELESS are free of charge. The charge to send or open an incoming text message using your Q LINK WIRELESS phone will vary depending upon your plan. Under Plan 1, you will be charged 0.3 minute per text message for sending and 0.3 minute per text message for opening a received text message. Under Plans 2 and 3, you will be charged 1 minute per text message for sending and 1 minute per text message for opening a received text message. If you have exhausted your free monthly allotment of minutes, you will need to purchase and redeem additional minutes in order to continue to send text messages and open incoming text messages and to place and receive voice calls. If you do not want minutes deducted from your Q LINK WIRELESS phone for text messaging, then do not send text messages or open incoming text messages. Q LINK WIRELESS does not allow international text messages. Attempting to send international messages could result in service deactivation and deenrollment from the Q LINK Lifeline Program. Please note that Q LINK WIRELESS does not generally participate in Premium SMS services or campaigns. Premium SMS campaigns include activities such as casting a vote, expressing your opinion, playing a game, subscribing to a service, or interactive television programs. You should not attempt to participate in Premium SMS campaigns unless it is a Q LINK WIRELESS authorized campaign. Any text message you send to a "short code" will in all likelihood not go through. Any charges you may incur because of any attempts to participate in Premium SMS services or campaigns not authorized by Q LINK WIRELESS are not refundable whether you incur charges as deductions from your Q LINK WIRELESS phone or from your credit card. You may purchase from Q LINK WIRELESS ring tones, graphics and certain information services. You may utilize multi-media services with certain Q LINK WIRELESS models of phones. See Q LINK WIRELESS Data Services below for more information.

### 5. INTERNATIONAL CALLING.

International calling is available. If you selected an International Plan, You may use your Q LINK WIRELESS phone to make international calls to landlines and some cellular phones in some countries at no additional charge (see website for available countries and details). The countries where international calling is available are subject to change at any time without prior notice. In order to place an international call, you will need to dial the International Long Distance ("ILD") access number and follow the instructions. Minute deductions for international calls begin the moment the ILD access number is dialed and apply to dropped calls, misdialed numbers and busy destination numbers. When placing international calls, you may experience connection failures more frequently than calls made within the United States. Q LINK WIRELESS will not credit minutes deducted for unsuccessful calls. You will not be able to make or receive calls on your Q LINK WIRELESS phone when you are located outside of the United States, Puerto Rico or the U.S. Virgin Islands (the "Coverage Area"). Any attempt to make or receive calls when you are located outside of the Coverage Area could result in service deactivation and de-enrollment from the Q LINK Lifeline Program.

### 6. MINUTE CARDS.

Your Q LINK WIRELESS phone will only operate when you have minutes available on the Q LINK WIRELESS phone. If you run out of your free monthly allotment of airtime, you may purchase and add additional Minute to your phone. See the instructions above for adding airtime. Q LINK WIRELESS customers may purchase and use any Q LINK WIRELESS Minute cards, including unlimited minutes for a specified time period Minute cards, for their Q LINK WIRELESS phone. Each Q LINK WIRELESS Minute card includes a set number of minutes and service days that begin to run from the date you add the Minutes to your Q LINK WIRELESS phone. Bonus and promotional minutes will not increase with any Q LINK WIRELESS Unlimited Minute cards. Q LINK reserves the right to modify, adjust and/or eliminate the extra Bonus minutes at any time in its discretion. Q LINK customers may purchase Minutes at the rate of 10¢ or less per unit. Q LINK reserves the right to adjust its Minute rates at any time in its sole discretion.

For each Q LINK WIRELESS airtime, card or PIN purchased at our regular price and added to a Q LINK phone, the Q LINK customer will receive the following:

| Minutes on Face of Q Link Card  | Service Days | Price of Card | Rate Per Minute |
|---------------------------------|--------------|---------------|-----------------|
| 50                              | 30           | \$9.99        | .20             |
| 120                             | 30           | \$19.99       | .17             |
| 200                             | 30           | \$29.99       | .15             |
| 450                             | 30           | \$59.99       | .13             |
| One WEEK UNLIMITED Service Card | 7            | \$15.99       | N/A             |
| Two WEEK UNLIMITED Service Card | 14           | \$25.99       | N/A             |

### 7. SERVICE END DATE, DEACTIVATION AND REACTIVATION.

As a Q LINK WIRELESS customer, you will receive 365 service days upon your enrollment and activation in the Q LINK Lifeline Program and another 365 service days following each successful annual verification for your continued program eligibility in the Q LINK Lifeline Program. If you fail to complete your annual verification within 90 days of the required verification date, you will be de-enrolled from the Q LINK Lifeline Program. Upon de-enrollment from the Q LINK Lifeline Program, you will cease receiving the free monthly allotment of airtime. If you are de-enrolled, your phone will remain active and you may continue to use your phone so long as you have available minutes and service days remaining on your phone. You may purchase Minute and service days to keep your phone service active. If you are de-enrolled from the Q LINK Lifeline Program and you allow your remaining service days to expire or go "past due," your phone service will be deactivated, you may lose your unused minutes and you will lose your wireless telephone number. If you choose to reactivate your phone by completing the annual verification within 60 days after your verification due date, you will be re-enrolled in the program and continue receiving the free monthly allotment of airtime.

If your service is deactivated, you may reactivate your service by either re-enrolling in the Q LINK Lifeline Program (if eligible) or purchasing and redeeming a Q LINK WIRELESS Minute card with service days. Upon reactivation of your phone, you may be assigned a new telephone number. Any minutes remaining on your handset at the time of deactivation will be reinstated if your phone is reactivated within 60 days from the deactivation date. If your phone remains inactive for more than 60 days, you will lose any remaining airtime. If you have been de-enrolled from the Q LINK Lifeline Program and are not eligible to re-enroll but you wish to keep your service active, you must purchase and redeem additional Minute and service days before the "Service End Date" displayed on your phone. To prevent any interruption in your phone service, please keep your handset service active by timely completing your annual verification as required by the Q LINK Lifeline Program or, if no longer eligible, by purchasing and adding Q LINK Minute cards before your Service End Date.

"No Usage" De-Enrollment and Deactivation of Lifeline Service: Regardless of the Service End Date displayed on your handset, if you exceed 2 months without any Usage (as defined in this section), you will be de-enrolled from the Q LINK Lifeline Program. "Usage" is defined as any transaction including, but not limited to, making or receiving a call, sending or opening a text message, downloading data content, adding Minutes or receiving your free monthly airtime. Upon de-enrollment for non-Usage, you will have up to a 30-day grace period to reenroll in the Q LINK Lifeline Program by calling 1-855-QLINK43 (1-855-754-6543). If you do not re-enroll, use your phone or call Q LINK Customer Care within 30 days of your de-enrollment, your phone service will be deactivated. In order to reactivate your Q LINK phone and reenroll in the Q LINK Lifeline Program, you will need to call Q LINK Customer Care. Upon successful reenrollment, you will receive the monthly minutes that you were entitled to receive through the date your enrollment was cancelled. You will not, however, receive any minutes for the period of time you were not enrolled in the Q LINK Lifeline Program. In addition, you will be assigned the service days displayed on your handset, which are the days you were granted when first enrolled in the program.

### 8. OUR RIGHT TO TERMINATE YOUR Q LINK WIRELESS LIFELINE SERVICE.

You agree not to give away, resell or offer to resell the Q LINK Phone or Service provided by the Q LINK Lifeline Program. You also agree your Q LINK Phone will not be used for any other purpose that is not allowed by this agreement or that is illegal. WE CAN, WITHOUT NOTICE, LIMIT, SUSPEND, OR END YOUR SERVICE AND DE-ENROLL YOU FROM THE Q LINK PROGRAM FOR VIOLATING THIS PROVISION OR FOR ANY OTHER GOOD CAUSE, including, but not limited to, if you: (a) violate any of the terms and conditions of service; (b) lie to us or attempt to defraud us; (c) allow anyone to tamper with your Q LINK Phone; (d) threaten or commit violence against any of our employees or customer service representatives; (e) use vulgar and/or inappropriate language when interacting with our representatives; (f) steal from us; (g) harass our representatives; (h) interfere with our operations; (i) engage in abusive

messaging, emailing or calling; (j) modify your device from its manufacturer's specification; or (k) use the service in a way that adversely affects our network or the service available to our other customers. We reserve the right to, without notice, limit, suspend or end your service for any other operational or governmental reason. In addition to permanently terminating your Service, criminal offenses (i.e., selling or giving away your Service; threatening violence, etc.) will be reported to the appropriate legal authorities for prosecution.

### 9. UNAUTHORIZED USAGE; TAMPERING.

The Q LINK WIRELESS handset is provided exclusively for use by you, the end consumer with the Q LINK WIRELESS Lifeline Service available solely in the United States, Puerto Rico and the U.S. Virgin Islands. Any other use of your Q LINK WIRELESS handset, including without limitation, any resale, unlocking and/or re-flashing of the handset is unauthorized and constitutes a violation of your agreement with Q LINK WIRELESS. You agree not to unlock, re-flash, tamper with or alter your Q LINK WIRELESS phone or its software, enter unauthorized PIN's, engage in any other unauthorized or illegal use of your Q LINK WIRELESS phone or the Service, or assist others in such acts, or to sell and/or export Q LINK WIRELESS handsets outside of the United States. These acts violate Q LINK WIRELESS' rights and state and federal laws. Improper, illegal or unauthorized use of your Q LINK WIRELESS phone is a violation of this agreement and may result in immediate discontinuance of Services and legal action against you. Q LINK WIRELESS will prosecute violators fully of the law. You agree that any violation of this agreement through your improper, illegal or unauthorized use or sale of your Q LINK WIRELESS phone shall entitle Q LINK WIRELESS to recover liquidated damages from you in an amount of not less than \$5,000 per Q LINK WIRELESS handset purchased, sold, acquired or used in violation of this agreement.

Some Q LINK WIRELESS handsets have SIM cards. If your Q LINK WIRELESS phone has a SIM card, then you agree to safeguard your SIM card and not to allow any unauthorized person to use your SIM card. You agree not to allow any other person to, directly or indirectly alter, bypass, copy, deactivate, remove, reverse-engineer or otherwise circumvent or reproduce the encoded information stored on, or the encryption mechanisms of, your SIM card. You may not remove your SIM Card from your phone nor place the SIM Card in any other phone. Doing so could result in the immediate termination of your service and de-enrollment from the Q LINK Lifeline Program. The Carriers, Q LINK WIRELESS, or its service providers, may, from time to time, remotely update or change the encoded information on your SIM card. Your Q LINK WIRELESS phone is restricted from operating when you are located anywhere outside of the United States, Puerto Rico or the U.S. Virgin Islands, including offshore or in international waters. In the event of suspension for this or any other unauthorized usage, you will not be entitled to receive any refunds for unused airtime.

### 10. COVERAGE MAPS AND ROAMING.

You will find coverage maps on our website. These maps are for general informational purposes only. Actual coverage and service areas may vary from the maps and may change without notice. Q LINK WIRELESS does not guarantee coverage or service availability. Even within a coverage area, factors such as terrain, weather, structures, foliage, signal strength, traffic volumes, service outages, network changes, technical limitations, and your equipment may interfere with actual service, quality and availability. "Roaming" occurs when a subscriber of one wireless service provider uses the facilities of another wireless service provider. Roaming most often occurs when you make and receive calls outside of the network coverage area of your service provider. When your Q LINK WIRELESS phone is roaming, an indicator light on your handset may display the word "Roam" or "RM" on the screen while the phone is

not in use. There are no additional charges for domestic roaming calls for the Q LINK WIRELESS phone you were provided. Availability, quality of coverage and Services while roaming are not guaranteed.

### 11. LIMITATIONS OF SERVICE AND USE OF EQUIPMENT.

Service is subject to transmission limitations caused by certain equipment and compatibility issues, atmospheric, topographical and other conditions. Further, service may be temporarily refused, limited, interrupted or curtailed due to system capacity limitations, technology migration or limitations imposed by the Carrier, or because of equipment modifications, upgrades, repairs or relocations or other similar activities necessary or proper for the operation or improvement of the Carrier's radio telephone system. At any time, Q LINK WIRELESS reserves the right to substitute and/or replace any Q LINK WIRELESS equipment (including handsets) with other Q LINK WIRELESS equipment including handsets of comparable quality. Some functions and features referenced in the Manufacturer's manual for a particular Q LINK WIRELESS handset may not be available on your phone. Q LINK WIRELESS does not warrant or guarantee availability of network or of any Services at any specific time or geographic location or that the Services will be provided without interruption. Neither Q LINK WIRELESS, nor any Carrier, shall have any liability for service failures, outages or limitations of Service. Because of the risk of being struck by lightning, you should not use your Q LINK WIRELESS phone outside during a lightning storm. You should also unplug the Q LINK WIRELESS phone power cord and charger to avoid electrical shock and/or fire during a lightning storm.

### 12. WARRANTY EXCHANGE AND LOST OR STOLEN PHONE POLICY.

Limited Warranty Exchange Policy: Q LINK WIRELESS customers shall have up to one year from the activation date of their phone to return any defective phone to Q LINK WIRELESS. Q LINK WIRELESS will exchange a defective phone for a new or refurbished phone, at Q LINK's discretion, during this period only pursuant to the terms of the Limited Warranty set forth below. For a defective phone replacement, call Q LINK WIRELESS Technical Customer Service.

### 13, LOST OR STOLEN PHONE POLICY:

For any lost or stolen Q LINK WIRELESS phone, you may request and receive only one replacement phone per customer. The replacement phone will be a refurbished phone. All reported lost and stolen phones will be permanently deactivated. The replacement phone will include only 10 minutes of lost airtime. Any additional Minutes that you may have had on your lost phone will not be replaced. In the event you lose your replacement phone or it is stolen, you will need to purchase an additional phone. If a phone is lost or stolen while in transit to the customer before the customer receives the phone, the lost phone and minutes may be replaced as a onetime courtesy in Q LINK's sole discretion.

### 14. DISCLAIMER OF WARRANTIES.

EXCEPT FOR THE LIMITED WARRANTY SET FORTH IN THESE TERMS AND CONDITIONS, AND TO THE EXTENT PERMITTED BY LAW, THE SERVICES AND DEVICES ARE PROVIDED ON AN "AS IS" AND "WITH ALL FAULTS" BASIS AND WITHOUT WARRANTIES OF ANY KIND. WE MAKE NO REPRESENTATIONS OR WARRANTIES, EXPRESS OR IMPLIED, INCLUDING ANY IMPLIED

WARRANTY OF MERCHANTABILITY OR FITNESS FOR A PARTICULAR PURPOSE CONCERNING YOUR SERVICE OR YOUR DEVICE. WE CANNOT PROMISE UNINTERRUPTED OR ERROR-FREE SERVICE AND DO NOT AUTHORIZE ANYONE TO MAKE ANY WARRANTIES ON OUR BEHALF. WE DO NOT GUARANTEE THAT YOUR COMMUNICATIONS WILL BE PRIVATE OR SECURE; IT IS ILLEGAL FOR UNAUTHORIZED PEOPLE TO INTERCEPT YOUR COMMUNICATIONS, BUT SUCH INTERCEPTIONS CAN OCCUR.

### 15. HEARING, VISUAL OR SPEECH IMPAIRED ACCOMMODATIONS.

Any hearing, visual or speech impaired persons interested in applying for a specially equipped Q LINK WIRELESS must call Q LINK WIRELESS and specify the need(s) to an agent and Q LINK WIRELESS will make every effort to assist such customer in obtaining a handset that is in compliance with all applicable laws, rules, and regulations.

### 16. EMERGENCY CALLS.

Q LINK WIRELESS customers have access to 911. Occasionally, however, callers may attempt to call 911 in areas where there is no wireless coverage. If there is no wireless coverage, your call to 911 may not go though and you should dial 911 from the nearest landline phone.

### 17. DATA SERVICES.

With certain Q LINK WIRELESS phone models, you can download ring tones, graphics, access information services such as news, weather and sports ("Information Services") and utilize multi-media messaging services ("MMS") (ringtones, graphics, Information Services and MMS are collectively referred to as "Data Services") through our wireless Mobile Web ("WAP"). Data Services are additional Services offered by us at an additional charge in the form of a debit of minutes for your use of such services.

Accessing and Purchasing Data Services. In order to purchase, download or access Data Services, your handset must have active service and sufficient available Minutes. Your handset will not let you open the WAP browser without a remaining minute balance of at least 10 minutes. Each time you access our wireless WAP with your handset's browser, 0.5 units per minute will be deducted from your handset ("Access Charges"). Access Charges are deducted in full minute increments. WAP access of less than 60 seconds is rounded up to the next full minute. Access Charges begin when your handset makes a data connection. This should occur shortly after you open your browser, send or receive a multi-media message (e.g., a picture), initiate a content download, view subscribed Information Services or if WAP access is initiated for any other purpose. Access Charges end when the data connection terminates. This should occur shortly after you close your browser, successfully receive or send a multi-media message (e.g., a picture), after a successful content download or after any other closure of a WAP session. The WAP access duration and the related Access Charges are NOT determined from the exact moment you press a button on your handset to open or close the browser.

In addition to the Access Charges, there will be an additional one-time charge for any content you select to download ("Content Charge"). The Content Charges vary depending on the type of content. You will be advised of the Content Charges prior to finalizing your purchase. The Data Services you purchase and download may only be used or viewed on the handset for which they were purchased and cannot be transferred to any other device, including a new or replacement handset.

Modifications, Interruptions, or Discontinuation of Data Service. Q LINK WIRELESS does not guarantee the availability of Data Services on all of its phone models nor does it guarantee the availability of Data Services at all times. Q LINK WIRELESS reserves the right to modify, suspend, interrupt, discontinue or permanently cancel Data Services, or portions thereof, without notice. Data Services are not available in certain areas. Q LINK WIRELESS is not responsible and will not be liable for any modifications, interruptions or discontinuation of the Data Services or for any failure in receipt of the purchased Data Services. If the Data Services, or any part thereof, for which you subscribe, are modified, interrupted, discontinued or canceled, you will not receive a refund or credit from Q LINK WIRELESS for any remaining used or unused subscription time. If you cancel or attempt to cancel a Data Service download, a subscription purchase or a multi-media message in progress, or if this process is otherwise interrupted through no action on your part, you may nevertheless be charged in accordance with the terms and conditions set forth herein.

### 18. LIMITATION OF LIABILITY.

Q LINK wireless are not liable to you for any direct or indirect, special, incidental, consequential, exemplary or punitive damages of any kind, including lost profits (regardless of whether it has been notified such loss may occur) by reason of any act or omission in its provision of equipment and/or Services. Q LINK and Q LINK WIRELESS will not be liable for any act or omission of any other company furnishing a part of our Services or any equipment or for any damages that result from any service or equipment provided by or manufactured by third parties. When your Q LINK WIRELESS phone is returned to Q LINK WIRELESS for any reason, Q LINK WIRELESS is not responsible and shall not be liable to you or anyone else for any personal information such as user names, passwords, contacts, pictures, SMS, MMS and/or additional downloads you may have stored on your phone or which may remain on your phone.

### 19. INDEMINIFICATION.

You agree to indemnify and hold harmless Q LINK WIRELESS and All Affiliated or related companies from any and all liabilities, penalties, claims, causes of action, and demands brought by third parties (including the costs, expenses, and attorneys' fees on account thereof) resulting from your use of a Q LINK WIRELESS phone and/or use of the Q LINK WIRELESS Lifeline Services, whether based in contract or tort (including strict liability) and regardless of the form of action.

20. BINDING ARBITRATION. PLEASE READ THIS SECTION CAREFULLY AS IT AFFECTS RIGHTS THAT YOU MAY OTHERWISE HAVE. IT PROVIDES FOR RESOLUTION OF ALL DISPUTES AND CLAIMS (INCLUDING ONES THAT ALREADY ARE THE SUBJECT OF LITIGATION), EXCEPT FOR CLAIMS CONCERNING THE UNAUTHORIZED RESALE, EXPORT, ALTERATION, AND/OR TAMPERING OF YOUR Q LINK WIRELESS PHONE, ITS SOFTWARE, THE SERVICE AND/OR PIN NUMBERS, THROUGH ARBITRATION INSTEAD OF SUING IN COURT IN THE EVENT THE PARTIES ARE UNABLE TO RESOLVE A DISPUTE OR CLAIM. ARBITRATION IS BINDING AND SUBJECT TO ONLY A VERY LIMITED REVIEW BY A COURT. THIS ARBITRATION CLAUSE SHALL SURVIVE TERMINATION OF Q LINK WIRELESS™ AGREEMENT WITH YOU.

This provision is intended to encompass all disputes or claims arising out of your relationship with Q LINK WIRELESS, arising out of or relating to the Q LINK Lifeline Service or any equipment used in connection with the Q LINK Lifeline Service (whether based in contract, tort, statute, fraud, misrepresentation or any other legal theory). Nothing contained in this arbitration provision shall preclude Q LINK WIRELESS from bringing claims concerning the unauthorized resale, export, alteration, and/or tampering of your Q LINK WIRELESS phone, its software, the Q LINK Lifeline Service and/or PIN numbers, in state or federal court.

References to you and Q LINK WIRELESS include our respective subsidiaries, affiliates, predecessors in interest, successors, and assigns. All claims, except those excluded above, will be resolved by binding arbitration where permitted by law. You must first present any claim or dispute to Q LINK WIRELESS by contacting Customer Care to allow an opportunity to resolve the dispute prior to initiating arbitration. The arbitration of any dispute or claim shall be conducted in accordance with the American Arbitration Association ("AAA") under the Commercial Dispute Resolution Procedures and the Supplementary Procedures for Consumer Related Disputes (collectively, "AAA Rules"), as modified by this agreement. You and Q LINK WIRELESS agree that use of the Q LINK Lifeline Service evidences a transaction in interstate commerce and this arbitration provision will be interpreted and enforced in accordance with the Federal Arbitration Act and federal arbitration law. All issues are for the arbitrator to decide, including the scope of this arbitration clause, but the arbitrator is bound by the terms of this agreement. You and Q LINK WIRELESS agree that any arbitration will be conducted on an individual basis and not on a consolidated, class wide or representative basis. Further, you agree that the arbitrator may not consolidate proceedings or more than one person's claims, and may not otherwise preside over any form of a representative or class proceeding, and if this preclusion of consolidated, class wide or representative proceedings is found to be unenforceable, then this entire arbitration clause shall be null and void. All fees and expenses of arbitration will be divided between you and Q LINK WIRELESS in accordance with the AAA Rules, except that Q LINK WIRELESS will reimburse you for the filing fee in the event you prevail in the arbitration. Each party will bear the expenses of its own counsel, experts, witnesses, and preparation and presentation of evidence. If for any reason this arbitration provision is deemed inapplicable or invalid, or to the extent this arbitration provision allows for litigation of disputes in court, you waive to the fullest extent permitted by law, (i) the right to a trial by jury and (ii) any claims for punitive or exemplary damages. Unless Q LINK WIRELESS and you agree otherwise, the location of any arbitration shall be Dania, Florida. Except where prohibited by law, Q LINK WIRELESS and you agree that no arbitrator has the authority to award punitive damages or any other damages not measured by the prevailing party's actual damages. Neither you nor Q LINK WIRELESS shall disclose the existence, contents, or results of any arbitration, except to the extent required by law. Judgment on the award rendered may be entered by any court of competent jurisdiction.

This Agreement shall be construed under the laws of Florida, without regard to its choice of law rules, except for the arbitration provision contained in these Terms and Conditions, which will be governed by the Federal Arbitration Act. This governing law provision applies no matter where you reside, or where you use or pay for the Services.

### 21. PRIVACY POLICY.

To view the Q LINK WIRELESS Privacy Policy please refer to the Q LINK WIRELESS website.

### 22. LIMITED WARRANTY.

Your Q LINK phone is covered by a one year limited warranty, set forth below, administered by Q LINK. A reconditioned Q LINK phone also has a one year limited warranty provided by Q LINK and all Q LINK accessories have a 90-day limited warranty against defects in materials and workmanship under normal use by the purchaser. You may obtain warranty service directly from Q LINK.

How to obtain Warranty Service. To obtain warranty service from Q LINK on a new or reconditioned phone or Q LINK accessories, please contact Technical Support from a landline or another phone in order to avoid using up your minutes. If your problem cannot be resolved over the phone, our Q LINK technicians will provide you with a Ticket Number, which you will use to send your phone and/or

accessories to the designated Q LINK Lifeline Service Center for repair or replacement, at Q LINK 's discretion.

Terms of Limited Warranty .Q LINK warrants to you, the Customer, that your Q LINK cellular phone ("Product") is free from defects in material and workmanship that result in Product failure during normal usage, according to the following terms and conditions:

- 1. The limited warranty for the Product extends for ninety (90) days beginning on the first date of activation of your phone.
- 2. The limited warranty extends only to the original customer ("Consumer") of the Product.
- 3. The limited warranty is not assignable or transferable to any subsequent end-user.
- 4. During the limited warranty period, Q LINK will replace or repair, at Q LINK's sole option, any defective Products or parts (except as excluded below), or any Products or parts that will not properly operate for their intended use (except as excluded below) with new or refurbished replacement Products or parts if such replacement or repair is needed because of Product malfunction or failure during normal usage. Q LINK may, at its sole discretion, replace the Product with a refurbished phone of the same model if available, or if not available, of a comparable model of phone. The limited warranty does not cover loss of personal information, passwords, contacts, music, ringtones, pictures, videos, applications or other content, memory cards, software, defects in appearance, cosmetic, decorative or structural items, including framing, and any non-operative parts. Q LINK's limit of liability under this limited warranty is the actual cash value of the Product at the time the Consumer returns the Product to Q LINK for repair, determined by the price paid by the Consumer for the Product less a reasonable amount for usage. Q LINK shall not be liable for any other losses or damages. These remedies are the Consumer's exclusive remedies for breach of warranty.
- 5. The Consumer shall have no coverage or benefits under this limited warranty if any of the following conditions are applicable:
- a. The Product has been subjected to abnormal use, abnormal conditions, improper storage, exposure to moisture or dampness, unauthorized modifications, unauthorized connections, unauthorized repair, misuse, neglect, abuse, accident, alteration, improper installation, or other acts which are not the fault of Q LINK, including damage caused by shipping.
- b. The Product has been damaged from external causes such as collision with an object, or from fire, flooding, sand, dirt, windstorm, lightning, earthquake or damage from exposure to weather conditions, an Act of God, or battery leakage, theft, blown fuse, or improper use of any electrical source.
- c. Q LINK was not advised in writing by the Consumer of the alleged defect or malfunction of the Product within ten (10) days after the expiration of the applicable limited warranty period.
- d. The Product serial number plate or the enhancement data code has been removed, defaced or altered.
- e. The defect or damage was caused by the defective function of the cellular system or by inadequate signal reception by the external antenna, or viruses or other software problems introduced into the Product.
- f. The Product is outside of the Limited Warranty period.

- 6. Q LINK does not warrant uninterrupted or error-free operation of the Product or service. Q LINK cannot and does not guarantee that your communications will be private or secure; it is illegal for unauthorized people to intercept your communications, but such interceptions can occur.
- 7. If a problem develops during the limited warranty period, the Consumer shall contact Q LINK Customer Care for repair or replacement processing of the Product. Q LINK shall, at its discretion, provide a replacement product that may consist of a refurbished phone of the same model if available, or of a comparable model.
- 8. You (the Consumer) understand that the product may consist of refurbished equipment that contains used components, some of which have been reprocessed. The used components comply with Product performance and reliability specifications.
- Q LINK EXPRESSLY DISCLAIMS ANY IMPLIED WARRANTY OF MERCHANTABILITY. OR FITNESS. FOR A PARTICULAR PURPOSE OR USE. THE FOREGOING LIMITED WARRANTY IS THE CONSUMER'S SOLE AND EXCLUSIVE REMEDY AND IS IN LIEU OF ALL OTHER WARRANTIES, EXPRESS OR IMPLIED. Q LINK SHALL NOT BE LIABLE FOR SPECIAL, INCIDENTAL, PUNITIVE OR CONSEQUENTIAL DAMAGES, INCLUDING BUT NOT LIMITED TO LOSS OF ANTICIPATED BENEFITS OR PROFITS, LOSS OF SAVINGS OR REVENUE, LOSS OF DATA, PUNITIVE DAMAGES, LOSS OF USE OF THE PRODUCT OR ANY ASSOCIATED EQUIPMENT, COST OF CAPITAL, COST OF ANY SUBSTITUTE EQUIPMENT OR FACILITIES, DOWNTIME, THE CLAIMS OF ANY THIRD PARTIES, INCLUDING CUSTOMERS, AND INJURY TO PROPERTY, RESULTING FROM THE PURCHASE OR USE OF THE PRODUCT OR ARISING FROM BREACH OF THE WARRANTY, BREACH OF CONTRACT, NEGLIGENCE, STRICT TORT, OR ANY OTHER LEGAL OR EQUITABLE THEORY, EVEN IF Q LINK KNEW OF THE LIKELIHOOD OF SUCH DAMAGES. Q LINK SHALL NOT BE LIABLE FOR DELAY IN RENDERING SERVICE UNDER THE LIMITED WARRANTY, LOSS OF USE DURING THE PERIOD THAT THE PRODUCT IS RETURNED FOR REPLACEMENT OR WARRANTY SERVICE OR FOR THE LOSS OR UNAUTHORIZED USE OF CUSTOMER PASSWORDS, PERSONAL INFORMATION, CONTACTS, PICTURES, VIDEOS, APPLICATIONS, MUSIC, RINGTONES OR OTHER CONTENT.
- 10. Some states do not allow the exclusion or limitation of incidental and consequential damages, so certain of the above limitations or exclusions may not apply to you (the Consumer). This limited warranty gives the Consumer specific legal rights and the Consumer may have other rights, which vary from state to state.
- 11. Q LINK neither assumes nor authorizes any authorized service center or any other person or entity to assume for it any other obligation or liability beyond that which is expressly provided for in this limited warranty including the provider or seller of any extended warranty or service agreement.
- 12. This is the entire warranty between Q LINK and the Consumer, and supersedes all prior and contemporaneous agreements or understandings, oral or written, relating to the Product, and no representation, promise or condition not contained herein shall modify these terms.
- 13. This limited warranty allocates the risk of failure of the Product between the Consumer and Q LINK. The allocation is recognized by the Consumer and is reflected in the purchase price.

Certain mobile phone features may not be available throughout the entire network or their functionality may be limited. All plan rates, features, functionality and other product specifications are subject to change without notice or obligation. Color of phones may vary. All talk and standby times are quoted in Digital Mode and are approximate.

Q LINK and Q LINK WIRELESS are registered trademarks of Q LINK WIRELESS, LLC. A subsidiary of Quadrant Holdings Group LLC.

### **EXHIBIT 5**

### 911 Certification



### STATE OF WASHINGTON

### MILITARY DEPARTMENT EMERGENCY MANAGEMENT DIVISION

MS: TA-20 Building 20 Camp Murray, Washington 98430-5122 Phone: (253) 512-7000 • FAX: (253) 512-7200

April 8, 2013

Issa Asad, CEO Q Link Wireless, LLC 499 East Sheridan Street, Suite 300 Dania, Florida 33004

RE: Q Link Wireless, LLC ETC Petition

Dear Mr. Asad:

The Washington State Enhanced 911 Program Office provides the network and database for 911 system(s) including provisioning for the receipt of wireless and the associated location data. The provisioning of the network has for several years included capabilities for delivery of wireless location information in conformance with the provisions of the Federal Communications Commission (FCC) Wireless Docket 94-102. The Enhanced 911 program office, which I administer, has adopted by statutory authority rules appropriate to assuring wireless service providers operate in compliance with FCC 911 directives.

Q Link Wireless, LLC has requested that the State E911 Program Office certify that they are in compliance with the requirements of FCC Wireless Docket 94-102 as part of their request for Eligible Telecommunications Carrier (ETC) status in Washington State associated with their implementation of a Lifeline reduced cost telecommunications program.

Q Link Wireless, LLC is a wireless reseller of Sprint Wireless service and has indicated that their ETC lifeline service does not vary from their other prepaid services in technical capabilities. Q Link Wireless, LLC will be utilizing the same network and capabilities as Sprint Wireless, (as certified by a Sprint letter to Q Link Wireless, LLC dated November 27, 2012). In providing Lifeline service I certify that Q Link Wireless, LLC will be in compliance with FCC Docket 94-102 wireless location capability in providing access to enhanced 911 for its Lifeline service customers in Washington State. However, this certification does not confirm that Q Link Wireless, LLC has demonstrated full compliance with the location accuracy requirements placed on the carriers by the FCC. This certification also has no bearing until such time as Q Link Wireless, LLC receives ETC approvals from the Washington Utilities and Transportation Commission.

This certification recognizes only that Q Link Wireless, LLC is in compliance with relevant FCC rules on 911 dialing capabilities due to the utilization of the Sprint facilities. It does not in any way imply that Q Link Wireless, LLC complies with other Washington State requirements or statues.

Sincerely

Robert Ezelle E911 Administrator

Washington State E911 Program

### **EXHIBIT 6**

2010 Lifeline Participation Rates by State

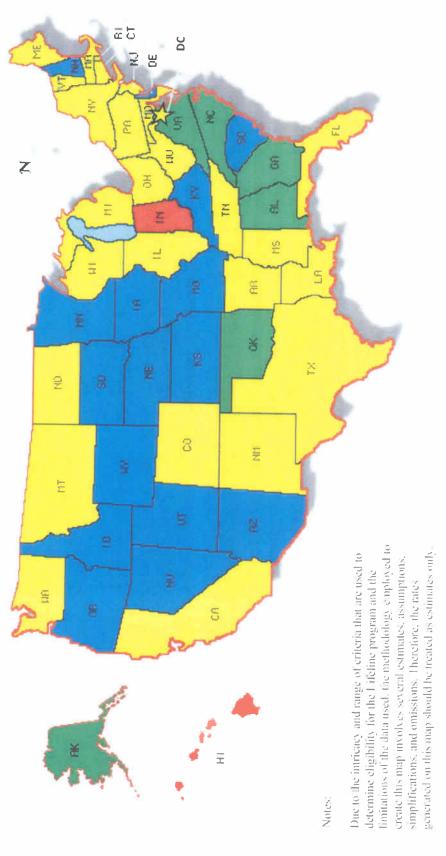
- Below 197

- 192 - 292

- 207 - 507

- Above 582

## 2010 Lifeline Participation Rates by State



2-15-11

### EXHIBIT 7

### Wire Centers

### Areas for Eligible Telecommunications Carrier Designation

| INCUMBENT LOCAL EXCHANGE CARRIER | EXCHANGE       |
|----------------------------------|----------------|
| ASOTIN TELEPHONE CO.             |                |
|                                  | ANATONE        |
|                                  | ASOTIN         |
| CENTURYTEL OF COWICHE, INC.      |                |
|                                  | COWICHE        |
|                                  | RIMROCK        |
|                                  | TIETON         |
| CENTURYTEL OF INTER-ISLAND, INC. |                |
|                                  | BLAKELY ISLAND |
|                                  | EAST SOUND     |
|                                  | FRIDAY HARBOR  |
|                                  | LOPEZ          |
| CENTURYTEL OF WASHINGTON, INC.   |                |
|                                  | AMES LAKE      |
|                                  | ARLETTA        |
|                                  | ASHFORD        |
|                                  | BASIN CITY     |
|                                  | CARNATION      |
|                                  | CATHLAMET      |
|                                  | CHENEY         |
|                                  | CHINOOK        |
|                                  | CONNELL        |
|                                  | COULEE CITY    |
|                                  | CURTIS         |
|                                  | EDWALL-TYLER   |
|                                  | ELTOPIA        |
|                                  | EUREKA         |
|                                  | FALL CITY      |
|                                  | FORKS          |
|                                  | GIG HARBOR     |
|                                  | HARRINGTON     |
|                                  | HUMPTULIPS     |
|                                  | KAHLOTUS       |
|                                  | KETTLE FALLS   |
|                                  | KINGSTON       |
|                                  | LAKEBAY        |
|                                  | LIND           |
|                                  | MATHEWS CORNER |

| INCUMBENT LOCAL EXCHANGE CARRIER     | <b>EXCHANGE</b>        |
|--------------------------------------|------------------------|
|                                      | MCCLEARY               |
|                                      | MEDICAL LAKE           |
|                                      | MESA                   |
|                                      | MONTESANO              |
|                                      | MORTON                 |
|                                      | NORTH BEND             |
|                                      | OCEAN PARK             |
|                                      | OCOSTA                 |
|                                      | ODESSA                 |
|                                      | ORTING                 |
|                                      | OTHELLO                |
|                                      | PACKWOOD               |
|                                      | PUGET ISLAND           |
| <u></u>                              | RANDLE                 |
|                                      | REARDAN                |
|                                      | RITZVILLE-BENGE        |
|                                      | SOUTH PRAIRIE          |
|                                      | SPANGLE                |
|                                      | SPRAGUE                |
|                                      | TWISP                  |
|                                      | VADER                  |
|                                      | VASHON                 |
|                                      | WASHTUCNA              |
|                                      | WILSON CREEK           |
| ELLENSBURG TELEPHONE CO.             |                        |
|                                      | ELLENSBURG             |
| FRONTIER COMMUNICATIONS NORTHWEST IN | <u> </u>               |
|                                      | ACME-DEMING-WHATCOMCTY |
|                                      | ALGER                  |
|                                      | ANACORTES              |
|                                      | ARLINGTON              |
|                                      | BENTON CITY            |
|                                      | BIG LAKE               |
|                                      | BLAINE-BIRCH BAY-GTLD  |
|                                      | BOTHELL                |
|                                      | BURLINGTON             |
|                                      | CAMAS-WASHOUGAL        |
|                                      | CASHMERE               |
|                                      | CHELAN                 |
|                                      | CILLIAN                |

| INCUMBENT LOCAL EXCHANGE CARRIER | EXCHANGE          |
|----------------------------------|-------------------|
|                                  | CONCRETE          |
|                                  | CONWAY            |
|                                  | CUSTER-GTLD       |
|                                  | DEMING-WHATCOMCTY |
|                                  | EDISON            |
|                                  | ENTIAT            |
|                                  | EVERETT           |
|                                  | EVERSON-GTLD      |
|                                  | FAIRFIELD         |
|                                  | FERNDALE-GTLD     |
|                                  | GARFIELD          |
|                                  | GEORGE            |
|                                  | GRANITE FALLS     |
|                                  | GRAYLAND          |
|                                  | HALLS LAKE        |
|                                  | KENNEWICK         |
|                                  | KIRKLAND          |
|                                  | LA CONNER         |
|                                  | LATAH             |
|                                  | LAUREL-WHATCOMCTY |
|                                  | LEAVENWORTH       |
|                                  | LYMAN-HAMILTON    |
|                                  | LYNDEN            |
|                                  | MANSFIELD         |
|                                  | MAPLE FALLS       |
|                                  | MARBLEMOUNT       |
|                                  | MARYSVILLE        |
|                                  | MONROE            |
|                                  | MOUNT VERNON      |
|                                  | NACHES            |
|                                  | NEWPORT           |
|                                  | NILE              |
|                                  | OAK HARBOR        |
|                                  | PALOUSE           |
|                                  | PULLMAN           |
|                                  | QUINCY            |
|                                  | RICHLAND          |
|                                  | RICHMOND BEACH    |
|                                  | ROCKFORD          |

| INCUMBENT LOCAL EXCHANGE CARRIER | EXCHANGE             |
|----------------------------------|----------------------|
|                                  | ROSALIA              |
|                                  | SEDRO WOOLLEY        |
|                                  | SEDRO WOOLLEY-CONTEL |
|                                  | SILVER LAKE          |
|                                  | SKYKOMISH            |
|                                  | SNOHOMISH            |
|                                  | SOAP LAKE            |
|                                  | STANWOOD             |
|                                  | STEVENS PASS         |
|                                  | SULTAN               |
|                                  | SUMAS-GTLD           |
|                                  | TEKOA                |
|                                  | WATERVILLE           |
|                                  | WENATCHEE            |
|                                  | WESTPORT             |
| HOOD CANAL TELEPHONE CO.         |                      |
|                                  | UNION                |
| INLAND TELEPHONE CO.             |                      |
|                                  | DEWATO               |
|                                  | PRESCOTT             |
|                                  | ROSLYN               |
|                                  | UNION TOWN           |
| KALAMA TELEPHONE CO.             |                      |
|                                  | KALAMA               |
| LEWIS RIVER TELEPHONE CO., INC.  |                      |
|                                  | LA CENTER            |
| MASHELL TELECOM, INC.            |                      |
|                                  | EATONVILLE           |
| MCDANIEL TELEPHONE CO.           |                      |
|                                  | MOSSYROCK            |
|                                  | ONALASKA             |
|                                  | SALKUM               |
| PIONEER TELEPHONE CO.            |                      |
|                                  | ENDICOTT             |
| QWEST CORPORATION                |                      |
|                                  | ABERDEEN-HOQUIAM     |
|                                  | AUBURN               |
|                                  | BAINBRIDGE ISLAND    |
|                                  | BATTLE GROUND        |

| INCUMBENT LOCAL EXCHANGE CARRIER | EXCHANGE        |
|----------------------------------|-----------------|
|                                  | BELFAIR         |
|                                  | BELLEVUE        |
|                                  | BELLINGHAM-GTLD |
|                                  | BLACK DIAMOND   |
|                                  | BREMERTON       |
|                                  | BUCKLEY         |
|                                  | CASTLE ROCK     |
|                                  | CENTRALIA       |
|                                  | CHEHALIS        |
|                                  | CLE ELUM        |
|                                  | COLFAX          |
|                                  | COLVILLE        |
|                                  | COPALIS         |
|                                  | DEER PARK       |
|                                  | DES MOINES      |
|                                  | EASTON          |
|                                  | ELK             |
|                                  | ENUMCLAW        |
|                                  | EPHRATA         |
|                                  | GRAHAM          |
|                                  | GREEN BLUFF     |
|                                  | HOODSPORT       |
|                                  | ISSAQUAH        |
|                                  | KENT            |
|                                  | LIBERTY LAKE    |
|                                  | LONGVIEW-KELSO  |
|                                  | LOON LAKE       |
|                                  | MAPLE VALLEY    |
|                                  | MOSES LAKE      |
|                                  | NEWMAN LAKE     |
|                                  | OLYMPIA         |
|                                  | OTHELLO         |
|                                  | PATEROS         |
|                                  | PORT ANGELES    |
|                                  | PORT LUDLOW     |
|                                  | PORT ORCHARD    |
|                                  | PORT TOWNSEND   |
|                                  | PUYALLUP        |
|                                  | RENTON          |

| INCUMBENT LOCAL EXCHANGE CARRIER | EXCHANGE              |
|----------------------------------|-----------------------|
|                                  | RIDGEFIELD            |
|                                  | ROCHESTER             |
|                                  | ROY                   |
|                                  | SEATTLE               |
|                                  | SEQUIM                |
|                                  | SHELTON               |
|                                  | SILVERDALE            |
|                                  | SPOKANE               |
|                                  | SPRINGDALE            |
|                                  | SUMNER                |
|                                  | TACOMA                |
|                                  | TACOMA WAVERLY        |
|                                  | VANCOUVER             |
|                                  | WAITSBURG             |
|                                  | WARDEN                |
|                                  | WINLOCK               |
|                                  | YAKIMA                |
| ST. JOHN TELEPHONE CO.           |                       |
|                                  | ST JOHN               |
| TENINO TELEPHONE CO.             |                       |
|                                  | TENINO                |
| TOLEDO TELEPHONE CO., INC.       |                       |
|                                  | TOLEDO                |
| UNITED TELEPHONE - NORTHWEST     |                       |
|                                  | CHIMACUM-CENTER       |
|                                  | COLUMBIA              |
|                                  | DALLESPORT            |
|                                  | GOLDENDALE            |
|                                  | GRANDVIEW             |
|                                  | GRANGER               |
|                                  | HARRAH                |
|                                  | HOOD CANAL            |
|                                  | LYLE                  |
|                                  | MABTON-BICKLETON      |
|                                  | MATTAWA               |
|                                  | PATERSON              |
|                                  | PORT ANGELES-GARDINER |
|                                  | POULSBO               |
|                                  | PROSSER               |

| INCUMBENT LOCAL EXCHANGE CARRIER   | <b>EXCHANGE</b>  |  |
|------------------------------------|------------------|--|
|                                    | ROOSEVELT        |  |
|                                    | STEVENSON        |  |
|                                    | TOPPENISH-ZILLAH |  |
|                                    | TROUT LAKE       |  |
|                                    | WAPATO           |  |
|                                    | WHITE SALMON     |  |
|                                    | WHITE SWAN       |  |
|                                    | WHITSTRAN        |  |
|                                    | WILLARD          |  |
| WESTERN WAHKIAKUM COUNTY TELEPHONE | CO.              |  |
|                                    | GRAYS RIVER      |  |
|                                    | NASELLE          |  |
| WHIDBEY TELEPHONE CO.              |                  |  |
|                                    | POINT ROBERTS    |  |
|                                    | SOUTH WHIDBEY    |  |
| YCOM NETWORKS, INC.                |                  |  |
|                                    | YELM             |  |

### **EXHIBIT 8**

### **Financial Statements**

### CONFIDENTIAL AND PROPRIETARY

## Q Link Wireless LLC Audited Balance Sheet

As of December 31, 2012

Dec 31, 12 **CONFIDENTIAL PER WAC 480-07-160 ASSETS Current Assets Fixed Assets** Other Assets **TOTAL ASSETS** LIABILITIES & EQUITY Liabilities

## Q Link Wireless LLC Audited Balance Sheet

As of December 31, 2012

Equity

TOTAL LIABILITIES & EQUITY

Page 2 of 2

**CONFIDENTIAL PER WAC 480-07-160**