Lance J.M. Steinhart, P.C.

Attorney At Law 1720 Windward Concourse Suite 250 Alpharetta, Georgia 30005

Also Admitted in New York and Maryland

Telephone: (770) 232-9200 Facsimile: (770) 232-9208 Email: lsteinhart@telecomcounsel.com

September 8, 2003

VIA ELECTRONIC DELIVERY

Mr. Dale Roberts Chief ALJ and Executive Secretary Missouri Public Service Commission 200 Madison Street, Suite 100 Jefferson City, MO 65102

Re: Advanced Integrated Technologies Inc. - LOCAL EXCHANGE

Dear Mr. Roberts:

Enclosed please find for filing an electronically submitted copy of Advanced Integrated Technologies Inc.'s Application for Certificate of Service Authority to Provide Local Exchange Telecommunications Services Within the State of Missouri.

Please verify receipt of this filing via a return e-mail. If you have any questions or if I may provide you with any additional information, please do not hesitate to contact me.

Please note that this Application is being submitted by myself and Judith A. Rau, Esq., Missouri Counsel, Bar # 24856.

Respectfully submitted,

Lander.M. Steinhart GA Bar No. 678222 Attorney for Advanced Integrated Technologies Inc.

Enclosures

cc:

Greg Lohrenz Michael Dandino, Office of Public Counsel General Counsel, Missouri Public Service Commission

BEFORE THE PUBLIC SERVICE COMMISSION OF THE STATE OF MISSOURI

In the matter of the application of Advanced Integrated Technologies Inc. for a certificate of service authority to provide resold and facilities-based Basic Local Telecommunications Services in Portions of the State of Missouri and to Classify Such Services and the Company as Competitive

) Case No.

)

)

)

APPLICATION

Advanced Integrated Technologies Inc. ("Applicant" or "AIT"), a Minnesota Corporation, files this verified application respectfully requesting that the Missouri Public Service Commission ("Commission") issue an order that:

- (a) grants Applicant a Certificate of Service Authority to provide resold and facilities-based Basic Local Telecommunications Services in Portions of the State of Missouri pursuant to Sections 392.455 and 392.420 -.44055 of the Revised Statutes of Missouri (RSMo) 1994 and Sections 392.410 and .450, RSMo Supp. 1996.
- (b) grants competitive status to Applicant pursuant to Section 392.361 RSMo Supp 1996., and classifies the Applicant's services as competitive.
- (c) waives certain Commission rules and statutory provisions pursuant to Section 392.420, RSMo Cumm. Supp. 1996.

In support of its request, Applicant states:
1. The legal name and principal office or place of business of
the Applicant are:

Advanced Integrated Technologies Inc. 9855 W. 78th Street, Suite 300 Eden Prairie, Minnesota 55344 (952) 224-0172 (Phone) (952) 829-5601 (Fax)

A copy of Applicant's Articles of Incorporation, and certificate of authority from the Missouri Secretary of State to transact business in Missouri are attached hereto as Exhibit I.

2. The name and address of Applicant's in-state attorney is:

Judith A. Rau, Esq.

Rau & Rau

119 E. Mill Street

Waterloo, Illinois 62298

Applicant proposes to provide resold and facilities-based 3. basic local telecommunications service as a separate and distinct service within portions of the State of Missouri. Applicant is willing to comply with all applicable Commission rules and is willing to meet all relevant service standards, including, but not limited to, billing, quality of service and tariff filing and maintenance. Applicant proposes to provide services to prospective customers in exchanges currently served by Southwestern Bell Telephone Company, United Telephone Company of Missouri d/b/a Sprint, and CenturyTel as set forth in the list of exchanges attached hereto as Exhibit II. Applicant will give consideration to equitable access for all Missourians, regardless of where they might reside or their income, to affordable telecommunications services in the proposed service area as set forth in Exhibit II, in accordance with applicable law.

When it initiates service in Missouri, Advanced Integrated Technologies Inc., (AIT) proposes to offer resold local exchange services and local services utilizing the UNE-P platform. Such services will be provided by utilizing the facilities of incumbent local exchange carriers ("LECs"), as well as unbundled network elements. Initially, the services AIT intends to offer are likely to be those local exchange telecommunications services offered by incumbent local exchange carriers in the proposed service area. AIT intends to provide local exchange services that may include but are not limited to the following:

- * Basic Residential Exchange Services
- Residential Custom and Class Features (call waiting, caller ID, call forwarding, call blocking, speed calling, etc.)
- * Basic Business Exchange Services
- * Business Customer Calling and Class Features
- * Adjunct Provided Features (voice messaging, etc.)
- Business and Residential Ancillary Services (911, E911, 411, Relay Service, directory listing, directory assistance, etc.)
- * Centrex
- * DSL and ISDN
- * DID Trunks and Lines
- * Private Lines

AIT does not initially intend to install any switching

equipment for the provision of local exchange service in the State of Missouri, but may install such equipment in the future.

If AIT installs facilities in Missouri, it will probably use the following or a similar configuration of equipment: AIT will provide voice and high speed data services through a combination of the latest technology switching and transport media comprised of the Lucent Technology 5 ESS Generic 13 switch module, ADSL/SDSL transport and Internet service equipment and the latest Optical multiplexer DAC's configurations. The switching system consists of a central processing and control complex capable of interconnection as a peer to the incumbent as well as competitive local exchange companies. The hub portion of the switch will interconnect with the public switched network on ("SS7") Signaling System 7 or Feature Group D ("FGD") facilities. The system's remote module capability will allow properties to be served in a manner that provides the exchange of appropriate signaling, control and calling/caller information to the network in accordance with network standards and specifications. Additionally, these services will be delivered over a combination of delivery mechanisms through incumbent local carriers' unbundled loop network, both copper and fiber and transport networks, as well as via AIT constructed facilities.

4. Applicant has the experience in the telecommunications industry and the technical and financial resources to provide telecommunications services within Missouri. A brief description

of the qualifications and experience of the key management employees is attached hereto as Exhibit III, along with a description of the Applicant's telecommunications background. A copy of the financial information to demonstrate Applicant's financial ability to provide service, is attached hereto as Exhibit IV.

Applicant is currently authorized in Wisconsin to provide local exchange and interexchange services. Applicant has applications pending in Minnesota, Iowa, Illinois and Colorado, to provide competitive local exchange and interexchange services in the 48 contiguous states and Hawaii. Applicant has not been denied authority for any of the services for which it seeks authority in this Application. Applicant is not currently providing service. 5. Applicant hereby respectfully requests a temporary waiver of 4 CSR 240-3.510 (1) (C) that requires Applicant to file a draft tariff simultaneously with this application until Applicant has executed interconnection agreements with the incumbent LECs and those agreements have been approved by the Commission. Applicant will file its tariff with an effective date of at least 45 days after filing.

6. Applicant hereby respectfully requests classification as a competitive telecommunications company within the State of Missouri and receive a lesser degree of regulation as permitted by Sections 392.361 and 392.420 RSMo. Applicant also requests that its services be classified as competitive. Applicant believes that its proposed services will be subject to sufficient competition to justify a lesser degree of regulation. Granting of this application will allow greater price and service options for telephone users.

7. Applicant also respectfully requests, pursuant to Section 392.420 RSMo (Cum. Supp. 1992), that the Commission waive the application of the following rules and statutory provisions as it relates to the regulation of Applicant:

Statutes

392.210.2 Establish Uniform System of Accounts for Annual reports 392.240(1)Setting just and reasonable rates 392.270 Ascertain Property values 392.280 Establish Depreciation accounts 392.290 Issuance of securities 392.300.2 Acquisition of stock 392.310 Issuance of stock and debt 392.320 Stock Dividend Payment 392.330 Issuance of securities, debts and notes 392.340 Reorganization(s)

Commission Rules

4	CSR	240-10.020	Depreciation fund income
4	CSR	240-3.545(2)C)	Posting exchange rates at central offices.
4	CSR	240-33.030	Inform customers of lowest price
4	CSR	240-3.550(5)C)	File Exchange boundary maps with Commission
4	CSR	240-30.040	Uniform System of Accounts

The above-referenced rules and statutory provisions have been waived to other carriers in prior cases.

8. Applicant, pursuant to Section 386.570, Cum. Supp. 1992, will

comply with all applicable Commission rules except those which are specifically waived by the Commission pursuant to a request filed by the Applicant.

9. All inquiries, correspondence, communications, pleadings, notices, orders and decisions relating to this case shall be addressed to:

Lance J.M. Steinhart Lance J.M. Steinhart, P.C. 1720 Windward Concourse Suite 250 Alpharetta, Georgia 30005 (770) 232-9200 (770) 232-9208 (Fax) lsteinhart@telecomcounsel.com (Email)

10. The Applicant has no pending actions or final unsatisfied judgments or decisions against it from any state or federal agency or court which involve customer service or rates, which action, judgment or decision has occurred within three (3) years of the date of this application. No Commission annual reports or assessment fees are overdue. 11. AIT submits the following arguments to demonstrate that the public interest will be served by the approval of this Application:

The grant of a certificate to provide competitive basic local telecommunications services to the Applicant will serve the public interest. The Applicant's presence in the market will expand customer choice for telecommunications service. The increased competition brought by the Applicant to the market will have the effect of improving the quality of telecommunications services in Missouri and decreasing the cost of such services through increased innovation and efficiency. The result will be beneficial to economic development in Missouri. The granting of a certificate to the Applicant will contribute to the availability of reasonably affordable local exchange services in the State of Missouri. WHEREFORE, Applicant, Advanced Integrated Technologies Inc., respectfully requests that the Missouri Public Service Commission grant it a certificate of service authority to provide resold and facilities-based Basic Local Telecommunications Services within portions of the State of Missouri. Applicant also respectfully requests classification as a competitive telecommunications company and requests that its services be classified as competitive. In addition, Applicant respectfully requests a waiver of the above-referenced rules and statutory provisions and a temporary waiver of the tariff filing requirement.

Respectfully submitted,

Lance J.M. Steinhart, Esq. Lance J.M. Steinhart, P.C. 1720 Windward Concourse, Suite 250 Alpharetta, Georgia 30005 (770) 232-9200 GA Bar No. 678222

and

Juda

Rau & Rau 119 E. Mill Street Waterloo, Illinois 62298 (618) 939-7186 MO Bar No. 24856

Attorneys for Applicant

ATTACHED EXHIBITS

- Exhibit I Missouri Secretary of State Authorization Articles of Incorporation
- Exhibit II List of Exchanges
- Exhibit III Executive Officers' Qualifications and Experience Company's Telecommunications Background
- Exhibit IV Financial Information

Exhibit I Missouri Secretary of State Authorization & Articles of Incorporation

See Attached

STATE OF MISSOUR



Matt Blunt Secretary of State CERTIFICATE OF AUTHORITY

WHEREAS,

ADVANCED INTEGRATED TECHNOLOGIES INC. F00527610

using in Missouri the name

ADVANCED INTEGRATED TECHNOLOGIES INC.

has complied with the General and Business Corporation Law which governs Foreign Corporations; by filing in the office of the Secretary of State of Missouri authenticated evidence of its incorporation and good standing under the Laws of the State of Minnesota.

NOW, THEREFORE, I, MATT BLUNT, Secretary of State of the State of Missouri, do hereby certify that said corporation is from this date duly authorized to transact business in this State, and is entitled to all rights and privileges granted to Foreign Corporations under the General and Business Corporation Law of Missouri.

IN TESTIMONY WHEREOF, I have set my hand and imprinted the GREAT SEAL of the State of Missouri, on this, the 16th day of June, 2003.

Secretary of State



State of Minnesota

3632

SECRETARY OF STATE

CERTIFICATE OF INCORPORATION

I, Joan Anderson Growe, Secretary of State of Minnesota, do certify that: Articles of Incorporation, duly signed and acknowledged under oath, have been filed on this date in the Office of the Secretary of State, for the incorporation of the following corporation, under and in accordance with the provisions of the chapter of Minnesota Statutes listed below.

This corporation is now legally organized under the laws of Minnesota.

Corporate Name: Discount Communication Services Inc.

Corporate Charter Number: 7T-21

Chapter Formed Under: 302A

This certificate has been issued on 03/15/1993.

an anderson

Secretary of State.

		,	•
		of Minnesota B Secretary of State	See instructions on reverse side for completing this form.
	ARTICLES O	F INCORPORATION	
77-21	Cha	pter 302A	#3
			3633
he undersigned incorporators, who a Ainnesota Statutes, Chapter 302A, a	ire natural persons 1 dopt the following a	8 years of age or older, rticles of incorporation:	in order to form a corporate entity under
		RTICLE I	
he name of this corporation is:			
Corporation Name (must include a corporate o	Discourt	Inc., Corp. Ltd.)	tion Services Inc.
		RTICLE II	
ne registered office of this corporation	on is located at:		
treet Address (Vou mey not list a P.O. Box)	City, State, 2		Country 11
0440 Flying Cloud Driv			5344 Hennepin
e registered agent at that address is		tment of an agent is opt	tional):
bregory 2	. Lohrenz	·	
•	A	RTICLE III	
e corporation is authorized to issue		Number of She	2,000
bu must list a minimum of one share	in this box.)		
	AF	TICLE IV	•
e, the undersigned incorporators ca	tify that we are aut	iorized to execute them	articles and we further certify that we
nderstand that by eigning these artic Id signed these articles 3/Ider oath.	les, we are subject t	o the penalties of përju	y as set forth in section 809.48 as if we
			required under the stion 302A.1():
Neme		iot be a post office box)	
		tuna Dr. #1307	(All Incorporativity must align the articles)
oreq Lohrenz		MN 55343	Shar Johnen
Sreg Lohrenz Kathy Norlander	5337 High	n, MN 55437	Withey morlander
	-		STATE OF MINIMESOTA DEPARTMENT OF STATE FILED
			MAR 1 5 1993
00171.09	PAA com		frew Orderen Marce
C-00171-02	841832		Secretary of State OVER



MINNESOTA SECRETARY OF STATE

TT-21

AMENDMENT OF ARTICLES OF INCORPORATION

READ INSTRUCTIONS LISTED BELOW, BEFORE COMPLETING THIS FORM.

1. Type or print in black ink.

2. There is a \$35.00 fee payable to the Secretary of State for filing this "Amendment of Articles of Incorporation".

3. Return Completed Amendment Form and Fee to the address listed on the bottom of the form.

CORPORATE NAME: (List the name of the company prior to any desired name change)

munication VILLS.

This amendment is effective on the day it is filed with the Secretary of State, unless you indicate another date, no later than 30 days after filing with the Secretary of State.

Format(mm/dd/yyyy)

The following amendment(s) to articles regulating the above corporation were adopted: (Insert full text of newly amended article(s) indicating which article(s) is (are) being amended or added.) If the full text of the amendment will not fit in the space provided, attach additional numbered pages. (Total number of pages including this form_____)

ARTICLE VIII

On November 20, 2002 the Board of Directors for Discount Communication Services Inc. unanimously approved the changing of the legal corporate name from Discount Communication Services Inc. to Advanced Integrated Technologies effective immediately.

This amendment has been approved pursuant to *Minnesota Statutes chapter 302A or 317A*. I certify that I am authorized to execute this amendment and I further certify that I understand that by signify this amendment, I am subject to the penalties of perjury as set forth in section 609.48 as if I had signed this amendment under oath

Name and telephone number of contact person

125460

Signature of Authorized Person) 4-0172

Please print legibly

All of the information on this form is public and required in order to process this filing. Failure to provide the requested information will prevent the Office from approving or further processing this filing.

If you have any questions please contact the Secretary of State's office at (65 STATE OF MINNES)

RETURN TO:

Secretary of State 180 State Office Bldg., 100 Constitution Ave. St. Paul, MN 55155-1299, (651)296-2803

DEC 02 2002

08921340 Rev 10/98

Secretary of State

Exhibit II List of Exchanges

See Attached

Adrian Advance Agency Altenburg-Frohna Antonia Archie Argyle Armstrong Ash Grove Beaufort Bell City Benton Billings Bismarck Bloomfield Bloomsdale Bonne Terre Boonville Bowling Green Brookfield Campbell Cardwell Carl Junction Carrollton Caruthersville Center Chaffee Charleston Clarksville Clever Climax Springs Deering DeKalb Delta Downing East Prairie Edina Elsberry Essex Eureka Farley Fayette Fisk Frankford Freeburg Gideon Glasgow Grain Valley Gray Summit

Southwestern Bell Service Areas: RATE GROUP A Greenwood Smithville Stanberry Hayti Herculaneum-Pevely Trenton Higbee Tuscumbia Hillsboro Versailles Holcomb Vienna Hornersville Walnut Grove Jasper Wardell Knob Noster Ware Lamar Wellsville LaMonte Westphalia Lancaster Wyatt Leadwood Lilbourne Linn Lockwood Louisiana Macks Creek Malden Marble Hill Marceline Marionville Marston Meta Montgomery City Mourehouse New Franklin New Madrid Oak Ridge Old Appleton Oran Patton Paynesville Pierce City Pocohontas-New Wells Portage Des Sioux Portageville Puxico Oulin Richmond Richwoods Risco Rushville Ste. Genevieve St. Marys San Antonio Scott City Senath Slater

Southwestern Bell Service Areas (Continued):

RATE GROUP B

Camdenton Cape Girardeau Cantbage Cedar Hill Chesterfield Chillicothe DeSoto Dexter Eldon Excelsior Springs Farmington Fenton Festus-Crystal City Flat River Fredericktown Fulton Gravois Mills Hannibal Harvester High Ridge Imperial Jackson Joplin Kennett Kirksville Lake Ozark-Osage Beach Manchester Marshall Maxville Mexico Monett Moberly Neosho Nevada Pacific Perryville Pond Poplar Bluff St. Charles St. Clair St. Joseph Sedalia Sikeston Union Valley Park Washington Webb City

CenturyTel Service Areas:

Alton Ashland Augusta Ava Belle Bland Blue Eye Bourbon Bradleyville Branson Branson West Buffalo Cabool Cape Fair Cassville Caulfield Cedar Creek Centralia Chamois Clark Columbia Conway Crane Cross Timbers Cuba Dardenne Defiance Dora Elkland Exeter Folev Fordland Foristell Forsyth Gainesville Galena Hallsville Hawk Point Hermann Hermitage High Hill

Highlandville Holstein Hurley Jamestown Jenkins Jonesburg Kimberling City Koshkonong Leasburg Louisburg Mano Mansfield Marshfield Marthasville Morrison Moscow Mills Mount Sterling Mountain View New Melle Niangua O'Fallon Old Monroe Ozark Pittsburg Prairie Home Preston Protem Reeds Spring Rocheport Rockaway Beach Safe Saint James Saint Peters Seymour Shell Knob Sparta Sturgeon Summersville Thayer Theodosia Thomasville

Troy Truxton Urbana Vichy Warrenton Washburn Wasola Wentzville West Plains Wheatland Willow Springs Winfield Wooldridge Wright City

Sprint/United Service Areas:

Appleton City Calhoun Chilhowee Dearborn Fairfax Holt King City Malta Bend Newburg Pickering Strasburg Tarkio Wellington	Blackburn Camden Poin Clarksburg Deepwater Green Ridge Hopkins Kingsville Missouri C: Norborne Sweet Sprin	e ity	Blairstown Centertown Coal Edgerton Hardin Houstonia Leeton Montrose Orrick St. Thomas Syracuse Urich	Brazito Centerview Craig Eugene Henrietta Ionia Lincoln New Bloomfield Otterville Smithton Taos Waverly
Buckner Holden Lone Jack Pleasant Hill Tipton	Butler Kearney Mound City Richland Waynesville	8	California Lake Lotawana Russellville Weston	Cole Camp Lexington Platte City St. Robert Windsor
Clinton Lebanon Rolla	Ferrelview Maryville Salem		Ft. Leonard Wood Oak Grove Warrensburg	d Harrisonville Odessa Warsaw
Jefferson City				

CenturyTel Service Areas:

Amazonia Annapolis Arcola Aurora Avenue City Avilla Belgrade Belleview Birch Tree Bolckow Boss Braymer Bronaugh Brunswick-Triplett Bunker Caledonia Cameron Canton Centerville Clarence Clarksdale Collins Concordia Cosby Dadeville Dalton Easton Edgar Springs El Dorado Springs Ellsinore Elmer Eminence Everton Ewing Fillmore Freemont Golden City Gorin Gower Greenfield Grove Spring Hamilton Hartville Helena Houston Humansville Hunnewell Irondale Ironton

Jericho Springs Kahoka Keytesville Kidder Kingston La Belle La Plata Laddonia Lagrange Lawson Lesterville Lewiston Licking Lowry City Macon Manes Maysville Milo Monroe City Montauk Monticello Mount Vernon Mountain Grove Nebo Norwood Oates Osborn Osceola Palmyra Paris Perry Plattsburg Potosi Raymondville Revere Roby Rockville Rosendale Santa Fe Sarcoxie Savannah Schell City Shelbina Shelbyville Sheldon Stewartsville Stoutsville Timbers Trimble

Turney Van Buren Vanzant Walker Wayland Weaubleau West Quincy Whitesville Winona

Exhibit III Executive Officers' Qualifications and Experience

Company's Telecommunications Background

See Attached

3

Resume / Bio of key personnel

Greg Lohrenz – President & CEO

Greg Lohrenz graduated from Hamline University in 1990 with a BA Degree in Social Studies Education and a minor in Pre-law. Greg has been employed in the management field of telecommunications for eleven years. During that time, Greg has served as the President or CEO of several companies involved in the telecommunications industry.

Tom Ewert – Credit, Collections and Voice Services Manager

Tom Ewert graduated from the University of Nebraska in 1986 with a BA degree in Marketing and Management. Tom has been actively employed within the telecommunications industry for over 8 years. Tom has also served as a Credit and Collections manager at ITT financial for 3 years as well as a customer service manager for Lasermaster Corporation for 3 years.

Lorri Wolfe- Provisioning and Internet Services Manager

Lorri Wolfe has been actively employed within the telecommunications industry for over 6 years. Lorri is Microsoft Certified and has a detailed knowledge of Microsoft SQL server as well as all other Microsoft products. Additionally, Lorri is proficient in Java, Pearl and PHP programming.

Nathan Kufner – Web Development and Information Technology

Nathan is a recent graduate from the University of Minnesota (2002). Nathan graduated with a degree in Information Technology Management and currently manages AIT's WAN and LAN as well as AIT's OSS. Nathan is also Microsoft Certified and has a strong working knowledge of Linux, UNIX and Oracle operating systems.

Gene Hennig – Corporate Counsel

Gene is a senior partner at Rider Bennett Egan & Arundel LLP in Minneapolis. Areas of Practice General Business Advice and Counsel Corporate Finance Law Mergers and Acquisitions Business Litigation Commercial Loan Group

Prior to joining Rider Bennett, Gene clerked for the Honorable Walter F. Rogosheske on the Minnesota Supreme Court, and also spent three years on the faculty at the Valparaiso University School of Law. At Rider Bennett, he has served as Managing Partner and chair of the Management Committee. Recently, Gene chaired the Business Law Section of the Minnesota State Bar Association.

Organizational Chart

1st Level Customer Support Heather Humphrey Estelle Theilen Nathan Kufner

2nd Level – Management Support Lorri Wolfe Tom Ewert

3rd Level Escalation support Greg Lohrenz

AIT markets through a small network (10-15 agents total) of Independently employed sales agents. These sales agents, many times also represent other communications companies. It is AIT's policy NOT to attempt to limit these representatives ability to choose whom they prefer to represent.

Exhibit IV Financial Information

4

Advanced Integrated Tech Profit & Loss January through December 2001

10.4

	Jan - Dec '01
Ordinary Income/Expense	
Income	
ISP Revenue	658,528.97
Long Distance Revenue	78,452.37
Total Income	736,981.34
Expense	
Advertising Expense	615.00
Answering Service	1,650.00
Bank Service Charges	2,142.34
Customer Bounced Checks	1,274.55
Customer Refunds	2,952.06
Employee Payroll	82,419.63
Federal Payrol Tax	51,387.21
ISP-Dialup USA	324,034.51
Local Phone Services	4,923.67
Long Distance Expense	2,745.29
Office Supplies	7,429.19
OSS Software Fees	35,822.87
Printing and Reproduction	2,489.26
Professional Fees	•
Accounting	2,245.65
Total Professional Fees	2,245.65
Rent	28.800.00
Sales Agent Commission	119,892.76
Shareholder Payroll	41,646.31
State Payroll Tax	8.919.56
State Unemployment Tax	697.50
Travel & Ent Meals	1.046.23
Total Travel & Ent	1.046.23
Wireless Service	1,686.38
Total Expense	724,819.97
Net Ordinary Income	12,161.37
Net Income	12,161.37

4

Advanced Integrated Tech **Balance Sheet** As of December 31, 2001

	Dec 31, '01
ASSETS Current Assets Checking/Savings Highland Bank Checking	104,736.76
Total Checking/Savings	104,736.76
Total Current Assets	104,736.76
TOTAL ASSETS	104,736.76
LIABILITIES & EQUITY Equity	
Retained Earnings Net Income	92.575.39 12,161.37
Total Equity	104,736.76
TOTAL LIABILITIES & EQUITY	104,736.76

Advanced Integrated Tech Profit & Loss

January through December 2002

	Jan - Dec '02
Ordinary Income/Expense	
Income	
Broadband Revenue	49,284.29
ISP Revenue	1,349,799.80
Long Distance Revenue	159,846.29
Total income	1,558,930.38
Expense	
Advertising Expense	2,425.50
Answering Service	1,650.00
Bank Service Charges	4,756.38
Broadband - Covad	34,259.68
Customer Bounced Checks	3,452.29
Customer Refunds	5,254.67
Employee Payroll	181,280.88
Federal Payroll Tax	113,051.86
ISP-Dialup USA	673,961.56
Local Phone Services	11,817,43
Long Distance Expense	4,663.22
Office Supplies	13,885.20
OSS Software Fees	75,228.40
Printing and Reproduction	17,428.64
Professional Assoc. Fees	2,500.00
Professional Fees	
Accounting	4,964.76
Legai Fees	2,985.65
Total Professional Fees	7,950.41
Rent	39,069.06
Sales Agent Commission	264,619.53
Shareholder Payroll	79,128.14
State Payroll Tax	19,659.80
State Unemployment Tax	1,375.42
Timberwolves Tickets Travel & Ent	3,550.00
Meais	1,574.29
Total Travel & Ent	1,574.29
Wireless Service	2,698.22
Total Expense	1,565,240.58
Net Ordinary income	-6,310.20
at Income	-6,310.20

Advanced Integrated Tech Balance Sheet

As of December 31, 2002

	Dec 31, '02
ASSETS	
Current Assets	
Checking/Savings Highland Bank Checking	98,426.56
Total Checking/Savings	98,426.56
Total Current Assets	98,426.56
TOTAL ASSETS	98,426.56
LIABILITIES & EQUITY Equity	
Retained Earnings	104,736.76
Net Income	-6,310.20
Total Equity	98,426.56
TOTAL LIABILITIES & EQUITY	98,426.56

Advanced Integrated Tech Profit & Loss

January through December 2003

	Jan - Dec '03
Ordinary income/Expense	•
Income	
Broadband Revenue	249,284.29
ISP Revenue	1,046,799.80
Long Distance Revenue	70,439.25
Total income	1,366,523.34
Expense	
Advertising Expense	600.00
Answering Service	825.50
Bank Service Charges	3,417.02
Broadband - Covad	170,139.31
Consulting Services	1,750.00
Customer Bounced Checks	1,878.36
Customer Refunds	2,475.30
Employee Payroll	90,640.44
Employment Service	1,018.92
Federal Payroll Tax	59.815.80
ISP-Dialup USA	639,169.25
Local Phone Services	4,726.97
Long Distance Expense	8.692.33
Office Supplies	4,788.67
OSS Software Fees	55,315.89
Printing and Reproduction	11,204.34
Professional Assoc. Fees	•
Professional Fees	3,030.00
Accounting	2,662.02
Legal Fees	1,008.15
Total Professional Fees	3,670.17
Rent	21,484.53
Sales Agent Commission	189,013.95
Shareholder Payroli	39,564.07
State Filing Fees	2.273.00
State M8 Tax	400.00
State Payroll Tax	10,402.00
State Unemployment Tax	693.35
Timberwolves Tickets	1.733.34
Trade Show	.,,
Airfare	1.050.00
	3,200.00
Total Trade Show	4,250.00
Travel & Ent	
Meals	866.77
Total Travel & Ent	866.77
Wireless Service	1,173.14
Total Expense	1,335,012.42
Net Ordinary Income	31,510.92
Net Income	31,510.92
=	

Advanced Integrated Tech Balance Sheet As of July 17, 2003

Jul 17, '03 ASSETS **Current Assets Checking/Savings Highland Bank Checking** 47,608.86 **Total Checking/Savings** 47,608.86 **Other Current Assets Computer Equipment** 4,792.00 1,810.00 Laptop Total Other Current Assets 6,602.00 **Total Current Assets** 54,210.86 **Fixed Assets Office Equipment** 10,726.62 **Total Fixed Assets** 10,726.62 14.121 TOTAL ASSETS 64,937.48 LIABILITIES & EQUITY Equity **Retained Earnings** 98,426.56 Shareholder Dividend - Taxes -65,000.00 Net income 31,510.92 Total Equity 64,937.48 TOTAL LIABILITIES & EQUITY 64,937.48

Page 1

State of Minnesota

an An Saidh Saidhean Saidhean

County of Hennepin

VERIFICATION

)

))

)

I, Greg Lohrenz, being duly sworn, declare that I am the President of Advanced Integrated Technologies Inc., the Applicant. I verify that, based upon information and belief, I have knowledge of the statements in the foregoing Application, and I declare that they are true and correct.

Greg enz President

ł

Sworn to before me, the undersigned Notary Public on this day of Slad 2003. day of Sept ____, 2003. Sam have Notary Public GASS MARY X MARY K. GASS NOTARY PUBLIC - MINNESOTA NOTARY PUBLIC - MINNESOTA N Commission Expires Jan. 31, 2005 Print or Type Name My commission expires: 1-31- OS clamt in more in ġ. ي و رو مريد منه و مريد منه in the second science in the second science in the second science MO CLEC APP 18 7 . Harris 1993 - 22 Marita Production Combined 4 . . ŝ Canada S. C.

CERTIFICATE OF SERVICE

I hereby certify that I have this day served a true copy of the foregoing Application upon the following parties, listed below, in accordance with Commission rules.

Dated this _____ day of _____, 2003.

Lance J.M. Steinhart Georgia Bar No. 678222

Counsel for

Advanced Integrated Technologies Inc.

Office of the Public Counsel

PO Box 7800

Jefferson City, MO 65102

General Counsel

Missouri Public Service Commission

PO Box 360

Jefferson City, MO 65102

8