



Independent Accountant's Report

To the Board of Directors and Management
NTS Communications, Inc.

We have examined NTS Communications, Inc.'s compliance with the Federal Communications Commission's (FCC) requirements for call tracking and compensating Payphone Service Providers (PSP) accurately and timely during the period of July 1, 2005 through June 30, 2006. Management is responsible for NTS Communications, Inc.'s compliance with those requirements. Our responsibility is to express an opinion on NTS Communications, Inc.'s compliance based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants and, accordingly, included examining, on a test basis, evidence about NTS Communications, Inc.'s compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion. Our examination does not provide a legal determination on NTS Communications, Inc.'s compliance with specified requirements.

In our opinion, NTS Communications, Inc. complied, in all material respects, with the aforementioned requirements for the period July 1, 2005 through June 30, 2006.

Phillips & Associates, CPA's

Phillips & Associates, CPA's
July 25, 2006