

**IN THE UNITED STATES BANKRUPTCY COURT
FOR THE SOUTHERN DISTRICT OF NEW YORK**

Chapter 11

ALLEGIANCE TELECOM, INC., et al.
Debtors.

Case No. 03-13057 (RDD)

**SECOND INTERIM APPLICATION OF KPMG LLP AS ACCOUNTANTS, AUDITORS,
TAX ADVISORS AND BANKRUPTCY COMPLIANCE ADVISORS TO THE DEBTORS
FOR COMPENSATION AND REIMBURSEMENT OF EXPENSES
FOR THE PERIOD FROM OCTOBER 1, 2003 THROUGH FEBRUARY 29, 2004**

Name of Applicant: KPMG LLP

Authorized to Provide Professional Services to: Debtor

Date of Retention: November 7, 2003 *nunc pro tunc* to June 30, 2003

Amount of Compensation sought as actual,
reasonable and necessary: \$781,954

Amount of Expense Reimbursement sought as actual,
reasonable and necessary: \$2,405

This is a monthly statement of fees and expenses.

If this is not the first monthly statement filed, disclose the following for each prior statement:

Date Submitted	Period Covered	Requested		Paid	
		Fees	Expenses	Fees	Expenses
11/26/03	06/30/03 - 09/30/03	\$ 209,583	\$ 136	\$ 188,625	\$ 136

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UNITED STATES BANKRUPTCY COURT
SOUTHERN DISTRICT OF NEW YORK

In re)	Chapter 11
)	
ALLEGIANCE TELECOM, INC., et al.,)	Case No. 03 – 13057 (RDD)
)	
Debtors.)	Jointly Administered
)	

SECOND INTERIM APPLICATION OF KPMG LLP
AS ACCOUNTANTS, AUDITORS, TAX ADVISORS AND
BANKRUPTCY COMPLIANCE ADVISORS TO THE DEBTORS FOR ALLOWANCE
OF COMPENSATION AND REIMBURSEMENT OF EXPENSES
FOR THE PERIOD FROM OCTOBER 1, 2003 THROUGH FEBRUARY 29, 2004

1. KPMG LLP (“KPMG”) respectfully files this Second Interim Application for Compensation and Reimbursement of Expenses (the “Fee Application”) of KPMG LLP as Accountants, Auditors, Tax Advisors and Bankruptcy Compliance Advisors to Allegiance Telecom, Inc., as debtors and debtors in possession (collectively, the “Debtors”), for the period from October 1, 2003 through February 29, 2004 (the “Second Interim Period”). This Fee Application is filed pursuant to §§330 and 331 of Title 11 of the United States Code (the “Bankruptcy Code”) and Rule 2016(a) of the Federal Rules of Bankruptcy Procedure (the “Bankruptcy Rules”). In support of the Application, KPMG states:

INTRODUCTION

2. This Fee Application is made for interim allowance of compensation for services rendered as accountants, auditors, tax advisors and bankruptcy compliance advisors to the Debtors during the Second Interim Period in the total amount of \$781,954 for 2,651.0 hours of services rendered by professionals and \$2,405.00 for expenses. KPMG has voluntarily reduced its fees in the amount of \$66,714 pursuant to Exhibit B of the February 2004 fee statement submitted on March 23, 2004. A fee application summary sheet as required by the Executive Office of the U.S. Trustee's Guidelines (the "Guidelines") dated March 22, 1995, as amended January 30, 1996, is attached hereto as Exhibit A.

3. On May 14, 2003 (the "Commencement Date"), the Debtors each commenced with this Court a voluntary case under chapter 11 of title 11, United States Code (the "Bankruptcy Code"). The Debtors continue to manage their properties as debtors in possession pursuant to sections 1107(a) and 1108 of the Bankruptcy Code. The Debtors' chapter 11 cases have been consolidated for procedural purposes only and are being jointly administered pursuant to Federal Rule of Bankruptcy Procedure 1015(b). KPMG has been employed by the Debtors as accountants, auditors, tax advisors and bankruptcy compliance advisors pursuant to an order of this Court dated November 7, 2003.

4. Allegiance is a facilities-based national local exchange carrier that provides integrated telecommunications products and services to small and medium-sized business customers, large businesses (i.e., national customers with multiple locations), governmental entities, wholesale customers and other institutional users. Allegiance offers its customers a variety of services including:

- Local and long distance voice services, including basic telephone services and advanced calling features;
- Broadband and other Internet and data services, including high-speed Internet access, wide area network interconnection, domain name registration, web hosting, email and collocation services;
- Integrated local long distance/Internet access offerings, which provide customers with integrated voice and Internet access over a single broadband line;
- Wholesale services to other regional and national service providers, including equipment collocation, managed modem ports and Internet protocol traffic aggregation; and

- Customer premise equipment sales and maintenance services.

5. As of the Commencement Date, Allegiance served more than 100,000 business customers in major markets throughout the United States. As of the Commencement Date, Allegiance employed approximately 3,560 people, of which approximately 97 employees were covered by collective bargaining agreements.

6. As of the Commencement Date, the Debtors had approximately \$245 million of cash. As of December 31, 2003, the Debtors' consolidated books and records reflected assets totaling approximately \$1.136 billion and liabilities totaling approximately \$1.449 billion. For the year ending December 31, 2003, the Debtors, on a consolidated basis, reported revenues of approximately \$776.87 million and net losses of approximately \$359.99 million.

7. KPMG is a firm of accountants, auditors, tax advisors and bankruptcy compliance advisors with diverse experience and extensive knowledge in the fields of accounting, taxation and bankruptcy. The Debtors require assistance in collecting, analyzing and presenting accounting, financial and other information in relation to the restructuring and Chapter 11 proceedings. KPMG has considerable experience with rendering such services to debtors and other parties in numerous Chapter 11 cases. As such, KPMG is qualified to perform the accounting, auditing, tax advisory and bankruptcy compliance advisory work required in this matter. As such, KPMG is qualified to continue to serve and provide accounting, auditing, tax advisory and bankruptcy compliance advisory services to the Debtors.

**FEES AND EXPENSES INCURRED DURING THE PERIOD
FROM OCTOBER 1, 2003 THROUGH FEBRUARY 29, 2004**

8. Pursuant to the administrative order issued in this matter establishing the procedures for interim compensation and reimbursement of expenses of professionals (the "Administrative Order") all professionals retained in these cases are authorized to seek, on a monthly basis, interim compensation for professional services rendered and reimbursement of expenses incurred. In the absence of any objection to the monthly statement of fees and expenses incurred, the Debtors can pay 80% of the professional fees requested and 100% of the expenses incurred. Attached as Exhibit A is a list of the KPMG professionals

who worked on the case during the Second Interim Period, along with the number of hours, the rate and the resultant fees incurred by each professional. Attached as Exhibit B is a summary of hours and fees incurred for each category of work performed by KPMG. Attached as Exhibit C is a summary of actual out-of-pocket expenses incurred during the Second Interim Period for each category of expenses. Attached as Exhibits D1 through D5 are detailed time records for the KPMG professionals who worked on this case, segregated by category. Attached as Exhibit E is a detailed record of actual out-of-pocket expenses incurred during the Second Interim Period, segregated by category of expense.

9. The fees and expenses sought by KPMG, except to the extent prohibited by the Guidelines, are billed at rates in accordance with or less than practices customarily employed by KPMG and generally accepted by KPMG's clients and consistent with the hourly rates as set forth in the order to employ KPMG LLP. It is our customary practice to bill for our services at our hourly rates extended by the hours of service provided. KPMG has previously submitted one interim application to the Court. The First Interim Application covered the period from June 30, 2003 through September 30, 2003 and requested fees of \$209,583 and expenses of \$136. KPMG has been paid authorized fees of \$188,760.70 with respect to that application. Additionally, as of the date this filing, KPMG has been paid \$360,006.00 for amounts requested in this application, in accordance with the Administrative Order. KPMG holds no retainer for services to be rendered during these Cases.

SUMMARY OF SERVICES PROVIDED

10. All professional services for which an allowance is requested were performed by KPMG for and on behalf of the Debtors or their counsel and not on behalf of any other entity or party-in-interest. Set forth below are summary descriptions of certain of the professional services rendered by KPMG during the Second Interim Period. The full scope of and breadth of KPMG's services are reflected in the detailed time records attached to the monthly statements previously submitted.

- Performance of quarterly reviews of financial statements;
- Performance of year-end audit procedures;

- Consultation, research and analysis concerning bankruptcy, accounting and reorganization tax issues; and
- Preparation of monthly fee statements and interim fee applications.

11. In compliance with the Administrative Order and other guidelines governing the payment of professionals in these Cases, KPMG prepared detailed monthly statements of services and fee summaries, and provided these monthly statements to Debtors' management, the US Trustee, Debtors' Counsel, Counsel for the pre-petition and post-petition lenders and counsel for the Official Committee of Unsecured Creditors. Total fees incurred and included in this Second Interim Application relating to the preparation of monthly invoices and fee applications for KPMG's professional fees were \$21,968.

OTHER REPORTING REQUIREMENTS

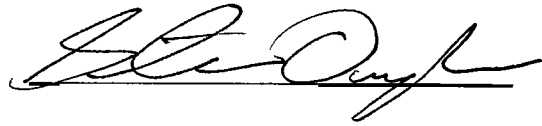
12. There is no agreement or understanding between KPMG and any other person, other than the partners of the firm, for the sharing of compensation received or to be received for services rendered in connection with these proceedings.

13. Wherefore KPMG respectfully requests a Second interim award of fees and expenses as shown below:

<u>For the Period October 1, 2003 to February 29, 2004</u>	<u>Amount</u>
Professional Fees	\$781,954
Out-of-Pocket Expenses	\$2,405
Total Fees and Expenses	\$784,359

Dated: March 30, 2004

Respectfully submitted,

A handwritten signature in black ink, appearing to read "S. Douglas", written over a horizontal line.

Steven R. Douglas
KPMG LLP

EXHIBIT A

Allegiance Telecom, Inc., et al.
Summary Of Hours and Fees Incurred By Professional
October 1, 2003 through February 29, 2004

<u>Professional</u>	<u>Position</u>	<u>Current Hours Billed</u>	<u>Hourly Rate</u>	<u>Fees Billed</u>
McKee, James	Partner	37.0	\$ 650	\$ 24,050
Jones, Bryan	Partner	1.0	\$ 650	\$ 650
Russell, Mark	Partner	2.0	\$ 650	\$ 1,300
Jackson, William	Partner	1.4	\$ 625	\$ 875
Douglas, Steve	Partner	63.5	\$ 600	\$ 38,100
Davison, Glen	Partner	10.5	\$ 600	\$ 6,300
Borowick, Jerry	Partner	0.8	\$ 600	\$ 480
Raveling, Robyn	Director	10.8	\$ 480	\$ 5,184
Thompson, Cheryl	Senior Manager	13.2	\$ 475	\$ 6,270
Hoffmann, Jeffrey M.	Senior Manager	3.0	\$ 625	\$ 1,875
Goldberg, Dana	Senior Manager	151.0	\$ 550	\$ 83,050
McClanahan, Geof	Senior Manager	205.0	\$ 550	\$ 112,750
Bush, Bruce	Senior Manager	3.0	\$ 500	\$ 1,500
McColl, Morag	Manager	24.5	\$ 500	\$ 12,250
Burke, Jennifer	Manager	82.0	\$ 425	\$ 34,850
Rossel, Jeremy	Manager	40.5	\$ 400	\$ 16,200
Terral, Travis M.	Manager	111.0	\$ 350	\$ 38,850
Nash, Kasey	Senior Associate	1.1	\$ 350	\$ 385
Jandera, Judy	Senior Associate	369.8	\$ 325	\$ 120,185
Garner, Jim	Senior Associate	483.8	\$ 300	\$ 145,140
Rosales, Mario	Associate	12.0	\$ 225	\$ 2,700
Stockton, David	Associate	431.8	\$ 200	\$ 86,360
Collins, Tina	Associate	337.8	\$ 200	\$ 67,560
Bratton, Amanda	Associate	203.8	\$ 175	\$ 35,665
Roseman, Alan	Associate	1.0	\$ 175	\$ 175
Beserra, Rebecca	Paraprofessional	49.7	\$ 120	\$ 5,964
Totals:		<u>2,651.0</u>		<u>\$ 848,668</u>
Less Voluntary Reduction				<u>(66,714)</u>
Grand Total				<u>\$ 781,954</u>
Blended Rate:		<u>\$ 295</u>		

EXHIBIT B

Allegiance Telecom, Inc., et al.
Summary of Hours and Fees Incurred by Category
October 1, 2003 through February 29, 2004

<u>Category</u>	<u>Exhibit</u>	<u>Hours</u>	<u>Fees</u>
Annual Audit	D-1	1,953.8	\$ 566,093
Court Hearings and Committee Meetings	D-2	6.2	3,378
Fee Statements/Applications	D-3	85.8	21,968
Quarterly Review	D-4	302.2	109,230
Tax Issues	D-5	303.0	148,000
Voluntary Reduction (Annual Audit) ¹			(66,714)
Total		<u>2,651.0</u>	<u>\$ 781,954</u>

(1) Pursuant to Exhibit B of the employment application filed with the Court on August 6, 2003, KPMG LLP agreed to perform an audit as of and for the year ended December 31, 2003, and quarter reviews for the quarters ended June 30 and September 30, 2003, for total fees ranging from \$675,000 to \$700,000. The voluntary reduction above reflects the reduction in KPMG LLP's requested fees in order to comply with this provision in the employment application.

EXHIBIT C

Allegiance Telecom, Inc., et al.
Summary of Expenses
October 1, 2003 through February 29, 2004

Listed below are the expenses incurred for each expense category:

Expense Category	Amount
Airfare	\$ 888
Ground Transportation	333
Meals	1,177
Miscellaneous	7

Total Expenses Requested \$ 2,405

EXHIBIT D-1
Allegiance Telecom, Inc., et al.
Annual Audit
October 1, 2003 through February 29, 2004

Name	Date	Description	Hours	Rate	Amount
McClanahan, Geof	10/30/03	Calculate materiality for planning the audit and determined sample size factors for the 12/31/03 audit.	1.5	\$ 550	\$ 825
Garner, Jim	11/04/03	Select invoice level sample of End User.	0.3	\$ 300	\$ 90
Garner, Jim	11/04/03	Document Sample for End User.	0.2	\$ 300	\$ 60
Garner, Jim	11/04/03	Obtain invoice level of CABS AR sample selections.	0.2	\$ 300	\$ 60
Garner, Jim	11/04/03	Verify completeness of listings.	0.4	\$ 300	\$ 120
Garner, Jim	11/04/03	Select invoice level sample of CABS.	0.3	\$ 300	\$ 90
Garner, Jim	11/04/03	Document Sample for CABS.	0.2	\$ 300	\$ 60
Garner, Jim	11/10/03	Update Process Analysis Documents.	2.1	\$ 300	\$ 630
Garner, Jim	11/10/03	Update Audit Program Guides.	1.8	\$ 300	\$ 540
Garner, Jim	11/10/03	Carryforward audit test-work performed at the quarters to the year end binder.	1.2	\$ 300	\$ 360
Stockton, David	11/10/03	Update Audit Program Guides.	1.0	\$ 200	\$ 200
Stockton, David	11/10/03	Carryforward audit test-work performed at the quarters to the year end binder.	1.0	\$ 200	\$ 200
Garner, Jim	11/11/03	Update Process Analysis Documents.	0.4	\$ 300	\$ 120
Garner, Jim	11/11/03	Meet with M. Colbert (Allegiance) to discuss updates to processes.	0.2	\$ 300	\$ 60
Garner, Jim	11/11/03	Update Audit Program Guides.	0.6	\$ 300	\$ 180
Garner, Jim	11/11/03	Carryforward audit test-work performed at the quarters to the year end binder.	1.1	\$ 300	\$ 330
Garner, Jim	11/11/03	Select Fixed Asset sample.	2.4	\$ 300	\$ 720
Garner, Jim	11/11/03	Document selection of fixed asset sample.	2.6	\$ 300	\$ 780
Garner, Jim	11/11/03	Meet with T. Dawson (Allegiance) to discuss updates to Network Accrual Process.	0.3	\$ 300	\$ 90
Stockton, David	11/11/03	Update Audit Program Guides.	0.9	\$ 200	\$ 180
Burke, Jennifer	11/12/03	Prepare agenda for planning meeting.	0.6	\$ 425	\$ 255
Burke, Jennifer	11/12/03	Develop plan for test-work to be accomplished in November and December.	3.2	\$ 425	\$ 1,360
Burke, Jennifer	11/12/03	Split-out responsibilities by audit area.	0.4	\$ 425	\$ 170
Burke, Jennifer	11/12/03	Research and forward analyst reports and industry documentation for planning meeting and use in the business understanding documents.	2.1	\$ 425	\$ 893
Burke, Jennifer	11/12/03	Meet with S. Douglas, J. Garner, G. McClanahan and J. Rossel (all KPMG) to discuss audit planning.	1.4	\$ 425	\$ 595
Douglas, Steve	11/12/03	Meet with J. Burke, J. Garner, G. McClanahan and J. Rossel (all KPMG) to discuss audit planning.	1.4	\$ 600	\$ 840
Garner, Jim	11/12/03	Update Audit Program Guides.	2.7	\$ 300	\$ 810
Garner, Jim	11/12/03	Revise AR sampling approach.	0.9	\$ 300	\$ 270
Garner, Jim	11/12/03	Determine sample size for AR Acquisition.	0.8	\$ 300	\$ 240
Garner, Jim	11/12/03	Meet with S. Douglas, J. Burke, G. McClanahan and J. Rossel (all KPMG) to discuss audit planning.	1.4	\$ 300	\$ 420
Garner, Jim	11/12/03	Determine sample size for AR End User and CABS.	1.1	\$ 300	\$ 330
Garner, Jim	11/12/03	Determine sample size for PP&E additions test-work.	1.1	\$ 300	\$ 330
McClanahan, Geof	11/12/03	Prepare memo to document the accounting treatment of the employee retention agreements.	0.3	\$ 550	\$ 165
McClanahan, Geof	11/12/03	Meet with S. Douglas, J. Garner, J. Burke and J. Rossel (all KPMG) to discuss audit planning.	1.4	\$ 550	\$ 770
Rossel, Jeremy	11/12/03	Meet with S. Douglas, J. Burke, G. McClanahan and J. Garner (all KPMG) to discuss audit planning.	1.4	\$ 400	\$ 560
Rossel, Jeremy	11/12/03	Discuss planned Allegiance inventory procedures with J. Pendleton (Allegiance).	0.5	\$ 400	\$ 200

EXHIBIT D-1
Allegiance Telecom, Inc., et al.
Annual Audit
October 1, 2003 through February 29, 2004

Name	Date	Description	Hours	Rate	Amount
Rossel, Jeremy	11/12/03	Discuss fixed asset vouching approach with J. Oglenski (Allegiance).	0.2	\$ 400	\$ 80
Stockton, David	11/12/03	Update Audit Program Guides.	0.1	\$ 200	\$ 20
Garner, Jim	11/13/03	Update Process Analysis Documents.	0.4	\$ 300	\$ 120
Garner, Jim	11/13/03	Select and document remaining AR sample items.	1.4	\$ 300	\$ 420
Garner, Jim	11/14/03	Select PP&E additions sample.	1.6	\$ 300	\$ 480
Garner, Jim	11/14/03	Document selection of PP&E additions sample.	0.6	\$ 300	\$ 180
Stockton, David	11/14/03	Tie out second draft of 10-Q.	9.0	\$ 200	\$ 1,800
Rossel, Jeremy	11/17/03	Discuss year-end inventory procedures with J. Pendleton and J. Synhorst (both Allegiance).	0.5	\$ 400	\$ 200
Garner, Jim	11/18/03	Select PP&E Sample.	0.6	\$ 300	\$ 180
Garner, Jim	11/18/03	Document Selection of PP&E Sample.	0.6	\$ 300	\$ 180
Garner, Jim	11/19/03	Select remaining AR samples.	1.7	\$ 300	\$ 510
Garner, Jim	11/24/03	Meet with G. McClanahan (KPMG) to discuss audit planning.	1.2	\$ 300	\$ 360
McClanahan, Geof	11/24/03	Conduct an audit planning meeting with J. Garner (KPMG).	1.2	\$ 550	\$ 660
Rossel, Jeremy	11/24/03	Discuss inventory warehouse listing with J. Pendleton (Allegiance).	0.1	\$ 400	\$ 40
Burke, Jennifer	12/01/03	Prepare time detail for audit procedures to be performed during interim fieldwork.	2.0	\$ 425	\$ 850
Collins, Tina	12/01/03	Discuss roles, expectations, assignments, and engagement information with J. Garner, D. Stockton and J. Jandera (all KPMG).	0.6	\$ 200	\$ 120
Collins, Tina	12/01/03	Update cash and investments audit program for current year audit.	1.1	\$ 200	\$ 220
Collins, Tina	12/01/03	Update prepaid audit program guide and compare to budget.	0.8	\$ 200	\$ 160
Collins, Tina	12/01/03	Read and compare debt audit program guide to budget.	0.6	\$ 200	\$ 120
Collins, Tina	12/01/03	Discuss audit program guides to revise with J. Garner and J. Jandera (both KPMG).	0.2	\$ 200	\$ 40
Collins, Tina	12/01/03	Discuss with J. Jandera (KPMG) regarding cash control procedures and testwork.	0.4	\$ 200	\$ 80
Collins, Tina	12/01/03	Review bank reconciliation - BOA (June).	0.9	\$ 200	\$ 180
Collins, Tina	12/01/03	Review bank reconciliation - JPMorgan.	3.0	\$ 200	\$ 600
Collins, Tina	12/01/03	Discuss cash reconciliation with D. Stockton (KPMG).	0.2	\$ 200	\$ 40
Collins, Tina	12/01/03	Discuss cash rec. with J. Garner (KPMG).	0.2	\$ 200	\$ 40
Garner, Jim	12/01/03	Meet with J. Jandera, D. Stockton, and C. Collins (all KPMG) to discuss roles, expectations, and assignments.	0.6	\$ 300	\$ 180
Garner, Jim	12/01/03	Determine information requests needed to test network accrual controls.	1.4	\$ 300	\$ 420
Garner, Jim	12/01/03	Meet with M. Colbert (Allegiance) to discuss network expense sample.	0.5	\$ 300	\$ 150
Garner, Jim	12/01/03	Select cash disbursements sample.	0.9	\$ 300	\$ 270
Garner, Jim	12/01/03	Document cash disbursements sample.	0.4	\$ 300	\$ 120
Garner, Jim	12/01/03	Meet with J. Jandera and C. Collins (all KPMG) to revise cash audit program guide.	0.2	\$ 300	\$ 60
Garner, Jim	12/01/03	Meet with J. Rossel and J. Jandera (both KPMG) to discuss inventory and line cost testing.	0.5	\$ 300	\$ 150
Garner, Jim	12/01/03	Select network expense cash disbursements sample.	1.1	\$ 300	\$ 330
Garner, Jim	12/01/03	Document network expense cash disbursements sample.	0.6	\$ 300	\$ 180
Garner, Jim	12/01/03	Meet with D. Stockton (KPMG) to discuss fixed asset testing.	0.4	\$ 300	\$ 120

EXHIBIT D-1
Allegiance Telecom, Inc., et al.
Annual Audit
October 1, 2003 through February 29, 2004

Name	Date	Description	Hours	Rate	Amount
Garner, Jim	12/01/03	Determine information requests needed to test AP and fixed asset controls.	2.1	\$ 300	\$ 630
Garner, Jim	12/01/03	Meet with C. Collins (KPMG) to discuss cash reconciliations.	0.2	\$ 300	\$ 60
Jandera, Judy	12/01/03	Discuss roles, expectations, assignments, and engagement information with J. Garner, D. Stockton and T. Collins (all KPMG).	0.6	\$ 325	\$ 195
Jandera, Judy	12/01/03	Discuss expectations with J. Rossel (KPMG).	0.6	\$ 325	\$ 195
Jandera, Judy	12/01/03	Discuss STFI inventory cycle count observation with J. Rossel (KPMG) and J. Synhorst (Allegiance).	0.3	\$ 325	\$ 98
Jandera, Judy	12/01/03	Discuss STFI inventory cycle count contact person and price testwork with J. Rossel (KPMG) and J. Pendleton (Allegiance).	0.2	\$ 325	\$ 65
Jandera, Judy	12/01/03	Discuss STFI inventory cycle count procedures and process with P. McCool, and J. Synhorst (both Allegiance).	1.8	\$ 325	\$ 585
Jandera, Judy	12/01/03	Discuss AR testwork sample with T. Smith (Allegiance).	0.4	\$ 325	\$ 130
Jandera, Judy	12/01/03	Prepare BUDs 1 and 2.	2.6	\$ 325	\$ 845
Jandera, Judy	12/01/03	Prepare general binder.	0.3	\$ 325	\$ 98
Jandera, Judy	12/01/03	Print technical topic audit program guides.	0.1	\$ 325	\$ 33
Jandera, Judy	12/01/03	Discuss audit program guides with J. Garner and T. Collins (both KPMG).	0.2	\$ 325	\$ 65
Jandera, Judy	12/01/03	Discuss cash procedures with T. Collins (KPMG).	0.4	\$ 325	\$ 130
Jandera, Judy	12/01/03	Discuss inventory and line cost testing with J. Garner, and J. Rossel (both KPMG).	0.5	\$ 325	\$ 163
Rossel, Jeremy	12/01/03	Coordinate inter-office inventory observation	0.5	\$ 400	\$ 200
Rossel, Jeremy	12/01/03	Discuss expectations and roles with J. Jandera (KPMG).	0.6	\$ 400	\$ 240
Rossel, Jeremy	12/01/03	Discuss Shared Tech cycle counts with J. Jandera (KPMG) and J. Synhorst (Allegiance)	0.3	\$ 400	\$ 120
Rossel, Jeremy	12/01/03	Discuss Shared Tech inventory procedures with J. Jandera (KPMG) and J. Pendleton (Allegiance)	0.2	\$ 400	\$ 80
Rossel, Jeremy	12/01/03	Discuss inventory and line cost testing with J. Jandera and J. Garner (all KPMG)	0.5	\$ 400	\$ 200
Stockton, David	12/01/03	Update audit program guide.	0.9	\$ 200	\$ 180
Stockton, David	12/01/03	Set up PPE Roll forward.	0.6	\$ 200	\$ 120
Stockton, David	12/01/03	Perform fixed asset additions testwork.	2.4	\$ 200	\$ 480
Stockton, David	12/01/03	Continue with performing fixed asset additions testwork.	2.1	\$ 200	\$ 420
Stockton, David	12/01/03	Meet with J. Garner (KPMG) to discuss fixed asset testing.	0.4	\$ 200	\$ 80
Stockton, David	12/01/03	Work with T. Collins (KPMG) on cash reconciliation.	0.2	\$ 200	\$ 40
Stockton, David	12/01/03	Discuss roles, expectations, assignments, and engagement information with J. Garner, J. Jandera and T. Collins (all KPMG).	0.6	\$ 200	\$ 120
Stockton, David	12/01/03	Examine Check Register Approval.	0.4	\$ 200	\$ 80
Stockton, David	12/01/03	Inspect cash reconciliations.	0.4	\$ 200	\$ 80
Collins, Tina	12/02/03	Review bank reconciliation - BOA (September)	0.5	\$ 200	\$ 100
Collins, Tina	12/02/03	Review bank reconciliation - JPMorgan (September)	0.5	\$ 200	\$ 100
Collins, Tina	12/02/03	Interview J. Hockett (Allegiance) for knowledge assessment.	0.2	\$ 200	\$ 40
Collins, Tina	12/02/03	Prepare J. Hockett (Allegiance) knowledge assessment memo.	0.3	\$ 200	\$ 60
Collins, Tina	12/02/03	Prepare M. Colbert (Allegiance) knowledge assessment memo.	0.3	\$ 200	\$ 60

EXHIBIT D-1
Allegiance Telecom, Inc., et al.
Annual Audit
October 1, 2003 through February 29, 2004

Name	Date	Description	Hours	Rate	Amount
Collins, Tina	12/02/03	Perform bank reconciliation control testwork.	0.5	\$ 200	\$ 100
Collins, Tina	12/02/03	Assess cash control testwork - operation account bank reconciliation.	0.4	\$ 200	\$ 80
Collins, Tina	12/02/03	Discuss cash reconciliation with D. Stockton (KPMG).	0.5	\$ 200	\$ 100
Collins, Tina	12/02/03	Discuss cash reconciliation with J. Jandera (KPMG).	0.2	\$ 200	\$ 40
Garner, Jim	12/02/03	Meet with T. Dawson (Allegiance) to discuss network accrual process.	0.1	\$ 300	\$ 30
Garner, Jim	12/02/03	Meet with J. Oglenski (Allegiance) to discuss fixed asset additions and retirements sample selections.	0.3	\$ 300	\$ 90
Garner, Jim	12/02/03	Revise process analysis documents.	1.2	\$ 300	\$ 360
Garner, Jim	12/02/03	Revise audit program guides.	2.3	\$ 300	\$ 690
Garner, Jim	12/02/03	Meet with J. Rossel and J. Jandera (both KPMG) to discuss RAS procedures and timing.	0.2	\$ 300	\$ 60
Garner, Jim	12/02/03	Discuss systems access reports with D. Staudder (Allegiance).	0.1	\$ 300	\$ 30
Garner, Jim	12/02/03	Select remaining fixed assets sample.	0.6	\$ 300	\$ 180
Garner, Jim	12/02/03	Document selection of remaining fixed assets sample.	0.7	\$ 300	\$ 210
Garner, Jim	12/02/03	Calculate retirements sample.	0.4	\$ 300	\$ 120
Garner, Jim	12/02/03	Select retirements sample.	0.9	\$ 300	\$ 270
Garner, Jim	12/02/03	Document selection of retirements sample.	0.4	\$ 300	\$ 120
Garner, Jim	12/02/03	Discuss audit planning with J. Jandera (KPMG).	0.3	\$ 300	\$ 90
Garner, Jim	12/02/03	Test network database system access control.	0.9	\$ 300	\$ 270
Jandera, Judy	12/02/03	Review FAS 144 audit program guide.	0.8	\$ 325	\$ 260
Jandera, Judy	12/02/03	Discuss cash procedures with T. Collins (KPMG).	0.2	\$ 325	\$ 65
Jandera, Judy	12/02/03	Discuss audit planning with J. Garner (KPMG).	0.3	\$ 325	\$ 98
Jandera, Judy	12/02/03	Prepare interoffice inventory instructions.	0.8	\$ 325	\$ 260
Jandera, Judy	12/02/03	Prepare information risk management (IRM) control testwork planning document.	1.2	\$ 325	\$ 390
Jandera, Judy	12/02/03	Discuss AR testwork sample with and J. Russel (Allegiance).	0.4	\$ 325	\$ 130
Jandera, Judy	12/02/03	Review process analysis documents and audit program guides.	1.0	\$ 325	\$ 325
Jandera, Judy	12/02/03	Discuss RAS procedures and timing with J. Garner and J. Rossel (both KPMG).	0.2	\$ 325	\$ 65
Jandera, Judy	12/02/03	Continue preparation of BUD 1 and 2.	3.4	\$ 325	\$ 1,105
Rossel, Jeremy	12/02/03	Discuss RAS procedures and timing with J. Jandera and J. Garner (both KPMG).	0.2	\$ 400	\$ 80
Rossel, Jeremy	12/02/03	Discuss debt covenants with C. Kornegay and M. Huck (both Allegiance).	0.2	\$ 400	\$ 80
Rossel, Jeremy	12/02/03	Review prior year debt workpapers and document debt covenant discussions with C. Kornegay and M. Huck (both Allegiance).	1.0	\$ 400	\$ 400
Rossel, Jeremy	12/02/03	Review prior year inventory documentation.	0.3	\$ 400	\$ 120
Stockton, David	12/02/03	Inspect GL Explanations on the fixed asset subledger.	0.8	\$ 200	\$ 160
Stockton, David	12/02/03	Work on acquisition testing.	2.7	\$ 200	\$ 540
Stockton, David	12/02/03	Discuss with T. Collins (KPMG) about cash.	0.4	\$ 200	\$ 80
Stockton, David	12/02/03	Review SFAS 144 work from prior quarter and compare to current audit work.	0.5	\$ 200	\$ 100
Stockton, David	12/02/03	Perform cash disbursement control work.	2.0	\$ 200	\$ 400
Stockton, David	12/02/03	Continue to perform cash disbursement control work.	2.0	\$ 200	\$ 400
Stockton, David	12/02/03	Discuss with J. Jandera (KPMG) about SFAS 144.	0.3	\$ 200	\$ 60
Collins, Tina	12/03/03	Discuss with J. Jandera (KPMG) lead sheet procedures.	0.3	\$ 200	\$ 60
Collins, Tina	12/03/03	Prepare balance sheet lead sheet.	2.0	\$ 200	\$ 400

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Collins, Tina	12/03/03	Print Allegiance Press Releases for Entire Year.	2.0	\$ 200	\$ 400
Collins, Tina	12/03/03	Discuss with J. Jandera and J. Rossel (both KPMG) legal letter template.	0.1	\$ 200	\$ 20
Collins, Tina	12/03/03	Prepare cash confirms.	0.6	\$ 200	\$ 120
Collins, Tina	12/03/03	Prepare legal confirms.	1.0	\$ 200	\$ 200
Collins, Tina	12/03/03	Prepare note receivable confirm.	0.5	\$ 200	\$ 100
Collins, Tina	12/03/03	Prepare investment confirms.	0.3	\$ 200	\$ 60
Collins, Tina	12/03/03	Prepare transfer agent confirm.	0.3	\$ 200	\$ 60
Collins, Tina	12/03/03	Prepare MSN Lease confirm.	0.2	\$ 200	\$ 40
Collins, Tina	12/03/03	Perform cash control testwork - Bank of America Cash Rec Follow-Up.	0.2	\$ 200	\$ 40
Collins, Tina	12/03/03	Prepare consolidated balance sheet lead sheet as of 9/30/03.	0.5	\$ 200	\$ 100
Garner, Jim	12/03/03	Meet with S. Simmons (Allegiance) to discuss Shared Tech Revenue sample.	0.2	\$ 300	\$ 60
Garner, Jim	12/03/03	Perform audit planning.	0.8	\$ 300	\$ 240
Garner, Jim	12/03/03	Examine system access rights for the collocation database.	1.6	\$ 300	\$ 480
Garner, Jim	12/03/03	Verify access was properly given and document testwork.	1.7	\$ 300	\$ 510
Garner, Jim	12/03/03	Meet with D. Clayton (Allegiance) to discuss payroll reconciliation controls.	0.2	\$ 300	\$ 60
Garner, Jim	12/03/03	Document payroll reconciliation controls.	1.7	\$ 300	\$ 510
Garner, Jim	12/03/03	Document remaining fixed asset sample.	1.1	\$ 300	\$ 330
Garner, Jim	12/03/03	Test and document control surrounding managements review of accounting policy changes.	1.6	\$ 300	\$ 480
Jandera, Judy	12/03/03	Review process analysis documents and audit program guides.	3.3	\$ 325	\$ 1,073
Jandera, Judy	12/03/03	Discuss leadsheets for 9/30/03 with T. Collins (KPMG).	0.3	\$ 325	\$ 98
Jandera, Judy	12/03/03	Prepare risk analysis document.	1.0	\$ 325	\$ 325
Jandera, Judy	12/03/03	Discuss control testwork sample for fixed assets with D. Stockton (KPMG).	0.2	\$ 325	\$ 65
Jandera, Judy	12/03/03	Discuss risk analysis document with J. Rossel (KPMG).	0.2	\$ 325	\$ 65
Jandera, Judy	12/03/03	Discuss inventory instructions with J. Rossel (KPMG).	0.5	\$ 325	\$ 163
Jandera, Judy	12/03/03	Revise inventory instructions.	0.7	\$ 325	\$ 228
Jandera, Judy	12/03/03	Discuss inventory cycle count warehouse locations with P. McCool (Allegiance).	0.1	\$ 325	\$ 33
Jandera, Judy	12/03/03	Discuss legal letter with J. Rossel, and T. Collins (both KPMG).	0.1	\$ 325	\$ 33
Jandera, Judy	12/03/03	Discuss leadsheets for 9/30/03 and legal detail with M. Colbert (Allegiance).	0.3	\$ 325	\$ 98
Rossel, Jeremy	12/03/03	Discuss risk analysis document with J. Jandera (KPMG).	0.2	\$ 400	\$ 80
Rossel, Jeremy	12/03/03	Discuss inventory instructions with J. Jandera (KPMG).	0.5	\$ 400	\$ 200
Rossel, Jeremy	12/03/03	Review inventory procedures.	0.2	\$ 400	\$ 80
Rossel, Jeremy	12/03/03	Review RAD.	0.5	\$ 400	\$ 200
Rossel, Jeremy	12/03/03	Discuss legal letter template with J. Jandera and T. Collins (all KPMG).	0.1	\$ 400	\$ 40
Rossel, Jeremy	12/03/03	Review depreciation expense download and company reconciliation.	0.2	\$ 400	\$ 80
Stockton, David	12/03/03	Perform disbursement internal control work.	3.3	\$ 200	\$ 660
Stockton, David	12/03/03	Discuss with J. Neece (Allegiance) about cash disbursements.	0.8	\$ 200	\$ 160
Stockton, David	12/03/03	Discuss control testwork sample for fixed assets with J. Jandera (KPMG).	0.2	\$ 200	\$ 40

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Stockton, David	12/03/03	Discuss with G. West (Allegiance) about cash disbursements.	1.8	\$ 200	\$ 360
Collins, Tina	12/04/03	Prepare consolidated balance sheet lead sheet.	0.5	\$ 200	\$ 100
Collins, Tina	12/04/03	Prepare consolidated income statement leadsheet.	1.0	\$ 200	\$ 200
Collins, Tina	12/04/03	Edit balance sheet lead sheets (cash, prepaids and other assets).	2.5	\$ 200	\$ 500
Collins, Tina	12/04/03	Edit balance sheet lead sheets (LT liab, payables) & agreed balances to 9/30/03 general ledger.	2.1	\$ 200	\$ 420
Garner, Jim	12/04/03	Test and document financial reporting controls.	2.3	\$ 300	\$ 690
Garner, Jim	12/04/03	Continue to test and document financial reporting controls.	2.4	\$ 300	\$ 720
Garner, Jim	12/04/03	Meet with J. Jandera (KPMG) to discuss control audit program guides.	0.5	\$ 300	\$ 150
Jandera, Judy	12/04/03	Review process analysis documents and audit program guides.	0.4	\$ 325	\$ 130
Jandera, Judy	12/04/03	Prepare business understanding document part 2.	0.6	\$ 325	\$ 195
Jandera, Judy	12/04/03	Prepare client risk assessment summary workpaper.	1.0	\$ 325	\$ 325
Jandera, Judy	12/04/03	Discuss audit program guide with J. Garner (KPMG).	0.5	\$ 325	\$ 163
Jandera, Judy	12/04/03	Update on audit status with J. Rossel (KPMG).	0.2	\$ 325	\$ 65
Jandera, Judy	12/04/03	Discuss client risk assessment and risk analysis document with G. McClanahan (KPMG).	0.4	\$ 325	\$ 130
Jandera, Judy	12/04/03	Discuss legal expense and legal counsel with M. Colbert (Allegiance).	0.2	\$ 325	\$ 65
Jandera, Judy	12/04/03	Review planning analytic balance sheet and income statement.	0.7	\$ 325	\$ 228
Jandera, Judy	12/04/03	Discuss information risk management meeting agenda and forensic agenda with G. McClanahan (KPMG).	0.2	\$ 325	\$ 65
Jandera, Judy	12/04/03	Discuss debt confirmation procedures with C. Kornegay (Allegiance).	0.3	\$ 325	\$ 98
Jandera, Judy	12/04/03	Discuss Board of Directors update with H. Revill (Allegiance).	0.3	\$ 325	\$ 98
McClanahan, Geof	12/04/03	Discuss client risk assessment and risk analysis document with J. Jandera (KPMG).	0.4	\$ 550	\$ 220
McClanahan, Geof	12/04/03	Discuss information risk management meeting agenda and forensic agenda with J. Jandera (KPMG).	0.2	\$ 550	\$ 110
McClanahan, Geof	12/04/03	Review risk analysis document prepared to identify audit risks.	1.4	\$ 550	\$ 770
Rossel, Jeremy	12/04/03	Update on status of fieldwork with J. Jandera (KPMG).	0.2	\$ 400	\$ 80
Stockton, David	12/04/03	Work on fixed asset additions	0.5	\$ 200	\$ 100
Stockton, David	12/04/03	Perform depreciation expense tie out.	2.2	\$ 200	\$ 440
Stockton, David	12/04/03	Continue to perform disbursement control testwork.	2.2	\$ 200	\$ 440
Stockton, David	12/04/03	Continue to perform disbursement control testwork.	2.1	\$ 200	\$ 420
Collins, Tina	12/05/03	Complete balance sheet lead sheets.	2.4	\$ 200	\$ 480
Collins, Tina	12/05/03	Complete income statement lead sheets.	2.3	\$ 200	\$ 460
Collins, Tina	12/05/03	Discuss A/R sample and vouching procedures with J. Garner and J. Jandera (both KPMG).	0.3	\$ 200	\$ 60
Collins, Tina	12/05/03	Prepare budgeted time for audit areas.	1.0	\$ 200	\$ 200
Collins, Tina	12/05/03	Input A/R sample into spreadsheet.	1.7	\$ 200	\$ 340
Collins, Tina	12/05/03	Discuss A/R vouching procedures with J. Jandera (KPMG).	0.3	\$ 200	\$ 60

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Name	Date	Description	Hours	Rate	Amount
Douglas, Steve	12/05/03	Meet with G. McClanahan, J. Rossel, J. Jandera and J. Garner (all KPMG) and C. Kornegay, H. Revill, T. Smith, M. Colbert and J. Pendleton (all Allegiance) to discuss audit planning.	0.8	\$ 600	\$ 480
Garner, Jim	12/05/03	Select additional fixed assets samples.	0.8	\$ 300	\$ 240
Garner, Jim	12/05/03	Meet with J. Jandera and C. Collins (both KPMG) to discuss AR cash receipts testing.	0.3	\$ 300	\$ 90
Garner, Jim	12/05/03	Meet with S. Simmons (Allegiance) to discuss application of retirement proceeds.	0.1	\$ 300	\$ 30
Garner, Jim	12/05/03	Meet with J. Oglenski (Allegiance) to discuss application of retirement proceeds.	0.3	\$ 300	\$ 90
Garner, Jim	12/05/03	Select sample of retirement proceeds.	1.8	\$ 300	\$ 540
Garner, Jim	12/05/03	Meet with S. Douglas, G. McClanahan, J. Rossel and J. Jandera (all KPMG) and C. Kornegay, H. Revill, T. Smith, M. Colbert, and J. Pendleton (all Allegiance) to discuss audit planning.	0.8	\$ 300	\$ 240
Garner, Jim	12/05/03	Calculate sample size for Shared Tech revenue sample.	0.8	\$ 300	\$ 240
Garner, Jim	12/05/03	Select and document Shared Tech revenue sample.	1.6	\$ 300	\$ 480
Garner, Jim	12/05/03	Document sample selection process for retirements.	0.7	\$ 300	\$ 210
Garner, Jim	12/05/03	Document sample selection process for Shared Tech revenue.	0.9	\$ 300	\$ 270
Jandera, Judy	12/05/03	Review cash reconciliation testwork.	0.9	\$ 325	\$ 293
Jandera, Judy	12/05/03	Discuss customer care and billing process memo with T. Smith (Allegiance).	0.2	\$ 325	\$ 65
Jandera, Judy	12/05/03	Discuss STFI inventory & RS6000 valuation with J. Pendleton (Allegiance).	0.4	\$ 325	\$ 130
Jandera, Judy	12/05/03	Meet with S. Douglas, G. McClanahan, J. Rossel, and J. Garner (all KPMG) and C. Kornegay, H. Revill, T. Smith, M. Colbert, and J. Pendleton (all Allegiance) to discuss audit planning.	0.8	\$ 325	\$ 260
Jandera, Judy	12/05/03	Review company news and press releases.	1.0	\$ 325	\$ 325
Jandera, Judy	12/05/03	Discuss core Allegiance inventory cycle count procedures and process with J. Rossel (KPMG).	0.2	\$ 325	\$ 65
Jandera, Judy	12/05/03	Discuss core Allegiance inventory cycle count procedures and process with J. Idlett (Allegiance).	0.6	\$ 325	\$ 195
Jandera, Judy	12/05/03	Prepare and update risk analysis document and client risk assessment.	0.8	\$ 325	\$ 260
Jandera, Judy	12/05/03	Discuss AR vouching procedures with T. Collins (KPMG).	0.3	\$ 325	\$ 98
Jandera, Judy	12/05/03	Review leadsheets and planning analytic balance sheet and income sheet.	1.1	\$ 325	\$ 358
Jandera, Judy	12/05/03	Discuss inventory valuation system for STFI with J. Pendleton (Allegiance).	0.4	\$ 325	\$ 130
McClanahan, Geof	12/05/03	Meet with S. Douglas, J. Rossel, J. Jandera and J. Garner (all KPMG) and C. Kornegay, H. Revill, T. Smith, M. Colbert and J. Pendleton (all Allegiance) to discuss audit planning.	0.8	\$ 550	\$ 440
Rossel, Jeremy	12/05/03	Review planning meeting agenda.	0.1	\$ 400	\$ 40
Rossel, Jeremy	12/05/03	Discuss core Allegiance inventory cycle count procedures and process with J. Jandera (KPMG).	0.2	\$ 400	\$ 80
Rossel, Jeremy	12/05/03	Discuss depreciation expense tie-out with D. Stockton (KPMG)	0.3	\$ 400	\$ 120

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Name	Date	Description	Hours	Rate	Amount
Rossel, Jeremy	12/05/03	Meet with S. Douglas, G. McClanahan, J. Jandera and J. Garner (all KPMG) and C. Kornegay, H. Revill, T. Smith, M. Colbert, and J. Pendleton (all Allegiance) to discuss audit planning.	0.8	\$ 400	\$ 320
Stockton, David	12/05/03	Work on depreciation tie out.	3.0	\$ 200	\$ 600
Stockton, David	12/05/03	Discuss with J. Rossel (KPMG) about depreciation tie out.	0.3	\$ 200	\$ 60
Stockton, David	12/05/03	Select new checks for cash disbursement sample.	0.9	\$ 200	\$ 180
Stockton, David	12/05/03	Update disbursement internal control testwork.	1.2	\$ 200	\$ 240
Stockton, David	12/05/03	Continue to update disbursement internal control testwork.	2.8	\$ 200	\$ 560
Garner, Jim	12/07/03	Update process analysis document and audit program guides.	1.7	\$ 300	\$ 510
Collins, Tina	12/08/03	Discuss cash control review notes with J. Jandera (KPMG).	0.5	\$ 200	\$ 100
Collins, Tina	12/08/03	Address cash control review notes.	3.1	\$ 200	\$ 620
Collins, Tina	12/08/03	Perform End User A/R testwork.	2.0	\$ 200	\$ 400
Collins, Tina	12/08/03	Continue to perform End User A/R testwork.	2.0	\$ 200	\$ 400
Collins, Tina	12/08/03	Discuss A/R testwork with J. Jandera (KPMG).	0.4	\$ 200	\$ 80
Douglas, Steve	12/08/03	Conference call to discuss information risk management (IRM) involvement in assisting control testwork with G. McClanahan, J. Rossel, J. Jandera, J. Garner and M. McColl (all KPMG).	0.5	\$ 600	\$ 300
Garner, Jim	12/08/03	Meet with J. Jandera (KPMG) to discuss Shared Tech Revenue Sample.	0.1	\$ 300	\$ 30
Garner, Jim	12/08/03	Discuss information risk management involvement in assisting control testwork with S. Douglas, G. McClanahan, J. Rossel, J. Jandera and M. Mccoll (all KPMG).	0.5	\$ 300	\$ 150
Jandera, Judy	12/08/03	Discuss cash review notes with T. Collins (KPMG).	0.5	\$ 325	\$ 163
Jandera, Judy	12/08/03	Contact V. Folwer, K. Hatley, and J. Doddridge (all Allegiance) regarding process updates.	0.2	\$ 325	\$ 65
Jandera, Judy	12/08/03	Discuss STFI revenue testwork samples with J. Garner (KPMG).	0.1	\$ 325	\$ 33
Jandera, Judy	12/08/03	Discuss other receivables and restricted investments with M. Colbert (Allegiance).	0.3	\$ 325	\$ 98
Jandera, Judy	12/08/03	Discuss STFI inventory report with J. Pendleton (Allegiance).	0.2	\$ 325	\$ 65
Jandera, Judy	12/08/03	Prepare planning analytical and analysis as of 9/30/03.	2.4	\$ 325	\$ 780
Jandera, Judy	12/08/03	Continue to prepare planning analytical analysis as of 9/30/03.	2.4	\$ 325	\$ 780
Jandera, Judy	12/08/03	Discuss hosting and End User process with J. Doddridge (Allegiance).	0.5	\$ 325	\$ 163
Jandera, Judy	12/08/03	Prepare End User Revenue process document.	0.9	\$ 325	\$ 293
Jandera, Judy	12/08/03	Discuss End User process document with T. Smith (Allegiance).	0.2	\$ 325	\$ 65
Jandera, Judy	12/08/03	Discuss End User process document with M. Huck (Allegiance).	0.2	\$ 325	\$ 65
Jandera, Judy	12/08/03	Discuss cash receipts testwork items with T. Collins (KPMG).	0.4	\$ 325	\$ 130

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Jandera, Judy	12/08/03	Discuss information risk management involvement in assisting control testwork with S. Douglas, G. McClanahan, J. Rossel, J. Garner, and M. Mccoll (all KPMG).	0.5	\$ 325	\$ 163
Jandera, Judy	12/08/03	Discuss timing of information risk management testwork with J. Russel and L. Hodges (Allegiance).	0.6	\$ 325	\$ 195
Jandera, Judy	12/08/03	Send STFI testwork request to client.	0.2	\$ 325	\$ 65
Jandera, Judy	12/08/03	Prepare income statement planning analytical.	2.0	\$ 325	\$ 650
McClanahan, Geof	12/08/03	Discuss information risk management involvement in assisting control testwork with S. Douglas, J. Rossel, J. Jandera, J. Garner, and M. Mccoll (all KPMG).	0.5	\$ 550	\$ 275
McClanahan, Geof	12/08/03	Review KPMG Business Understanding Documents prepared by J. Jandera for audit planning purposes.	2.1	\$ 550	\$ 1,155
McClanahan, Geof	12/08/03	Prepare agenda for KPMG fraud meeting.	0.9	\$ 550	\$ 495
McCcoll, Morag	12/08/03	Discuss information risk management involvement in assisting control testwork with S. Douglas, G. McClanahan, J. Rossel, J. Jandera and J. Garner (all KPMG).	0.5	\$ 500	\$ 250
Rossel, Jeremy	12/08/03	Discuss status of audit requests with M. Colbert (Allegiance).	0.2	\$ 400	\$ 80
Rossel, Jeremy	12/08/03	Discuss status of audit requests with T. Dawson (Allegiance).	0.2	\$ 400	\$ 80
Rossel, Jeremy	12/08/03	Review prior year information risk management workpapers and current year information risk management planning agenda.	1.0	\$ 400	\$ 400
Rossel, Jeremy	12/08/03	Discuss information risk management involvement in assisting control testwork with S. Douglas, G. McClanahan, J. Jandera, J. Garner, and M. Mccoll (all KPMG).	0.5	\$ 400	\$ 200
Rossel, Jeremy	12/08/03	Prepare listing of information risk management coordination activities.	1.0	\$ 400	\$ 400
Stockton, David	12/08/03	Perform fixed asset rollforward for construction in process.	0.5	\$ 200	\$ 100
Stockton, David	12/08/03	Disbursement control work.	0.8	\$ 200	\$ 160
Stockton, David	12/08/03	Set up lead sheets.	1.2	\$ 200	\$ 240
Stockton, David	12/08/03	Perform fixed asset testwork.	3.0	\$ 200	\$ 600
Stockton, David	12/08/03	Perform testwork on accrued liabilities.	0.5	\$ 200	\$ 100
Stockton, David	12/08/03	Perform testwork on fixed asset additions.	1.5	\$ 200	\$ 300
Collins, Tina	12/09/03	Perform End User A/R testwork.	2.8	\$ 200	\$ 560
Collins, Tina	12/09/03	Perform CABS A/R testwork.	3.0	\$ 200	\$ 600
Collins, Tina	12/09/03	Update budgeted hours to actual hours.	0.7	\$ 200	\$ 140
Collins, Tina	12/09/03	Perform cash fluctuation analysis.	0.5	\$ 200	\$ 100
Collins, Tina	12/09/03	Perform prepaid expense fluctuation analysis.	0.5	\$ 200	\$ 100
Collins, Tina	12/09/03	Discuss with J. Jandera (KPMG) A/R testwork.	0.5	\$ 200	\$ 100
Garner, Jim	12/09/03	Meet with H. Revill (Allegiance) to discuss Financial Reporting controls.	0.3	\$ 300	\$ 90
Garner, Jim	12/09/03	Test and document financial reporting controls.	1.4	\$ 300	\$ 420
Garner, Jim	12/09/03	Meet with J. Jandera (KPMG) to update process analysis documents and audit program guides.	0.4	\$ 300	\$ 120
Jandera, Judy	12/09/03	Prepare document of internal control process to send to J. Doddridge (Allegiance) for update.	0.2	\$ 325	\$ 65
Jandera, Judy	12/09/03	Prepare document for cash receipts process to send to M. Huck (Allegiance) for updating.	0.2	\$ 325	\$ 65

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Jandera, Judy	12/09/03	Discuss risk analysis document strategic business risks with C. Kornegay (Allegiance).	0.5	\$ 325	\$ 163
Jandera, Judy	12/09/03	Discuss risk analysis document and information risk management AR testwork with J. Rossel (KPMG).	0.5	\$ 325	\$ 163
Jandera, Judy	12/09/03	Discuss legal firms with A. Terri and K. Demero (both Allegiance).	0.2	\$ 325	\$ 65
Jandera, Judy	12/09/03	Discuss STFI cash receipts with B. Aguilera (Allegiance).	0.1	\$ 325	\$ 33
Jandera, Judy	12/09/03	Discuss mediation with C. Johnson (Allegiance).	0.3	\$ 325	\$ 98
Jandera, Judy	12/09/03	Prepare control testwork requests to discuss with T. Smith (Allegiance).	0.8	\$ 325	\$ 260
Jandera, Judy	12/09/03	Review client comments on process analysis documents.	1.2	\$ 325	\$ 390
Jandera, Judy	12/09/03	Set up time for control testwork with T. Jones, J. Russel, K. Phonasa (all Allegiance).	0.2	\$ 325	\$ 65
Jandera, Judy	12/09/03	Discuss cash receipts process with M. Huck (Allegiance).	0.4	\$ 325	\$ 130
Jandera, Judy	12/09/03	Discuss cash receipts for Kivex with S. Goldstein and S. Colling (all Allegiance).	0.6	\$ 325	\$ 195
Jandera, Judy	12/09/03	Resolve and research CABS revenue sample discrepancy.	1.3	\$ 325	\$ 423
Jandera, Judy	12/09/03	Review cash receipts process obtained from M. Huck (Allegiance).	0.3	\$ 325	\$ 98
Jandera, Judy	12/09/03	Discuss AR cash receipts testwork with T. Collins (KPMG).	0.5	\$ 325	\$ 163
Jandera, Judy	12/09/03	Discuss STFI process and End User controls with T. Smith, S. Cuello, L. Hodges (all Allegiance).	1.4	\$ 325	\$ 455
Jandera, Judy	12/09/03	Discuss process analysis document comments with J. Garner (KPMG).	0.4	\$ 325	\$ 130
Jandera, Judy	12/09/03	Review client comments on process analysis documents.	0.5	\$ 325	\$ 163
McClanahan, Geof	12/09/03	Review telecom analyst reports and Company background information to determine fraud risk factors.	1.1	\$ 550	\$ 605
Rossel, Jeremy	12/09/03	Discuss risk analysis document and AR Aging approach with J. Jandera (KPMG).	0.5	\$ 400	\$ 200
Rossel, Jeremy	12/09/03	Discuss line count accumulation with J. Malouf (Allegiance).	1.4	\$ 400	\$ 560
Rossel, Jeremy	12/09/03	Discuss line count accumulation with J. Hoehne (Allegiance).	0.5	\$ 400	\$ 200
Rossel, Jeremy	12/09/03	Discuss line count accumulation with M. Bowler (Allegiance).	0.1	\$ 400	\$ 40
Rossel, Jeremy	12/09/03	Discuss line count accumulation with T. Dawson (Allegiance).	0.3	\$ 400	\$ 120
Rossel, Jeremy	12/09/03	Document line count accumulation discussions.	0.8	\$ 400	\$ 320
Rossel, Jeremy	12/09/03	Review risk analysis document.	0.1	\$ 400	\$ 40
Rossel, Jeremy	12/09/03	Review prior year network accrual process documentation.	1.0	\$ 400	\$ 400
Rossel, Jeremy	12/09/03	Review Shared Tech A/R invoice for control testing.	0.2	\$ 400	\$ 80
Stockton, David	12/09/03	Perform additional disbursement testing for exception.	2.3	\$ 200	\$ 460
Stockton, David	12/09/03	Perform testwork on fixed asset additions.	3.3	\$ 200	\$ 660
Collins, Tina	12/10/03	Discuss with M. Huck (Allegiance) A/R outstanding items & cash disbursements control testwork.	0.9	\$ 200	\$ 180
Collins, Tina	12/10/03	Prepare outstanding A/R items list.	0.6	\$ 200	\$ 120
Collins, Tina	12/10/03	Perform cash fluctuation analysis.	2.0	\$ 200	\$ 400
Collins, Tina	12/10/03	Perform A/R testwork for Shared Tech items.	2.5	\$ 200	\$ 500
Collins, Tina	12/10/03	Prepare request list from prepaids audit program guide.	1.0	\$ 200	\$ 200
Collins, Tina	12/10/03	Perform cash testwork.	1.0	\$ 200	\$ 200
Garner, Jim	12/10/03	Test and document financial reporting controls.	3.8	\$ 300	\$ 1,140

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Garner, Jim	12/10/03	Update process analysis documents.	3.9	\$ 300	\$ 1,170
Garner, Jim	12/10/03	Meet with T. Dawson (Allegiance) to discuss the network accrual process.	0.4	\$ 300	\$ 120
Garner, Jim	12/10/03	Meet with J. Jandera (KPMG) to discuss audit status update.	0.2	\$ 300	\$ 60
Jandera, Judy	12/10/03	Update business understanding document and address review comments.	1.1	\$ 325	\$ 358
Jandera, Judy	12/10/03	Discuss controls with J. Russel (Allegiance).	1.2	\$ 325	\$ 390
Jandera, Judy	12/10/03	Discuss controls with T. Jones (Allegiance).	1.3	\$ 325	\$ 423
Jandera, Judy	12/10/03	Review CABS revenue missing samples detail to determine which items need additional testwork support.	0.6	\$ 325	\$ 195
Jandera, Judy	12/10/03	Set up meeting with D. Crane (Allegiance).	0.1	\$ 325	\$ 33
Jandera, Judy	12/10/03	Discuss EITF 00-21 with T. Smith and H. Revill (all Allegiance).	0.1	\$ 325	\$ 33
Jandera, Judy	12/10/03	Discuss Bank of America access with M. Huck (Allegiance).	0.2	\$ 325	\$ 65
Jandera, Judy	12/10/03	Discuss audit status update with J. Rossel (KPMG).	0.3	\$ 325	\$ 98
Jandera, Judy	12/10/03	Audit status update with J. Garner (KPMG).	0.2	\$ 325	\$ 65
Jandera, Judy	12/10/03	Discuss controls testwork with K. Phonasa (Allegiance).	1.4	\$ 325	\$ 455
Jandera, Judy	12/10/03	Discuss ODS process with L. Hodges (Allegiance) and J. Rossel (KPMG).	0.3	\$ 325	\$ 98
Jandera, Judy	12/10/03	Update process analysis document.	1.9	\$ 325	\$ 618
Rossel, Jeremy	12/10/03	Discuss information risk management involvement with T. Narramore (Allegiance)	0.2	\$ 400	\$ 80
Rossel, Jeremy	12/10/03	Discuss creation of ODS databases with P. Caderat (Allegiance)	0.3	\$ 400	\$ 120
Rossel, Jeremy	12/10/03	Document discussions with P. Caderat (Allegiance)	0.1	\$ 400	\$ 40
Rossel, Jeremy	12/10/03	Discuss ODS process with L. Hodges (Allegiance) and J. Jandera (KPMG).	0.3	\$ 400	\$ 120
Rossel, Jeremy	12/10/03	Discuss audit status with J. Jandera (KPMG).	0.3	\$ 400	\$ 120
Rossel, Jeremy	12/10/03	Document discussions with J. Clopton (Allegiance).	0.2	\$ 400	\$ 80
Stockton, David	12/10/03	Perform disbursement control testwork.	2.0	\$ 200	\$ 400
Stockton, David	12/10/03	Continue to perform disbursement control testwork.	2.0	\$ 200	\$ 400
Stockton, David	12/10/03	Perform fixed asset additions testwork.	2.5	\$ 200	\$ 500
Stockton, David	12/10/03	Continue to perform fixed asset additions testwork.	2.5	\$ 200	\$ 500
Collins, Tina	12/11/03	Perform cash fluctuation analysis.	0.8	\$ 200	\$ 160
Collins, Tina	12/11/03	Pull sample for J. Jandera (KPMG) - journal entry - End User/CABS.	1.3	\$ 200	\$ 260
Collins, Tina	12/11/03	Revise audit confirmations.	1.0	\$ 200	\$ 200
Collins, Tina	12/11/03	Perform testwork on Shared Tech - A/R.	0.5	\$ 200	\$ 100
Collins, Tina	12/11/03	Inspect journal entry reports for management review/sign-off.	0.5	\$ 200	\$ 100
Collins, Tina	12/11/03	Prepare journal entry testwork memo.	0.5	\$ 200	\$ 100
Collins, Tina	12/11/03	Perform testwork on Shared Tech - A/R.	1.5	\$ 200	\$ 300
Collins, Tina	12/11/03	Discuss A/R sample testwork (CABS) with Russel (Allegiance).	0.2	\$ 200	\$ 40
Douglas, Steve	12/11/03	Meet to determine the timing and client schedules required for income taxes for the audit with B. Jackson, C. Thompson and G. McClanahan (all KPMG).	0.4	\$ 600	\$ 240
Garner, Jim	12/11/03	Meet with M. Colbert (Allegiance) to discuss developing the network process.	0.4	\$ 300	\$ 120
Garner, Jim	12/11/03	Update process analysis documents.	3.7	\$ 300	\$ 1,110

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Garner, Jim	12/11/03	Meet with M. Huck (Allegiance) to discuss Shared Tech AR sample.	0.1	\$ 300	\$ 30
Garner, Jim	12/11/03	Test financial reporting controls.	1.2	\$ 300	\$ 360
Garner, Jim	12/11/03	Meet with G. McClanahan (KPMG) to discuss accounting treatment of Shared Tech contracts.	0.3	\$ 300	\$ 90
Garner, Jim	12/11/03	Meet with J. Jandera and D. Stockton (all KPMG) to discuss audit status.	1.0	\$ 300	\$ 300
Garner, Jim	12/11/03	Update audit program guides.	0.8	\$ 300	\$ 240
Garner, Jim	12/11/03	Meet with J. Jandera (KPMG) to discuss Shared Tech Revenue testwork.	0.2	\$ 300	\$ 60
Jackson, William	12/11/03	Meet to determine the timing and client schedules required for income taxes for the audit with S. Douglas, C. Thompson and G. McClanahan (all KPMG).	0.4	\$ 625	\$ 250
Jandera, Judy	12/11/03	Meet with D. Crane (Allegiance) regarding STFI contract process and billing process.	1.1	\$ 325	\$ 358
Jandera, Judy	12/11/03	Meet with J. Rossel (KPMG) regarding audit status update.	0.5	\$ 325	\$ 163
Jandera, Judy	12/11/03	Meet with M. Huck (Allegiance) regarding cash receipts for AR sample.	0.9	\$ 325	\$ 293
Jandera, Judy	12/11/03	Discuss inventory price testwork with P. McCool (Allegiance).	0.3	\$ 325	\$ 98
Jandera, Judy	12/11/03	Revise inventory price testwork sample.	0.3	\$ 325	\$ 98
Jandera, Judy	12/11/03	Discuss AR testwork sample issues with C. Donohue (Allegiance).	0.4	\$ 325	\$ 130
Jandera, Judy	12/11/03	Review STFI revenue detail.	0.3	\$ 325	\$ 98
Jandera, Judy	12/11/03	Discuss STFI revenue rollforward and support with J. Garner (KPMG).	0.2	\$ 325	\$ 65
Jandera, Judy	12/11/03	Discuss CABS MOU reconciliation with T. Alexander, S. Bryant, E. Jarvis (all Allegiance).	1.4	\$ 325	\$ 455
Jandera, Judy	12/11/03	Discuss journal entry control testwork sample with S. Cuello (Allegiance).	0.3	\$ 325	\$ 98
Jandera, Judy	12/11/03	Discuss inventory testwork with J. Rossel and D. Stockton (both KPMG).	0.3	\$ 325	\$ 98
Jandera, Judy	12/11/03	Discuss status update with J. Garner and D. Stockton (all KPMG).	1.0	\$ 325	\$ 325
Jandera, Judy	12/11/03	Prepare email detailing contact information for information risk management for controls testwork.	0.7	\$ 325	\$ 228
Jandera, Judy	12/11/03	Update CABS revenue process analysis document.	0.9	\$ 325	\$ 293
Jandera, Judy	12/11/03	Discuss revenue testwork with J. Rossel (KPMG).	0.2	\$ 325	\$ 65
McClanahan, Geof	12/11/03	Participate in meeting to determine the timing and client schedules required for income taxes for the audit with S. Douglas, B. Jackson and C. Thompson (all KPMG).	0.4	\$ 550	\$ 220
McClanahan, Geof	12/11/03	Discuss the implementation of EITF 00-21 to the Shared Tech contracts with J. Garner (KPMG).	0.3	\$ 550	\$ 165
McClanahan, Geof	12/11/03	Review analytical procedures prepared by J. Jandera (KPMG) for purposes of planning the audit.	1.1	\$ 550	\$ 605
McClanahan, Geof	12/11/03	Review documentation of line cost accrual process prepared by J. Garner (KPMG).	2.4	\$ 550	\$ 1,320
McClanahan, Geof	12/11/03	Review audit programs prepared by J. Garner and J. Jandera (both KPMG).	2.6	\$ 550	\$ 1,430
Rossel, Jeremy	12/11/03	Discuss sequel request with J. Clopton (Allegiance).	0.7	\$ 400	\$ 280
Rossel, Jeremy	12/11/03	Discuss audit status with J. Jandera (KPMG).	0.5	\$ 400	\$ 200

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Name	Date	Description	Hours	Rate	Amount
Rossel, Jeremy	12/11/03	Discuss information risk management Planning with A. Price (Allegiance).	0.9	\$ 400	\$ 360
Rossel, Jeremy	12/11/03	Discuss status of fixed asset vouching with M. Colbert and J. Oglenski (Allegiance).	0.3	\$ 400	\$ 120
Rossel, Jeremy	12/11/03	Review prior year information risk management workpapers in preparation for A. Price (Allegiance) meeting.	0.5	\$ 400	\$ 200
Rossel, Jeremy	12/11/03	Review process control documentation.	1.5	\$ 400	\$ 600
Rossel, Jeremy	12/11/03	Discuss inventory testwork with J. Jandera and D. Stockton (all KPMG).	0.3	\$ 400	\$ 120
Stockton, David	12/11/03	Discuss fixed asset additions with J. Oglenski (Allegiance).	0.6	\$ 200	\$ 120
Stockton, David	12/11/03	Perform testwork on fixed asset additions.	2.6	\$ 200	\$ 520
Stockton, David	12/11/03	Continue to perform testwork on fixed asset additions.	2.6	\$ 200	\$ 520
Stockton, David	12/11/03	Continue to perform testwork on fixed asset additions.	1.7	\$ 200	\$ 340
Stockton, David	12/11/03	Discuss inventory testwork with J. Rossel and J. Jandera (both KPMG).	0.3	\$ 200	\$ 60
Stockton, David	12/11/03	Meet with J. Jandera and J. Garner (both KPMG) to discuss planning.	1.0	\$ 200	\$ 200
Thompson, Cheryl	12/11/03	Meet to determine the timing and client schedules required for income taxes for the audit with S. Douglas, B. Jackson and G. McClanahan (all KPMG).	0.4	\$ 475	\$ 190
Bush, Bruce	12/12/03	Review Allegiance background information to prepare for engagement team meeting.	1.3	\$ 500	\$ 650
Bush, Bruce	12/12/03	Discuss forensic involvement in annual audit with S. Douglas, J. Rossel, J. Jandera, J. Garner, C. Collins and G. McClanahan (all KPMG).	1.7	\$ 500	\$ 850
Collins, Tina	12/12/03	Discuss forensic involvement in annual audit with S. Douglas, J. Rossel, J. Jandera, J. Garner, G. McClanahan, B. Bruce (all KPMG).	1.7	\$ 200	\$ 340
Collins, Tina	12/12/03	Update budget to actual hours.	1.0	\$ 200	\$ 200
Collins, Tina	12/12/03	Perform testwork on CABS A/R sample.	2.8	\$ 200	\$ 560
Collins, Tina	12/12/03	Discuss CABS invoices and Verizon set-off documentation with J. Russell (Allegiance) and J. Jandera (KPMG).	0.2	\$ 200	\$ 40
Collins, Tina	12/12/03	Perform testwork on End User - A/R sample.	1.5	\$ 200	\$ 300
Collins, Tina	12/12/03	Correct and edit journal entry testwork memo.	0.2	\$ 200	\$ 40
Collins, Tina	12/12/03	Prepare questions for cash fluctuations for M. Colbert (Allegiance).	0.5	\$ 200	\$ 100
Collins, Tina	12/12/03	Perform prepaid expense fluctuation analysis.	0.8	\$ 200	\$ 160
Collins, Tina	12/12/03	Perform testwork on Shared Tech revenue.	1.0	\$ 200	\$ 200
Douglas, Steve	12/12/03	Discuss forensic involvement in annual audit with G. McClanahan, J. Rossel, J. Jandera, C. Collins, J. Garner and B. Bush (all KPMG).	1.7	\$ 600	\$ 1,020
Garner, Jim	12/12/03	Discuss of forensic involvement in annual audit with S. Douglas, G. McClanahan, J. Rossel, J. Jandera, C. Collins and B. Bush (all KPMG).	1.7	\$ 300	\$ 510
Garner, Jim	12/12/03	Document equity testwork.	1.5	\$ 300	\$ 450
Garner, Jim	12/12/03	Meet with N. Narcisse (Allegiance) to discuss capitalized labor process.	0.6	\$ 300	\$ 180
Garner, Jim	12/12/03	Document capitalized labor process.	1.9	\$ 300	\$ 570

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Name	Date	Description	Hours	Rate	Amount
Jandera, Judy	12/12/03	Discuss forensic involvement in annual audit with S. Douglas, G. McClanahan, J. Rossel, J. Garner, D. Stockton, C. Collins, J. Matthews and B. Bush (all KPMG).	1.7	\$ 325	\$ 553
Jandera, Judy	12/12/03	Discuss CABS sample and additional information needed with J. Russel (Allegiance) and T. Collins (KPMG).	0.2	\$ 325	\$ 65
Jandera, Judy	12/12/03	Discuss CABS sample and additional information needed with J. Russel (Allegiance).	1.4	\$ 325	\$ 455
Jandera, Judy	12/12/03	Discuss credit questions with D. Crane (Allegiance).	0.6	\$ 325	\$ 195
Jandera, Judy	12/12/03	Discuss information risk management controls planning with J. Rossel (KPMG).	0.3	\$ 325	\$ 98
Jandera, Judy	12/12/03	Discuss setting up meetings for SAS 99 review with L. Sutter (Allegiance).	1.3	\$ 325	\$ 423
Jandera, Judy	12/12/03	Discuss fraud risk factors with M. Colbert (Allegiance).	0.4	\$ 325	\$ 130
McClanahan, Geof	12/12/03	Discuss forensic involvement in annual audit with S. Douglas, J. Rossel, J. Jandera, J. Garner, D. Stockton, C. Collins, J. Matthews and B. Bush (all KPMG).	1.7	\$ 550	\$ 935
McClanahan, Geof	12/12/03	Review line cost accrual workpapers prepared by J. Garner (KPMG).	1.1	\$ 550	\$ 605
Rossel, Jeremy	12/12/03	Review and update information risk management instructions	1.5	\$ 400	\$ 600
Rossel, Jeremy	12/12/03	Discuss forensic involvement in annual audit with S. Douglas, G. McClanahan, J. Jandera, J. Garner, C. Collins, G. McClanahan and B. Bush (all KPMG).	1.7	\$ 400	\$ 680
Rossel, Jeremy	12/12/03	Discuss information risk management controls with J. Jandera (KPMG).	0.3	\$ 400	\$ 120
Stockton, David	12/12/03	Perform testwork on line cost invoices.	2.3	\$ 200	\$ 460
Stockton, David	12/12/03	Continue to perform testwork on line cost invoices.	2.2	\$ 200	\$ 440
Stockton, David	12/12/03	Perform testwork on fixed asset additions.	3.5	\$ 200	\$ 700
McClanahan, Geof	12/13/03	Review analysis of the internal controls over the financial and treasury management process.	1.3	\$ 550	\$ 715
McClanahan, Geof	12/13/03	Review documentation of internal controls over cash disbursements.	2.1	\$ 550	\$ 1,155
McClanahan, Geof	12/13/03	Review documentation of internal controls over cash disbursements.	1.1	\$ 550	\$ 605
McClanahan, Geof	12/13/03	Review audit hours incurred to date and projected hours for completion of audit.	1.7	\$ 550	\$ 935
McClanahan, Geof	12/13/03	Review audit confirmation templates prepared by J Jandera (KPMG).	0.4	\$ 550	\$ 220
Garner, Jim	12/14/03	Update financial and treasury management process documentation.	1.2	\$ 300	\$ 360
Collins, Tina	12/15/03	Perform testwork on prepared expense fluctuations.	1.0	\$ 200	\$ 200
Collins, Tina	12/15/03	Review Shared Tech credit adjustments.	2.0	\$ 200	\$ 400
Collins, Tina	12/15/03	Discuss Kaplan A/R testwork with L. Fox (Allegiance).	0.2	\$ 200	\$ 40
Collins, Tina	12/15/03	Prepare cash control testwork request.	0.6	\$ 200	\$ 120
Collins, Tina	12/15/03	Perform testwork on prepared expense fluctuations.	1.0	\$ 200	\$ 200
Collins, Tina	12/15/03	Perform audit testwork on prepaid expense rollforward.	2.5	\$ 200	\$ 500
Collins, Tina	12/15/03	Analyze other assets fluctuations.	0.2	\$ 200	\$ 40
Collins, Tina	12/15/03	Perform prepaid expense testwork and long-term deposits testwork.	0.5	\$ 200	\$ 100
Garner, Jim	12/15/03	Update financial treasury process analysis document.	0.5	\$ 300	\$ 150
Garner, Jim	12/15/03	Perform during quarters carry forward acquisition testwork.	0.6	\$ 300	\$ 180

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Garner, Jim	12/15/03	Meet with M. Colbert (Allegiance) to discuss employee time entry process.	0.4	\$ 300	\$ 120
Garner, Jim	12/15/03	Update developing the network process analysis document.	1.1	\$ 300	\$ 330
Garner, Jim	12/15/03	Address manager review notes on process analysis documents and audit program guides.	1.4	\$ 300	\$ 420
Garner, Jim	12/15/03	Document retirement sample selection process.	1.0	\$ 300	\$ 300
Jandera, Judy	12/15/03	Document STFI process in Customer Care & Billing process analysis document.	1.1	\$ 325	\$ 358
Jandera, Judy	12/15/03	Document STFI inventory process for disbursement process analysis document.	0.3	\$ 325	\$ 98
Jandera, Judy	12/15/03	Document CABS/EU allowance control.	0.2	\$ 325	\$ 65
Jandera, Judy	12/15/03	Document CABS adjustment control.	0.2	\$ 325	\$ 65
Jandera, Judy	12/15/03	Document CABS AR Recon control.	0.2	\$ 325	\$ 65
Jandera, Judy	12/15/03	Prepare A/R reconciliation memo.	0.1	\$ 325	\$ 33
Jandera, Judy	12/15/03	Review cash, legal, MFN and transfer agent confirmations and send to managers for review.	0.2	\$ 325	\$ 65
Jandera, Judy	12/15/03	Search for Shared Tech acquisition testwork documentation in Q2 2003 binder to carryforward to final.	0.1	\$ 325	\$ 33
Jandera, Judy	12/15/03	Discuss cash receipts testwork items with L. Fox (Allegiance).	0.1	\$ 325	\$ 33
Jandera, Judy	12/15/03	Discuss cash receipts testwork items with J. Russel (Allegiance).	0.2	\$ 325	\$ 65
Jandera, Judy	12/15/03	Discuss bank access controls with L. Fox (Allegiance).	0.7	\$ 325	\$ 228
Jandera, Judy	12/15/03	Discuss SAS 99 meeting scheduling with L. Sutter (Allegiance).	0.2	\$ 325	\$ 65
Jandera, Judy	12/15/03	Review end user journal entry control testwork documentation.	0.2	\$ 325	\$ 65
Jandera, Judy	12/15/03	Discuss CABS accounts receivable set off with Verizon with J. Russel (Allegiance).	0.2	\$ 325	\$ 65
Jandera, Judy	12/15/03	Prepare correspondence notifying of SAS 99 scheduling to forensics and audit.	0.4	\$ 325	\$ 130
Jandera, Judy	12/15/03	Discuss CABS adjustment controls with G. Vest (Allegiance).	0.2	\$ 325	\$ 65
Jandera, Judy	12/15/03	Update correspondence notifying of scheduling updates.	0.2	\$ 325	\$ 65
Jandera, Judy	12/15/03	Prepare SAS 99 meeting memo and fraud audit program guide.	0.7	\$ 325	\$ 228
Rossel, Jeremy	12/15/03	Discuss information risk management timing with M. Colbert (Allegiance)	0.1	\$ 400	\$ 40
Rossel, Jeremy	12/15/03	Review confirmation templates.	0.4	\$ 400	\$ 160
Stockton, David	12/15/03	Perform testwork on fixed asset additions.	2.3	\$ 200	\$ 460
Stockton, David	12/15/03	Perform testwork on line cost invoices	3.0	\$ 200	\$ 600
Stockton, David	12/15/03	Discuss Line Costs with T. Dawson (Allegiance)	0.7	\$ 200	\$ 140
Collins, Tina	12/16/03	Perform testwork on long-term deposits testwork.	2.0	\$ 200	\$ 400
Collins, Tina	12/16/03	Perform testwork on other assets.	1.0	\$ 200	\$ 200
Collins, Tina	12/16/03	Perform fluctuation analysis on other assets.	2.0	\$ 200	\$ 400
Collins, Tina	12/16/03	Search for debt balance for Bank of NY on bmccorp.net website.	2.2	\$ 200	\$ 440
Collins, Tina	12/16/03	A/R Carryforward - copying from 3Q.	0.3	\$ 200	\$ 60
Collins, Tina	12/16/03	Analyze A/R fluctuation.	1.5	\$ 200	\$ 300
Garner, Jim	12/16/03	Select gain sample.	0.9	\$ 300	\$ 270
Garner, Jim	12/16/03	Document gain sample.	0.7	\$ 300	\$ 210
Garner, Jim	12/16/03	Examine Shared Tech revenue contracts.	1.1	\$ 300	\$ 330

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Garner, Jim	12/16/03	Document multiple element impact of Shared Tech contracts.	0.8	\$ 300	\$ 240
Garner, Jim	12/16/03	Meet with G. McClanahan (KPMG) and A. Terri (Allegiance) regarding SAS 99 requirements.	0.6	\$ 300	\$ 180
Garner, Jim	12/16/03	Examine support for loss sample.	1.1	\$ 300	\$ 330
Garner, Jim	12/16/03	Examine support for gain sample.	1.2	\$ 300	\$ 360
Garner, Jim	12/16/03	Document support for loss sample.	0.8	\$ 300	\$ 240
Garner, Jim	12/16/03	Document support for gain sample.	0.9	\$ 300	\$ 270
Jandera, Judy	12/16/03	Discuss cash receipts control testwork with L. Fox (Allegiance).	0.3	\$ 325	\$ 98
Jandera, Judy	12/16/03	Discuss sales order process updates with B. Rodriguez (Allegiance).	0.2	\$ 325	\$ 65
Jandera, Judy	12/16/03	Select sample from queries of adjustments provided by client for adjustments control testwork.	0.2	\$ 325	\$ 65
Jandera, Judy	12/16/03	Contact meeting services to set up conference calls for SAS 99 meetings between Allegiance and KPMG.	0.3	\$ 325	\$ 98
Jandera, Judy	12/16/03	Discuss cash receipts control testwork and Allegiance Invoice Manager (AIM) process with L. Fox (Allegiance).	0.3	\$ 325	\$ 98
Jandera, Judy	12/16/03	Discuss confirmation template modifications with J. Rossel (KPMG).	0.2	\$ 325	\$ 65
Jandera, Judy	12/16/03	Discuss Shared Tech accounts receivable sample item to clarify question with L. Fox (Allegiance).	0.3	\$ 325	\$ 98
Jandera, Judy	12/16/03	Update customer care and billing process analysis document with sales order process updates provided by B. Rodriguez (Allegiance).	0.2	\$ 325	\$ 65
Jandera, Judy	12/16/03	Discuss accounts receivable reconciliation procedures and process with S. Cuello (Allegiance).	0.1	\$ 325	\$ 33
Jandera, Judy	12/16/03	Discuss mediation process updates and KPMG's clearance to obtain such information with C. Johnson (Allegiance).	0.2	\$ 325	\$ 65
Jandera, Judy	12/16/03	Document revenue assurance minutes of use reconciliation control.	0.9	\$ 325	\$ 293
Jandera, Judy	12/16/03	Discuss revenue assurance exceptions reporting control with K. Phonasa (Allegiance).	0.2	\$ 325	\$ 65
Jandera, Judy	12/16/03	Discuss cash posting reconciliation to cash receipts control and process with L. Fox (Allegiance).	0.2	\$ 325	\$ 65
Jandera, Judy	12/16/03	Update process analysis document with cash receipts and Allegiance invoice manager process.	0.4	\$ 325	\$ 130
McClanahan, Geof	12/16/03	Meet with C. Myers and T. Lord (both Allegiance) for SAS 99 discussion.	1.0	\$ 550	\$ 550
McClanahan, Geof	12/16/03	Meet with A. Terri (Allegiance) for SAS 99 discussion.	0.6	\$ 550	\$ 330
McClanahan, Geof	12/16/03	Meet with R. Holland (Allegiance) for SAS 99 discussion.	1.1	\$ 550	\$ 605
Rossel, Jeremy	12/16/03	Discuss confirmation template modifications with J. Jandera (KPMG).	0.2	\$ 400	\$ 80
Stockton, David	12/16/03	Perform testwork on fixed asset additions.	2.7	\$ 200	\$ 540
Stockton, David	12/16/03	Continue to perform testwork on fixed asset additions.	2.8	\$ 200	\$ 560
Stockton, David	12/16/03	Work to reconcile KPMG's original sample with sample given to us by client.	1.5	\$ 200	\$ 300
Stockton, David	12/16/03	Update internal control process documentation.	1.0	\$ 200	\$ 200
Collins, Tina	12/17/03	Evaluate A/R analytical.	3.3	\$ 200	\$ 660
Collins, Tina	12/17/03	Prepare prepaid account requests.	0.2	\$ 200	\$ 40
Collins, Tina	12/17/03	Evaluate prepaid expenses testwork.	2.5	\$ 200	\$ 500

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Collins, Tina	12/17/03	Summarize Board of Directors minutes from quarters.	0.7	\$ 200	\$ 140
Collins, Tina	12/17/03	Perform CABS revenue testwork.	1.0	\$ 200	\$ 200
Collins, Tina	12/17/03	Discuss with J. Russel (Allegiance) regarding outstanding CABS revenue listings.	0.3	\$ 200	\$ 60
Garner, Jim	12/17/03	Update test designs in process analysis documents.	0.7	\$ 300	\$ 210
Garner, Jim	12/17/03	Meet with G. McClanahan (KPMG) to discuss Shared Tech revenue testing.	0.4	\$ 300	\$ 120
Garner, Jim	12/17/03	Examine support for loss sample.	0.6	\$ 300	\$ 180
Garner, Jim	12/17/03	Examine support for gain sample.	0.5	\$ 300	\$ 150
Garner, Jim	12/17/03	Document support for loss sample.	0.4	\$ 300	\$ 120
Garner, Jim	12/17/03	Document support for gain sample.	0.4	\$ 300	\$ 120
Garner, Jim	12/17/03	Meet with M. Collier (Allegiance) to discuss capitalized labor rate development process.	0.7	\$ 300	\$ 210
Garner, Jim	12/17/03	Meet with J. Oglenski (Allegiance) to discuss capital labor balance.	0.3	\$ 300	\$ 90
Garner, Jim	12/17/03	Determine breakout of capitalized materials and capitalized labor.	0.5	\$ 300	\$ 150
Garner, Jim	12/17/03	Document fixed asset sample size calculation.	0.8	\$ 300	\$ 240
Garner, Jim	12/17/03	Examine Shared Tech revenue detail for January and April.	0.7	\$ 300	\$ 210
Garner, Jim	12/17/03	Select remaining Shared Tech Revenue sample from January and April.	0.6	\$ 300	\$ 180
Garner, Jim	12/17/03	Document remaining sample.	1.2	\$ 300	\$ 360
Garner, Jim	12/17/03	Examine supporting contracts for Shared Tech Revenue Sample.	1.4	\$ 300	\$ 420
Jandera, Judy	12/17/03	Review and update end user and carrier access billing revenue audit program guide. Compare and ensure controls per the audit program guide are consistent with the control and assertion matrix.	3.1	\$ 325	\$ 1,008
Jandera, Judy	12/17/03	Revise network strategies and singleview exception reporting control.	0.1	\$ 325	\$ 33
Jandera, Judy	12/17/03	Determine remaining controls to be tested from listing of controls and controls already tested.	0.2	\$ 325	\$ 65
Jandera, Judy	12/17/03	Prepare "prepared by client" listing for final audit period.	2.0	\$ 325	\$ 650
Jandera, Judy	12/17/03	Continue to prepare "prepared by client" listing for final audit period.	2.1	\$ 325	\$ 683
Jandera, Judy	12/17/03	Prepare dispute backlog management review control memo.	0.4	\$ 325	\$ 130
Jandera, Judy	12/17/03	Update fraud and SAS 99 meeting memorandum.	0.1	\$ 325	\$ 33
Jandera, Judy	12/17/03	Discuss carrier access billing reconciliation control testwork samples with E. Jarvis (Allegiance).	0.3	\$ 325	\$ 98
McClanahan, Geof	12/17/03	Meet with D. Yost (Allegiance) for SAS 99 discussion.	1.4	\$ 550	\$ 770
McClanahan, Geof	12/17/03	Meet with T. Parella (Allegiance) for SAS 99 discussion.	1.1	\$ 550	\$ 605
McClanahan, Geof	12/17/03	Prepare agenda for tax planning meeting.	0.6	\$ 550	\$ 330
McClanahan, Geof	12/17/03	Discuss Shared Tech revenue audit testwork with J. Garner (KPMG).	0.4	\$ 550	\$ 220
McClanahan, Geof	12/17/03	Meet with J. Dumbleton (Allegiance) for SAS 99 discussion.	1.1	\$ 550	\$ 605
McClanahan, Geof	12/17/03	Meet with C. Kornegay, R. Olsen and V. Estes (all Allegiance) to discuss income tax provision matters for audit.	0.5	\$ 550	\$ 275
McClanahan, Geof	12/17/03	Prepare 2003 audit plan presentation for audit committee.	1.7	\$ 550	\$ 935

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McClanahan, Geof	12/17/03	Review list of items requested for the audit work to be performed in January/February 2004 prepared by J. Jandera (KPMG).	0.3	\$ 550	\$ 165
McClanahan, Geof	12/17/03	Review notes from SAS 99 meetings.	1.3	\$ 550	\$ 715
Stockton, David	12/17/03	Perform internal control testwork on disbursement process.	3.7	\$ 200	\$ 740
Stockton, David	12/17/03	Review A/P reconciliation as of 9/30/03.	0.8	\$ 200	\$ 160
Stockton, David	12/17/03	Perform testwork on fixed asset additions.	2.3	\$ 200	\$ 460
Stockton, David	12/17/03	Continue to perform testwork on fixed asset additions.	2.2	\$ 200	\$ 440
Collins, Tina	12/18/03	Perform testwork on CABS revenue.	1.0	\$ 200	\$ 200
Collins, Tina	12/18/03	Perform testwork on long-term deposits.	3.2	\$ 200	\$ 640
Collins, Tina	12/18/03	Summarize Board of Directors minutes from quarters.	1.2	\$ 200	\$ 240
Collins, Tina	12/18/03	Perform A/R analytical as of 9/30/03.	2.6	\$ 200	\$ 520
Garner, Jim	12/18/03	Document sample selection methodology for selecting Shared Tech revenue sample.	0.8	\$ 300	\$ 240
Garner, Jim	12/18/03	Discuss Shared Tech revenue sample selection methodology with J. Jandera (KPMG).	0.3	\$ 300	\$ 90
Garner, Jim	12/18/03	Discuss SAS 99 requirements with J. Matthews and J. Jandera (both KPMG), and E. Quilici (Allegiance).	0.7	\$ 300	\$ 210
Garner, Jim	12/18/03	Inspect Shared Tech revenue detail for January and July.	0.2	\$ 300	\$ 60
Garner, Jim	12/18/03	Verify mathematical accuracy of the schedules.	0.4	\$ 300	\$ 120
Garner, Jim	12/18/03	Reconcile to GL.	0.3	\$ 300	\$ 90
Garner, Jim	12/18/03	Select Shared Tech revenue sample from January and July detail.	1.6	\$ 300	\$ 480
Garner, Jim	12/18/03	Document Shared Tech revenue sample for January and July.	1.1	\$ 300	\$ 330
Garner, Jim	12/18/03	Discuss SAS 99 requirements with J. Pendleton (Allegiance).	0.6	\$ 300	\$ 180
Garner, Jim	12/18/03	Examine Shared Tech maintenance contracts to ensure proper compliance.	1.9	\$ 300	\$ 570
Garner, Jim	12/18/03	Document capitalized labor process.	0.7	\$ 300	\$ 210
Jandera, Judy	12/18/03	Discuss Shared Tech accounts receivable sample selection question with J. Garner (KPMG).	0.3	\$ 325	\$ 98
Jandera, Judy	12/18/03	Discuss SAS 99 requirements with J. Matthews and J. Garner (both KPMG) and E. Quilici (Allegiance).	0.7	\$ 325	\$ 228
Jandera, Judy	12/18/03	Discuss revenue recognition calculations in RS6000 for Shared Tech with S. Cuello (Allegiance).	0.2	\$ 325	\$ 65
Jandera, Judy	12/18/03	Document revenue variance analysis control testwork.	0.3	\$ 325	\$ 98
Jandera, Judy	12/18/03	Read news article regarding potential sale of Allegiance to Qwest.	0.2	\$ 325	\$ 65
Jandera, Judy	12/18/03	Prepare SAB 101 Specific Topic Audit Program Guide - Revenue Recognition for Allegiance.	0.1	\$ 325	\$ 33
Jandera, Judy	12/18/03	Discuss network cost accrual methodology and status of IRM procedures with J. Rossel (KPMG).	0.5	\$ 325	\$ 163
Jandera, Judy	12/18/03	Document and perform inventory price testwork.	1.2	\$ 325	\$ 390
Jandera, Judy	12/18/03	Discuss exceptions in step two of inventory cycle count observation procedure with M. Rosales (KPMG).	0.5	\$ 325	\$ 163
Jandera, Judy	12/18/03	Perform cash reconciliation from cash receipt to posting in AR subledger control testwork.	0.6	\$ 325	\$ 195
McClanahan, Geof	12/18/03	Meet with T. Narramore (Allegiance) for SAS 99 discussion.	0.9	\$ 550	\$ 495
McClanahan, Geof	12/18/03	Meet with K Hatley (Allegiance) for SAS 99 discussion.	0.8	\$ 550	\$ 440

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Name	Date	Description	Hours	Rate	Amount
McClanahan, Geof	12/18/03	Review documentation of revenue process for end user customers.	2.2	\$ 550	\$ 1,210
Rosales, Mario	12/18/03	Initial interview and tour of the facilities.	2.0	\$ 225	\$ 450
Rosales, Mario	12/18/03	Perform test counts (sheet to floor).	1.0	\$ 225	\$ 225
Rosales, Mario	12/18/03	Perform test counts (floor to sheet).	1.0	\$ 225	\$ 225
Rosales, Mario	12/18/03	Perform step two per inventory observation instructions.	1.5	\$ 225	\$ 338
Rosales, Mario	12/18/03	Teleconference with J. Jandera (KPMG) regarding exceptions in step two.	0.5	\$ 225	\$ 113
Rosales, Mario	12/18/03	Document inventory observation procedures performed.	3.0	\$ 225	\$ 675
Rossel, Jeremy	12/18/03	Discuss network cost accrual methodology and status of information risk management procedures with J. Jandera (KPMG)	0.5	\$ 400	\$ 200
Rossel, Jeremy	12/18/03	Document instructions on which Allegiance IT contacts to discuss KPMG testing schedule with to J. Jandera (KPMG).	0.1	\$ 400	\$ 40
Stockton, David	12/18/03	Perform testwork on fixed asset additions.	3.1	\$ 200	\$ 620
Stockton, David	12/18/03	Perform testwork on line cost invoices.	2.2	\$ 200	\$ 440
Stockton, David	12/18/03	Perform testwork on disbursement control process.	3.2	\$ 200	\$ 640
Collins, Tina	12/19/03	Perform testwork on cash receipts controls	2.5	\$ 200	\$ 500
Collins, Tina	12/19/03	Follow up on outstanding items.	2.5	\$ 200	\$ 500
Collins, Tina	12/19/03	Prepare open items listing.	1.0	\$ 200	\$ 200
Collins, Tina	12/19/03	Prepare information risk management documentation (carryforwards).	2.0	\$ 200	\$ 400
Garner, Jim	12/19/03	Discuss Shared Tech revenue testwork with J. Jandera (KPMG).	0.2	\$ 300	\$ 60
Garner, Jim	12/19/03	Examine Shared Tech maintenance contracts to ensure proper compliance.	4.1	\$ 300	\$ 1,230
Garner, Jim	12/19/03	Compile documentation for RAS testwork.	1.0	\$ 300	\$ 300
Garner, Jim	12/19/03	Document additional information learned related to the capitalized labor process.	0.6	\$ 300	\$ 180
Garner, Jim	12/19/03	Document support for financial reporting controls.	1.2	\$ 300	\$ 360
Jandera, Judy	12/19/03	Discuss cash reconciliation from cash receipt to posting in AR subledger control testwork questions with L. Fox (Allegiance).	0.8	\$ 325	\$ 260
Jandera, Judy	12/19/03	Prepare control testwork memo for carrier access billing reconciliation.	0.3	\$ 325	\$ 98
Jandera, Judy	12/19/03	Prepare control testwork memo for carrier access billing verification.	0.3	\$ 325	\$ 98
Jandera, Judy	12/19/03	Discuss SAS 99 requirements with T. Smith (Allegiance).	0.6	\$ 325	\$ 195
Jandera, Judy	12/19/03	Discuss Shared Tech revenue testwork with J. Garner (KPMG).	0.2	\$ 325	\$ 65
Jandera, Judy	12/19/03	Document test of design testwork results for end user and carrier access billing the respective process analysis documents.	2.4	\$ 325	\$ 780
Jandera, Judy	12/19/03	Set up information risk management testwork documents and procedures.	0.3	\$ 325	\$ 98
Jones, Bryan	12/19/03	Review background information on Allegiance for SAS 99 planning.	0.5	\$ 650	\$ 325
Rosales, Mario	12/19/03	Perform knowledge assessment interview with J. Fallon (Allegiance).	1.0	\$ 225	\$ 225
Rosales, Mario	12/19/03	Complete memo and time input.	2.0	\$ 225	\$ 450
Rossel, Jeremy	12/19/03	Discuss timing and logistics of information risk management procedures with M. Pulickel (KPMG).	0.2	\$ 400	\$ 80

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Name	Date	Description	Hours	Rate	Amount
Stockton, David	12/19/03	Perform testwork on fixed asset additions.	2.6	\$ 200	\$ 520
Stockton, David	12/19/03	Perform testwork on line cost invoices.	3.1	\$ 200	\$ 620
Stockton, David	12/19/03	Perform testwork on disbursement control process.	2.8	\$ 200	\$ 560
McClanahan, Geof	12/22/03	Meet with M. Treznowski (Allegiance) for SAS 99 discussion.	0.9	\$ 550	\$ 495
McClanahan, Geof	12/22/03	Meet with C. Kornegay (Allegiance) for SAS 99 discussion.	0.8	\$ 550	\$ 440
McClanahan, Geof	12/22/03	Continue reviewing documentation of revenue process for end user customers.	1.5	\$ 550	\$ 825
Rossel, Jeremy	12/22/03	Introductory discussion and tour of Allegiance facilities with M. Pulickel (KPMG)	0.5	\$ 400	\$ 200
McClanahan, Geof	12/23/03	Continue reviewing documentation of revenue process for end user customers.	1.9	\$ 550	\$ 1,045
Rossel, Jeremy	12/23/03	Discuss status of information risk management procedures with M. Pulickel (KPMG).	0.2	\$ 400	\$ 80
McClanahan, Geof	12/24/03	Continue reviewing documentation of revenue process for end user customers.	0.8	\$ 550	\$ 440
McClanahan, Geof	12/24/03	Review documentation of revenue process for carrier access.	3.5	\$ 550	\$ 1,925
McClanahan, Geof	12/24/03	Continue reviewing documentation of revenue process for carrier access.	2.3	\$ 550	\$ 1,265
McClanahan, Geof	12/29/03	Review audit program for end user revenue audit procedures.	0.9	\$ 550	\$ 495
McClanahan, Geof	12/29/03	Review audit program for end user revenue audit procedures.	1.5	\$ 550	\$ 825
McColl, Morag	12/29/03	Review scope of audit procedures with M. Pulickel (KPMG).	1.8	\$ 500	\$ 900
McColl, Morag	12/29/03	Review documentation provided by client.	1.2	\$ 500	\$ 600
McClanahan, Geof	12/30/03	Review audit program for carrier access billing revenue audit procedures.	2.2	\$ 550	\$ 1,210
McClanahan, Geof	12/30/03	Review audit workpapers for accounts receivable testwork.	2.8	\$ 550	\$ 1,540
McColl, Morag	12/30/03	Review source code provided by client.	1.0	\$ 500	\$ 500
McClanahan, Geof	12/31/03	Review general binder items for 2003 audit.	1.7	\$ 550	\$ 935
McClanahan, Geof	12/31/03	Review audit workpapers documenting internal control testwork on line costs and accounts payable.	1.8	\$ 550	\$ 990
McClanahan, Geof	12/31/03	Review audit workpapers documenting fixed asset testwork.	1.2	\$ 550	\$ 660
McColl, Morag	12/31/03	Review audit status with M. Pulickel (KPMG).	0.5	\$ 500	\$ 250
McColl, Morag	12/31/03	Determine status of RAS procedures.	1.5	\$ 500	\$ 750
Douglas, Steve	01/04/04	Review Audit Committee presentation.	1.0	\$ 600	\$ 600
Douglas, Steve	01/06/04	Participate in tax planning call.	0.3	\$ 600	\$ 180
McClanahan, Geof	01/06/04	Review audit workpapers documenting testwork on prepaid expenses and other assets.	2.7	\$ 550	\$ 1,485
McClanahan, Geof	01/06/04	Review audit workpapers documenting testwork on fixed assets.	1.9	\$ 550	\$ 1,045
Douglas, Steve	01/07/04	Participate in SAS 99 interview with R. Hundt (Allegiance Audit Committee) and G. McClanahan (KPMG).	0.5	\$ 600	\$ 300
Jandera, Judy	01/07/04	Discuss manager review comments on revenue workpapers with G. McClanahan (KPMG).	1.9	\$ 325	\$ 618
McClanahan, Geof	01/07/04	Review audit workpapers documenting testwork on accounts payable internal controls.	1.7	\$ 550	\$ 935

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Name	Date	Description	Hours	Rate	Amount
McClanahan, Geof	01/07/04	Discuss manager review comments on revenue workpapers with J. Jandera (KPMG).	1.9	\$ 550	\$ 1,045
McClanahan, Geof	01/07/04	Review pending list of interim audit testwork to be completed in January 2004.	0.3	\$ 550	\$ 165
McClanahan, Geof	01/07/04	Conduct SAS 99 discussion with S. Douglas (KPMG) and R. Hundt (Allegiance Audit Committee).	0.5	\$ 550	\$ 275
McClanahan, Geof	01/08/04	Review actual compared to budgeted audit hours by audit area.	1.4	\$ 550	\$ 770
McClanahan, Geof	01/08/04	Prepare audit plan and status update for the Audit Committee.	1.1	\$ 550	\$ 605
McClanahan, Geof	01/09/04	Complete audit steps on the SAS 99 checklist.	2.5	\$ 550	\$ 1,375
McClanahan, Geof	01/10/04	Prepare memo documenting the application of FAS 144 at December 31, 2003.	2.1	\$ 550	\$ 1,155
McClanahan, Geof	01/10/04	Review audit hours incurred through December 31, 2003 compared to budget.	1.3	\$ 550	\$ 715
McClanahan, Geof	01/11/04	Complete memo documenting the application of FAS 144 at December 31, 2003.	2.1	\$ 550	\$ 1,155
McCull, Morag	01/14/04	Initial review of information risk management work.	2.0	\$ 500	\$ 1,000
McCull, Morag	01/14/04	Scope discussion and planning.	1.0	\$ 500	\$ 500
McCull, Morag	01/15/04	Review of information risk management workpapers.	2.0	\$ 500	\$ 1,000
Bratton, Amanda	01/19/04	Discuss Company background and end user adjustment control testwork procedures with J. Jandera (KPMG).	0.3	\$ 175	\$ 53
Bratton, Amanda	01/19/04	Perform customer account adjustment testwork.	2.0	\$ 175	\$ 350
Bratton, Amanda	01/19/04	Discuss CABS bill reconciliation control testwork process and procedures with J. Jandera (KPMG).	0.4	\$ 175	\$ 70
Bratton, Amanda	01/19/04	Perform billing testwork.	2.0	\$ 175	\$ 350
Bratton, Amanda	01/19/04	Discuss CABS bill verification testwork with J. Jandera (KPMG).	0.9	\$ 175	\$ 158
Bratton, Amanda	01/19/04	Perform CABS billing testwork.	2.0	\$ 175	\$ 350
Collins, Tina	01/19/04	Reference Interim w/ps in CY binder.	1.5	\$ 200	\$ 300
Collins, Tina	01/19/04	Edit 9/30 A/R Lead and TML - Qwest reserve.	0.8	\$ 200	\$ 160
Collins, Tina	01/19/04	Edit 9/30 A/R Lead and TML - Wcom reserve tickmark.	0.7	\$ 200	\$ 140
Collins, Tina	01/19/04	Update cash receipts TW - End User (formatting, finalizing open items, etc.).	1.0	\$ 200	\$ 200
Collins, Tina	01/19/04	Clear G. McClanahan (KPMG) review notes for prepaid assets (9/30 w/ps).	2.4	\$ 200	\$ 480
Collins, Tina	01/19/04	Clear G. McClanahan (KPMG) review notes for other assets (9/30 w/ps).	2.6	\$ 200	\$ 520
Jandera, Judy	01/19/04	Discuss Company background and end user adjustment control testwork procedures with A. Bratton (KPMG).	0.3	\$ 325	\$ 98
Jandera, Judy	01/19/04	Research error noted in Shared Tech inventory price testwork and calculate extrapolation.	1.2	\$ 325	\$ 390
Jandera, Judy	01/19/04	Discuss CABS bill reconciliation control testwork process and procedures with A. Bratton (KPMG).	0.4	\$ 325	\$ 130
Jandera, Judy	01/19/04	Discuss CABS bill verification control testwork process and procedures with A. Bratton (KPMG).	0.9	\$ 325	\$ 293
Jandera, Judy	01/19/04	Review Shared Tech inventory cycle count observation testwork prepared by M. Rosales (KPMG).	1.8	\$ 325	\$ 585
Jandera, Judy	01/19/04	Discuss "Prepared by Client" items and clarification of requests with T. Smith and L. Hodger (both Allegiance).	0.3	\$ 325	\$ 98
Jandera, Judy	01/19/04	Prepare memo for inventory cycle count control testwork.	0.9	\$ 325	\$ 293

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Jandera, Judy	01/19/04	Prepare listing of audit procedures for staff to perform.	0.1	\$ 325	\$ 33
Jandera, Judy	01/19/04	Perform control testwork over end user cash receipts reconciliation to posting in subledger.	0.9	\$ 325	\$ 293
McClanahan, Geof	01/19/04	Review actual hours incurred to date compared to budget.	0.6	\$ 550	\$ 330
Stockton, David	01/19/04	Clear manager review notes related to fixed asset additions.	1.2	\$ 200	\$ 240
Stockton, David	01/19/04	Finalize control testwork related to line cost.	0.5	\$ 200	\$ 100
Stockton, David	01/19/04	Discuss disbursement controls with G. West (Allegiance).	0.9	\$ 200	\$ 180
Stockton, David	01/19/04	Document disbursement controls testwork results after discussion with client.	2.3	\$ 200	\$ 460
Stockton, David	01/19/04	Clear notes related to disbursement control.	2.1	\$ 200	\$ 420
Bratton, Amanda	01/20/04	Draft significant issues and decisions document.	1.2	\$ 175	\$ 210
Bratton, Amanda	01/20/04	Draft audit checklist.	1.4	\$ 175	\$ 245
Bratton, Amanda	01/20/04	Download standard KPMG management representation letter and draft letter for Allegiance.	1.0	\$ 175	\$ 175
Bratton, Amanda	01/20/04	Discuss overview of Company, overview of industry, audit area assignments and audit procedures for other assets.	1.8	\$ 175	\$ 315
Bratton, Amanda	01/20/04	Perform adjustments testwork and prepare procedures and results memo.	2.1	\$ 175	\$ 368
Bratton, Amanda	01/20/04	Review the 2002 10K.	0.5	\$ 175	\$ 88
Bratton, Amanda	01/20/04	Discuss audit items/responsibilities with J. Jandera, T. Collins and D. Stockton (all KPMG).	0.4	\$ 175	\$ 70
Bratton, Amanda	01/20/04	Discuss list of items to accomplish for general binder and location of workpapers on AssuranceSource to tailor for Allegiance with J. Jandera (KPMG).	0.4	\$ 175	\$ 70
Collins, Tina	01/20/04	Clear G. McClanahan (KPMG) review notes for prepaids and other assets: inventory variance analysis.	1.2	\$ 200	\$ 240
Collins, Tina	01/20/04	Clear review notes for prepaids and other assets: barter transactions documentation research.	1.3	\$ 200	\$ 260
Collins, Tina	01/20/04	Clear manager review notes over cash testwork and cash analytical for 9/30/03.	1.0	\$ 200	\$ 200
Collins, Tina	01/20/04	Clear S. Douglas (KPMG) review notes A/R Cash Receipts Testwork, End User.	2.0	\$ 200	\$ 400
Collins, Tina	01/20/04	Prepare cash receipts Testwork Procedures Memo.	0.8	\$ 200	\$ 160
Collins, Tina	01/20/04	Prepare Prepaid Insurance note and recalculate D&O liability balance.	1.8	\$ 200	\$ 360
Collins, Tina	01/20/04	Discuss with J. Jandera, D. Stockton and A. Bratton (all KPMG) audit responsibilities and assigned areas.	0.4	\$ 200	\$ 80
Collins, Tina	01/20/04	Review A/R audit program guide.	1.0	\$ 200	\$ 200
Collins, Tina	01/20/04	Perform A/R billings control testwork.	1.9	\$ 200	\$ 380
Collins, Tina	01/20/04	Discuss questions regarding manager review notes over accounts receivable and prepaid assets and discuss questions regarding carrier access billing reconciliation control testwork procedures with J. Jandera (KPMG).	0.6	\$ 200	\$ 120
Jandera, Judy	01/20/04	Discuss carrier access billing verification controls with E. Jarvis (Allegiance).	0.6	\$ 325	\$ 195
Jandera, Judy	01/20/04	Discuss audit items and responsibilities with D. Stockton, T. Collins and A. Bratton (all KPMG).	0.4	\$ 325	\$ 130
Jandera, Judy	01/20/04	Discuss list of items to accomplish for general binder and location of workpapers on AssuranceSource to tailor for Allegiance with A. Bratton (KPMG).	0.4	\$ 325	\$ 130

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Name	Date	Description	Hours	Rate	Amount
Jandera, Judy	01/20/04	Prepare audit area assignments and due dates.	0.6	\$ 325	\$ 195
Jandera, Judy	01/20/04	Perform CABS reciprocal compensation bill verification / manual invoicing control testwork procedures.	3.2	\$ 325	\$ 1,040
Jandera, Judy	01/20/04	Continue to perform CABS reciprocal compensation bill verification / manual invoicing control testwork procedures.	2.4	\$ 325	\$ 780
Jandera, Judy	01/20/04	Discuss overview of Company, overview of industry, audit area assignments and audit procedures for other assets.	1.8	\$ 325	\$ 585
Jandera, Judy	01/20/04	Discuss reciprocal compensation manual invoicing questions with E. Jarvis (Allegiance).	0.7	\$ 325	\$ 228
Jandera, Judy	01/20/04	Discuss with D. Stockton (KPMG) fixed asset additions.	0.4	\$ 325	\$ 130
Jandera, Judy	01/20/04	Discuss questions regarding manager review notes over accounts receivable and prepaid assets and discuss questions regarding carrier access billing reconciliation control testwork procedures with T. Collins (KPMG).	0.6	\$ 325	\$ 195
Stockton, David	01/20/04	Clear review notes related to fixed asset additions.	1.2	\$ 200	\$ 240
Stockton, David	01/20/04	Discuss fixed asset additions with J. Oglenski (Allegiance).	0.8	\$ 200	\$ 160
Stockton, David	01/20/04	Document fixed asset additions responses to audit questions from discussion with client.	1.1	\$ 200	\$ 220
Stockton, David	01/20/04	Clear manager review notes related to fixed assets.	1.0	\$ 200	\$ 200
Stockton, David	01/20/04	Clear manager review notes related to disbursements.	0.9	\$ 200	\$ 180
Stockton, David	01/20/04	Discuss fixed asset additions with M. Colbert (Allegiance).	0.5	\$ 200	\$ 100
Stockton, David	01/20/04	Discuss fixed asset additions with M. Boler (Allegiance).	0.8	\$ 200	\$ 160
Stockton, David	01/20/04	Discuss Line Cost Control testing with T. Dawson (Allegiance).	0.2	\$ 200	\$ 40
Stockton, David	01/20/04	Discuss with J. Jandera, T. Collins and A. Bratton (all KPMG) about audit responsibilities.	0.4	\$ 200	\$ 80
Stockton, David	01/20/04	Discuss fixed asset additions with J. Jandera (KPMG).	0.4	\$ 200	\$ 80
Stockton, David	01/20/04	Discuss fixed asset additions with J. Oglenski (Allegiance).	0.9	\$ 200	\$ 180
Stockton, David	01/20/04	Inspect fixed assets additions supporting information obtained from client and document responses to audit questions supplied by client.	1.9	\$ 200	\$ 380
Bratton, Amanda	01/21/04	Review, print, and place in workpapers the management representation letter drafted.	0.3	\$ 175	\$ 53
Bratton, Amanda	01/21/04	Perform cash receipts control testwork.	1.4	\$ 175	\$ 245
Bratton, Amanda	01/21/04	Perform A/P reconciliation testwork.	1.2	\$ 175	\$ 210
Bratton, Amanda	01/21/04	Discuss customer account adjustments control testwork questions and specific sample peculiarities with J. Jandera (KPMG) and C. Desmond-Donohue (Allegiance).	0.9	\$ 175	\$ 158
Bratton, Amanda	01/21/04	Discuss accounts payable reconciliation process and audit procedures with J. Jandera (KPMG).	0.3	\$ 175	\$ 53
Bratton, Amanda	01/21/04	Perform A/P reconciliation testwork.	1.7	\$ 175	\$ 298
Bratton, Amanda	01/21/04	Perform adjustments testwork / memo.	0.4	\$ 175	\$ 70
Bratton, Amanda	01/21/04	Examine equity section for last year.	0.5	\$ 175	\$ 88
Bratton, Amanda	01/21/04	Discuss equity process and audit procedures with J. Jandera (KPMG).	0.8	\$ 175	\$ 140
Bratton, Amanda	01/21/04	Perform equity testwork.	3.8	\$ 175	\$ 665
Bratton, Amanda	01/21/04	Discuss equity audit questions with J. Jandera (KPMG).	0.4	\$ 175	\$ 70

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Collins, Tina	01/21/04	Perform A/R Billings Control Testwork - vouch usage to usage reconciliation billed.	3.0	\$ 200	\$ 600
Collins, Tina	01/21/04	Prepare A/R billings control testwork memo and tickmark legend.	0.3	\$ 200	\$ 60
Collins, Tina	01/21/04	Follow-up on cash receipts control testwork - update tickmark and organize the client's files for return.	0.9	\$ 200	\$ 180
Collins, Tina	01/21/04	Format and print fixed asset rollforwards for each Company.	1.8	\$ 200	\$ 360
Collins, Tina	01/21/04	Discuss A/R billing testwork sample items with E. Jarvis (Allegiance) CABS revenue analyst.	0.5	\$ 200	\$ 100
Collins, Tina	01/21/04	Update A/R billings control testwork memo and tickmark legend to reflect noted items discussed with E. Jarvis (Allegiance).	2.0	\$ 200	\$ 400
Collins, Tina	01/21/04	Discuss carrier access billing reconciliation control testwork questions and cash receipts posting control testwork questions with J. Jandera (KPMG).	0.6	\$ 200	\$ 120
Collins, Tina	01/21/04	Perform cash receipts control testwork - vouch sampled daily cash deposits to ensure that they were applied (February, March).	2.0	\$ 200	\$ 400
Jandera, Judy	01/21/04	Discuss customer account adjustments control testwork questions and specific sample peculiarities with A. Bratton (KPMG) and C. Desmond-Donohue (Allegiance).	0.9	\$ 325	\$ 293
Jandera, Judy	01/21/04	Discuss with D. Stockton (KPMG) how to test pre-petition liabilities.	0.4	\$ 325	\$ 130
Jandera, Judy	01/21/04	Review "Prepared by Client" items received and check against prepared by client listing.	0.4	\$ 325	\$ 130
Jandera, Judy	01/21/04	Discuss CABS reciprocal compensation manual invoicing questions with E. Jarvis (Allegiance).	0.3	\$ 325	\$ 98
Jandera, Judy	01/21/04	Discuss accounts payable reconciliation process and audit procedures with A. Bratton (KPMG).	0.3	\$ 325	\$ 98
Jandera, Judy	01/21/04	Discuss equity process and audit procedures with A. Bratton (KPMG).	0.8	\$ 325	\$ 260
Jandera, Judy	01/21/04	Perform CABS reciprocal compensation bill verification / manual invoicing control testwork procedures.	3.9	\$ 325	\$ 1,268
Jandera, Judy	01/21/04	Discuss carrier access billing reconciliation control testwork questions and cash receipts posting control testwork questions with T. Collins (KPMG).	0.6	\$ 325	\$ 195
Jandera, Judy	01/21/04	Discuss equity audit questions with A. Bratton (KPMG).	0.4	\$ 325	\$ 130
Jandera, Judy	01/21/04	Discuss accounts payable / liabilities, liabilities classification, and fixed assets depreciation audit approach and questions with D. Stockton (KPMG).	0.8	\$ 325	\$ 260
Stockton, David	01/21/04	Discuss pre-petition liability accounts with M. Colbert (Allegiance).	0.6	\$ 200	\$ 120
Stockton, David	01/21/04	Document response to audit questions related to pre-petition liability accounts.	0.8	\$ 200	\$ 160
Stockton, David	01/21/04	Discuss with J. Jandera (KPMG) how to test pre-petition liabilities.	0.4	\$ 200	\$ 80
Stockton, David	01/21/04	Document audit procedures and approach to testing pre-petition liabilities.	0.6	\$ 200	\$ 120
Stockton, David	01/21/04	Inspect accrued liability supporting documents received from M. Colbert (Allegiance).	0.5	\$ 200	\$ 100

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Name	Date	Description	Hours	Rate	Amount
Stockton, David	01/21/04	Review PQ pre-petition liability testwork to help determine how to test at year end.	0.5	\$ 200	\$ 100
Stockton, David	01/21/04	Agree 12/31/03 fixed asset rollforward to prior year workpapers and the general ledger.	0.5	\$ 200	\$ 100
Stockton, David	01/21/04	Agree addition and retirement detail to rollforward.	0.6	\$ 200	\$ 120
Stockton, David	01/21/04	Discuss how to analytically review depreciation expense for 12/31/03 with J. Oglenski (Allegiance).	1.5	\$ 200	\$ 300
Stockton, David	01/21/04	Inspect Q4 fixed asset additions and select sample to test.	1.2	\$ 200	\$ 240
Stockton, David	01/21/04	Inspect Q4 retirements detail and select sample.	0.6	\$ 200	\$ 120
Stockton, David	01/21/04	Research accrued lead sheet to determine which accruals to test.	0.8	\$ 200	\$ 160
Stockton, David	01/21/04	Discuss accounts payable / liabilities, liabilities classification, and fixed assets depreciation audit approach and questions with J. Jandera (KPMG).	0.8	\$ 200	\$ 160
Bratton, Amanda	01/22/04	Perform equity testwork.	2.0	\$ 175	\$ 350
Bratton, Amanda	01/22/04	Foot bank reconciliations.	0.7	\$ 175	\$ 123
Bratton, Amanda	01/22/04	Discuss bank reconciliations with J. Jandera (KPMG).	0.2	\$ 175	\$ 35
Bratton, Amanda	01/22/04	Trace reconciliation to GL.	0.9	\$ 175	\$ 158
Bratton, Amanda	01/22/04	Create bank account worksheet.	0.7	\$ 175	\$ 123
Bratton, Amanda	01/22/04	Meet to discuss cash testwork with J. Jandera (KPMG).	0.2	\$ 175	\$ 35
Bratton, Amanda	01/22/04	Prepare cash section.	0.9	\$ 175	\$ 158
Bratton, Amanda	01/22/04	Test cash deposits reconciliation.	0.6	\$ 175	\$ 105
Bratton, Amanda	01/22/04	Perform customer care and billing testwork.	0.7	\$ 175	\$ 123
Bratton, Amanda	01/22/04	Perform cash receipts control testwork.	0.3	\$ 175	\$ 53
Bratton, Amanda	01/22/04	Examine cash application control support with J. Garner (KPMG).	0.3	\$ 175	\$ 53
Bratton, Amanda	01/22/04	Perform cash receipts control testwork.	0.8	\$ 175	\$ 140
Bratton, Amanda	01/22/04	Prepare confirmations ready to mail.	0.8	\$ 175	\$ 140
Bratton, Amanda	01/22/04	Discuss confirmations with J. Jandera (KPMG).	0.2	\$ 175	\$ 35
Bratton, Amanda	01/22/04	Perform cash receipts control testwork.	0.6	\$ 175	\$ 105
Collins, Tina	01/22/04	Perform cash receipts control testwork - vouch sampled daily cash deposits to ensure that they were applied (April, May, June).	3.2	\$ 200	\$ 640
Collins, Tina	01/22/04	Perform cash receipts control testwork - vouch sampled daily cash deposits to ensure that they were applied (July, August).	1.7	\$ 200	\$ 340
Collins, Tina	01/22/04	Perform A/R billing control testwork - usage reconciliation for New York sample.	0.5	\$ 200	\$ 100
Collins, Tina	01/22/04	Discuss cash receipts control sample items with L. Fox (Allegiance) - June, July, March, February, August.	0.5	\$ 200	\$ 100
Collins, Tina	01/22/04	Discuss A/R billing testwork sample item (New York) with E. Jarvis (Allegiance) CABS revenue analyst.	0.4	\$ 200	\$ 80
Collins, Tina	01/22/04	Perform cash receipts control testwork - reconcile February billings (edocs).	0.3	\$ 200	\$ 60
Collins, Tina	01/22/04	Read Shared Tech/Cap Gemini Ernst & Young contract and summarize terms and concepts.	2.1	\$ 200	\$ 420
Collins, Tina	01/22/04	Discuss contract summarizing procedures with J. Jandera and J. Garner (both KPMG).	0.2	\$ 200	\$ 40
Collins, Tina	01/22/04	Read STP/Oxford Health Plans contract and summarize key terms.	1.3	\$ 200	\$ 260
Collins, Tina	01/22/04	Receive A/R prepared by client's reviewed and tick/tied.	0.4	\$ 200	\$ 80

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Name	Date	Description	Hours	Rate	Amount
Garner, Jim	01/22/04	Meet with G. McClanahan and J. Jandera (both KPMG) to discuss capital labor and cash testwork and status of confirmations.	0.3	\$ 300	\$ 90
Garner, Jim	01/22/04	Discuss contract summarizing procedures with T. Collins and J. Jandera (both KPMG).	0.2	\$ 300	\$ 60
Garner, Jim	01/22/04	Examine cash application control support with A. Bratton (KPMG).	0.3	\$ 300	\$ 90
Garner, Jim	01/22/04	Read Shared Tech installation and maintenance contracts.	3.3	\$ 300	\$ 990
Garner, Jim	01/22/04	Summarize Shared Tech installation and maintenance contracts.	2.6	\$ 300	\$ 780
Jandera, Judy	01/22/04	Perform end user cash receipts reconciliation to posting to accounts control testwork.	2.2	\$ 325	\$ 715
Jandera, Judy	01/22/04	Discuss CABS reciprocal compensation manual invoicing questions with E. Jarvis (Allegiance).	0.2	\$ 325	\$ 65
Jandera, Judy	01/22/04	Perform CABS reciprocal compensation bill verification / manual invoicing control testwork procedures and prepare process/procedures memo.	1.4	\$ 325	\$ 455
Jandera, Judy	01/22/04	Inspect confirmations prepared by M. Colbert (Allegiance) prior to mailing and ensuring legal confirmations agree to selected sample of law firms.	0.6	\$ 325	\$ 195
Jandera, Judy	01/22/04	Discuss contract summarizing procedures with T. Collins and J. Garner (both KPMG).	0.2	\$ 325	\$ 65
Jandera, Judy	01/22/04	Meet with G. McClanahan and J. Garner (both KPMG) to discuss capital labor and cash testwork and status of confirmations.	0.3	\$ 325	\$ 98
Jandera, Judy	01/22/04	Review "Prepared by Client" items for accounts receivable and revenue received and check against prepared by client listing.	0.5	\$ 325	\$ 163
Jandera, Judy	01/22/04	Review management representation letter drafted by A. Bratton (KPMG).	0.4	\$ 325	\$ 130
Jandera, Judy	01/22/04	Discuss cash receipts control testwork procedures with A. Bratton (KPMG).	0.2	\$ 325	\$ 65
Jandera, Judy	01/22/04	Discuss bank reconciliation procedures with A. Bratton (KPMG).	0.2	\$ 325	\$ 65
Jandera, Judy	01/22/04	Discuss procedures related to confirmations with A. Bratton (KPMG).	0.2	\$ 325	\$ 65
McClanahan, Geof	01/22/04	Meet with J. Jandera and J. Garner (all KPMG) to discuss capital labor and cash testwork and status of confirmations	0.3	\$ 550	\$ 165
McClanahan, Geof	01/22/04	Meet with D Stockton (KPMG) to discuss manager review notes concerning fixed assets.	0.3	\$ 550	\$ 165
McClanahan, Geof	01/22/04	Review audit workpapers to clear review comments on interim audit work.	2.1	\$ 550	\$ 1,155
Stockton, David	01/22/04	Discuss with M. Colbert (Allegiance) about how to test various accruals.	0.3	\$ 200	\$ 60
Stockton, David	01/22/04	Set up accrual lead and send to M. Colbert (Allegiance).	0.6	\$ 200	\$ 120
Stockton, David	01/22/04	Set up search for unrecorded liabilities and make first selection.	1.2	\$ 200	\$ 240
Stockton, David	01/22/04	Discuss with G. West (Allegiance) regarding obtaining check registers for search for unrecorded liabilities.	0.3	\$ 200	\$ 60
Stockton, David	01/22/04	Compare liabilities subject to compromise acct#21514 at 9/30 to 12/31.	2.0	\$ 200	\$ 400

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Name	Date	Description	Hours	Rate	Amount
Stockton, David	01/22/04	Start updating Accrued Liability Memo- describes the procedures for all the accruals.	1.4	\$ 200	\$ 280
Stockton, David	01/22/04	Discuss with G. McClanahan (KPMG) manager review notes concerning fixed assets.	0.3	\$ 200	\$ 60
Stockton, David	01/22/04	Update Developing, Implementing and Managing the network audit program document for revised controls.	1.5	\$ 200	\$ 300
Bratton, Amanda	01/23/04	Perform cash receipts control testwork.	0.7	\$ 175	\$ 123
Bratton, Amanda	01/23/04	Discuss earnings per share calculations with J. Garner (KPMG).	0.2	\$ 175	\$ 35
Bratton, Amanda	01/23/04	Create adjustments workpaper.	0.4	\$ 175	\$ 70
Bratton, Amanda	01/23/04	Review prior year equity testwork and current year audit program guide to understand the equity issues and procedures necessary to audit equity for 2003.	2.3	\$ 175	\$ 403
Bratton, Amanda	01/23/04	Inspect equity workpapers and supporting documentation provided by client for 2003 audit and perform audit procedures based on audit program guide.	2.7	\$ 175	\$ 473
Bratton, Amanda	01/23/04	Foot balance sheet and income statements.	1.6	\$ 175	\$ 280
Bratton, Amanda	01/23/04	Foot revenue summary analysis.	1.8	\$ 175	\$ 315
Collins, Tina	01/23/04	Print revenue prepared by clients received from client.	1.2	\$ 200	\$ 240
Collins, Tina	01/23/04	Review A/R audit program guide's to gain an understanding of the procedures to be performed for the audit.	0.4	\$ 200	\$ 80
Collins, Tina	01/23/04	Review cash receipt analysis and balances for End Users: tied/agreed, prepared client requests list (for pmt/billing testwork).	1.2	\$ 200	\$ 240
Collins, Tina	01/23/04	Discuss A/R billing testwork sample item (New York) with E. Jarvis (Allegiance) CABS revenue analyst.	0.6	\$ 200	\$ 120
Collins, Tina	01/23/04	Discuss A/R billing testwork sample item (New York) with E. Jarvis (Allegiance) CABS revenue analyst and J. Jandera (KPMG).	0.5	\$ 200	\$ 100
Collins, Tina	01/23/04	Discuss audit approach to test accounts receivable payments and billings with J. Jandera (KPMG).	0.3	\$ 200	\$ 60
Collins, Tina	01/23/04	Review Revenue Summary and Trend for Retail Lines and Retail Product Revenue for prior year procedures.	0.5	\$ 200	\$ 100
Collins, Tina	01/23/04	Prepare note for A/R Billing Testwork sample item-New York-discussing billing reconciliation.	0.8	\$ 200	\$ 160
Collins, Tina	01/23/04	Electronically foot and crossfoot Cash Receipts Analysis and 12/31/03 Aging Rollforwards (prepared by clients).	0.3	\$ 200	\$ 60
Collins, Tina	01/23/04	Electronically foot and crossfoot Revenue Summary and Analysis YTD'02 vs. YTD'03.	0.4	\$ 200	\$ 80
Collins, Tina	01/23/04	Prepare % analysis of revenue/call and revenue/MOU for Revenue Summary and Analysis YTD'02 vs. YTD'03.	0.4	\$ 200	\$ 80
Collins, Tina	01/23/04	Foot and crossfoot Revenue Summary and Analysis YTD'02 vs. YTD'03 (by month).	0.5	\$ 200	\$ 100
Collins, Tina	01/23/04	Perform variance analysis testwork on Revenue Summary and Analysis YTD'02 vs. YTD'03 (by quarter).	1.4	\$ 200	\$ 280
Garner, Jim	01/23/04	Discuss earnings per share calculations with A. Bratton (KPMG).	0.2	\$ 300	\$ 60
Garner, Jim	01/23/04	Discuss status of Shared Tech revenue contract support for January and April samples with S. Simmons (Allegiance).	0.2	\$ 300	\$ 60
Garner, Jim	01/23/04	Read Shared Tech installation and maintenance contracts.	2.5	\$ 300	\$ 750

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Name	Date	Description	Hours	Rate	Amount
Garner, Jim	01/23/04	Summarize Shared Tech installation and maintenance contracts.	1.7	\$ 300	\$ 510
Jandera, Judy	01/23/04	Discuss audit approach to test accounts receivable payments and billings with T. Collins (KPMG).	0.3	\$ 325	\$ 98
Jandera, Judy	01/23/04	Document specific employee fraud activities noted in adjustments control testwork in the significant issues and decisions document.	0.8	\$ 325	\$ 260
Jandera, Judy	01/23/04	Discuss A/R Billing Testwork sample item (New York) with Eunice Jarvis, Allegiance CABS Revenue Analyst and T. Collins (KPMG).	0.5	\$ 325	\$ 163
Jandera, Judy	01/23/04	Discuss accounts receivable billing reconciliation with E. Jarvis (Allegiance).	0.2	\$ 325	\$ 65
Jandera, Judy	01/23/04	Review balance sheet provided by M. Colbert (Allegiance) and foot and crossfoot workpapers.	0.1	\$ 325	\$ 33
Jandera, Judy	01/23/04	Discuss cash receipts control testwork questions with L. Fox (Allegiance).	0.7	\$ 325	\$ 228
Jandera, Judy	01/23/04	Discuss SAS 70 request from EDS and EDS's response with M. Huck (Allegiance).	0.1	\$ 325	\$ 33
Jandera, Judy	01/23/04	Discuss IBNR accrual and executive loan with C. Kornegay (Allegiance).	0.1	\$ 325	\$ 33
Jandera, Judy	01/23/04	Update Customer Care & Billing process analysis document to clear manager review notes and carry over prior year files as necessary and appropriate.	0.7	\$ 325	\$ 228
Jandera, Judy	01/23/04	Review adjustments control testwork workpaper and memo.	0.3	\$ 325	\$ 98
McClanahan, Geof	01/23/04	Research application of FAS 144 impairment issues on December 31, 2003 financial statements.	0.8	\$ 550	\$ 440
McClanahan, Geof	01/23/04	Research accounting literature for proper accounting of creditor claims filed with the bankruptcy court.	1.2	\$ 550	\$ 660
Stockton, David	01/23/04	Discuss with D. Clayton (Allegiance) about getting ADP download to test payroll accrual.	0.5	\$ 200	\$ 100
Stockton, David	01/23/04	Document responses to audit questions related to testwork on payroll accrual.	0.8	\$ 200	\$ 160
Stockton, David	01/23/04	Inspect detail of Commissions accrual.	0.8	\$ 200	\$ 160
Stockton, David	01/23/04	Inspect post petition liability details from M. Colbert (Allegiance).	0.9	\$ 200	\$ 180
Stockton, David	01/23/04	Recalculate Payroll accrual.	2.1	\$ 200	\$ 420
Stockton, David	01/23/04	Discuss fixed asset additions with J. Oglenski (Allegiance).	0.5	\$ 200	\$ 100
Stockton, David	01/23/04	Document responses to audit questions related to fixed asset additions testwork.	1.5	\$ 200	\$ 300
Stockton, David	01/23/04	Inspect Capital lease Obligation rollforwards.	0.9	\$ 200	\$ 180
Collins, Tina	01/24/04	Prepare variance analysis testwork on Revenue Summary and Analysis YTD'02 vs. YTD'03 (by quarter).	3.0	\$ 200	\$ 600
Collins, Tina	01/24/04	Prepare questions for client related to Revenue Summary and Analysis YTD '02 vs. YTD '03 (by quarter).	0.5	\$ 200	\$ 100
Jandera, Judy	01/24/04	Review workpaper binders and assess status of audit and appropriate due dates.	1.9	\$ 325	\$ 618
McClanahan, Geof	01/24/04	Continue to research accounting literature for proper accounting of creditor claims filed with the bankruptcy court.	2.1	\$ 550	\$ 1,155
McClanahan, Geof	01/25/04	Review budgeted audit hours compared to actual.	0.9	\$ 550	\$ 495
Bratton, Amanda	01/26/04	Foot revenue summary analysis.	0.7	\$ 175	\$ 123

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Name	Date	Description	Hours	Rate	Amount
Bratton, Amanda	01/26/04	Discuss equity testwork and procedures with J. Jandera and J. Garner (both KPMG).	1.3	\$ 175	\$ 228
Bratton, Amanda	01/26/04	Perform equity testwork.	0.3	\$ 175	\$ 53
Bratton, Amanda	01/26/04	Discuss equity testwork with J. Garner (KPMG).	0.1	\$ 175	\$ 18
Bratton, Amanda	01/26/04	Perform equity testwork.	0.2	\$ 175	\$ 35
Bratton, Amanda	01/26/04	Obtain Allegiance badge/ID.	0.2	\$ 175	\$ 35
Bratton, Amanda	01/26/04	Perform equity testwork.	1.0	\$ 175	\$ 175
Bratton, Amanda	01/26/04	Discuss review of adjustments testwork with J. Jandera (KPMG).	0.3	\$ 175	\$ 53
Bratton, Amanda	01/26/04	Perform equity testwork and documentation.	1.1	\$ 175	\$ 193
Bratton, Amanda	01/26/04	Perform adjustment testwork.	1.0	\$ 175	\$ 175
Bratton, Amanda	01/26/04	Discuss investment audit procedures with J. Garner (KPMG).	0.2	\$ 175	\$ 35
Bratton, Amanda	01/26/04	Discuss confirmation process and procedures and investment testwork with J. Jandera (KPMG).	0.8	\$ 175	\$ 140
Bratton, Amanda	01/26/04	Analyze last years investments and cash sections.	0.4	\$ 175	\$ 70
Bratton, Amanda	01/26/04	Create confirmation worksheet.	1.0	\$ 175	\$ 175
Bratton, Amanda	01/26/04	Confirm amortization of fixed assets.	2.7	\$ 175	\$ 473
Collins, Tina	01/26/04	Edit variance analysis testwork on Revenue Summary and Analysis YTD '02 vs. YTD '03.	2.1	\$ 200	\$ 420
Collins, Tina	01/26/04	Prepare variance analysis testwork on Revenue Summary and Analysis Q4 '02 vs. Q4 '03.	3.4	\$ 200	\$ 680
Collins, Tina	01/26/04	Prepare questions for client related to Revenue Summary and Analysis Q4 '02 vs. Q4 '03.	1.2	\$ 200	\$ 240
Collins, Tina	01/26/04	Discuss questions with S. Cuello-Simmons (Allegiance) regarding Revenue Summary and Analysis YTD and Quarters.	0.5	\$ 200	\$ 100
Collins, Tina	01/26/04	Update the Revenue Summary and Analysis tickmark legends with responses to audit questions provided by client.	0.8	\$ 200	\$ 160
Collins, Tina	01/26/04	Prepare variance analysis testwork on Revenue Summary and Analysis Q3'03 vs. Q4 '03.	0.7	\$ 200	\$ 140
Collins, Tina	01/26/04	Prepare average rate per unit by month analysis for the retail produce lines.	0.7	\$ 200	\$ 140
Collins, Tina	01/26/04	Prepare variance analysis testwork on CABS Q4 '02 vs. Q4 '03 variance analysis testwork.	0.9	\$ 200	\$ 180
Collins, Tina	01/26/04	Foot and crossfoot CABS Revenue Summary and Analysis Q4 '02 - Q4 '03.	0.3	\$ 200	\$ 60
Collins, Tina	01/26/04	Prepare variance analysis testwork on CABS Revenue Summary and Analysis YTD '02 vs. YTD '03.	1.2	\$ 200	\$ 240
Collins, Tina	01/26/04	Foot and crossfoot Hosting A/R Aging Analysis; make notes, as appropriate.	0.2	\$ 200	\$ 40
Collins, Tina	01/26/04	Foot and crossfoot ABI A/R Aging Analysis; make notes, as appropriate.	0.2	\$ 200	\$ 40
Collins, Tina	01/26/04	Foot and crossfoot Kivex A/R Aging Analysis; make notes, as appropriate.	0.2	\$ 200	\$ 40
Collins, Tina	01/26/04	Foot and crossfoot Coast to Coast A/R Aging Analysis; make notes, as appropriate.	0.2	\$ 200	\$ 40
Collins, Tina	01/26/04	Foot and crossfoot STFI A/R Aging Analysis; make notes, as appropriate.	0.2	\$ 200	\$ 40
Garner, Jim	01/26/04	Discuss equity testwork with A. Bratton (KPMG).	0.1	\$ 300	\$ 30
Garner, Jim	01/26/04	Discuss amortization of differed compensation calculation with J. Jandera and A. Bratton (both KPMG).	1.3	\$ 300	\$ 390

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Name	Date	Description	Hours	Rate	Amount
Garner, Jim	01/26/04	Discuss investment audit procedures with A. Bratton (KPMG).	0.2	\$ 300	\$ 60
Garner, Jim	01/26/04	Read Shared Tech installation and maintenance contracts.	3.2	\$ 300	\$ 960
Garner, Jim	01/26/04	Continue to Read Shared Tech installation and maintenance contracts.	2.4	\$ 300	\$ 720
Garner, Jim	01/26/04	Summarize Shared Tech installation and maintenance contracts.	2.8	\$ 300	\$ 840
Garner, Jim	01/26/04	Continue to summarize Shared Tech installation and maintenance contracts.	1.3	\$ 300	\$ 390
Jandera, Judy	01/26/04	Search and send electronic files of amortization schedules for leases @ 2002 to D. Stockton (KPMG).	0.3	\$ 325	\$ 98
Jandera, Judy	01/26/04	Discuss testing of capitalized lease interest and calculation of long term vs. current lease obligation with D. Stockton (KPMG).	1.2	\$ 325	\$ 390
Jandera, Judy	01/26/04	Discuss amortization of differed compensation calculation with A. Bratton and J. Garner (both KPMG).	1.3	\$ 325	\$ 423
Jandera, Judy	01/26/04	Review comments on adjustments testwork with A. Bratton (KPMG).	0.3	\$ 325	\$ 98
Jandera, Judy	01/26/04	Review scope of audit and test work with M. McColl (KPMG).	0.3	\$ 325	\$ 98
Jandera, Judy	01/26/04	Discuss confirmation procedures/process and investments testwork with A. Bratton (KPMG).	0.8	\$ 325	\$ 260
McColl, Morag	01/26/04	Review scope of audit and test work with J. Jandera (KPMG).	0.3	\$ 500	\$ 150
McColl, Morag	01/26/04	Review information risk management workpapers.	2.3	\$ 500	\$ 1,150
Stockton, David	01/26/04	Discuss testing of capitalized lease interest and calculation of long term vs. current lease obligation with J. Jandera (KPMG).	1.2	\$ 200	\$ 240
Stockton, David	01/26/04	Discuss with M. Colbert (Allegiance) about Cap lease additions, rent obligation.	1.0	\$ 200	\$ 200
Stockton, David	01/26/04	Document client response to audit questions regarding Capital lease additions and rent obligation.	1.8	\$ 200	\$ 360
Stockton, David	01/26/04	Review lease audit program guide and prepare listing of items to request from client to audit leases.	0.5	\$ 200	\$ 100
Stockton, David	01/26/04	Review capital lease additions.	2.1	\$ 200	\$ 420
Stockton, David	01/26/04	Prepare memo for capital lease additions.	1.3	\$ 200	\$ 260
Stockton, David	01/26/04	Set up template for tying out Capital lease Interest.	1.1	\$ 200	\$ 220
Stockton, David	01/26/04	Review worked performed by A. Bratton (KPMG) on capital lease walkforwards.	1.4	\$ 200	\$ 280
Stockton, David	01/26/04	Inspect rent lapsing schedule to see which leases have been updated or are new.	1.6	\$ 200	\$ 320
Bratton, Amanda	01/27/04	Analyze prior years investment workpapers, cash workpapers and current year audit program guide to determine procedures to perform on current year balances.	0.4	\$ 175	\$ 70
Bratton, Amanda	01/27/04	Test amortization schedules.	1.3	\$ 175	\$ 228
Bratton, Amanda	01/27/04	Test current portion of leases.	2.3	\$ 175	\$ 403
Bratton, Amanda	01/27/04	Test purchase reconciliation for equity section.	2.8	\$ 175	\$ 490
Bratton, Amanda	01/27/04	Organize equity section.	0.3	\$ 175	\$ 53
Bratton, Amanda	01/27/04	Prepare summary of confirmations sent for tracking confirmation receipts.	0.5	\$ 175	\$ 88
Bratton, Amanda	01/27/04	Create list of documents needed from client.	0.9	\$ 175	\$ 158

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Name	Date	Description	Hours	Rate	Amount
Bratton, Amanda	01/27/04	Prepare and file confirmations in appropriate workpaper binders by documenting workpaper references and signing off on confirmations.	0.8	\$ 175	\$ 140
Bratton, Amanda	01/27/04	Foot walk-forward of leases.	0.8	\$ 175	\$ 140
Collins, Tina	01/27/04	Review questions for client on EU Revenue Analysis and CABS Revenue Analysis; schedule appointments to meet with client contact.	0.8	\$ 200	\$ 160
Collins, Tina	01/27/04	Discuss A/R Aging Rollforward sample with J. Jandera (KPMG).	0.2	\$ 200	\$ 40
Collins, Tina	01/27/04	Prepare sample for A/R Aging Rollforward.	0.5	\$ 200	\$ 100
Collins, Tina	01/27/04	Prepare sample for Advanced Bill system.	0.4	\$ 200	\$ 80
Collins, Tina	01/27/04	Discuss Revenue Summary Analysis questions with S. Cuello-Simmons (Allegiance).	0.5	\$ 200	\$ 100
Collins, Tina	01/27/04	Update/Edit Revenue Analytical Tickmark Legend YTD '02 vs. YTD '03: ABI referencing, Genuity broadband referencing .	0.5	\$ 200	\$ 100
Collins, Tina	01/27/04	Print and prepare "prepared by client" Genuity workpaper for file.	0.5	\$ 200	\$ 100
Collins, Tina	01/27/04	Update/Edit Revenue Analytical Tickmark Legend Q4 '02 vs. Q4 '03: ABI referencing, Genuity referencing, calculated avg. quarterly revenue/line.	0.7	\$ 200	\$ 140
Collins, Tina	01/27/04	Update/Edit Revenue Analytical Tickmark Legend Q3 '03 vs. Q4'03: Hosting - Web Services detail, ABI referencing.	0.4	\$ 200	\$ 80
Collins, Tina	01/27/04	Print and prepare other revenue workpaper for file.	0.5	\$ 200	\$ 100
Collins, Tina	01/27/04	Discuss CABS Revenue Analysis prepared by client detail with J. Russell (Allegiance) and J. Jandera (KPMG).	0.3	\$ 200	\$ 60
Collins, Tina	01/27/04	Print and prepare A/R Aging Rollforward sample selection for Payments: Coast to Coast.	1.7	\$ 200	\$ 340
Collins, Tina	01/27/04	Print and prepare A/R Aging Rollforward sample selection for Payments: Shared Tech.	1.8	\$ 200	\$ 360
Collins, Tina	01/27/04	Print and prepare A/R Aging Rollforward sample selection for Payments: Hosting.	1.7	\$ 200	\$ 340
Garner, Jim	01/27/04	Read Shared Tech installation and maintenance contracts.	3.3	\$ 300	\$ 990
Garner, Jim	01/27/04	Summarize Shared Tech installation and maintenance contracts.	2.7	\$ 300	\$ 810
Garner, Jim	01/27/04	Discuss testing methodology for Shared Tech revenue with J. Jandera (KPMG).	0.3	\$ 300	\$ 90
Garner, Jim	01/27/04	Prepare list of information needed to test the network accrual.	0.7	\$ 300	\$ 210
Garner, Jim	01/27/04	Examine network accrual support for pre-petition accrued liability account.	0.4	\$ 300	\$ 120
Garner, Jim	01/27/04	Examine network accrual support for post-petition accrued liability account.	0.6	\$ 300	\$ 180
Garner, Jim	01/27/04	Examine global estimate calculations.	0.8	\$ 300	\$ 240
Garner, Jim	01/27/04	Examine dispute listing.	0.6	\$ 300	\$ 180
Jandera, Judy	01/27/04	Discuss testing methodology for Shared Tech revenue with J. Garner (KPMG).	0.3	\$ 325	\$ 98
Jandera, Judy	01/27/04	Discuss A/R Aging Rollforward sample with T. Collins (KPMG).	0.2	\$ 325	\$ 65
Jandera, Judy	01/27/04	Locate prior year network accrual process documentation for information risk management.	0.3	\$ 325	\$ 98
Jandera, Judy	01/27/04	Review CIGNA SAS 70 obtained from client.	0.1	\$ 325	\$ 33

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Name	Date	Description	Hours	Rate	Amount
Jandera, Judy	01/27/04	Prepare and draft request for executive for personal financial statements.	0.4	\$ 325	\$ 130
Jandera, Judy	01/27/04	Meet with G. McClanahan (KPMG) to discuss information risk management control testwork results and additional procedures.	0.3	\$ 325	\$ 98
Jandera, Judy	01/27/04	Discuss CABS Revenue Analysis prepared by client detail with J. Russell (Allegiance) and T. Collins (KPMG)	0.3	\$ 325	\$ 98
Jandera, Judy	01/27/04	Inquire of T. Smith (Allegiance) regarding adjustment control sample and status of reserve workpapers.	0.2	\$ 325	\$ 65
Jandera, Judy	01/27/04	Sort, subtotal, and print out payment summaries for October 2003 to tie to accounts receivable rollforward.	0.5	\$ 325	\$ 163
Jandera, Judy	01/27/04	Review "Prepared by Client" items and check against prepared by client listing.	0.2	\$ 325	\$ 65
Jandera, Judy	01/27/04	Discuss manual journal entry categories on pivot of journal entries > \$1 million with M. Colbert (Allegiance).	0.4	\$ 325	\$ 130
Jandera, Judy	01/27/04	Select and detail sample of manual journal entries for testwork.	0.7	\$ 325	\$ 228
Jandera, Judy	01/27/04	Revise executive personal financial statement request letter per manager comments.	0.1	\$ 325	\$ 33
Jandera, Judy	01/27/04	Review specific topic audit program guides for revenue and sign off procedures performed or not applicable.	0.4	\$ 325	\$ 130
Jones, Bryan	01/27/04	Review details of Oscar Private Equity Class Action Litigation.	0.5	\$ 650	\$ 325
McClanahan, Geof	01/27/04	Meet with J. Jandera (KPMG) to discuss information risk management control testwork results and additional procedures.	0.3	\$ 550	\$ 165
McClanahan, Geof	01/27/04	Research KPMG requirements regarding illegal acts in connection with the November 2003 litigation matter regarding line counts.	1.5	\$ 550	\$ 825
McClanahan, Geof	01/27/04	Review information risk management control testwork.	2.1	\$ 550	\$ 1,155
McColl, Morag	01/27/04	Review information risk management workpapers.	2.0	\$ 500	\$ 1,000
Stockton, David	01/27/04	Agree capital lease walkforwards to prior year audited balances.	2.0	\$ 200	\$ 400
Stockton, David	01/27/04	Discuss search for unrecorded liabilities with G. West (Allegiance).	0.4	\$ 200	\$ 80
Stockton, David	01/27/04	Document client responses to audit questions related to search for unrecorded liabilities.	0.4	\$ 200	\$ 80
Stockton, David	01/27/04	Discuss with M. Colbert (Allegiance) about tying out cap. interest, cap. lease elimination in Company 100, acquired Company amortization schedules, and new operating leases.	0.6	\$ 200	\$ 120
Stockton, David	01/27/04	Agree capitalized interest to amortization schedules and to the general ledger.	1.1	\$ 200	\$ 220
Stockton, David	01/27/04	Inspect G/L to verify M. Colbert's (Allegiance) statements about capital lease's being recorded in Company 100 and transferred into Liabilities subject to compromise.	0.9	\$ 200	\$ 180
Stockton, David	01/27/04	Discuss fixed asset retirements with J. Oglenski (Allegiance).	1.3	\$ 200	\$ 260
Stockton, David	01/27/04	Update capital lease summary.	1.5	\$ 200	\$ 300
Stockton, David	01/27/04	Complete capital lease interest tie out.	2.8	\$ 200	\$ 560
Bratton, Amanda	01/28/04	Discuss procedures to agree general ledger to prior year audited balances with D. Stockton (KPMG).	0.3	\$ 175	\$ 53

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Name	Date	Description	Hours	Rate	Amount
Bratton, Amanda	01/28/04	Trace leases to G/L and P/Y.	1.1	\$ 175	\$ 193
Bratton, Amanda	01/28/04	Prepare confirmation to file in workpapers by signing off on workpapers and placing proper workpaper references.	0.2	\$ 175	\$ 35
Bratton, Amanda	01/28/04	Discuss control testwork documentation with J. Jandera (KPMG).	0.2	\$ 175	\$ 35
Bratton, Amanda	01/28/04	Organize control documentation.	1.1	\$ 175	\$ 193
Bratton, Amanda	01/28/04	Address senior review notes and update equity workpapers.	1.0	\$ 175	\$ 175
Bratton, Amanda	01/28/04	Discuss Shared Tech inventory reserve analysis report and tested sample of inventory items against activity per the RS6000 system with J. Jandera (KPMG) and P. McCool (Allegiance).	0.5	\$ 175	\$ 88
Bratton, Amanda	01/28/04	Discuss equity testwork with J. Garner (KPMG).	0.2	\$ 175	\$ 35
Bratton, Amanda	01/28/04	Perform equity testwork.	2.0	\$ 175	\$ 350
Bratton, Amanda	01/28/04	Discuss cash transfer testwork procedures with J. Jandera (KPMG).	0.6	\$ 175	\$ 105
Bratton, Amanda	01/28/04	Gather cash transfer testwork.	0.8	\$ 175	\$ 140
Bratton, Amanda	01/28/04	Perform cash transfer testwork.	1.2	\$ 175	\$ 210
Collins, Tina	01/28/04	Prepare A/R Aging Rollforward sample selection for SV and NS.	1.5	\$ 200	\$ 300
Collins, Tina	01/28/04	Vouch A/R Aging Rollforward billings for EU, Coast to Coast, Shared Tech, Hosting to billing detail.	1.5	\$ 200	\$ 300
Collins, Tina	01/28/04	Print SV and NS sample selections for A/R Aging payment sample selection.	0.2	\$ 200	\$ 40
Collins, Tina	01/28/04	Discuss cash payment testwork for accounts receivable rollforward testwork with J. Jandera (KPMG) and L. Fox (Allegiance).	0.6	\$ 200	\$ 120
Collins, Tina	01/28/04	Discuss sample selection and work with detail to summarize sample for payments testwork with J. Jandera (KPMG).	1.6	\$ 200	\$ 320
Collins, Tina	01/28/04	Discuss carrier access billing revenue analytical support with J. Jandera (KPMG) and J. Russell (Allegiance).	0.2	\$ 200	\$ 40
Collins, Tina	01/28/04	Discuss sample selection procedures for payments testwork with L. Fox (Allegiance).	0.4	\$ 200	\$ 80
Collins, Tina	01/28/04	Revise sample selection for NS, SV, and Hosting for payments testwork.	1.4	\$ 200	\$ 280
Collins, Tina	01/28/04	Review prior year Aging Analysis and audit program guide for procedures.	0.5	\$ 200	\$ 100
Collins, Tina	01/28/04	Host A/R Aging Analysis.	0.3	\$ 200	\$ 60
Collins, Tina	01/28/04	Print A/R reserve rollforwards, analysis of allowance for doubtful accounts, and end user rollforwards.	0.2	\$ 200	\$ 40
Collins, Tina	01/28/04	Analyze Allegiance Business Internet accounts receivable aging fluctuations.	0.4	\$ 200	\$ 80
Collins, Tina	01/28/04	Tie and agree End User Aging to A/R subledger.	0.3	\$ 200	\$ 60
Collins, Tina	01/28/04	Analyze Kivex accounts receivable aging fluctuations.	0.2	\$ 200	\$ 40
Collins, Tina	01/28/04	Coast to Coast Aging Analysis.	0.3	\$ 200	\$ 60
Collins, Tina	01/28/04	Analyze Shared Tech accounts receivable aging fluctuations.	0.4	\$ 200	\$ 80
Collins, Tina	01/28/04	Prepare Days Outstanding workpaper: quarterly analysis and calculation discussion.	1.4	\$ 200	\$ 280
Collins, Tina	01/28/04	Carrier Access Billing Aging Analysis.	0.6	\$ 200	\$ 120
Garner, Jim	01/28/04	Examine activity in pre-petition unpaid invoice detail.	0.5	\$ 300	\$ 150

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Name	Date	Description	Hours	Rate	Amount
Garner, Jim	01/28/04	Examine activity in post-petition unpaid invoice detail.	0.6	\$ 300	\$ 180
Garner, Jim	01/28/04	Examine activity in pre-petition accrued estimates.	0.4	\$ 300	\$ 120
Garner, Jim	01/28/04	Examine activity in post-petition accrued estimates.	0.5	\$ 300	\$ 150
Garner, Jim	01/28/04	Examine activity in pre-petition short pay disputed billings.	0.5	\$ 300	\$ 150
Garner, Jim	01/28/04	Examine activity in post-petition short pay disputed billings.	0.6	\$ 300	\$ 180
Garner, Jim	01/28/04	Discuss network accrual requests with T. Dawson (Allegiance).	0.3	\$ 300	\$ 90
Garner, Jim	01/28/04	Discussion about Equity workpapers and supporting documentation with A. Bratton (KPMG).	0.2	\$ 300	\$ 60
Garner, Jim	01/28/04	Examine Local Loops trending report and document test of controls.	0.6	\$ 300	\$ 180
Garner, Jim	01/28/04	Examine DS3 trending report and document test of controls.	0.7	\$ 300	\$ 210
Garner, Jim	01/28/04	Discuss equity testwork procedures, shared tech revenue procedures, investment procedures with J. Jandera (KPMG).	1.4	\$ 300	\$ 420
Garner, Jim	01/28/04	Examine amortization of deferred compensation from restricted stock grants.	2.9	\$ 300	\$ 870
Garner, Jim	01/28/04	Review equity testwork.	0.7	\$ 300	\$ 210
Garner, Jim	01/28/04	Recalculate Earnings Per Share (year to date calculation)	1.6	\$ 300	\$ 480
Jandera, Judy	01/28/04	Discuss control testwork documentation with A. Bratton (KPMG).	0.2	\$ 325	\$ 65
Jandera, Judy	01/28/04	Discuss fixed assets outstanding items and approach to audit depreciation expense with D. Stockton (KPMG).	0.3	\$ 325	\$ 98
Jandera, Judy	01/28/04	Update Inventory control testwork memo.	0.4	\$ 325	\$ 130
Jandera, Judy	01/28/04	Review outstanding "Prepared by Client" items and discuss with M. Colbert (Allegiance).	0.2	\$ 325	\$ 65
Jandera, Judy	01/28/04	Review December Shared Tech inventory reserve analysis report and selected sample for manual system testwork.	1.1	\$ 325	\$ 358
Jandera, Judy	01/28/04	Document CIGNA as service provider on workpaper 535SO.	0.6	\$ 325	\$ 195
Jandera, Judy	01/28/04	Sort, subtotal, and print out payment summaries for October 2003 to tie to accounts receivable rollforward.	0.1	\$ 325	\$ 33
Jandera, Judy	01/28/04	Revise sample for inventory reserve analysis.	0.3	\$ 325	\$ 98
Jandera, Judy	01/28/04	Discuss inventory reserve analysis testwork procedures with P. McCool (Allegiance).	0.4	\$ 325	\$ 130
Jandera, Judy	01/28/04	Discuss Shared Tech inventory reserve analysis report and tested sample of inventory items against activity per the RS6000 system with A. Bratton (KPMG), and P. McCool (Allegiance).	0.5	\$ 325	\$ 163
Jandera, Judy	01/28/04	Discuss cash payment testwork for accounts receivable rollforward testwork with T. Collins (KPMG) and L. Fox (Allegiance).	0.6	\$ 325	\$ 195
Jandera, Judy	01/28/04	Discuss sample selection and work with detail to summarize sample for payments testwork with T. Collins (KPMG).	1.6	\$ 325	\$ 520
Jandera, Judy	01/28/04	Discuss request for 5 days of bank activities before and after 12/31/03 with M. Huck, L. Fox, and J. Goodson (all Allegiance).	0.8	\$ 325	\$ 260

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Jandera, Judy	01/28/04	Discuss carrier access billing revenue analytical support with T. Collins (KPMG) and J. Russell (Allegiance).	0.2	\$ 325	\$ 65
Jandera, Judy	01/28/04	Discuss procedures related to cash transfer testwork with A. Bratton (KPMG).	0.6	\$ 325	\$ 195
Jandera, Judy	01/28/04	Sort, subtotal, and print out payment summaries for October 2003 SV, NS, and Hosting to tie to accounts receivable rollforward and obtain cash payment sample.	0.6	\$ 325	\$ 195
Jandera, Judy	01/28/04	Review "Prepared by Client" items received for CABS accounts receivable and check against prepared by client listing.	0.4	\$ 325	\$ 130
Jandera, Judy	01/28/04	Discuss equity testwork procedures, shared tech revenue procedures, investment procedures with J. Garner (KPMG).	1.4	\$ 325	\$ 455
Jandera, Judy	01/28/04	Review manual journal entries supporting documentation for sample selected and prepare procedures memo.	3.0	\$ 325	\$ 975
McClanahan, Geof	01/28/04	Make revisions to the FAS 144 impairment memo.	0.8	\$ 550	\$ 440
McClanahan, Geof	01/28/04	Review SOP 90-7 for accounting treatment for pre-petition liabilities and design audit tests for liabilities subject to compromise.	1.8	\$ 550	\$ 990
McCull, Morag	01/28/04	Review documentation and status for risk management workpapers.	2.4	\$ 500	\$ 1,200
Stockton, David	01/28/04	Tie out interest expense to current year general ledger.	1.2	\$ 200	\$ 240
Stockton, David	01/28/04	Agree fixed assets rollforward balances to general ledger.	1.9	\$ 200	\$ 380
Stockton, David	01/28/04	Agree depreciation expense to general ledger.	1.4	\$ 200	\$ 280
Stockton, David	01/28/04	Setup depreciation reasonableness test.	1.1	\$ 200	\$ 220
Stockton, David	01/28/04	Inspect CIP additions from J. Oglenski (Allegiance).	0.5	\$ 200	\$ 100
Stockton, David	01/28/04	Discuss methodology to agree bi-weekly payroll information provided by M. Colbert (Allegiance) to ADP reports with D. Clayton (Allegiance).	0.9	\$ 200	\$ 180
Stockton, David	01/28/04	Document client response to audit questions regarding process of agreeing bi-weekly payroll information to ADP payroll information.	0.6	\$ 200	\$ 120
Stockton, David	01/28/04	Request information for Commission accrual and setup template for testing.	1.3	\$ 200	\$ 260
Stockton, David	01/28/04	Setup template for testing Bonus accrual and inspected detail from M. Colbert (Allegiance).	2.0	\$ 200	\$ 400
Stockton, David	01/28/04	Tie out accrued interest from detail to G/L.	0.5	\$ 200	\$ 100
Stockton, David	01/28/04	Discuss with J. Oglenski (Allegiance) about how to tie out the gain loss account to the G/L.	2.0	\$ 200	\$ 400
Stockton, David	01/28/04	Complete depreciation expense reasonableness test.	0.8	\$ 200	\$ 160
Stockton, David	01/28/04	Inspect detail for vacation accrual.	0.3	\$ 200	\$ 60
Stockton, David	01/28/04	Discuss fixed assets outstanding items and approach to audit depreciation expense with J. Jandera (KPMG).	2.9	\$ 175	\$ 508
Bratton, Amanda	01/29/04	Trace transfers to and from bank accounts.	1.6	\$ 175	\$ 280
Bratton, Amanda	01/29/04	Trace transfers to and from bank accounts.	1.0	\$ 175	\$ 175
Bratton, Amanda	01/29/04	Update accrued liabilities memo.	0.6	\$ 175	\$ 105
Bratton, Amanda	01/29/04	Gather more testwork for cash transfer.	0.4	\$ 175	\$ 70
Bratton, Amanda	01/29/04	Test transfers of cash.	1.5	\$ 175	\$ 263
Bratton, Amanda	01/29/04	Discuss cash transfer testwork procedures with J. Jandera (KPMG).	1.0	\$ 175	\$ 175
Bratton, Amanda	01/29/04	Test transfers of cash.	0.5	\$ 200	\$ 100
Collins, Tina	01/29/04	Analyze Network Strategies A/R Aging Analysis.	0.5	\$ 200	\$ 100
Collins, Tina	01/29/04	Analyze Singleveiw AR Aging Analysis.	0.5	\$ 200	\$ 100

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Name	Date	Description	Hours	Rate	Amount
Collins, Tina	01/29/04	Analyze Carrier Access Billing Aging Analysis.	0.6	\$ 200	\$ 120
Collins, Tina	01/29/04	Review client prepared days sales outstanding calculation and document analysis of days sales outstanding on tickmark legend.	1.0	\$ 200	\$ 200
Collins, Tina	01/29/04	Select sample of customer payments to test Carrier Access Billing Aging rollforward.	0.8	\$ 200	\$ 160
Collins, Tina	01/29/04	Discuss CABS payment detail reconciled to the AR rollforward with J. Jandera (KPMG), and S. Cuello-Simmons (Allegiance).	0.2	\$ 200	\$ 40
Collins, Tina	01/29/04	Prepare A/R payment testwork workpapers.	1.2	\$ 200	\$ 240
Collins, Tina	01/29/04	Read A/R and revenue audit program guide for remaining procedures to be completed.	0.3	\$ 200	\$ 60
Collins, Tina	01/29/04	Discuss A/R remaining procedures to be completed with J. Jandera (KPMG).	1.5	\$ 200	\$ 300
Collins, Tina	01/29/04	Discuss Carrier Access Billings Testwork item with E. Jarvis (Allegiance) regarding Washington sample reconciliation.	0.5	\$ 200	\$ 100
Collins, Tina	01/29/04	Complete Carrier Access Billings Testwork.	0.3	\$ 200	\$ 60
Collins, Tina	01/29/04	Complete Cash Receipts Control Testwork (June).	0.3	\$ 200	\$ 60
Collins, Tina	01/29/04	Review CABS Revenue Accrual Testwork from prior year.	0.2	\$ 200	\$ 40
Collins, Tina	01/29/04	Prepare CABS Revenue Accrual Testwork workpaper template.	0.3	\$ 200	\$ 60
Collins, Tina	01/29/04	Organize and prepare A/R payments/billings testwork in binder.	0.4	\$ 200	\$ 80
Collins, Tina	01/29/04	Review CABS A/R Reconciliation prepared by client detail.	0.2	\$ 200	\$ 40
Collins, Tina	01/29/04	Obtain A/R Subledger detail and tie/agree CABS and Coast to Coast A/R aging amounts.	0.3	\$ 200	\$ 60
Collins, Tina	01/29/04	Foot, crossfoot, and recalculate CABS A/R Reconciliation.	0.4	\$ 200	\$ 80
Garner, Jim	01/29/04	Document Shared Tech Revenue sample for April and July.	0.4	\$ 300	\$ 120
Garner, Jim	01/29/04	Research SOP 81-1.	0.5	\$ 300	\$ 150
Garner, Jim	01/29/04	Research EITF 00-21.	0.6	\$ 300	\$ 180
Garner, Jim	01/29/04	Document applicable terms of SOP 81-1.	0.7	\$ 300	\$ 210
Garner, Jim	01/29/04	Document applicable terms of EITF 00-21.	0.6	\$ 300	\$ 180
Garner, Jim	01/29/04	Examine deferred compensation amortization calculation.	1.3	\$ 300	\$ 390
Garner, Jim	01/29/04	Discuss deferred compensation with H. Revill (Allegiance).	0.3	\$ 300	\$ 90
Garner, Jim	01/29/04	Agree contracts provided into sample submitted.	0.8	\$ 300	\$ 240
Garner, Jim	01/29/04	Select Shared Tech Revenue Sample for February.	0.4	\$ 300	\$ 120
Jandera, Judy	01/29/04	Review manual journal entries supporting documentation for sample selected.	0.8	\$ 325	\$ 260
Jandera, Judy	01/29/04	Discuss carrier access billing dispute information presentation and format and reserve information and client adjusting journal entry with J. Russell (Allegiance).	0.4	\$ 325	\$ 130
Jandera, Judy	01/29/04	Discuss manual journal entry support for network accrual with T. Dawson (Allegiance).	0.2	\$ 325	\$ 65
Jandera, Judy	01/29/04	Discuss manual journal entry support for fixed assets and other related questions with M. Colbert (Allegiance).	0.4	\$ 325	\$ 130
Jandera, Judy	01/29/04	Discuss senior management journal entry query with M. Colbert (Allegiance).	0.1	\$ 325	\$ 33

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Jandera, Judy	01/29/04	Discuss CABS payment detail reconciled to the AR rollforward with T. Collins (KPMG), and S. Cuello-Simmons (Allegiance).	0.2	\$ 325	\$ 65
Jandera, Judy	01/29/04	Complete/update manual journal entry workpaper based on discussions with client.	0.5	\$ 325	\$ 163
Jandera, Judy	01/29/04	Discuss accounts receivable procedures remaining outstanding with T. Collins (KPMG).	1.5	\$ 325	\$ 488
Jandera, Judy	01/29/04	Perform cash transfer testwork and discuss payroll transfer at end of year issue with A. Bratton (KPMG).	1.5	\$ 325	\$ 488
Jandera, Judy	01/29/04	Perform / observe query execution and results to test executive journal entry with M. Colbert (Allegiance).	0.2	\$ 325	\$ 65
Jandera, Judy	01/29/04	Inspect accounts receivable aging details provided by client for significant accounts over 90 days outstanding with current billings. Prepare sample of customers for collectability analysis.	1.3	\$ 325	\$ 423
Jandera, Judy	01/29/04	Review revenue analytical prepared by T. Collins (KPMG).	0.9	\$ 325	\$ 293
Jandera, Judy	01/29/04	Discuss with D. Stockton (KPMG) how to analytically review depreciation expense.	0.3	\$ 325	\$ 98
Jandera, Judy	01/29/04	Discuss health insurance and IBNR accrual with C. Kornegay (Allegiance).	0.4	\$ 325	\$ 130
Stockton, David	01/29/04	Setup final template for search for unrecorded liabilities.	0.5	\$ 200	\$ 100
Stockton, David	01/29/04	Review and rollforward prior year memo about IRU's.	0.6	\$ 200	\$ 120
Stockton, David	01/29/04	Inspect New Greenbelt lease for interest expense amortization schedule.	0.5	\$ 200	\$ 100
Stockton, David	01/29/04	Discuss with M. Colbert (Allegiance) about accrued bonus, payroll, taxes, Greenbelt lease and interest expense.	0.9	\$ 200	\$ 180
Stockton, David	01/29/04	Document client response to audit questions related to accrued bonuses, payroll, taxes, Greenbelt lease, and interest expense.	0.5	\$ 200	\$ 100
Stockton, David	01/29/04	Discuss Gain Loss tie out with J. Oglenski (Allegiance).	0.5	\$ 200	\$ 100
Stockton, David	01/29/04	Document client response to audit questions related to procedures to agree gain/loss on fixed assets to expenses.	0.5	\$ 200	\$ 100
Stockton, David	01/29/04	Discuss how to analytically review depreciation expense with J. Jandera (KPMG).	0.3	\$ 200	\$ 60
Bratton, Amanda	01/30/04	Perform search for unrecorded liabilities.	2.4	\$ 175	\$ 420
Bratton, Amanda	01/30/04	Read prepaid audit program guide.	0.5	\$ 175	\$ 88
Bratton, Amanda	01/30/04	Discuss fixed assets G/L balance confirmation with D. Stockton (KPMG).	0.3	\$ 175	\$ 53
Bratton, Amanda	01/30/04	Confirm G/L balance of fixed assets.	1.5	\$ 175	\$ 263
Bratton, Amanda	01/30/04	Perform cash receipts control testwork.	1.8	\$ 175	\$ 315
Bratton, Amanda	01/30/04	Discuss cash receipts control testwork with J. Jandera (KPMG).	0.6	\$ 175	\$ 105
Bratton, Amanda	01/30/04	Perform cash receipts control testwork.	1.5	\$ 175	\$ 263
Collins, Tina	01/30/04	Select CABS Revenue Accrual Testwork Sample and entered sample into workpaper.	1.0	\$ 200	\$ 200
Collins, Tina	01/30/04	Discuss CABS Revenue Accrual Testwork with J. Russel (Allegiance) regarding necessary documents.	0.2	\$ 200	\$ 40

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Name	Date	Description	Hours	Rate	Amount
Collins, Tina	01/30/04	Perform carrier access billing system revenue accrual testwork by reviewing accrual calculation methodology and recalculating revenue accrual for a sample of items based on methodology.	3.5	\$ 200	\$ 700
Collins, Tina	01/30/04	Discuss CABS Revenue Accrual Testwork with J. Russel (Allegiance) regarding Michigan and Pennsylvania sample items.	0.3	\$ 200	\$ 60
Collins, Tina	01/30/04	Obtain support and prepare tickmark for AT&T CABS reconciling item.	0.3	\$ 200	\$ 60
Collins, Tina	01/30/04	Tick and tie CABS A/R reconciliation to rollforward and payment detail.	0.4	\$ 200	\$ 80
Collins, Tina	01/30/04	Obtain CABS payment support, vouched payments for selected sample.	0.7	\$ 200	\$ 140
Collins, Tina	01/30/04	Vouch Hosting payment support to A/R payments recorded in rollforward.	1.6	\$ 200	\$ 320
Garner, Jim	01/30/04	Discuss Shared Tech revenue testing and gross profit calculation with J. Jandera (KPMG).	1.3	\$ 300	\$ 390
Garner, Jim	01/30/04	Discuss Shared Tech revenue testing approach with J. Jandera (KPMG).	0.2	\$ 300	\$ 60
Garner, Jim	01/30/04	Discuss support to be provided for Shared Tech revenue testing with S. Simmons (Allegiance).	0.4	\$ 300	\$ 120
Garner, Jim	01/30/04	Recalculate gross profit percent for Shared Tech contracts.	0.4	\$ 300	\$ 120
Garner, Jim	01/30/04	Recalculate over/under for Shared Tech contracts.	0.7	\$ 300	\$ 210
Garner, Jim	01/30/04	Document April Shared Tech sample.	1.4	\$ 300	\$ 420
Garner, Jim	01/30/04	Discuss April Shared Tech sample with S. Simmons (Allegiance).	0.3	\$ 300	\$ 90
Garner, Jim	01/30/04	Examine status of network accrual disputes.	1.4	\$ 300	\$ 420
Garner, Jim	01/30/04	Examine proof of proceeds support for retirements.	0.6	\$ 300	\$ 180
Garner, Jim	01/30/04	Examine proof of authorization for retirements.	0.5	\$ 300	\$ 150
Garner, Jim	01/30/04	Calculate monthly maintenance revenue that should be recognized for Shared Tech.	0.8	\$ 300	\$ 240
Jandera, Judy	01/30/04	Discuss Shared Tech revenue testing and gross profit calculation with J. Garner (KPMG).	1.3	\$ 325	\$ 423
Jandera, Judy	01/30/04	Observe advanced bill query with L. Hodges (Allegiance).	0.4	\$ 325	\$ 130
Jandera, Judy	01/30/04	Review revenue analytical prepared by T. Collins (KPMG).	1.2	\$ 325	\$ 390
Jandera, Judy	01/30/04	Discuss status of audit and estimated completion of specific audit areas with G. McClanahan (KPMG).	0.4	\$ 325	\$ 130
Jandera, Judy	01/30/04	Discuss Shared Tech sample and testwork approach to job cost report with T. Smith and S. Cuello-Simmons (both Allegiance).	0.2	\$ 325	\$ 65
Jandera, Judy	01/30/04	Discuss cash receipts control testwork and transfers control testwork with A. Bratton (KPMG).	0.6	\$ 325	\$ 195
Jandera, Judy	01/30/04	Discuss cash transfer issue and capitalized CIP reversal journal entry with M. Colbert (Allegiance).	0.4	\$ 325	\$ 130
Jandera, Judy	01/30/04	Observe manual journal entry made by executes query execution and results performed by G. Cron (Allegiance).	0.2	\$ 325	\$ 65
Jandera, Judy	01/30/04	Address and document manual journal entries manager review notes.	0.5	\$ 325	\$ 163
Jandera, Judy	01/30/04	Document / update health insurance memo.	0.4	\$ 325	\$ 130
Jandera, Judy	01/30/04	Prepare self insurance / retained risk data sheet (workpaper 420SI).	0.9	\$ 325	\$ 293

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Name	Date	Description	Hours	Rate	Amount
Jandera, Judy	01/30/04	Discuss Shared Tech revenue testing approach with J. Garner (KPMG).	0.2	\$ 325	\$ 65
McClanahan, Geof	01/30/04	Discuss status of audit and estimate completion of specific audit areas with J. Jandera (KPMG).	0.4	\$ 550	\$ 220
McClanahan, Geof	01/30/04	Prepare summary of the November 2003 litigation matter regarding line counts.	0.8	\$ 550	\$ 440
McClanahan, Geof	01/30/04	Review depreciation testwork as of December 31, 2003.	0.7	\$ 550	\$ 385
McClanahan, Geof	01/30/04	Prepare audit status update for Audit Committee.	1.1	\$ 550	\$ 605
McClanahan, Geof	01/30/04	Review equity workpapers prepared by J. Garner (KPMG).	2.1	\$ 550	\$ 1,155
McClanahan, Geof	01/30/04	Review analytical procedures performed on revenues.	3.1	\$ 550	\$ 1,705
McCull, Morag	01/30/04	Review of information risk management workpapers.	2.0	\$ 500	\$ 1,000
Stockton, David	01/30/04	Examine CIP Aging detail, tie to fixed asset rollforward and check to be sure no items were sitting in the account if they were over a year old.	0.8	\$ 200	\$ 160
Stockton, David	01/30/04	Examine Q4 fixed asset additions.	2.4	\$ 200	\$ 480
Stockton, David	01/30/04	Discuss fixed asset subledger G/L reconciliation with A. Bratton (KPMG).	0.3	\$ 200	\$ 60
Stockton, David	01/30/04	Analyze fixed assets additions detail.	1.6	\$ 200	\$ 320
Stockton, David	01/30/04	Document tie out of gain loss account for 12/31/03.	0.8	\$ 200	\$ 160
Stockton, David	01/30/04	Agree greenbelt interest to capital lease interest tie out.	0.5	\$ 200	\$ 100
Stockton, David	01/30/04	Agree 12/31/02 capital lease walkforwards from prior year to 12/31/02 walks for current year.	1.0	\$ 200	\$ 200
Stockton, David	01/30/04	Discuss how to analytically review depreciation expense with J. Jandera (KPMG).	0.3	\$ 200	\$ 60
Stockton, David	01/30/04	Discuss fixed asset subledger G/L reconciliation with A. Bratton (KPMG).	0.3	\$ 200	\$ 60
Collins, Tina	01/31/04	Vouch hosting payment support to A/R payments recorded in rollforward.	1.2	\$ 200	\$ 240
Collins, Tina	01/31/04	Review prior year Analysis of Allowance for Doubtful Accounts.	0.2	\$ 200	\$ 40
Collins, Tina	01/31/04	Foot and Crossfoot Analysis of Allowance for Doubtful Accounts workpaper, recalculated balance at 12/31/03.	0.7	\$ 200	\$ 140
Collins, Tina	01/31/04	Prepare Analysis of Allowance for Doubtful Accounts workpaper.	0.5	\$ 200	\$ 100
Collins, Tina	01/31/04	Format and print A/R Balances over \$460K for each system.	0.2	\$ 200	\$ 40
Collins, Tina	01/31/04	Agree Cash Receipt Analysis to Aged Balance Rollforward.	0.3	\$ 200	\$ 60
Collins, Tina	01/31/04	Prepare QWC listing for preliminary open items.	0.3	\$ 200	\$ 60
Collins, Tina	01/31/04	Foot, crossfoot and agree Account #12206 Rollforward.	0.3	\$ 200	\$ 60
Collins, Tina	01/31/04	Clear manager review comments (J. Jandera) for Revenue Analytical.	0.6	\$ 200	\$ 120
Douglas, Steve	01/31/04	Review documents related to class action lawsuit. Review KPMG audit requirements.	1.0	\$ 600	\$ 600
McClanahan, Geof	01/31/04	Update Audit Committee status update.	1.6	\$ 550	\$ 880
McClanahan, Geof	01/31/04	Review process analysis documents.	1.1	\$ 550	\$ 605
McClanahan, Geof	01/31/04	Review accounts receivable audit workpapers.	2.1	\$ 550	\$ 1,155
McClanahan, Geof	01/31/04	Review fixed asset audit workpapers.	1.8	\$ 550	\$ 990
McClanahan, Geof	01/31/04	Review debt audit workpapers.	2.3	\$ 550	\$ 1,265
McClanahan, Geof	01/31/04	Review inventory audit workpapers.	2.1	\$ 550	\$ 1,155
Bratton, Amanda	01/31/04	Recalculate interest on short term investments with T. Collins (KPMG).	0.2	\$ 175	\$ 35

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Name	Date	Description	Hours	Rate	Amount
Bratton, Amanda	01/31/04	Recalculate interest on short term investments with J. Jandera (KPMG).	0.4	\$ 175	\$ 70
Bratton, Amanda	01/31/04	Discuss investments and cash with J. Jandera (KPMG).	0.5	\$ 175	\$ 88
Collins, Tina	01/31/04	Discuss analysis of allowance for doubtful accounts workpaper with J. Jandera (KPMG).	0.5	\$ 200	\$ 100
Collins, Tina	01/31/04	Discuss interest calculation for investments with A. Bratton (KPMG).	0.2	\$ 200	\$ 40
Jandera, Judy	01/31/04	Discuss interest calculation for investments with A. Bratton (KPMG).	0.4	\$ 325	\$ 130
Jandera, Judy	01/31/04	Discuss investments testwork procedures and cash transfer testwork documentation with A. Bratton (KPMG).	0.5	\$ 325	\$ 163
Jandera, Judy	01/31/04	Discuss analysis of allowance for doubtful accounts workpaper with T. Collins (KPMG).	0.5	\$ 325	\$ 163
Jandera, Judy	01/31/04	Inspect carrier access billing reserve workpapers provided by client.	1.3	\$ 325	\$ 423
Jandera, Judy	01/31/04	Inspect Shared Tech inventory testwork of RS6000 system supporting documentation.	1.2	\$ 325	\$ 390
Jandera, Judy	01/31/04	Evaluate carrier access billing reserves against methodology documented in prior quarters and request additional supporting documentation.	1.9	\$ 325	\$ 618
Bratton, Amanda	02/01/04	Recalculate investment balance.	0.3	\$ 175	\$ 53
Bratton, Amanda	02/01/04	Document cash transfer testwork.	0.3	\$ 175	\$ 53
Bratton, Amanda	02/01/04	Research 2002 investment sections.	0.3	\$ 175	\$ 53
Bratton, Amanda	02/01/04	Prepare JDEdwards lead sheets for workpapers.	1.5	\$ 175	\$ 263
Bratton, Amanda	02/01/04	Research other assets section.	0.7	\$ 175	\$ 123
Bratton, Amanda	02/01/04	Complete cash tick mark legend.	0.3	\$ 175	\$ 53
Bratton, Amanda	02/01/04	Complete investment tick mark legend.	0.3	\$ 175	\$ 53
Garner, Jim	02/01/04	Test completeness of network accrual.	0.8	\$ 300	\$ 240
Garner, Jim	02/01/04	Examine dispute information related to network accrual.	0.7	\$ 300	\$ 210
Garner, Jim	02/01/04	Review detail for global estimates.	0.8	\$ 300	\$ 240
Garner, Jim	02/01/04	Recalculate interest expense.	0.6	\$ 300	\$ 180
Garner, Jim	02/01/04	Examine debt activity and agree significant activity to supporting documentation.	0.4	\$ 300	\$ 120
Stockton, David	02/01/04	Address manager review notes for fixed assets.	1.2	\$ 200	\$ 240
Stockton, David	02/01/04	Document depreciation reasonableness test.	1.8	\$ 200	\$ 360
Bratton, Amanda	02/02/04	Discuss inventory testwork with J. Jandera (KPMG) and P. McCool (Allegiance).	0.3	\$ 175	\$ 53
Bratton, Amanda	02/02/04	Recalculate inventory balances with P. McCool (Allegiance).	0.8	\$ 175	\$ 140
Bratton, Amanda	02/02/04	Trace cash transfer to bank statement.	0.1	\$ 175	\$ 18
Bratton, Amanda	02/02/04	Research cash audit program guide.	0.3	\$ 175	\$ 53
Bratton, Amanda	02/02/04	Recalculate short term investment interest.	0.3	\$ 175	\$ 53
Bratton, Amanda	02/02/04	Discuss investment confirmations needed with J. Jandera (KPMG).	0.2	\$ 175	\$ 35
Bratton, Amanda	02/02/04	Discuss advanced bill testwork with J. Jandera (KPMG).	0.3	\$ 175	\$ 53
Bratton, Amanda	02/02/04	Perform advanced bill testwork.	2.8	\$ 175	\$ 490
Bratton, Amanda	02/02/04	Discuss search for unrecorded liabilities with D. Stockton (KPMG).	0.3	\$ 175	\$ 53
Bratton, Amanda	02/02/04	Foot and tie client prepared lead sheets for all sections.	2.0	\$ 175	\$ 350
Collins, Tina	02/02/04	Calculate Shared Tech 4Q payments for AR aging tie out.	0.7	\$ 200	\$ 140
Collins, Tina	02/02/04	Discuss hosting AR payment vouching with L. Fox (Allegiance).	0.3	\$ 200	\$ 60

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Collins, Tina	02/02/04	Review cash receipt analysis questions for S. Cuello-Simmons (Allegiance) regarding payment/billed system amounts.	0.5	\$ 200	\$ 100
Collins, Tina	02/02/04	Discuss cash receipt analysis questions regarding payment/billed system amounts with S. Cuello-Simmons (Allegiance).	0.4	\$ 200	\$ 80
Collins, Tina	02/02/04	Calculate cash receipt analysis billed and revenue #'s (tie out to revenue workpaper).	0.8	\$ 200	\$ 160
Collins, Tina	02/02/04	Vouch Shared Tech fourth quarter monthly payments to AR payments recorded in rollforward.	0.6	\$ 200	\$ 120
Collins, Tina	02/02/04	Vouch NS October payments to AR payments recorded in rollforward.	1.0	\$ 200	\$ 200
Collins, Tina	02/02/04	Vouch NS November payments to AR payments recorded in rollforward.	0.6	\$ 200	\$ 120
Collins, Tina	02/02/04	Vouch NS December payments to AR payments recorded in rollforward.	0.6	\$ 200	\$ 120
Collins, Tina	02/02/04	Discuss NS December payment with L. Fox (Allegiance) regarding sample item support.	0.3	\$ 200	\$ 60
Collins, Tina	02/02/04	Review questions for CABS AR aging rollforward payments testwork for J. Russel (Allegiance).	0.5	\$ 200	\$ 100
Collins, Tina	02/02/04	Tick and tie revised cash receipt analysis.	0.8	\$ 200	\$ 160
Collins, Tina	02/02/04	Recalculate required reserve amount for allowance for doubtful accounts analysis.	1.0	\$ 200	\$ 200
Collins, Tina	02/02/04	Edit genuity tickmark on revenue analytical YTD.	0.7	\$ 200	\$ 140
Garner, Jim	02/02/04	Examine support for network accrual disputes.	2.3	\$ 300	\$ 690
Garner, Jim	02/02/04	Select sample of accrued estimates for which additional detail is needed.	0.4	\$ 300	\$ 120
Garner, Jim	02/02/04	Select sample of unpaid invoices for which additional detail is needed.	0.5	\$ 300	\$ 150
Garner, Jim	02/02/04	Research EITF 00-21 revenue arrangements with multiple deliverables.	1.9	\$ 300	\$ 570
Garner, Jim	02/02/04	Document relevant aspects of EITF 00-21.	0.9	\$ 300	\$ 270
Garner, Jim	02/02/04	Document how EITF 00-21 impacts the recognition of Shared Tech revenue.	1.4	\$ 300	\$ 420
Garner, Jim	02/02/04	Meet with T. Dawson (Allegiance) to discuss network accrual support (accrued estimates and unpaid invoices).	0.2	\$ 300	\$ 60
Garner, Jim	02/02/04	Discuss status of revenue audit testwork with S. Cuello-Simmons (Allegiance), and J. Jandera (KPMG).	0.4	\$ 300	\$ 120
Garner, Jim	02/02/04	Discuss allocation of revolving loan funding with C. Kornegay (Allegiance).	0.4	\$ 300	\$ 120
Garner, Jim	02/02/04	Examine support for senior notes payable balances.	0.3	\$ 300	\$ 90
Garner, Jim	02/02/04	Document support for senior notes payable balances.	0.4	\$ 300	\$ 120
Garner, Jim	02/02/04	Examine support for other notes payable.	0.4	\$ 300	\$ 120
Garner, Jim	02/02/04	Document support for other notes payable.	0.8	\$ 300	\$ 240
Jandera, Judy	02/02/04	Review bill verification and reconciliation control testwork workpapers.	0.4	\$ 325	\$ 130
Jandera, Judy	02/02/04	Discuss cash receipts reconciliation control questions with L. Fox (Allegiance).	0.2	\$ 325	\$ 65
Jandera, Judy	02/02/04	Discuss inventory testwork procedures with A. Bratton (KPMG), and P. McCool (Allegiance).	0.3	\$ 325	\$ 98
Jandera, Judy	02/02/04	Discuss investment account balance confirmation procedures with A. Bratton (KPMG).	0.2	\$ 325	\$ 65

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Jandera, Judy	02/02/04	Discuss balance sheet lead variance with M. Colbert (Allegiance).	0.3	\$ 325	\$ 98
Jandera, Judy	02/02/04	Discuss CABS reserve analysis questions with J. Russell (Allegiance).	0.7	\$ 325	\$ 228
Jandera, Judy	02/02/04	Review cash receipts / customer payments testwork to test the accounts receivable rollforward and the reserve methodology memo.	0.2	\$ 325	\$ 65
Jandera, Judy	02/02/04	Discuss status of revenue audit testwork with S. Cuello-Simmons (Allegiance) and J. Garner (KPMG).	0.4	\$ 325	\$ 130
Jandera, Judy	02/02/04	Discuss advance billing test work with A. Bratton (KPMG).	0.3	\$ 325	\$ 98
Jandera, Judy	02/02/04	Document cash receipts / posting reconciliation control.	0.7	\$ 325	\$ 228
Jandera, Judy	02/02/04	Analyze CABS reserve (bankruptcy, facility, portback, CLEC, IXC, etc.) and update reserve memo.	2.6	\$ 325	\$ 845
Jandera, Judy	02/02/04	Review accounts receivable aging testwork.	1.2	\$ 325	\$ 390
Stockton, David	02/02/04	Discuss search for unrecorded liability testwork with A. Bratton (KPMG).	0.3	\$ 200	\$ 60
Stockton, David	02/02/04	Inspect client provided fixed asset retirement sample detail.	1.9	\$ 200	\$ 380
Stockton, David	02/02/04	Discuss fixed asset retirements with J. Oglenski (Allegiance).	0.6	\$ 200	\$ 120
Stockton, David	02/02/04	Discuss fixed asset retirements with M. Boler (Allegiance).	0.5	\$ 200	\$ 100
Stockton, David	02/02/04	Inspect documents provided by M. Boler and J. Oglenski (both Allegiance) related to retirements.	1.8	\$ 200	\$ 360
Stockton, David	02/02/04	Clear remaining items for test of fixed asset additions.	1.9	\$ 200	\$ 380
Stockton, David	02/02/04	Clear open items for testwork performed on leases.	1.5	\$ 200	\$ 300
Thompson, Cheryl	02/02/04	Follow up with client on FAS 109 workpapers and discussion on related timing.	0.5	\$ 475	\$ 238
Bratton, Amanda	02/03/04	Research client explanations for fluctuations on all lead sheets.	1.5	\$ 175	\$ 263
Bratton, Amanda	02/03/04	Finish direct bill testwork and documentation.	0.2	\$ 175	\$ 35
Bratton, Amanda	02/03/04	Foot and tie client prepared lead sheets for all sections.	0.5	\$ 175	\$ 88
Bratton, Amanda	02/03/04	Foot revenue summary.	2.0	\$ 175	\$ 350
Bratton, Amanda	02/03/04	Discuss revenue summary with T. Collins (KPMG).	0.2	\$ 175	\$ 35
Bratton, Amanda	02/03/04	Discuss restricted investments with J. Jandera (KPMG).	0.3	\$ 175	\$ 53
Bratton, Amanda	02/03/04	Recalculate depreciation on fixed assets.	1.1	\$ 175	\$ 193
Bratton, Amanda	02/03/04	Finish advance bill testwork and documentation.	2.6	\$ 175	\$ 455
Collins, Tina	02/03/04	Review support for CABS AR payment testwork.	0.2	\$ 200	\$ 40
Collins, Tina	02/03/04	Review support for NS December payment sample.	0.3	\$ 200	\$ 60
Collins, Tina	02/03/04	Vouch Allegiance Business Internet October payment to AR payments for rollforward testwork and note results on workpaper.	0.2	\$ 200	\$ 40
Collins, Tina	02/03/04	Vouch Allegiance Business Internet November payment to AR payments for rollforward testwork.	0.2	\$ 200	\$ 40
Collins, Tina	02/03/04	Vouch Allegiance Business Internet December payment to AR payments for rollforward testwork.	0.3	\$ 200	\$ 60
Collins, Tina	02/03/04	Discuss Allegiance Business Internet December payment sample item with L. Fox (Allegiance).	0.2	\$ 200	\$ 40
Collins, Tina	02/03/04	Address manager review comments for revenue analytical: genuity.	0.4	\$ 200	\$ 80
Collins, Tina	02/03/04	Address manager review comments for revenue analytical: Q3 '03 vs. Q4 '03.	0.5	\$ 200	\$ 100

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Collins, Tina	02/03/04	Format and send A. Bratton (KPMG) revenue summaries to foot and crossfoot.	0.3	\$ 200	\$ 60
Collins, Tina	02/03/04	Address manager review comments for revenue analytical: CABS revenue analytical.	0.3	\$ 200	\$ 60
Collins, Tina	02/03/04	Request deferred revenue rollforward from S. Cuello-Simmons (Allegiance).	0.1	\$ 200	\$ 20
Collins, Tina	02/03/04	Format and create Q4 numbers for deferred revenue rollforward provided by client.	0.4	\$ 200	\$ 80
Collins, Tina	02/03/04	Format deferred revenue rollforward for printing.	0.3	\$ 200	\$ 60
Collins, Tina	02/03/04	Foot and crossfoot deferred revenue rollforward.	0.2	\$ 200	\$ 40
Collins, Tina	02/03/04	Prepare genuity note for deferred revenue rollforward workpaper.	0.6	\$ 200	\$ 120
Collins, Tina	02/03/04	Prepare deferred revenue rollforward workpaper for file.	0.3	\$ 200	\$ 60
Collins, Tina	02/03/04	Discuss genuity dispute status with M. Colbert (Allegiance).	0.1	\$ 200	\$ 20
Collins, Tina	02/03/04	Agree DSO fourth quarter review numbers.	0.3	\$ 200	\$ 60
Collins, Tina	02/03/04	Discuss revenue summary analysis footing with A. Bratton (KPMG).	0.2	\$ 200	\$ 40
Collins, Tina	02/03/04	Follow-up on genuity payment .	0.2	\$ 200	\$ 40
Collins, Tina	02/03/04	Follow-up on allowance for doubtful accounts analysis with N. Sharp (Allegiance).	0.4	\$ 200	\$ 80
Collins, Tina	02/03/04	Prepare allowance for doubtful accounts analysis workpaper and appropriate tickmarks.	0.8	\$ 200	\$ 160
Collins, Tina	02/03/04	Discuss allowance for doubtful accounts analysis detail requests with N. Sharp (Allegiance) and J. Jandera (KPMG).	0.1	\$ 200	\$ 20
Collins, Tina	02/03/04	Discuss allowance for doubtful accounts analysis workpaper with J. Jandera (KPMG).	0.3	\$ 200	\$ 60
Collins, Tina	02/03/04	Review end user accrual and prepare questions for client.	0.4	\$ 200	\$ 80
Collins, Tina	02/03/04	Review end user bad debt calculation.	0.4	\$ 200	\$ 80
Collins, Tina	02/03/04	Research for AR revenue reserve methodology for end user and acquisitions in prior year workpapers.	0.3	\$ 200	\$ 60
Collins, Tina	02/03/04	Address AR review comments from J. Jandera (KPMG): foot AR aged balances, agree total AR to GL.	0.5	\$ 200	\$ 100
Collins, Tina	02/03/04	Prepare account #12206 rollforward.	0.8	\$ 200	\$ 160
Douglas, Steve	02/03/04	Research the FAS 144 issue.	0.4	\$ 600	\$ 240
Douglas, Steve	02/03/04	Revise the Audit Committee presentation and sent to C. Myers (Allegiance).	0.6	\$ 600	\$ 360
Garner, Jim	02/03/04	Examine job costing detail for selected Shared Tech jobs to verify costs incurred.	0.8	\$ 300	\$ 240
Garner, Jim	02/03/04	Recalculate current month billings for Shared Tech sample.	0.6	\$ 300	\$ 180
Garner, Jim	02/03/04	Discuss calculation of current month billings with S. Cuello-Simmons (Allegiance).	0.3	\$ 300	\$ 90
Garner, Jim	02/03/04	Research SAB 101 revenue recognition.	1.4	\$ 300	\$ 420
Garner, Jim	02/03/04	Document relevant aspects of SAB 101.	0.5	\$ 300	\$ 150
Garner, Jim	02/03/04	Document how SAB 101 impacts the recognition of Shared Tech revenue.	1.1	\$ 300	\$ 330
Garner, Jim	02/03/04	Document support for Shared Tech service revenue.	0.9	\$ 300	\$ 270
Garner, Jim	02/03/04	Meet with G. McClanahan (KPMG) to discuss equity testwork and application of EITF 00-21 (revenue arrangements with multiple deliverables) to Shared Tech revenue.	1.2	\$ 300	\$ 360

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Garner, Jim	02/03/04	Examine job installation/equipment sales contracts and assess propriety of revenue recognition.	2.9	\$ 300	\$ 870
Garner, Jim	02/03/04	Continue examining job installation/equipment sales contracts and assess propriety of revenue recognition.	1.4	\$ 300	\$ 420
Jandera, Judy	02/03/04	Review accounts receivable aging analysis testwork.	0.9	\$ 325	\$ 293
Jandera, Judy	02/03/04	Discuss audit status with regards to line cost, accounts receivable, revenue, Shared Tech revenue, and EITF 00-21 for Shared Tech with G. McClanahan (KPMG).	1.5	\$ 325	\$ 488
Jandera, Judy	02/03/04	Discuss allowance for doubtful accounts analysis workpaper with T. Collins (KPMG).	0.3	\$ 325	\$ 98
Jandera, Judy	02/03/04	Review fixed assets gain/loss testwork.	0.2	\$ 325	\$ 65
Jandera, Judy	02/03/04	Discuss long-term restricted investments testwork with A. Bratton (KPMG).	0.3	\$ 325	\$ 98
Jandera, Judy	02/03/04	Discuss allowance for doubtful accounts analysis detail requests with N. Sharp (Allegiance) and T. Collins (KPMG).	0.1	\$ 325	\$ 33
McClanahan, Geof	02/03/04	Meet with J. Garner (KPMG) to discuss equity testwork and application of EITF 00-21 (revenue arrangements with multiple deliverables) to Shared Tech revenue.	1.2	\$ 550	\$ 660
McClanahan, Geof	02/03/04	Discuss audit status with regards to line cost, accounts receivable, revenue, Shared Tech revenue, and EITF 00-21 for Shared Tech with J. Jandera (KPMG)	1.5	\$ 550	\$ 825
Stockton, David	02/03/04	Document retirement loss testwork.	1.9	\$ 200	\$ 380
Stockton, David	02/03/04	Discuss with J. Idlett (Allegiance) about CPE retirements and document the conversation.	1.8	\$ 200	\$ 360
Stockton, David	02/03/04	Inspect addition detail for capitalized labor items.	1.9	\$ 200	\$ 380
Stockton, David	02/03/04	Request most recent check run from G. West (Allegiance).	0.3	\$ 200	\$ 60
Stockton, David	02/03/04	Inspect most recent check run for items to include in search for unrecorded liabilities and for out of sequence checks.	1.3	\$ 200	\$ 260
Stockton, David	02/03/04	Inspect client provided fixed asset retirement sample detail.	1.9	\$ 200	\$ 380
Stockton, David	02/03/04	Inspect new pyramid lease for proper classification as an operating lease.	1.9	\$ 200	\$ 380
Bratton, Amanda	02/04/04	Research 2002 prepaid and cash sections.	0.5	\$ 175	\$ 88
Bratton, Amanda	02/04/04	Discuss prepaids and other assets with J. Jandera (KPMG).	1.0	\$ 175	\$ 175
Bratton, Amanda	02/04/04	Document cash testwork.	0.7	\$ 175	\$ 123
Bratton, Amanda	02/04/04	Discuss long-term restricted investments with M. Colbert (Allegiance).	0.2	\$ 175	\$ 35
Bratton, Amanda	02/04/04	Complete long-term investment testwork.	2.9	\$ 175	\$ 508
Bratton, Amanda	02/04/04	Complete short-term investment testwork.	1.7	\$ 175	\$ 298
Bratton, Amanda	02/04/04	Analyze prepaid and other assets section to understand what needs to be completed.	1.9	\$ 175	\$ 333
Collins, Tina	02/04/04	Vouch October coast to coast payments to check copies and bank statement detail for AR rollforward testwork.	0.8	\$ 200	\$ 160
Collins, Tina	02/04/04	Prepare tickmark for AR billings vouching for each system.	0.8	\$ 200	\$ 160
Collins, Tina	02/04/04	Discuss CABS Billings actual postings with J. Russel (Allegiance).	0.6	\$ 200	\$ 120
Collins, Tina	02/04/04	Discuss end user accrual detail with S. Cuello-Simmons (Allegiance).	0.3	\$ 200	\$ 60

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Collins, Tina	02/04/04	Vouch prepaid additions over scope to invoice and check copy for prepaid testwork.	0.8	\$ 200	\$ 160
Collins, Tina	02/04/04	Discuss bad debt reserve calculation and allowance for doubtful accounts analysis workpaper with J. Jandera (KPMG).	0.8	\$ 200	\$ 160
Collins, Tina	02/04/04	Print and prepare STFI high risk accounts to support allowance for doubtful accounts workpaper.	0.7	\$ 200	\$ 140
Collins, Tina	02/04/04	Discuss allowance for doubtful accounts analysis with N. Sharp (Allegiance) regarding required reserve calculation and reserve classification.	0.5	\$ 200	\$ 100
Collins, Tina	02/04/04	Print and format bankruptcy #12206 detail to tie to analysis of allowance of doubtful accounts.	0.3	\$ 200	\$ 60
Collins, Tina	02/04/04	Discuss allowance for doubtful accounts and reserve detail with J. Jandera (KPMG).	0.2	\$ 200	\$ 40
Collins, Tina	02/04/04	Recalculate December revenue reserve based on documentation provide by client.	0.3	\$ 200	\$ 60
Collins, Tina	02/04/04	Discuss allowance for doubtful accounts and reserve detail with J. Jandera (KPMG) and L. Hodges (Allegiance).	0.3	\$ 200	\$ 60
Collins, Tina	02/04/04	Discuss bad debt reserve classifications with C. Desmond-Donohue (Allegiance) and J. Jandera (KPMG).	0.4	\$ 200	\$ 80
Collins, Tina	02/04/04	Add calculation of bad debt reserve for end users to analysis workpaper and finish workpaper.	1.0	\$ 200	\$ 200
Collins, Tina	02/04/04	Prepare documentation supporting bad debt entries for end users.	0.4	\$ 200	\$ 80
Collins, Tina	02/04/04	Recalculate acquisition bad debt reserve.	0.4	\$ 200	\$ 80
Collins, Tina	02/04/04	Prepare tickmarks for bad debt reserve classification types.	0.7	\$ 200	\$ 140
Collins, Tina	02/04/04	Prepare end user bad debt allowance methodology for NS and SV note.	0.5	\$ 200	\$ 100
Collins, Tina	02/04/04	Print and prepare end user accrual workpaper.	0.2	\$ 200	\$ 40
Garner, Jim	02/04/04	Participate in conference call with G. McClanahan, J. Jandera, K. Nash and M. McColl (all KPMG) to discuss results of control testwork performed by information risk management on the Company's information systems.	0.5	\$ 300	\$ 150
Garner, Jim	02/04/04	Examine network accrual dispute information.	0.6	\$ 300	\$ 180
Garner, Jim	02/04/04	Examine global estimate calculations for network accrual.	0.9	\$ 300	\$ 270
Garner, Jim	02/04/04	Research financial technical bulletin 90-1 accounting for separately priced extended warranty and product maintenance contracts.	0.8	\$ 300	\$ 240
Garner, Jim	02/04/04	Document application to Shared Tech revenue recognition.	0.7	\$ 300	\$ 210
Garner, Jim	02/04/04	Discuss capitalized labor testwork with D. Stockton (KPMG).	0.4	\$ 300	\$ 120
Garner, Jim	02/04/04	Discuss retirements testwork with D. Stockton (KPMG).	0.2	\$ 300	\$ 60
Garner, Jim	02/04/04	Research EITF 00-21 revenue arrangements with multiple deliverables.	0.5	\$ 300	\$ 150
Garner, Jim	02/04/04	Document relevant aspects of EITF 00-21.	0.3	\$ 300	\$ 90
Garner, Jim	02/04/04	Discuss post-petition disputes with J. Pendleton (Allegiance) to determine additional support required.	0.3	\$ 300	\$ 90
Garner, Jim	02/04/04	Document accrual calculation for accrued estimates.	1.1	\$ 300	\$ 330
Garner, Jim	02/04/04	Recalculate global estimate accruals based on methodology.	0.9	\$ 300	\$ 270

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Garner, Jim	02/04/04	Discuss application of EITF 00-21 with J. Jandera (KPMG).	0.8	\$ 300	\$ 240
Garner, Jim	02/04/04	Discuss equity transactions with H. Revill (Allegiance).	0.2	\$ 300	\$ 60
Garner, Jim	02/04/04	Document support for deferred compensation expense amortization.	0.3	\$ 300	\$ 90
Garner, Jim	02/04/04	Examine job installation/equipment sales contracts and assess propriety of revenue recognition.	2.7	\$ 300	\$ 810
Jandera, Judy	02/04/04	Discuss with A. Bratton (KPMG) prepaid and other assets testwork and documentation.	1.0	\$ 325	\$ 325
Jandera, Judy	02/04/04	Discuss allowance for doubtful accounts and reserve detail with T. Collins (KPMG).	0.2	\$ 325	\$ 65
Jandera, Judy	02/04/04	Discuss application of EITF 00-21 with J. Garner (KPMG).	0.8	\$ 325	\$ 260
Jandera, Judy	02/04/04	Discuss bad debt reserve classifications with C. Desmond-Donohue (Allegiance) and T. Collins (KPMG).	0.4	\$ 325	\$ 130
Jandera, Judy	02/04/04	Participate in conference call with G. McClanahan, J. Garner, K. Nash and M. McColl (all KPMG) to discuss results of control testwork performed by information risk management on the Company's information systems.	0.5	\$ 325	\$ 163
Jandera, Judy	02/04/04	Draft end user adjustments testwork workpaper.	0.2	\$ 325	\$ 65
Jandera, Judy	02/04/04	Discuss bad debt reserve calculation and allowance for doubtful accounts analysis workpaper with T. Collins (KPMG).	0.8	\$ 325	\$ 260
Jandera, Judy	02/04/04	Discuss allowance for doubtful accounts and reserve detail with T. Collins (KPMG) and L. Hodges (Allegiance).	0.3	\$ 325	\$ 98
Jandera, Judy	02/04/04	Review information risk management conclusion memo.	0.2	\$ 325	\$ 65
Jandera, Judy	02/04/04	Inspect prepared by clients received for accounts receivable reserves and check against prepared by client listing.	0.2	\$ 325	\$ 65
McClanahan, Geof	02/04/04	Participate in conference call with J. Garner, J. Jandera, K. Nash and M. McColl (all KPMG) to discuss results of control testwork performed by information risk management on the Company's information systems.	0.5	\$ 550	\$ 275
McColl, Morag	02/04/04	Participate in conference call with G. McClanahan, J. Jandera, K. Nash and J. Garner (all KPMG) to discuss results of control testwork performed by information risk management on the Company's information systems.	0.5	\$ 500	\$ 250
McColl, Morag	02/04/04	Final review of workpapers.	1.5	\$ 500	\$ 750
Nash, Kasey	02/04/04	Participate in conference call with G. McClanahan, J. Jandera, M. McColl and J. Garner (all KPMG) to discuss results of control testwork performed by information risk management on the Company's information systems.	0.5	\$ 350	\$ 175
Stockton, David	02/04/04	Select capitalized labor sample for testwork.	1.2	\$ 200	\$ 240
Stockton, David	02/04/04	Discuss capitalized labor samples with J. Oglenski (Allegiance).	2.1	\$ 200	\$ 420
Stockton, David	02/04/04	Document labor sample testwork in memo.	1.4	\$ 200	\$ 280
Stockton, David	02/04/04	Discuss CPE retirements with J. Idlett (Allegiance) and document conversation.	0.5	\$ 200	\$ 100
Stockton, David	02/04/04	Discuss fiber lease tie out with M. Colbert (Allegiance).	0.8	\$ 200	\$ 160
Stockton, David	02/04/04	Inspect documents provided by M. Colbert (Allegiance) for tying out capital leases.	1.2	\$ 200	\$ 240
Stockton, David	02/04/04	Perform testwork on capitalized labor and prepare memo describing procedures and results.	1.8	\$ 200	\$ 360

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Name	Date	Description	Hours	Rate	Amount
Stockton, David	02/04/04	Prepare note discussing proper classification of the Pyramids lease as operating.	0.4	\$ 200	\$ 80
Stockton, David	02/04/04	Discuss capitalized labor testwork with J. Garner (KPMG).	0.4	\$ 200	\$ 80
Stockton, David	02/04/04	Discuss retirements testwork with J. Garner (KPMG).	0.2	\$ 200	\$ 40
Bratton, Amanda	02/05/04	Research prepaid and other assets fluctuations.	2.3	\$ 175	\$ 403
Bratton, Amanda	02/05/04	Discuss other assets and other liabilities with D. Stockton (KPMG).	0.4	\$ 175	\$ 70
Bratton, Amanda	02/05/04	Carry forward note about investments.	0.4	\$ 175	\$ 70
Bratton, Amanda	02/05/04	Document and calculate overall cash fluctuations.	1.1	\$ 175	\$ 193
Bratton, Amanda	02/05/04	Read over client comments about fluctuations in prepaid and other assets.	0.9	\$ 175	\$ 158
Bratton, Amanda	02/05/04	Research interim testwork.	1.4	\$ 175	\$ 245
Bratton, Amanda	02/05/04	Revise cash tick mark legend.	0.6	\$ 175	\$ 105
Bratton, Amanda	02/05/04	Revise investment tick mark legend.	0.4	\$ 175	\$ 70
Bratton, Amanda	02/05/04	Trace cash transfer to bank statement.	0.3	\$ 175	\$ 53
Bratton, Amanda	02/05/04	Continue search for unrecorded liabilities.	2.3	\$ 175	\$ 403
Bratton, Amanda	02/05/04	Document cash transfer testwork.	0.8	\$ 175	\$ 140
Collins, Tina	02/05/04	Vouch single view October payments to supporting documentation for AR aging.	1.5	\$ 200	\$ 300
Collins, Tina	02/05/04	Discuss single view October payment supporting documentation with L. Fox (Allegiance).	0.3	\$ 200	\$ 60
Collins, Tina	02/05/04	Vouch single view November payments to supporting documentation for AR Aging.	0.6	\$ 200	\$ 120
Collins, Tina	02/05/04	Vouch single view December payments to supporting documentation for AR aging.	1.0	\$ 200	\$ 200
Collins, Tina	02/05/04	Prepare end user accrual workpaper.	1.1	\$ 200	\$ 220
Collins, Tina	02/05/04	Discuss single view December payment supporting documentation with L. Fox (Allegiance).	0.2	\$ 200	\$ 40
Collins, Tina	02/05/04	Discuss end user accrual support request with S. Cuello-Simmons (Allegiance).	0.2	\$ 200	\$ 40
Collins, Tina	02/05/04	Prepare revenue reserve methodology memo.	1.2	\$ 200	\$ 240
Collins, Tina	02/05/04	Review revenue reserve breakout detail (#12206).	0.8	\$ 200	\$ 160
Collins, Tina	02/05/04	Vouch coast to coast November payments to supporting documentation for AR aging.	0.3	\$ 200	\$ 60
Collins, Tina	02/05/04	Discuss revenue reserve Level 3 item with N. Sharp (Allegiance).	0.3	\$ 200	\$ 60
Collins, Tina	02/05/04	Format Allegiance Business Internet and hosting revenue reserve workpapers.	0.4	\$ 200	\$ 80
Collins, Tina	02/05/04	Recalculate Allegiance Business Internet revenue reserve.	0.6	\$ 200	\$ 120
Collins, Tina	02/05/04	Recalculate hosting revenue reserve.	0.5	\$ 200	\$ 100
Garner, Jim	02/05/04	Discuss Shared Tech revenue recognition criteria with G. McClanahan and J. Jandera (both KPMG).	0.4	\$ 300	\$ 120
Garner, Jim	02/05/04	Examine job installation/equipment sales contracts and assess propriety of revenue recognition.	3.6	\$ 300	\$ 1,080
Garner, Jim	02/05/04	Document accrual methodology for collocation global estimate.	0.6	\$ 300	\$ 180
Garner, Jim	02/05/04	Document accrual methodology for DS3 global estimate.	0.4	\$ 300	\$ 120
Garner, Jim	02/05/04	Document accrual methodology for MRC local loops global estimate.	0.5	\$ 300	\$ 150
Garner, Jim	02/05/04	Document accrual methodology for NRC local loops global estimate.	0.6	\$ 300	\$ 180
Garner, Jim	02/05/04	Examine unpaid invoice accrual listing.	0.2	\$ 300	\$ 60

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Name	Date	Description	Hours	Rate	Amount
Garner, Jim	02/05/04	Document support for selected items to ensure accuracy of the accrual.	1.8	\$ 300	\$ 540
Garner, Jim	02/05/04	Document support for network accrual disputes.	2.1	\$ 300	\$ 630
Jandera, Judy	02/05/04	Document pervasive and specific fraud risk factors in significant issues and decisions document.	0.8	\$ 325	\$ 260
Jandera, Judy	02/05/04	Review supporting documents provided for subsequent adjustments selected for testwork.	0.8	\$ 325	\$ 260
Jandera, Judy	02/05/04	Discuss Audit Committee status update presentation, bankruptcy claims matching procedures and status and audit status with G. McClanahan (KPMG) and C. Kornegay (Allegiance).	0.4	\$ 325	\$ 130
Jandera, Judy	02/05/04	Document inventory cycle count completeness control testwork.	0.3	\$ 325	\$ 98
Jandera, Judy	02/05/04	Schedule meeting with T. Smith (Allegiance) regarding EITF 00-21 and discuss with S. Cuello-Simmons and G. Guthrie (both Allegiance).	0.3	\$ 325	\$ 98
Jandera, Judy	02/05/04	Discuss Shared Tech revenue recognition criteria with G. McClanahan and J. Garner (both KPMG).	0.4	\$ 325	\$ 130
Jandera, Judy	02/05/04	Discuss Shared Tech cost in excess of billed amount and the improvement in processes resulting in decrease of balance with S. Cuello-Simmons (Allegiance).	0.3	\$ 325	\$ 98
Jandera, Judy	02/05/04	Review CABS dispute summaries for major carriers and IXC's and CLECs provided by client.	0.6	\$ 325	\$ 195
Jandera, Judy	02/05/04	Read AT&T settlement agreement.	0.8	\$ 325	\$ 260
Jandera, Judy	02/05/04	Read board of director minutes for the quarter.	0.1	\$ 325	\$ 33
McClanahan, Geof	02/05/04	Discuss Audit Committee status update presentation, bankruptcy claims matching procedures and status and audit status with J. Jandera (KPMG) and C. Kornegay (Allegiance).	0.4	\$ 550	\$ 220
McClanahan, Geof	02/05/04	Discuss Shared Tech revenue recognition criteria with J. Jandera and J. Garner (all KPMG).	0.4	\$ 550	\$ 220
Stockton, David	02/05/04	Agree debt reconciliation to client schedules.	1.5	\$ 200	\$ 300
Stockton, David	02/05/04	Inspect customer premise equipment (CPE) billings documents.	1.4	\$ 200	\$ 280
Stockton, David	02/05/04	Examine documents and then document procedures used to test accrued payroll.	1.1	\$ 200	\$ 220
Stockton, David	02/05/04	Examine documents and then document procedures used to test accrued bonus.	1.3	\$ 200	\$ 260
Stockton, David	02/05/04	Examine documents and then document procedures used to test accrued vacation.	1.2	\$ 200	\$ 240
Stockton, David	02/05/04	Discuss accrued taxes with R. Olson and T. Kortla (both Allegiance).	0.8	\$ 200	\$ 160
Stockton, David	02/05/04	Inspect detail provided by R. Olson and T. Kortla (both Allegiance) concerning accrued taxes.	1.8	\$ 200	\$ 360
Stockton, David	02/05/04	Discuss with A. Bratton (KPMG) other assets and other liabilities.	0.4	\$ 200	\$ 80
Bratton, Amanda	02/06/04	Analyze prepaid assets and other assets fluctuations.	0.8	\$ 175	\$ 140
Bratton, Amanda	02/06/04	Examine AT&T settlement.	0.4	\$ 175	\$ 70
Bratton, Amanda	02/06/04	Examine bank statements to see outstanding checks.	0.5	\$ 175	\$ 88
Bratton, Amanda	02/06/04	Document fluctuations in cash accounts.	1.5	\$ 175	\$ 263
Bratton, Amanda	02/06/04	Discuss prepaid assets and other fluctuations with J. Jandera (KPMG).	0.7	\$ 175	\$ 123

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Bratton, Amanda	02/06/04	Create list of items needed from client.	0.2	\$ 175	\$ 35
Bratton, Amanda	02/06/04	Revise rejected leases memo.	0.4	\$ 175	\$ 70
Bratton, Amanda	02/06/04	Finish cash tick mark legend.	1.0	\$ 175	\$ 175
Bratton, Amanda	02/06/04	Discuss AT&T agreement with M. Colbert (Allegiance).	0.2	\$ 175	\$ 35
Bratton, Amanda	02/06/04	Discuss AT&T agreement with J. Jandera (KPMG) and M. Colbert (Allegiance).	0.3	\$ 175	\$ 53
Bratton, Amanda	02/06/04	Recalculate amortization of prepaid services.	1.0	\$ 175	\$ 175
Bratton, Amanda	02/06/04	Recalculate amortization of prepaid insurance.	0.8	\$ 175	\$ 140
Bratton, Amanda	02/06/04	Recalculate amortization of acquired subscriber list.	0.4	\$ 175	\$ 70
Bratton, Amanda	02/06/04	Create tick mark legend for prepaid assets.	0.5	\$ 175	\$ 88
Bratton, Amanda	02/06/04	Create tick mark legend for other assets.	0.5	\$ 175	\$ 88
Bratton, Amanda	02/06/04	Organize workpapers for cash and other assets sections.	0.3	\$ 175	\$ 53
Collins, Tina	02/06/04	Discuss hosting and Allegiance Business Internet revenue reserve calculation with N. Sharp (Allegiance).	0.4	\$ 200	\$ 80
Collins, Tina	02/06/04	Discuss coast to coast November and December payment supporting documentation with L. Fox (Allegiance).	0.3	\$ 200	\$ 60
Collins, Tina	02/06/04	Print and format NS SAB 101 workpaper.	0.3	\$ 200	\$ 60
Collins, Tina	02/06/04	Vouch coast to coast November and December payment supporting documentation for AR Aging payment testwork.	0.3	\$ 200	\$ 60
Collins, Tina	02/06/04	Print and format SV SAB 101 workpaper.	0.3	\$ 200	\$ 60
Collins, Tina	02/06/04	Finalize hosting and Allegiance Business Internet revenue reserve calculation on workpaper and reference memo.	0.9	\$ 200	\$ 180
Collins, Tina	02/06/04	Discuss SAB 101 calculation with S. Cuello-Simmons (Allegiance).	0.5	\$ 200	\$ 100
Collins, Tina	02/06/04	Prepare SAB 101 NS workpaper.	2.2	\$ 200	\$ 440
Collins, Tina	02/06/04	Prepare SAB 101 SV workpaper.	0.9	\$ 200	\$ 180
Collins, Tina	02/06/04	Prepare SAB 101 memo.	0.3	\$ 200	\$ 60
Collins, Tina	02/06/04	Prepare note for Allegiance Business Internet revenue reserve for termination fees.	0.6	\$ 200	\$ 120
Collins, Tina	02/06/04	Prepare note for EU revenue reserve (Level 3 amount).	1.3	\$ 200	\$ 260
Garner, Jim	02/06/04	Document February Shared Tech revenue sample.	0.4	\$ 300	\$ 120
Garner, Jim	02/06/04	Verify completeness of support received for February Shared Tech revenue sample.	0.3	\$ 300	\$ 90
Garner, Jim	02/06/04	Examine job installation/equipment sales contracts and assess propriety of revenue recognition.	3.4	\$ 300	\$ 1,020
Garner, Jim	02/06/04	Continue examining job installation/equipment sales contracts and assess propriety of revenue recognition.	3.4	\$ 300	\$ 1,020
Garner, Jim	02/06/04	Discuss WorldCom accrued estimate with T. Dawson (Allegiance).	0.5	\$ 300	\$ 150
Jandera, Judy	02/06/04	Discuss CABS disputes summaries and supporting documentations with J. Russell (Allegiance).	0.6	\$ 325	\$ 195
Jandera, Judy	02/06/04	Discuss authorization and approval of bill cycles in network strategies with T. Jones (Allegiance) and Christine Kelly (Daleen).	0.6	\$ 325	\$ 195
Jandera, Judy	02/06/04	Document authorization to approve bill cycles for network strategies and how control is mitigated based on discussion with client personnel.	0.4	\$ 325	\$ 130
Jandera, Judy	02/06/04	Discuss sample and testwork requests for accounts receivable aging testwork with L. Hodges (Allegiance).	0.1	\$ 325	\$ 33

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Jandera, Judy	02/06/04	Select sample of customer accounts from the accounts receivable aging at 12/31/03 for accounts receivable aging testwork.	0.1	\$ 325	\$ 33
Jandera, Judy	02/06/04	Discuss fluctuations in prepaid and other assets account balances with A. Bratton (KPMG).	0.7	\$ 325	\$ 228
Jandera, Judy	02/06/04	Discuss decrease in L-T prepaid expenses due to AT&T settlement with A. Bratton (KPMG), and M. Colbert (Allegiance).	0.3	\$ 325	\$ 98
McColl, Morag	02/06/04	Address partner review notes.	1.0	\$ 500	\$ 500
Stockton, David	02/06/04	Inspect detail and work on documentation of accrued payroll-8580.	0.5	\$ 200	\$ 100
Stockton, David	02/06/04	Discuss with D. Clayton (Allegiance) about commission accrual, payroll accrual, bonus accrual.	0.8	\$ 200	\$ 160
Stockton, David	02/06/04	Discuss with M. Colbert (Allegiance) about Commission accrual, capital lease obligations, rejected leases in Q4, Payroll accrual #8580, workers comp and vacation accrual.	0.7	\$ 200	\$ 140
Stockton, David	02/06/04	Document discussion with M. Colbert and D. Clayton (both Allegiance) about Bonus, Commission, and Payroll accrual.	1.9	\$ 200	\$ 380
Stockton, David	02/06/04	Inspect detail provided by R. Olson and T. Kortla (Both Allegiance) concerning accrued taxes.	1.8	\$ 200	\$ 360
Stockton, David	02/06/04	Discuss accrued taxes with T. Kortla (Allegiance).	0.8	\$ 200	\$ 160
Stockton, David	02/06/04	Inspect detail obtained by T. Collins (KPMG) for accrued taxes testwork.	1.5	\$ 200	\$ 300
Collins, Tina	02/07/04	Prepare usage accrual supporting workpaper.	1.0	\$ 200	\$ 200
Collins, Tina	02/07/04	Agree STFI accrual to Shared Tech job report detail.	0.2	\$ 200	\$ 40
Collins, Tina	02/07/04	Obtain and review unbilled lines accrual/lavastorm detail and review prior year workpapers for guidance.	1.3	\$ 200	\$ 260
Collins, Tina	02/07/04	Organize interim and final AR binder.	1.0	\$ 200	\$ 200
Garner, Jim	02/07/04	Examine job installation/equipment sales contracts and assess propriety of revenue recognition.	2.1	\$ 300	\$ 630
Jandera, Judy	02/07/04	Address manager review notes on customer care & billing process analysis documents and audit program guides.	2.1	\$ 325	\$ 683
Jandera, Judy	02/07/04	Continue to clear manager review notes on customer care & billing process analysis documents and audit program guides.	1.4	\$ 325	\$ 455
Jandera, Judy	02/07/04	Agree all audit program procedures to controls identified in process analysis document and controls testwork to audit program guide.	1.7	\$ 325	\$ 553
Stockton, David	02/07/04	Address review notes for fixed assets	1.3	\$ 200	\$ 260
Stockton, David	02/07/04	Inspect detail provided by R. Olson and T. Kortla (Both Allegiance) concerning accrued taxes	0.7	\$ 200	\$ 140
Collins, Tina	02/08/04	Discuss AR binder organization with J. Jandera (KPMG).	1.2	\$ 200	\$ 240
Collins, Tina	02/08/04	Combine all quarter CABS A/R aging analysis for year end workpaper.	0.6	\$ 200	\$ 120
Collins, Tina	02/08/04	Combine all quarter DSO Analysis for year end workpaper.	1.0	\$ 200	\$ 200
Collins, Tina	02/08/04	Reference CABS and end user cash receipts testwork for year end binder.	0.5	\$ 200	\$ 100
Collins, Tina	02/08/04	Organize AR year-end binder and incorporate interim workpapers.	0.7	\$ 200	\$ 140
Collins, Tina	02/08/04	Agree each system aged balances to subledger detail at 12/31/03.	0.3	\$ 200	\$ 60

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Collins, Tina	02/08/04	Discuss A/R manager review comments with J. Jandera (KPMG).	0.4	\$ 200	\$ 80
Collins, Tina	02/08/04	Correct referencing for interim A/R lead to year-end workpapers.	0.2	\$ 200	\$ 40
Collins, Tina	02/08/04	Prepare workpaper for prepared by client account balances over \$460K.	0.4	\$ 200	\$ 80
Collins, Tina	02/08/04	Review specific accounts with collections issues and determine whether appropriately reserved.	0.5	\$ 200	\$ 100
Jandera, Judy	02/08/04	Document use of third party service organization workpaper (WP535SO) for Network Strategies, EDS, and Bank of America.	0.7	\$ 325	\$ 228
Jandera, Judy	02/08/04	Discuss AR testwork procedures performed and outstanding procedures to be performed with T. Collins (KPMG).	1.2	\$ 325	\$ 390
Jandera, Judy	02/08/04	Document subsequent credits and adjustments testwork.	0.8	\$ 325	\$ 260
Jandera, Judy	02/08/04	Prepare goodwill impairment memo for FY 2003.	0.2	\$ 325	\$ 65
Jandera, Judy	02/08/04	Discuss A/R manager review comments with T. Collins (KPMG).	0.4	\$ 325	\$ 130
Jandera, Judy	02/08/04	Review cash workpapers.	1.6	\$ 325	\$ 520
Jandera, Judy	02/08/04	Review purchase price allocation memo for Shared Tech.	0.2	\$ 325	\$ 65
Jandera, Judy	02/08/04	Review prepaid and other assets workpapers.	1.2	\$ 325	\$ 390
Bratton, Amanda	02/09/04	Create list of board meeting minutes not yet summarized.	0.8	\$ 175	\$ 140
Bratton, Amanda	02/09/04	Summarize board meeting minutes.	1.1	\$ 175	\$ 193
Bratton, Amanda	02/09/04	Read notes on cash section.	1.3	\$ 175	\$ 228
Bratton, Amanda	02/09/04	Discuss cash review notes with J. Jandera (KPMG).	0.4	\$ 175	\$ 70
Bratton, Amanda	02/09/04	Analyze fluctuation in negative cash reclass account.	1.3	\$ 175	\$ 228
Bratton, Amanda	02/09/04	Analyze fluctuation in operating cash account.	0.8	\$ 175	\$ 140
Bratton, Amanda	02/09/04	Analyze increase in long-term restricted investments.	0.6	\$ 175	\$ 105
Bratton, Amanda	02/09/04	Add explanation of short-term investment reclass to work paper.	0.4	\$ 175	\$ 70
Bratton, Amanda	02/09/04	Sign off on work papers.	0.2	\$ 175	\$ 35
Bratton, Amanda	02/09/04	Add tick mark legend and change references in carried forward work paper.	0.7	\$ 175	\$ 123
Bratton, Amanda	02/09/04	Agree principle in certificates of deposits to bank statement.	0.4	\$ 175	\$ 70
Bratton, Amanda	02/09/04	Recalculate income earned from long-term investments.	0.9	\$ 175	\$ 158
Bratton, Amanda	02/09/04	Discuss long-term restricted investments with J. Jandera (KPMG).	0.3	\$ 175	\$ 53
Bratton, Amanda	02/09/04	Add and update tick marks for cash sections.	1.6	\$ 175	\$ 280
Bratton, Amanda	02/09/04	Read WorldCom agreement.	0.4	\$ 175	\$ 70
Bratton, Amanda	02/09/04	Agree dates to investments.	0.7	\$ 175	\$ 123
Bratton, Amanda	02/09/04	Read notes on prepaid sections.	0.6	\$ 175	\$ 105
Collins, Tina	02/09/04	Print and document specific accounts with collectability issues.	1.3	\$ 200	\$ 260
Collins, Tina	02/09/04	Prepare specific accounts memo.	0.6	\$ 200	\$ 120
Collins, Tina	02/09/04	Perform analysis on specific account collectability issues for all billing systems.	2.3	\$ 200	\$ 460
Collins, Tina	02/09/04	Perform A/R variance analysis for year-end.	0.3	\$ 200	\$ 60
Collins, Tina	02/09/04	Determine reasonableness test to be performed for revenue accruals and obtain billings by market for December.	0.5	\$ 200	\$ 100
Collins, Tina	02/09/04	Discuss A/R specific accounts analysis with J. Jandera (KPMG).	0.2	\$ 200	\$ 40

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Collins, Tina	02/09/04	Discuss CABS Accrual testwork with J. Jandera (KPMG).	0.3	\$ 200	\$ 60
Collins, Tina	02/09/04	Discuss CABS Accrual testwork with J. Jandera (KPMG) and J. Russel (Allegiance).	0.2	\$ 200	\$ 40
Collins, Tina	02/09/04	Discuss A/R NS account regarding 9/30/03 flux analysis with S. Cuello-Simmons (Allegiance).	0.4	\$ 200	\$ 80
Collins, Tina	02/09/04	Address 3Q manager review questions for A/R.	1.6	\$ 200	\$ 320
Collins, Tina	02/09/04	Vouch STFI billings to posting at 12/31/03.	0.3	\$ 200	\$ 60
Collins, Tina	02/09/04	Review December NS bankruptcy customer report to vouch to reserve.	2.0	\$ 200	\$ 400
Collins, Tina	02/09/04	Print memo for non-confirmation of A/R.	0.2	\$ 200	\$ 40
Collins, Tina	02/09/04	Prepare revenue reserve classifications memo.	0.9	\$ 200	\$ 180
Collins, Tina	02/09/04	Prepare A/R year end analytical.	1.5	\$ 200	\$ 300
Garner, Jim	02/09/04	Research EITF 00-21 and examine applicable contracts in preparation for meeting.	0.9	\$ 300	\$ 270
Garner, Jim	02/09/04	Discuss application of EITF 00-21 with T. Smith, G. Guthrie, D. Crane (all Allegiance) and J. Jandera (KPMG).	1.3	\$ 300	\$ 390
Garner, Jim	02/09/04	Examine creditor filings with bankruptcy court to verify debt balances.	0.6	\$ 300	\$ 180
Garner, Jim	02/09/04	Prepare debt confirmation.	0.2	\$ 300	\$ 60
Garner, Jim	02/09/04	Examine network accrual account fluctuation.	1.7	\$ 300	\$ 510
Garner, Jim	02/09/04	Analyze impact of bankruptcy filing on the treatment of the Company's original issue discount on related debt holdings.	0.5	\$ 300	\$ 150
Garner, Jim	02/09/04	Address manager review comments on debt testwork.	0.4	\$ 300	\$ 120
Garner, Jim	02/09/04	Address manager review comments on network line cost control testwork.	0.6	\$ 300	\$ 180
Garner, Jim	02/09/04	Discuss application of EITF 00-21 J. Jandera (KPMG).	0.8	\$ 300	\$ 240
Garner, Jim	02/09/04	Discuss capitalized labor testwork with D. Stockton (KPMG).	0.6	\$ 300	\$ 180
Garner, Jim	02/09/04	Address management review comments on equity testwork.	0.8	\$ 300	\$ 240
Garner, Jim	02/09/04	Examine job costing reports for Shared Tech revenue sample.	0.9	\$ 300	\$ 270
Jandera, Judy	02/09/04	Prepare for EITF 00-21 discussion with client by reviewing the EITF 00-21 KPMG manual and EITF 00-21 documentation.	0.4	\$ 325	\$ 130
Jandera, Judy	02/09/04	Meet with T. Smith, G. Guthrie, D. Crane (all Allegiance) and J. Garner (KPMG) to discuss application of EITF 00-21 and multiple elements and impact for company.	1.3	\$ 325	\$ 423
Jandera, Judy	02/09/04	Discuss A/R specific accounts analysis with T. Collins (KPMG).	0.2	\$ 325	\$ 65
Jandera, Judy	02/09/04	Discuss CABS accrual testwork with T. Collins (KPMG).	0.3	\$ 325	\$ 98
Jandera, Judy	02/09/04	Discuss CABS accrual testwork with T. Collins (KPMG) and J. Russel (Allegiance).	0.2	\$ 325	\$ 65
Jandera, Judy	02/09/04	Discuss review notes for cash section with A. Bratton (KPMG).	0.4	\$ 325	\$ 130
Jandera, Judy	02/09/04	Discuss with D. Stockton (KPMG) procedures to test vacation accrual.	0.3	\$ 325	\$ 98
Jandera, Judy	02/09/04	Analyze vacation accrual file with vacation taken file provided from client as support for testing vacation accrual.	0.7	\$ 325	\$ 228

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Jandera, Judy	02/09/04	Discuss hosting equipment lease process / procedures and deferred revenue with S. Cuello-Simmons (Allegiance).	0.1	\$ 325	\$ 33
Jandera, Judy	02/09/04	Review property, plant, and equipment workpapers.	1.4	\$ 325	\$ 455
Jandera, Judy	02/09/04	Continue to review property, plant, and equipment workpapers.	1.7	\$ 325	\$ 553
Jandera, Judy	02/09/04	Review leases workpapers.	2.1	\$ 325	\$ 683
Jandera, Judy	02/09/04	Discuss application of EITF 00-21 with J. Garner (KPMG).	0.8	\$ 325	\$ 260
Jandera, Judy	02/09/04	Perform testwork procedures on bankruptcy customers reserved by agreeing bankruptcy dates used in reserve against third-party source (bankruptcydata.com). Document testwork findings.	1.6	\$ 325	\$ 520
Jandera, Judy	02/09/04	Update carrier access billing system reserve methodology memo with current reserve methodology.	0.3	\$ 325	\$ 98
Jandera, Judy	02/09/04	Discuss long-term restricted investments fluctuation and expiration date with A. Bratton (KPMG).	0.3	\$ 325	\$ 98
McColl, Morag	02/09/04	Address partner review notes	1.0	\$ 500	\$ 500
Stockton, David	02/09/04	Inspect vacation accrual data prepared by H. Revill (Allegiance).	1.2	\$ 200	\$ 240
Stockton, David	02/09/04	Continue to document vacation accrual procedure and results.	1.9	\$ 200	\$ 380
Stockton, David	02/09/04	Discuss with M. Colbert (Allegiance) and document workers compensation accrual.	1.9	\$ 200	\$ 380
Stockton, David	02/09/04	Discuss with M. Colbert (Allegiance) and document workers bonus accrual-received new information about court approval.	1.2	\$ 200	\$ 240
Stockton, David	02/09/04	Inspect documentation for commission accrual.	1.1	\$ 200	\$ 220
Stockton, David	02/09/04	Continue working on fixed asset outstanding items.	1.0	\$ 200	\$ 200
Stockton, David	02/09/04	Prepare memo regarding retirements and CPE billings.	1.1	\$ 200	\$ 220
Stockton, David	02/09/04	Discuss capitalized labor testwork with J. Garner (KPMG).	0.6	\$ 200	\$ 120
Stockton, David	02/09/04	Discuss with J. Jandera (KPMG) vacation accrual.	0.3	\$ 200	\$ 60
Bratton, Amanda	02/10/04	Show recalculation of amortization.	0.6	\$ 175	\$ 105
Bratton, Amanda	02/10/04	Read newspaper article regarding Allegiance buy out.	0.2	\$ 175	\$ 35
Bratton, Amanda	02/10/04	Re-organizing cash section.	0.5	\$ 175	\$ 88
Bratton, Amanda	02/10/04	Document corresponding references in workpapers.	0.6	\$ 175	\$ 105
Bratton, Amanda	02/10/04	Perform analytical procedures on 12/31/03 balance for commitment fee revolver.	0.3	\$ 175	\$ 53
Bratton, Amanda	02/10/04	Discuss prepaid outstanding items with T. Collins (KPMG).	0.6	\$ 175	\$ 105
Bratton, Amanda	02/10/04	Revise search for unrecorded liabilities work paper.	0.4	\$ 175	\$ 70
Bratton, Amanda	02/10/04	Discuss outstanding cash items with M. Colbert (Allegiance).	0.2	\$ 175	\$ 35
Bratton, Amanda	02/10/04	Call banks to check status of cash confirmations.	0.9	\$ 175	\$ 158
Bratton, Amanda	02/10/04	Fax confirmations to the bank.	0.4	\$ 175	\$ 70
Bratton, Amanda	02/10/04	Review WorldCom agreement.	0.4	\$ 175	\$ 70
Bratton, Amanda	02/10/04	Complete prepaid testwork.	0.7	\$ 175	\$ 123
Bratton, Amanda	02/10/04	Document discussion with M. Colbert (Allegiance).	0.6	\$ 175	\$ 105
Bratton, Amanda	02/10/04	Show computation for operating cash and O/S checks.	0.5	\$ 175	\$ 88
Bratton, Amanda	02/10/04	Discuss short-term restricted investments with J. Jandera (KPMG).	0.3	\$ 175	\$ 53
Bratton, Amanda	02/10/04	Discuss additional prepaid testwork with J. Jandera (KPMG).	0.6	\$ 175	\$ 105
Bratton, Amanda	02/10/04	Recalculate fluctuation in prepaid rent.	2.1	\$ 175	\$ 368

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Bratton, Amanda	02/10/04	Predict 12/31/03 balance of prepaid services based on interim.	0.4	\$ 175	\$ 70
Bratton, Amanda	02/10/04	Recalculate amortization for prepaid services.	0.7	\$ 175	\$ 123
Collins, Tina	02/10/04	Review specific accounts senior comments.	0.3	\$ 200	\$ 60
Collins, Tina	02/10/04	Address review notes for A/R.	1.6	\$ 200	\$ 320
Collins, Tina	02/10/04	Discuss prepaid outstanding items with A. Bratton (KPMG).	0.6	\$ 200	\$ 120
Collins, Tina	02/10/04	Organize A/R binder.	0.5	\$ 200	\$ 100
Collins, Tina	02/10/04	Discuss STFI accrual item with M. Colbert (Allegiance) and request account detail.	0.1	\$ 200	\$ 20
Collins, Tina	02/10/04	Update Allegiance Business Internet collectability workpaper.	0.2	\$ 200	\$ 40
Collins, Tina	02/10/04	Discuss collectibility of accounts with C. Desmond-Donahue (Allegiance).	0.8	\$ 200	\$ 160
Collins, Tina	02/10/04	Review collectibility of aged accounts for Allegiance Business Internet, hosting, and SV.	1.6	\$ 200	\$ 320
Collins, Tina	02/10/04	Vouch STFI accrual item to system detail.	0.2	\$ 200	\$ 40
Collins, Tina	02/10/04	Document L3 reserve and dispute for reserve workpaper.	0.4	\$ 200	\$ 80
Collins, Tina	02/10/04	Update SV collectability accounts.	0.7	\$ 200	\$ 140
Collins, Tina	02/10/04	Address manager review notes for revenue.	2.0	\$ 200	\$ 400
Garner, Jim	02/10/04	Discuss network accrual with J. Jandera (KPMG).	0.4	\$ 300	\$ 120
Garner, Jim	02/10/04	Discuss application of EITF 00-21 with G. McClanahan and J. Jandera (both KPMG).	0.3	\$ 300	\$ 90
Garner, Jim	02/10/04	Discuss Company's accounting treatment of CPE equipment with J. Jandera (KPMG).	0.2	\$ 300	\$ 60
Garner, Jim	02/10/04	Document procedures performed and results found to test the completeness of the network accrual.	0.9	\$ 300	\$ 270
Garner, Jim	02/10/04	Discuss network accrual disputes with J. Pendelton (Allegiance).	0.2	\$ 300	\$ 60
Garner, Jim	02/10/04	Discuss CPE billing process with J. Jandera and D. Stockton (both KPMG).	0.6	\$ 300	\$ 180
Garner, Jim	02/10/04	Document support for network accrual disputes.	0.7	\$ 300	\$ 210
Garner, Jim	02/10/04	Verify mathematical accuracy of global estimate calculations.	0.8	\$ 300	\$ 240
Garner, Jim	02/10/04	Examine updated global estimate calculations.	0.6	\$ 300	\$ 180
Garner, Jim	02/10/04	Assemble list of questions and open items related to Shared Tech revenue contracts.	2.4	\$ 300	\$ 720
Garner, Jim	02/10/04	Address manager review comments on equity testwork.	0.8	\$ 300	\$ 240
Garner, Jim	02/10/04	Address manager review comments on debt.	0.4	\$ 300	\$ 120
Garner, Jim	02/10/04	Address manager review comments on network accrual.	0.7	\$ 300	\$ 210
Jandera, Judy	02/10/04	Discuss network accrual with J. Garner (KPMG).	0.4	\$ 325	\$ 130
Jandera, Judy	02/10/04	Discuss audit status with C. Kornegay (Allegiance).	0.6	\$ 325	\$ 195
Jandera, Judy	02/10/04	Review cash workpapers after staff cleared review notes.	1.9	\$ 325	\$ 618
Jandera, Judy	02/10/04	Continue to review cash workpapers.	0.8	\$ 325	\$ 260
Jandera, Judy	02/10/04	Review prepaid workpapers after staff cleared review notes.	2.1	\$ 325	\$ 683
Jandera, Judy	02/10/04	Continue to review prepaid workpapers.	1.8	\$ 325	\$ 585
Jandera, Judy	02/10/04	Discuss application of EITF 00-21 with G. McClanahan and J. Garner (both KPMG).	0.3	\$ 325	\$ 98
Jandera, Judy	02/10/04	Discuss Company's accounting treatment of CPE equipment with J. Garner (KPMG).	0.2	\$ 325	\$ 65
Jandera, Judy	02/10/04	Discuss fluctuation of short term investments with A. Bratton (KPMG).	0.3	\$ 325	\$ 98

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Jandera, Judy	02/10/04	Discuss CPE billing process with J. Garner and D. Stockton (both KPMG).	0.6	\$ 325	\$ 195
Jandera, Judy	02/10/04	Perform audit procedures on carrier access billing accounts receivable reserve balances.	1.2	\$ 325	\$ 390
McClanahan, Geof	02/10/04	Discuss application of EITF 00-21 with J. Jandera and J. Garner (both KPMG)	0.3	\$ 550	\$ 165
McClanahan, Geof	02/10/04	Review line cost accrual workpapers.	3.2	\$ 550	\$ 1,760
McClanahan, Geof	02/10/04	Review cash and prepaid expense workpapers.	2.3	\$ 550	\$ 1,265
McClanahan, Geof	02/10/04	Review budgeted to actual hours as of 1/31/04.	1.2	\$ 550	\$ 660
Stockton, David	02/10/04	Select samples for the search for unrecorded liabilities and inspect latest check run to be sure there are no skips in check sequence.	0.9	\$ 200	\$ 180
Stockton, David	02/10/04	Address senior and manager review points.	1.5	\$ 200	\$ 300
Stockton, David	02/10/04	Discuss with J. Oglenski (Allegiance) and continue to work on CPE memo.	1.9	\$ 200	\$ 380
Stockton, David	02/10/04	Discuss CPE billing process with J. Jandera and J. Garner (both KPMG).	0.6	\$ 200	\$ 120
Stockton, David	02/10/04	Update fixed asset additions to note that lease additions were tested for FAS 13 requirements.	0.4	\$ 200	\$ 80
Stockton, David	02/10/04	Prepare note about how capital lease obligations are reclassified to liabilities subject to compromise.	0.3	\$ 200	\$ 60
Stockton, David	02/10/04	Perform testwork on the Georgia capital lease obligation.	0.5	\$ 200	\$ 100
Stockton, David	02/10/04	Discuss with J. Oglenski (Allegiance) and prepare note describing the existence of non-system calculated depreciation.	0.8	\$ 200	\$ 160
Stockton, David	02/10/04	Address other senior review notes for leases.	1.8	\$ 200	\$ 360
Stockton, David	02/10/04	Perform testwork on other fiber leases.	1.9	\$ 200	\$ 380
Bratton, Amanda	02/11/04	Discuss prepaid manager review notes and documentation requirements with J. Jandera (KPMG).	0.6	\$ 175	\$ 105
Bratton, Amanda	02/11/04	Perform additional prepaid testwork.	1.3	\$ 175	\$ 228
Bratton, Amanda	02/11/04	Discuss prepaid testwork with J. Jandera (KPMG).	0.6	\$ 175	\$ 105
Bratton, Amanda	02/11/04	Discuss cash confirmation documentation with J. Jandera (KPMG).	0.3	\$ 175	\$ 53
Bratton, Amanda	02/11/04	Discuss prepaid deposit recalculation with D. Stockton (KPMG).	0.6	\$ 175	\$ 105
Bratton, Amanda	02/11/04	Search for wire transfer related to cash transfer testwork.	0.4	\$ 175	\$ 70
Bratton, Amanda	02/11/04	Discuss prepaid retainer fees with J. Garner (KPMG).	0.2	\$ 175	\$ 35
Bratton, Amanda	02/11/04	Discuss bid deposit with J. Garner and J. Jandera (both KPMG).	0.3	\$ 175	\$ 53
Bratton, Amanda	02/11/04	Recalculate prepaid balance at 9/30/03.	1.9	\$ 175	\$ 333
Bratton, Amanda	02/11/04	Agree cash confirmations to summary.	0.4	\$ 175	\$ 70
Bratton, Amanda	02/11/04	Recalculate payments for leases.	0.7	\$ 175	\$ 123
Bratton, Amanda	02/11/04	Discuss prepaid testwork with J. Jandera (KPMG).	0.6	\$ 175	\$ 105
Bratton, Amanda	02/11/04	Continue search for unrecorded liabilities.	2.1	\$ 175	\$ 368
Bratton, Amanda	02/11/04	Research invoices regarding search for unrecorded liabilities.	0.2	\$ 175	\$ 35
Collins, Tina	02/11/04	Address manager review notes for revenue .	3.1	\$ 200	\$ 620
Collins, Tina	02/11/04	Discuss end-user revenue follow-up items with S. Cuello-Simmons (Allegiance).	0.5	\$ 200	\$ 100
Collins, Tina	02/11/04	Address manager review notes for CABS revenue analyticals.	2.6	\$ 200	\$ 520

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Collins, Tina	02/11/04	Discuss CABS revenue analytics follow-up with J. Russell (Allegiance).	0.2	\$ 200	\$ 40
Collins, Tina	02/11/04	Discuss hosting revenue variance for end user revenue analytical and AT&T rate changes for CABS revenue analysis with J. Jandera (KPMG).	0.6	\$ 200	\$ 120
Collins, Tina	02/11/04	Recalculate hosting revenue YTD variance and analysis.	1.4	\$ 200	\$ 280
Collins, Tina	02/11/04	Discuss open items on manager review notes.	0.2	\$ 200	\$ 40
Collins, Tina	02/11/04	Recalculate UNE-P revenue/line and perform analysis.	0.7	\$ 200	\$ 140
Collins, Tina	02/11/04	Review prior year workpapers for accrued taxes procedures.	0.9	\$ 200	\$ 180
Garner, Jim	02/11/04	Discuss additional support needed to test Shared Tech revenue contacts with S. Cuello-Simmons (Allegiance) and J. Jandera (KPMG).	0.3	\$ 300	\$ 90
Garner, Jim	02/11/04	Discuss issues surrounding capital lease obligations with D. Stockton (KPMG).	0.4	\$ 300	\$ 120
Garner, Jim	02/11/04	Address manager review comments on network accrual.	0.9	\$ 300	\$ 270
Garner, Jim	02/11/04	Examine cash receipts for Shared Tech maintenance revenue sample.	0.4	\$ 300	\$ 120
Garner, Jim	02/11/04	Document support for Shared Tech maintenance sample.	0.5	\$ 300	\$ 150
Garner, Jim	02/11/04	Verify mathematical accuracy of global estimate calculations.	0.3	\$ 300	\$ 90
Garner, Jim	02/11/04	Examine updated global estimate calculations.	0.6	\$ 300	\$ 180
Garner, Jim	02/11/04	Discuss balance of prepaid retainer fee with A. Bratton (KPMG).	0.2	\$ 300	\$ 60
Garner, Jim	02/11/04	Discuss balance of prepaid bid deposit with J. Jandera and A. Bratton (both KPMG).	0.3	\$ 300	\$ 90
Garner, Jim	02/11/04	Discuss support needed for EITF 00-21 testwork with G. Guthrie, T. Smith (both Allegiance) and J. Jandera (KPMG).	0.9	\$ 300	\$ 270
Garner, Jim	02/11/04	Discuss support needed for EITF 00-21 testwork with J. Jandera (KPMG).	1.8	\$ 300	\$ 540
Garner, Jim	02/11/04	Document support for Shared Tech maintenance sample.	0.9	\$ 300	\$ 270
Garner, Jim	02/11/04	Document how SAB 101 impacts the recognition of Shared Tech revenue.	0.8	\$ 300	\$ 240
Garner, Jim	02/11/04	Examine billing histories for Shared Tech samples.	0.7	\$ 300	\$ 210
Jandera, Judy	02/11/04	Discuss prior year adjustments for maintenance expense to be sure it has been corrected in current year with D. Stockton (KPMG).	0.3	\$ 325	\$ 98
Jandera, Judy	02/11/04	Discuss additional support needed to test Shared Tech revenue contacts with S. Cuello-Simmons (Allegiance) and J. Garner (KPMG).	0.3	\$ 325	\$ 98
Jandera, Judy	02/11/04	Discuss cash confirmation documentation with A. Bratton (KPMG).	0.3	\$ 325	\$ 98
Jandera, Judy	02/11/04	Discuss recalculation of prepaid assets testwork with A. Bratton (KPMG).	0.6	\$ 325	\$ 195
Jandera, Judy	02/11/04	Discuss balance of prepaid bid deposit with J. Garner and A. Bratton (both KPMG).	0.3	\$ 325	\$ 98
Jandera, Judy	02/11/04	Discuss hosting revenue variance for end user revenue analytical and AT&T rate changes for CABS revenue analysis with T. Collins (KPMG).	0.6	\$ 325	\$ 195
Jandera, Judy	02/11/04	Discuss support needed for EITF 00-21 testwork with G. Guthrie, T. Smith (both Allegiance) and J. Garner (KPMG).	0.9	\$ 325	\$ 293

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Jandera, Judy	02/11/04	Discuss support needed for EITF 00-21 testwork with J. Garner (KPMG).	1.8	\$ 325	\$ 585
Jandera, Judy	02/11/04	Obtain Allegiance tariff rate for interstate calls from dispute supports.	0.1	\$ 325	\$ 33
Jandera, Judy	02/11/04	Discuss accounts receivable aging testwork with C. Desmond-Donohue (Allegiance).	0.1	\$ 325	\$ 33
Jandera, Judy	02/11/04	Select sample of customer accounts from the accounts receivable aging at 12/31/03 for accounts receivable aging testwork for Shared Tech.	0.2	\$ 325	\$ 65
Jandera, Judy	02/11/04	Review property, plant, and equipment workpapers and leases workpapers after staff cleared review notes.	1.4	\$ 325	\$ 455
Jandera, Judy	02/11/04	Discuss property, plant, and equipment and senior review notes on leases with D. Stockton (KPMG).	0.4	\$ 325	\$ 130
Jandera, Judy	02/11/04	Discuss prepaid manager review notes and documentation requirements with A. Bratton (KPMG).	0.6	\$ 325	\$ 195
Jandera, Judy	02/11/04	Document impact of negative cash reclass on extra cash received from bank.	0.4	\$ 325	\$ 130
Stockton, David	02/11/04	Discuss prior year audit difference for maintenance expense with J. Jandera (KPMG) to be sure it has been corrected in current year.	0.3	\$ 200	\$ 60
Stockton, David	02/11/04	Prepare note to clarify retirement of coast to coast asset.	0.7	\$ 200	\$ 140
Stockton, David	02/11/04	Discuss Siemens lease (dealing with retirements) with J. Oglenski (Allegiance).	0.2	\$ 200	\$ 40
Stockton, David	02/11/04	Update master capital fiber lease memo from prior year.	1.5	\$ 200	\$ 300
Stockton, David	02/11/04	Roll forward and update fiber lease workpapers form prior years.	1.9	\$ 200	\$ 380
Stockton, David	02/11/04	Address senior review notes for fixed assets and leases.	1.8	\$ 200	\$ 360
Stockton, David	02/11/04	Discuss with A. Bratton (KPMG) testwork being performed on prepaid assets.	0.3	\$ 200	\$ 60
Stockton, David	02/11/04	Additional discussion with A. Bratton (KPMG) the testwork being performed on prepaid assets.	0.3	\$ 200	\$ 60
Stockton, David	02/11/04	Discuss with J. Jandera (KPMG) prior year adjustments for maintenance expense with to be sure it has been corrected in current year.	0.3	\$ 200	\$ 60
Stockton, David	02/11/04	Discuss property, plant, and equipment and senior review notes on leases with J. Jandera (KPMG).	0.4	\$ 200	\$ 80
Stockton, David	02/11/04	Discuss issues surrounding capital lease obligations with J. Garner (KPMG).	0.4	\$ 200	\$ 80
Bratton, Amanda	02/12/04	Prepare memo regarding SOP 90-7.	0.8	\$ 175	\$ 140
Bratton, Amanda	02/12/04	Discuss letter of credit and Hartford agreement with J. Jandera (KPMG).	0.1	\$ 175	\$ 18
Bratton, Amanda	02/12/04	Discuss letter of credit and liability calculation with J. Jandera (KPMG) and M. Huck (Allegiance).	0.8	\$ 175	\$ 140
Bratton, Amanda	02/12/04	Discuss workers comp and general liability calculation with D. Stockton and J. Jandera (both KPMG).	0.3	\$ 175	\$ 53
Bratton, Amanda	02/12/04	Discuss accrued liability insurance with D. Stockton (KPMG).	0.7	\$ 175	\$ 123
Bratton, Amanda	02/12/04	Continue discussion of accrued liability insurance with D. Stockton (KPMG).	0.4	\$ 175	\$ 70
Bratton, Amanda	02/12/04	Discuss Hartford agreement with M. Colbert and M. Huck (both Allegiance).	0.4	\$ 175	\$ 70
Bratton, Amanda	02/12/04	Discuss workers comp and general liability calculation with M. Colbert and C. Kornegay (both Allegiance).	0.7	\$ 175	\$ 123

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Bratton, Amanda	02/12/04	Sign off on confirmations received. Verify that amount is correct and log when it was received. Then place in appropriate binder.	0.3	\$ 175	\$ 53
Bratton, Amanda	02/12/04	Check outstanding items in prepaid and cash.	0.2	\$ 175	\$ 35
Bratton, Amanda	02/12/04	Read Hartford agreement.	0.4	\$ 175	\$ 70
Bratton, Amanda	02/12/04	Summarize board meeting minutes.	2.0	\$ 175	\$ 350
Bratton, Amanda	02/12/04	Recalculate accrued liability insurance.	0.5	\$ 175	\$ 88
Bratton, Amanda	02/12/04	Create memo about accrued liability insurance.	1.6	\$ 175	\$ 280
Bratton, Amanda	02/12/04	Revise memo about accrued liability insurance.	0.3	\$ 175	\$ 53
Bratton, Amanda	02/12/04	Sign off on work papers.	0.2	\$ 175	\$ 35
Bratton, Amanda	02/12/04	Discuss Hartford agreement with M. Colbert (Allegiance).	0.4	\$ 175	\$ 70
Collins, Tina	02/12/04	Vouch payments for SV collectability account workpaper.	0.8	\$ 200	\$ 160
Collins, Tina	02/12/04	Vouch payments for NS collectability account workpaper.	0.7	\$ 200	\$ 140
Collins, Tina	02/12/04	Discuss NS payments for collectability testwork with L. Fox (Allegiance).	0.3	\$ 200	\$ 60
Collins, Tina	02/12/04	Document SBC Agreement rate changes for CABS revenue analysis.	0.4	\$ 200	\$ 80
Collins, Tina	02/12/04	Discuss AT&T Intrastate rate at 7-1-02 effect on CABS quarter revenue analysis with J. Russel (Allegiance).	0.3	\$ 200	\$ 60
Collins, Tina	02/12/04	Foot and crossfoot property tax schedule and recalculate estimated tax liability.	0.6	\$ 200	\$ 120
Collins, Tina	02/12/04	Discuss accrued tax detail and methodology with R. Olson (Allegiance).	0.9	\$ 200	\$ 180
Collins, Tina	02/12/04	Document accounting for accrued taxes: State USF and gross receipts tax.	1.2	\$ 200	\$ 240
Collins, Tina	02/12/04	Document testwork on accrued taxes.	2.2	\$ 200	\$ 440
Collins, Tina	02/12/04	Discuss accrued taxes procedures with D. Stockton (KPMG).	0.5	\$ 200	\$ 100
Collins, Tina	02/12/04	Discuss accrued taxes with T. Kotrla (Allegiance).	0.4	\$ 200	\$ 80
Collins, Tina	02/12/04	Update CABS revenue analytical for Broadwing decrease.	0.3	\$ 200	\$ 60
Collins, Tina	02/12/04	Document property tax liability schedule set-up.	0.7	\$ 200	\$ 140
Collins, Tina	02/12/04	Prepare request for accrued taxes items.	0.4	\$ 200	\$ 80
Collins, Tina	02/12/04	Document NS collectability payment.	0.3	\$ 200	\$ 60
Garner, Jim	02/12/04	Discuss network accrual calculation with T. Dawson (Allegiance).	0.4	\$ 300	\$ 120
Garner, Jim	02/12/04	Discuss network accrual calculation with T. Dawson (Allegiance).	0.5	\$ 300	\$ 150
Garner, Jim	02/12/04	Discuss network accrual calculation with J. Pendelton (Allegiance).	0.3	\$ 300	\$ 90
Garner, Jim	02/12/04	Document support for payment history for maintenance contracts.	0.8	\$ 300	\$ 240
Garner, Jim	02/12/04	Document support for subsequent payment of maintenance invoices.	0.9	\$ 300	\$ 270
Garner, Jim	02/12/04	Address manager review comments on network accrual.	1.3	\$ 300	\$ 390
Garner, Jim	02/12/04	Document additional support for global estimates.	1.4	\$ 300	\$ 420
Garner, Jim	02/12/04	Document support for change in accrual balance.	1.6	\$ 300	\$ 480
Garner, Jim	02/12/04	Document support for disputes.	0.7	\$ 300	\$ 210
Garner, Jim	02/12/04	Document support for other network accrual activity.	0.7	\$ 300	\$ 210
Jandera, Judy	02/12/04	Discuss Shared Tech inventory reserve report and difference between "activity" column and RS6000 system detail by branch with C. Shellenberger (Allegiance).	0.2	\$ 325	\$ 65
Jandera, Judy	02/12/04	Document Shared Tech inventory reserve testwork.	0.8	\$ 325	\$ 260

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Jandera, Judy	02/12/04	Discuss letter of credit for Hartford and Hartford agreement with A. Bratton (KPMG).	0.1	\$ 325	\$ 33
Jandera, Judy	02/12/04	Discuss Hartford letter of credit and liability calculation and liability accrual methodology with A. Bratton (KPMG) and M. Huck (Allegiance).	0.8	\$ 325	\$ 260
Jandera, Judy	02/12/04	Discuss worker's compensation and general liability accruals with D. Stockton (KPMG).	0.2	\$ 325	\$ 65
Jandera, Judy	02/12/04	Discuss worker's compensation and general liability accruals with D. Stockton and A. Bratton (both KPMG).	0.3	\$ 325	\$ 98
Jandera, Judy	02/12/04	Review cash and prepaid workpapers after staff cleared review notes.	0.3	\$ 325	\$ 98
Jandera, Judy	02/12/04	Discuss carrier access billing reserve query with J. Rodriguez (Allegiance).	1.2	\$ 325	\$ 390
Jandera, Judy	02/12/04	Discuss IBNR workpaper 420SI questionnaire with C. Kornegay (Allegiance).	0.4	\$ 325	\$ 130
Jandera, Judy	02/12/04	Review AT&T settlement and summarize terms of agreement.	2.3	\$ 325	\$ 748
Jandera, Judy	02/12/04	Continue to review AT&T settlement and summarize terms of agreement.	1.8	\$ 325	\$ 585
McClanahan, Geof	02/12/04	Review line cost accrual workpapers.	2.1	\$ 550	\$ 1,155
Stockton, David	02/12/04	Address manager review notes for fixed assets.	0.9	\$ 200	\$ 180
Stockton, David	02/12/04	Inspect samples for search for unrecorded liabilities.	0.9	\$ 200	\$ 180
Stockton, David	02/12/04	Begin inspecting accrued taxes accounts.	1.9	\$ 200	\$ 380
Stockton, David	02/12/04	Prepare note to describe buy out of Seimens lease.	0.6	\$ 200	\$ 120
Stockton, David	02/12/04	Inspect detail for "other accrued" account.	1.0	\$ 200	\$ 200
Stockton, David	02/12/04	Discuss with A. Bratton (KPMG) accrued liability insurance.	0.7	\$ 200	\$ 140
Stockton, David	02/12/04	Discuss with T. Collins (KPMG) accrued taxes procedures.	0.5	\$ 200	\$ 100
Stockton, David	02/12/04	Continue to work on bonus accrual testwork and documentation.	1.9	\$ 200	\$ 380
Stockton, David	02/12/04	Review A. Bratton's (KPMG) documentation of procedures performed on workers compensation detail.	0.3	\$ 200	\$ 60
Stockton, David	02/12/04	Discuss accrued liability insurance with A. Bratton (KPMG).	0.4	\$ 200	\$ 80
Stockton, David	02/12/04	Discuss worker's compensation and general liability accruals with J. Jandera and A. Bratton (both KPMG).	0.3	\$ 200	\$ 60
Stockton, David	02/12/04	Discuss worker's compensation and general liability accruals with J. Jandera (KPMG).	0.2	\$ 200	\$ 40
Thompson, Cheryl	02/12/04	Review tax provision.	4.6	\$ 475	\$ 2,185
Thompson, Cheryl	02/12/04	Discuss with client on tax provision items.	0.6	\$ 475	\$ 285
Bratton, Amanda	02/13/04	Summarize board meeting minutes.	1.0	\$ 175	\$ 175
Bratton, Amanda	02/13/04	Call bank to check status of cash confirmations.	0.2	\$ 175	\$ 35
Bratton, Amanda	02/13/04	Read newspaper article regarding Allegiance buy out.	0.3	\$ 175	\$ 53
Bratton, Amanda	02/13/04	Vouch AR aging to detail.	1.5	\$ 175	\$ 263
Bratton, Amanda	02/13/04	Place cash confirmations in binder.	0.4	\$ 175	\$ 70
Bratton, Amanda	02/13/04	Vouch checks for tax payments.	1.9	\$ 175	\$ 333
Collins, Tina	02/13/04	Update ABI AR collectability testwork.	0.4	\$ 200	\$ 80
Collins, Tina	02/13/04	Discuss requests for accrued taxes with T. Kotrla (Allegiance).	0.3	\$ 200	\$ 60
Collins, Tina	02/13/04	Address A/R review notes for end user aging analysis.	0.4	\$ 200	\$ 80
Collins, Tina	02/13/04	Discuss requests for accrued taxes with M. Collins and D. Starr (both Allegiance).	0.8	\$ 200	\$ 160

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Name	Date	Description	Hours	Rate	Amount
Collins, Tina	02/13/04	Request check copies for accrued taxes testwork.	0.3	\$ 200	\$ 60
Collins, Tina	02/13/04	Vouch state gross receipt tax payments to check copies.	0.4	\$ 200	\$ 80
Collins, Tina	02/13/04	Reprint all revenue analysis for final copies to binder.	0.3	\$ 200	\$ 60
Collins, Tina	02/13/04	Perform testwork vouching payments for accrued taxes.	1.5	\$ 200	\$ 300
Collins, Tina	02/13/04	Discuss accrued taxes methodology with M. Collins (Allegiance).	0.8	\$ 200	\$ 160
Collins, Tina	02/13/04	Discuss accrued taxes methodology with M. Collins (Allegiance) and J. Jandera (KPMG).	0.5	\$ 200	\$ 100
Collins, Tina	02/13/04	Document accrued taxes methodology.	1.6	\$ 200	\$ 320
Collins, Tina	02/13/04	Document outstanding items for A/R and accrued taxes.	0.7	\$ 200	\$ 140
Garner, Jim	02/13/04	Document support for post-petition accrual disputes.	1.1	\$ 300	\$ 330
Garner, Jim	02/13/04	Reconcile lines per line cost report to lines per revenue report with J. Jandera (KPMG).	0.8	\$ 300	\$ 240
Garner, Jim	02/13/04	Address manager review comments on network accrual.	2.1	\$ 300	\$ 630
Garner, Jim	02/13/04	Document support for payment history for maintenance contracts.	0.8	\$ 300	\$ 240
Garner, Jim	02/13/04	Document support for subsequent payment of maintenance invoices.	0.8	\$ 300	\$ 240
Garner, Jim	02/13/04	Examine cutover notices.	1.3	\$ 300	\$ 390
Garner, Jim	02/13/04	Discuss shared tech sample with G. Guthrie (Allegiance).	0.3	\$ 300	\$ 90
Garner, Jim	02/13/04	Review retirement testwork.	0.9	\$ 300	\$ 270
Jandera, Judy	02/13/04	Reconcile lines per line cost report to lines per revenue report with J. Garner (KPMG).	0.8	\$ 325	\$ 260
Jandera, Judy	02/13/04	Review capitalized lease rollforwards.	0.5	\$ 325	\$ 163
Jandera, Judy	02/13/04	Review accounts receivable aging testwork.	0.6	\$ 325	\$ 195
Jandera, Judy	02/13/04	Agree lead sheets from all audit areas to financial statement section of workpapers.	1.9	\$ 325	\$ 618
Jandera, Judy	02/13/04	Document accounts receivable aging testwork.	1.1	\$ 325	\$ 358
Jandera, Judy	02/13/04	Discuss tax accruals with D. Stockton (KPMG).	0.3	\$ 325	\$ 98
Jandera, Judy	02/13/04	Review information risk management conclusion memo.	0.8	\$ 325	\$ 260
Jandera, Judy	02/13/04	Discuss accrued taxes methodology with M. Collins (Allegiance) and T. Collins (KPMG).	0.5	\$ 325	\$ 163
Jandera, Judy	02/13/04	Read press release of Allegiance and XO transaction.	0.1	\$ 325	\$ 33
Jandera, Judy	02/13/04	Review information risk management workpapers and note items to address.	0.6	\$ 325	\$ 195
Jandera, Judy	02/13/04	Discuss accounts receivable aging testwork with L. Hodges (Allegiance).	0.1	\$ 325	\$ 33
McClanahan, Geof	02/13/04	Review fixed asset audit workpapers.	1.9	\$ 550	\$ 1,045
Stockton, David	02/13/04	Discuss with J. Jandera (KPMG) capital lease rollforwards.	0.5	\$ 200	\$ 100
Stockton, David	02/13/04	Document D. Stockton and J. Jandera (both KPMG) previous conversation concerning the tie out of capital lease obligations.	1.7	\$ 200	\$ 340
Stockton, David	02/13/04	Continue to test and document bonus accrual.	1.6	\$ 200	\$ 320
Stockton, David	02/13/04	Continue to test and document other accrual account.	1.4	\$ 200	\$ 280
Stockton, David	02/13/04	Discuss with J. Jandera (KPMG) tax accruals.	0.3	\$ 200	\$ 60
Stockton, David	02/13/04	Discuss with J. Jandera (KPMG) capital lease rollforwards.	0.5	\$ 200	\$ 100
Thompson, Cheryl	02/13/04	Discuss with KPMG personnel on treatment of liabilities in compromise related to FAS 109 schedule.	0.6	\$ 475	\$ 285
McClanahan, Geof	02/14/04	Review debt workpapers.	1.1	\$ 550	\$ 605
Douglas, Steve	02/15/04	Review revenue workpapers.	2.0	\$ 600	\$ 1,200
Jandera, Judy	02/15/04	Review AR aging testwork.	0.9	\$ 325	\$ 293

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Name	Date	Description	Hours	Rate	Amount
Jandera, Judy	02/15/04	Review AR workpapers and address review notes.	0.7	\$ 325	\$ 228
Jandera, Judy	02/15/04	Select sample of customer balances for carrier access billing system to test AR aging.	0.6	\$ 325	\$ 195
Jandera, Judy	02/15/04	Review information risk management workpapers and note items to address.	0.3	\$ 325	\$ 98
Douglas, Steve	02/16/04	Review revenue workpapers.	3.3	\$ 600	\$ 1,980
Douglas, Steve	02/16/04	Continue reviewing revenue workpapers.	2.7	\$ 600	\$ 1,620
Douglas, Steve	02/16/04	Review accounts receivable workpapers.	2.6	\$ 600	\$ 1,560
Douglas, Steve	02/16/04	Review cash, prepaids and other assets workpapers.	2.1	\$ 600	\$ 1,260
Douglas, Steve	02/16/04	Review fixed asset workpapers.	1.9	\$ 600	\$ 1,140
Garner, Jim	02/16/04	Discuss line count reconciliation between lines used to calculate revenue and lines used to calculate network expense accrual with J. Jandera (KPMG).	0.2	\$ 300	\$ 60
Garner, Jim	02/16/04	Examine job cost history schedules to support costs incurred for Shared Tech contracts.	2.6	\$ 300	\$ 780
Garner, Jim	02/16/04	Examine job billing history schedules to support billings issues for Shared Tech contracts.	2.3	\$ 300	\$ 690
Garner, Jim	02/16/04	Recalculate revenue recognized on installation contracts.	1.3	\$ 300	\$ 390
Garner, Jim	02/16/04	Examine documentation addressing previously identified questions regarding Shared Tech installation contracts.	2.9	\$ 300	\$ 870
Garner, Jim	02/16/04	Examine contracts supporting maintenance revenue recognized.	0.8	\$ 300	\$ 240
Jandera, Judy	02/16/04	Discuss line count reconciliation between lines used to calculate revenue and lines used to calculate network expense accrual with J. Garner (KPMG).	0.2	\$ 325	\$ 65
Jandera, Judy	02/16/04	Review information risk management workpapers and information risk management conclusions.	0.5	\$ 325	\$ 163
Jandera, Judy	02/16/04	Discuss AR aging testwork for carrier access billing with J. Rodriguez (Allegiance).	0.2	\$ 325	\$ 65
Jandera, Judy	02/16/04	Inspect AR aging detail and compare to pivot table summarizing reserve.	0.4	\$ 325	\$ 130
Jandera, Judy	02/16/04	Document Daleen bill cycle approval control testwork results.	1.2	\$ 325	\$ 390
Jandera, Judy	02/16/04	Integrate and reference information risk management workpapers to customer care and billing control matrix.	0.8	\$ 325	\$ 260
Jandera, Judy	02/16/04	Update business understanding document part 2's computer information systems section with information risk management documentation.	0.2	\$ 325	\$ 65
Jandera, Judy	02/16/04	Document deferred advanced bill testwork results.	0.2	\$ 325	\$ 65
Jandera, Judy	02/16/04	Agree detail of AR reserves query results to workpaper provided by client and select sample to test aging/query.	2.6	\$ 325	\$ 845
Jandera, Judy	02/16/04	Compile workpaper comparing net accounts receivable for major carrier customers and the related network accruals.	2.4	\$ 325	\$ 780
Jandera, Judy	02/16/04	Review carrier disputes detail, explanations and supporting documentation.	2.3	\$ 325	\$ 748
Stockton, David	02/16/04	Obtain client support for questions concerning vacation accrual.	0.9	\$ 200	\$ 180
Stockton, David	02/16/04	Document client support for vacation accrual.	1.6	\$ 200	\$ 320
Stockton, David	02/16/04	Continue to document payroll accrual.	1.8	\$ 200	\$ 360
Stockton, David	02/16/04	Update accrued memo form prior year and inspected lead sheet as prepared by client.	1.8	\$ 200	\$ 360
Stockton, David	02/16/04	Inspect client documentation related to customer invoice processing accrual.	1.9	\$ 200	\$ 380

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Thompson, Cheryl	02/16/04	Agree amortization and ending balance of intangibles.	2.4	\$ 475	\$ 1,140
Thompson, Cheryl	02/16/04	Draft provision review memo.	0.8	\$ 475	\$ 380
Garner, Jim	02/17/04	Examine job cost history schedules to support costs incurred for Shared Tech contracts.	1.3	\$ 300	\$ 390
Garner, Jim	02/17/04	Examine job billing history schedules to support billings issues for Shared Tech contracts.	0.8	\$ 300	\$ 240
Garner, Jim	02/17/04	Recalculate revenue recognized on installation contracts.	0.6	\$ 300	\$ 180
Garner, Jim	02/17/04	Examine documentation addressing previously identified questions regarding Shared Tech installation contracts.	1.6	\$ 300	\$ 480
Garner, Jim	02/17/04	Continue examining documentation regarding Shared Tech installation contracts.	1.8	\$ 300	\$ 540
Garner, Jim	02/17/04	Examine contracts supporting maintenance revenue recognized.	0.7	\$ 300	\$ 210
Garner, Jim	02/17/04	Discuss information needed to test Shared Tech installation contracts with G. Guthrie and L. Jenkins (both Allegiance).	0.7	\$ 300	\$ 210
Garner, Jim	02/17/04	Discuss network accrual with G. McClanahan and J. Jandera (both KPMG).	0.5	\$ 300	\$ 150
Garner, Jim	02/17/04	Discuss information needed to test Shared Tech installation contracts with S. Cuello-Simmons (Allegiance).	0.3	\$ 300	\$ 90
Garner, Jim	02/17/04	Document consolidated balance sheet fluctuations.	1.3	\$ 300	\$ 390
Garner, Jim	02/17/04	Discuss balance sheet fluctuation analysis and presentation of balances for bankruptcy purposes with J. Jandera (KPMG).	0.4	\$ 300	\$ 120
Garner, Jim	02/17/04	Discuss Shared Tech revenue testwork status and items outstanding with client with J. Jandera (KPMG).	0.3	\$ 300	\$ 90
Jackson, William	02/17/04	Review Allegiance tax accrual.	1.0	\$ 625	\$ 625
Jandera, Judy	02/17/04	Discuss other accrual procedures with D. Stockton (KPMG).	0.3	\$ 325	\$ 98
Jandera, Judy	02/17/04	Discuss carrier access billing dispute questions with J. Russell (Allegiance) and request accounts receivable aging documentation for testwork.	0.7	\$ 325	\$ 228
Jandera, Judy	02/17/04	Discuss network accrual for specific carriers with T. Dawson and T. Gaudino (both Allegiance).	0.2	\$ 325	\$ 65
Jandera, Judy	02/17/04	Discuss additional questions related to network accrual for specific carriers with T. Dawson and T. Gaudino (both Allegiance).	0.1	\$ 325	\$ 33
Jandera, Judy	02/17/04	Document carrier access billing dispute analysis results.	0.9	\$ 325	\$ 293
Jandera, Judy	02/17/04	Analyze carrier access billing accounts receivable compared to network accrual for specific major carriers.	0.8	\$ 325	\$ 260
Jandera, Judy	02/17/04	Discuss preparation of Audit Committee presentation slides, approach to auditing liabilities subject to compromise, and engagement time report reconciliation with G. McClanahan (KPMG).	0.4	\$ 325	\$ 130
Jandera, Judy	02/17/04	Document adjustments made subsequent to 12/31/03.	0.3	\$ 325	\$ 98
Jandera, Judy	02/17/04	Discuss network accrual with G. McClanahan and J. Garner (both KPMG).	0.5	\$ 325	\$ 163
Jandera, Judy	02/17/04	Resolve AR aging questions with L. Hodges (Allegiance).	0.7	\$ 325	\$ 228
Jandera, Judy	02/17/04	Prepare Audit Committee meeting presentation.	1.2	\$ 325	\$ 390
Jandera, Judy	02/17/04	Discuss balance sheet fluctuation analysis and presentation of balances for bankruptcy purposes with J. Garner (KPMG).	0.4	\$ 325	\$ 130

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Name	Date	Description	Hours	Rate	Amount
Jandera, Judy	02/17/04	Discuss Shared Tech revenue testwork status and items outstanding with client with J. Garner (KPMG).	0.3	\$ 325	\$ 98
McClanahan, Geof	02/17/04	Discuss preparation of Audit Committee presentation slides, approach to auditing liabilities subject to compromise, and engagement time report reconciliation with J. Jandera (KPMG).	0.4	\$ 550	\$ 220
McClanahan, Geof	02/17/04	Review accounts receivable testwork.	2.5	\$ 550	\$ 1,375
McClanahan, Geof	02/17/04	Discuss network accrual with J. Jandera and J. Garner (both KPMG).	0.5	\$ 550	\$ 275
Stockton, David	02/17/04	Document bonus accrual.	1.7	\$ 200	\$ 340
Stockton, David	02/17/04	Create lead sheets for other accrued and inspect detail.	1.8	\$ 200	\$ 360
Stockton, David	02/17/04	Inspect detail and prepare documentation to ask questions on other accrued liabilities.	1.3	\$ 200	\$ 260
Stockton, David	02/17/04	Obtain client support for questions concerning payroll accrual.	0.4	\$ 200	\$ 80
Stockton, David	02/17/04	Continue to inspect detail of tax accruals.	1.5	\$ 200	\$ 300
Stockton, David	02/17/04	Obtain client support for questions concerning payroll accrual.	0.4	\$ 200	\$ 80
Stockton, David	02/17/04	Discuss with J. Jandera (KPMG) other accrual procedures.	0.3	\$ 200	\$ 60
Thompson, Cheryl	02/17/04	Discuss tax provision with KPMG tax partner.	0.4	\$ 475	\$ 190
Bratton, Amanda	02/18/04	Create other liability lead sheet.	1.8	\$ 175	\$ 315
Bratton, Amanda	02/18/04	Foot accounts receivable lead sheets.	1.7	\$ 175	\$ 298
Douglas, Steve	02/18/04	Review debt and equity workpapers.	2.1	\$ 600	\$ 1,260
Douglas, Steve	02/18/04	Review line cost accrual workpapers.	1.8	\$ 600	\$ 1,080
Garner, Jim	02/18/04	Examine documentation addressing previously identified questions regarding Shared Tech installation contracts.	3.1	\$ 300	\$ 930
Garner, Jim	02/18/04	Continue examining documentation addressing previously identified regarding Shared Tech installation contracts.	3.3	\$ 300	\$ 990
Garner, Jim	02/18/04	Discuss Shared Tech revenue calculation methodology with S. Cuello-Simmons (Allegiance).	0.5	\$ 300	\$ 150
Garner, Jim	02/18/04	Discuss reconciliation of lines used in line cost reconciliation to lines used in revenue analysis with T. Smith and J. Pendleton (both Allegiance) and J. Jandera (KPMG).	0.3	\$ 300	\$ 90
Garner, Jim	02/18/04	Discuss line cost accrual queries with J. Pendleton and J. Hoehne (both Allegiance) and J. Jandera and K. Nash (both KPMG).	0.6	\$ 300	\$ 180
Garner, Jim	02/18/04	Discuss KPMG-RAS testwork with J. Jandera (KPMG).	0.6	\$ 300	\$ 180
Garner, Jim	02/18/04	Discuss line cost accrual calculation methodology with G. McClanahan and J. Jandera (both KPMG).	0.4	\$ 300	\$ 120
Garner, Jim	02/18/04	Trace warranty fees into deferred revenue detail.	1.1	\$ 300	\$ 330
Garner, Jim	02/18/04	Examine gross margin calculation for 2003.	0.6	\$ 300	\$ 180
Garner, Jim	02/18/04	Compare gross margin calculations for 2003 vs. 2002.	0.3	\$ 300	\$ 90
Garner, Jim	02/18/04	Evaluate gross margin analysis for consistency and reasonableness.	0.8	\$ 300	\$ 240
Jandera, Judy	02/18/04	Discuss liability for network accrual with T. Dawson and T. Gaudino (both Allegiance).	0.2	\$ 325	\$ 65
Jandera, Judy	02/18/04	Discuss AT&T prepayment journal entry and settlement journal entry with T. Dawson and T. Gaudino (both Allegiance).	0.3	\$ 325	\$ 98

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Name	Date	Description	Hours	Rate	Amount
Jandera, Judy	02/18/04	Review unpaid invoices and accrual compared to carrier accounts receivable.	0.8	\$ 325	\$ 260
Jandera, Judy	02/18/04	Discuss search for unrecorded liabilities sampling methodology and sample size with D. Stockton (KPMG).	0.3	\$ 325	\$ 98
Jandera, Judy	02/18/04	Discuss pre-petition liabilities audit methodology and analysis to perform with D. Stockton (KPMG).	0.4	\$ 325	\$ 130
Jandera, Judy	02/18/04	Discuss line cost accrual calculation methodology with G. McClanahan and J. Garner (both KPMG).	0.4	\$ 325	\$ 130
Jandera, Judy	02/18/04	Discuss reconciliation of lines used in line cost reconciliation to lines used in revenue analysis with T. Smith and J. Pendleton (both Allegiance) and J. Garner (KPMG).	0.3	\$ 325	\$ 98
Jandera, Judy	02/18/04	Discuss KPMG-RAS testwork with J. Garner (KPMG).	0.6	\$ 325	\$ 195
Jandera, Judy	02/18/04	Discuss line cost accrual queries with J. Pendleton and J. Hoehne (both Allegiance) and J. Garner and K. Nash (both KPMG).	0.6	\$ 325	\$ 195
Jandera, Judy	02/18/04	Document AT&T settlement accounting treatment.	1.2	\$ 325	\$ 390
Jandera, Judy	02/18/04	Document fluctuation in carrier access billing reserve from 12/31/02 to 12/31/03.	2.2	\$ 325	\$ 715
McClanahan, Geof	02/18/04	Discuss line cost accrual calculation methodology with J. Jandera and J. Garner (both KPMG).	0.4	\$ 550	\$ 220
Nash, Kasey	02/18/04	Discuss line cost accrual queries with J. Pendleton and J. Hoehne (both Allegiance) and J. Jandera and J. Garner (both KPMG).	0.6	\$ 350	\$ 210
Stockton, David	02/18/04	Discuss accrued taxes with T. Kortla (Allegiance).	1.8	\$ 200	\$ 360
Stockton, David	02/18/04	Document conversations with T. Kortla (Allegiance) about accrued taxes.	1.9	\$ 200	\$ 380
Stockton, David	02/18/04	Work on accrued customer invoice processing accrual.	1.9	\$ 200	\$ 380
Stockton, David	02/18/04	Discuss other accruals with M. Colbert (Allegiance).	1.4	\$ 200	\$ 280
Stockton, David	02/18/04	Document conversations with M. Colbert (Allegiance) about other accruals.	0.3	\$ 200	\$ 60
Stockton, David	02/18/04	Discuss pre-petition liabilities audit methodology and analysis to perform with J. Jandera (KPMG).	0.4	\$ 200	\$ 80
Stockton, David	02/18/04	Discuss search for unrecorded liabilities sampling methodology and sample size with J. Jandera (KPMG).	0.3	\$ 200	\$ 60
Bratton, Amanda	02/19/04	Select samples for search for unrecorded liabilities.	0.4	\$ 175	\$ 70
Bratton, Amanda	02/19/04	Create memo for tax reserve.	0.8	\$ 175	\$ 140
Bratton, Amanda	02/19/04	Research open references in all review notes.	0.6	\$ 175	\$ 105
Bratton, Amanda	02/19/04	Address notes on prepaid regarding letter of credit.	0.9	\$ 175	\$ 158
Bratton, Amanda	02/19/04	Log checks for search for unrecorded liabilities.	2.3	\$ 175	\$ 403
Douglas, Steve	02/19/04	Review line cost accrual workpapers.	2.1	\$ 600	\$ 1,260
Douglas, Steve	02/19/04	Review accounts receivable workpapers.	1.7	\$ 600	\$ 1,020
Garner, Jim	02/19/04	Discuss support needed for Shared Tech billings and costs with S. Cuello-Simmons (Allegiance).	0.6	\$ 300	\$ 180
Garner, Jim	02/19/04	Examine documentation addressing previously identified questions regarding Shared Tech installation contracts.	2.6	\$ 300	\$ 780
Garner, Jim	02/19/04	Document support and rationale for the Company's treatment of deferred debt issuance costs.	0.8	\$ 300	\$ 240
Garner, Jim	02/19/04	Discuss accrued taxes with D. Stockton (KPMG).	0.9	\$ 300	\$ 270
Garner, Jim	02/19/04	Examine gross margin calculation for 2003.	0.6	\$ 300	\$ 180
Garner, Jim	02/19/04	Compare gross margin calculations for 2003 vs. 2002.	0.7	\$ 300	\$ 210
Garner, Jim	02/19/04	Determine causes for fluctuations between the 2002 gross margin analysis and the 2003 gross margin analysis.	0.8	\$ 300	\$ 240

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Name	Date	Description	Hours	Rate	Amount
Garner, Jim	02/19/04	Perform analytical analysis of gross margin calculation.	0.8	\$ 300	\$ 240
Garner, Jim	02/19/04	Compile list of contracts for which warranty information is still needed.	0.6	\$ 300	\$ 180
Garner, Jim	02/19/04	Compile list of contracts for which cutover information is still needed.	0.5	\$ 300	\$ 150
Garner, Jim	02/19/04	Examine support for tax accrual calculation.	0.6	\$ 300	\$ 180
Garner, Jim	02/19/04	Compile balance sheet fluctuation analysis.	0.8	\$ 300	\$ 240
Jandera, Judy	02/19/04	Review AR testwork workpapers.	1.2	\$ 325	\$ 390
Jandera, Judy	02/19/04	Document carrier access billing reserve fluctuation in Qwest reserves.	0.6	\$ 325	\$ 195
Jandera, Judy	02/19/04	Inspect AR aging support and evaluate whether aging is calculated properly.	1.9	\$ 325	\$ 618
Jandera, Judy	02/19/04	Prepare CABS AR aging workpaper and inspect invoices for aging testwork.	1.2	\$ 325	\$ 390
Jandera, Judy	02/19/04	Discuss support of customer churn for set up deferred revenue analysis with S. Cuello-Simmons (Allegiance).	0.2	\$ 325	\$ 65
Jandera, Judy	02/19/04	Discuss aging questions related to query calculations with L. Hodges (Allegiance).	0.4	\$ 325	\$ 130
Jandera, Judy	02/19/04	Document account set up fees testwork and process and recalculate amortization.	1.8	\$ 325	\$ 585
Jandera, Judy	02/19/04	Prepare Audit Committee meeting presentation.	1.6	\$ 325	\$ 520
Jandera, Judy	02/19/04	Discuss CABS client adjusting journal entry that increased bad debt reserves for Verizon with J. Russell (Allegiance).	0.2	\$ 325	\$ 65
Jandera, Judy	02/19/04	Discuss accounts receivable manager review comments and audit committee presentation with G. McClanahan (KPMG).	1.1	\$ 325	\$ 358
Jandera, Judy	02/19/04	Review client post-closing journal entry.	0.4	\$ 325	\$ 130
McClanahan, Geof	02/19/04	Discuss accounts receivable manager review comments and Audit Committee presentation with J. Jandera (KPMG).	1.1	\$ 550	\$ 605
McClanahan, Geof	02/19/04	Review accounts receivable valuation workpapers.	3.1	\$ 550	\$ 1,705
McClanahan, Geof	02/19/04	Continue reviewing accounts receivable valuation workpapers.	2.7	\$ 550	\$ 1,485
Stockton, David	02/19/04	Discuss tax accruals with R. Olson and V. Estes (both Allegiance).	1.5	\$ 200	\$ 300
Stockton, David	02/19/04	Prepare explanations for Shared Technologies other accrual.	1.2	\$ 200	\$ 240
Stockton, David	02/19/04	Prepare tickmarks for remaining other accruals accounts.	0.9	\$ 200	\$ 180
Stockton, David	02/19/04	Discuss accrued taxes with J. Garner (KPMG).	0.9	\$ 200	\$ 180
Stockton, David	02/19/04	Inspect checks selected in search for unrecorded liabilities.	2.3	\$ 200	\$ 460
Stockton, David	02/19/04	Inspect Company policies concerning bad debt expense and flow through taxes.	1.3	\$ 200	\$ 260
Garner, Jim	02/20/04	Discuss line count reconciliation with J. Pendleton (Allegiance) and J. Jandera (KPMG).	0.3	\$ 300	\$ 90
Garner, Jim	02/20/04	Discuss line count reconciliation with J. Pendleton and A. Buckly (both Allegiance) and J. Jandera (KPMG).	0.3	\$ 300	\$ 90
Garner, Jim	02/20/04	Discuss line count reconciliation with J. Pendleton and A. Davis (both Allegiance) and J. Jandera (KPMG).	0.4	\$ 300	\$ 120
Garner, Jim	02/20/04	Discuss line count reconciliation with A. Davis (Allegiance) and J. Jandera (KPMG).	0.3	\$ 300	\$ 90

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Name	Date	Description	Hours	Rate	Amount
Garner, Jim	02/20/04	Document process for reviewing costs assigned to Shared Tech contracts.	0.9	\$ 300	\$ 270
Garner, Jim	02/20/04	Corroborate understanding of process of reviewing costs assigned to Shared Tech Contracts with project managers.	0.9	\$ 300	\$ 270
Garner, Jim	02/20/04	Compile list of contracts for which warranty information is still needed.	0.8	\$ 300	\$ 240
Garner, Jim	02/20/04	Discuss accrued taxes and search for unrecorded liabilities with J. Jandera and D. Stockton (both KPMG).	0.7	\$ 300	\$ 210
Garner, Jim	02/20/04	Determine how to trace warranty deferrals into deferred revenue detail with S. Cuello-Simmons (Allegiance).	0.6	\$ 300	\$ 180
Garner, Jim	02/20/04	Document change in gross margin from 2002 to 2003.	1.1	\$ 300	\$ 330
Garner, Jim	02/20/04	Document support for maintenance revenue sample.	1.4	\$ 300	\$ 420
Garner, Jim	02/20/04	Discuss line count reconciliation with J. Pendleton (Allegiance) and J. Jandera (KPMG).	0.4	\$ 300	\$ 120
Jandera, Judy	02/20/04	Discuss specific topics audit program procedures and IBNR lag report with C. Kornegay (Allegiance).	0.3	\$ 325	\$ 98
Jandera, Judy	02/20/04	Discuss liabilities subject to compromise claims testwork with C. Kornegay (Allegiance).	0.2	\$ 325	\$ 65
Jandera, Judy	02/20/04	Discuss line count reconciliation with J. Pendleton (Allegiance) and J. Garner (KPMG).	0.3	\$ 325	\$ 98
Jandera, Judy	02/20/04	Discuss CABS client adjusting journal entry that increased revenue reserves for bankruptcy carriers with J. Russell (Allegiance).	0.1	\$ 325	\$ 33
Jandera, Judy	02/20/04	Discuss line count reconciliation with J. Pendleton and A. Buckley (both Allegiance) and J. Garner (KPMG).	0.3	\$ 325	\$ 98
Jandera, Judy	02/20/04	Discuss line count reconciliation with J. Pendleton and A. Davis (both Allegiance) and J. Garner (KPMG).	0.4	\$ 325	\$ 130
Jandera, Judy	02/20/04	Discuss line count reconciliation with A. Davis (Allegiance) and J. Garner (KPMG).	0.3	\$ 325	\$ 98
Jandera, Judy	02/20/04	Discuss Allegiance Business Internet increase in revenue with S. Cuello-Simmons, N. Sharp and L. Hodges (all Allegiance).	0.3	\$ 325	\$ 98
Jandera, Judy	02/20/04	Discuss scheduling meeting with M. Tresnowsky (Allegiance) to obtain board minute updates with L. Sutter (Allegiance).	0.1	\$ 325	\$ 33
Jandera, Judy	02/20/04	Discuss with J. Garner and D. Stockton (both KPMG) regarding accrued taxes and search for unrecorded liabilities.	0.7	\$ 325	\$ 228
Jandera, Judy	02/20/04	Review lag report for IBNR and update workpaper 420SI.	0.6	\$ 325	\$ 195
Jandera, Judy	02/20/04	Discuss audit request for IBNR refund and AT&T settlement payment support with J. Goodson (Allegiance).	0.1	\$ 325	\$ 33
Jandera, Judy	02/20/04	Inquire of S. Cuello-Simmons (Allegiance) regarding increase in advanced bill as a percent of accounts receivable when comparing Q1 to Q2.	0.1	\$ 325	\$ 33
Jandera, Judy	02/20/04	Address partner and manager review comments for AR and revenue.	1.5	\$ 325	\$ 488
Jandera, Judy	02/20/04	Discus CABS rate change log and history of rates in CHA with J. Russell (Allegiance).	0.4	\$ 325	\$ 130
Jandera, Judy	02/20/04	Review liabilities workpaper.	0.2	\$ 325	\$ 65
McClanahan, Geof	02/20/04	Review accounts receivable valuation workpapers.	3.3	\$ 550	\$ 1,815
McClanahan, Geof	02/20/04	Compare budgeted audit hours to actual hours to date.	0.7	\$ 550	\$ 385

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Name	Date	Description	Hours	Rate	Amount
Stockton, David	02/20/04	Discuss received not vouchered account with M. Boler and H. Revill (both Allegiance).	0.2	\$ 200	\$ 40
Stockton, David	02/20/04	Inspect sample items for search for unrecorded liabilities.	2.1	\$ 200	\$ 420
Stockton, David	02/20/04	Inspect manual AP and trade AP for accrued items.	1.4	\$ 200	\$ 280
Stockton, David	02/20/04	Discuss accrued taxes with T. Kotrla (Allegiance) and document conversation in workpapers.	1.6	\$ 200	\$ 320
Stockton, David	02/20/04	Input new search for unrecorded liabilities checks.	2.1	\$ 200	\$ 420
Stockton, David	02/20/04	Discuss accrued taxes and search for unrecorded liabilities with J. Jandera and J. Garner (both KPMG).	0.7	\$ 200	\$ 140
Douglas, Steve	02/21/04	Review accounts receivable and accrued expense workpapers.	2.8	\$ 600	\$ 1,680
Douglas, Steve	02/21/04	Review accounts receivable workpapers.	2.7	\$ 600	\$ 1,620
Garner, Jim	02/21/04	Research treatment of warranty costs, based on SAB 101 guidance.	0.7	\$ 300	\$ 210
Garner, Jim	02/21/04	Discuss genuity revenue and per port analysis with J. Jandera (KPMG).	0.7	\$ 300	\$ 210
Garner, Jim	02/21/04	Discuss significant Network cost disputes to summarize in significant issues and decisions document with J. Jandera (KPMG).	0.9	\$ 300	\$ 270
Garner, Jim	02/21/04	Examine selected Manual Journal Entries to ensure proper approval and supporting documentation.	0.7	\$ 300	\$ 210
Garner, Jim	02/21/04	Discuss Shared Tech revenue accounting as it relates to multiple elements under EITF 00-21 with J. Jandera (KPMG).	0.8	\$ 300	\$ 240
Garner, Jim	02/21/04	Discuss tax refund received during 2003 and the accounting treatment to summarize in significant issues and decisions document with J. Jandera (KPMG).	0.9	\$ 300	\$ 270
Garner, Jim	02/21/04	Document change in gross margin from 2002 to 2003.	1.1	\$ 300	\$ 330
Garner, Jim	02/21/04	Document support for maintenance revenue sample.	0.7	\$ 300	\$ 210
Jandera, Judy	02/21/04	Continue to review liabilities workpaper.	0.2	\$ 325	\$ 65
Jandera, Judy	02/21/04	Update changes to Audit Committee presentation based on manager comments.	0.2	\$ 325	\$ 65
Jandera, Judy	02/21/04	Prepare document to provide client with FASB support and analysis for accrued bonus accounting.	0.4	\$ 325	\$ 130
Jandera, Judy	02/21/04	Prepare significant issues and decisions document.	4.6	\$ 325	\$ 1,495
Jandera, Judy	02/21/04	Discuss genuity revenue and per port analysis with J. Garner (KPMG).	0.7	\$ 325	\$ 228
Jandera, Judy	02/21/04	Discuss significant network cost disputes to summarize in significant issues and decisions document with J. Garner (KPMG).	0.9	\$ 325	\$ 293
Jandera, Judy	02/21/04	Discuss Shared Tech revenue accounting as it relates to multiple elements under EITF 00-21 with J. Garner (KPMG).	0.8	\$ 325	\$ 260
Jandera, Judy	02/21/04	Discuss tax refund received during 2003 and the accounting treatment to summarize in significant issues and decisions document with J. Garner (KPMG).	0.9	\$ 325	\$ 293
McClanahan, Geof	02/21/04	Review accrued liability testwork.	2.1	\$ 550	\$ 1,155
McClanahan, Geof	02/21/04	Review Audit Committee presentation.	0.4	\$ 550	\$ 220
McClanahan, Geof	02/21/04	Review the significant issues and decisions document.	3.5	\$ 550	\$ 1,925
Collins, Tina	02/22/04	Address review comments from manager related to EU cash receipts control testwork.	3.6	\$ 200	\$ 720
Collins, Tina	02/22/04	Address review comments from manager related to CABS cash receipts control testwork.	2.0	\$ 200	\$ 400

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Douglas, Steve	02/22/04	Review significant issues and decisions document.	2.8	\$ 600	\$ 1,680
Garner, Jim	02/22/04	Prepare year to date consolidated balance sheet comparisons.	0.9	\$ 300	\$ 270
Garner, Jim	02/22/04	Analyze fluctuations in selected balance sheet accounts.	1.3	\$ 300	\$ 390
Garner, Jim	02/22/04	Document reasons for balance sheet fluctuations and document procedures performed to address matters.	1.7	\$ 300	\$ 510
Garner, Jim	02/22/04	Prepare year to date consolidated statement of operations comparison -12/31/03 year to date vs. 12/31/02 year to date.	0.8	\$ 300	\$ 240
Garner, Jim	02/22/04	Analyze fluctuations in selected statement of operations accounts.	1.3	\$ 300	\$ 390
Garner, Jim	02/22/04	Document reasons for balance sheet fluctuations and document procedures performed to address matters.	1.1	\$ 300	\$ 330
Garner, Jim	02/22/04	Examine selected manual journal entry to ensure proper approval and supporting documentation exist.	1.4	\$ 300	\$ 420
Jandera, Judy	02/22/04	Revise significant issues and decisions document to address manager comments.	2.1	\$ 325	\$ 683
Jandera, Judy	02/22/04	Analytically review operating expenses comparing Q303 to Q403.	2.5	\$ 325	\$ 813
Jandera, Judy	02/22/04	Analytically review operating expenses comparing Q402 to Q403.	2.1	\$ 325	\$ 683
Jandera, Judy	02/22/04	Vouch to IBNR cash receipts.	0.1	\$ 325	\$ 33
Jandera, Judy	02/22/04	Document post-closing journal entries and ensure they are properly posted to adjusting balance sheet and adjusting income statement.	1.1	\$ 325	\$ 358
Jandera, Judy	02/22/04	Foot and cross-foot adjusting balance sheet and adjusting income statement.	0.4	\$ 325	\$ 130
Jandera, Judy	02/22/04	Update significant issues and decisions document addressing partner comments.	1.9	\$ 325	\$ 618
Jandera, Judy	02/22/04	Continue to update significant issues and decisions document addressing partner comments.	1.8	\$ 325	\$ 585
Jandera, Judy	02/22/04	Perform end user AR aging testwork procedures and update with client responses to audit questions.	0.4	\$ 325	\$ 130
Davison, Glen	02/23/04	Discuss the class action lawsuit with S. Douglas and B. Jones (both KPMG).	0.5	\$ 600	\$ 300
Davison, Glen	02/23/04	Review concurring review package for December 31, 2003 audit.	2.0	\$ 600	\$ 1,200
Douglas, Steve	02/23/04	Discuss Audit Committee presentation with C. Myers and C. Kornegay (both Allegiance).	0.6	\$ 600	\$ 360
Douglas, Steve	02/23/04	Discuss Audit Committee presentation with C. Myers, C. Kornegay and H. Revill (all Allegiance), G. McClanahan and J. Jandera (both KPMG).	0.5	\$ 600	\$ 300
Douglas, Steve	02/23/04	Review documents regarding the class action lawsuit.	1.0	\$ 600	\$ 600
Douglas, Steve	02/23/04	Discuss the class action lawsuit with G. Davison and B. Jones (both KPMG).	0.5	\$ 600	\$ 300
Garner, Jim	02/23/04	Discuss Shared Tech revenue review comments from the manager and comments regarding EITF 00-21 and FTB 90-7 with J. Jandera (KPMG).	0.4	\$ 300	\$ 120
Garner, Jim	02/23/04	Examine support for line count costs used in global accrual estimates.	0.8	\$ 300	\$ 240
Garner, Jim	02/23/04	Examine support for accrued tax analysis.	1.1	\$ 300	\$ 330
Garner, Jim	02/23/04	Document reasons for balance sheet fluctuations and document procedures performed to address matters.	1.1	\$ 300	\$ 330

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Name	Date	Description	Hours	Rate	Amount
Garner, Jim	02/23/04	Address partner review notes on network accrual testwork.	1.2	\$ 300	\$ 360
Garner, Jim	02/23/04	Address manager review notes on debt and fixed assets.	0.9	\$ 300	\$ 270
Jandera, Judy	02/23/04	Discuss Audit Committee presentation with C. Myers, C. Kornegay and H. Revill (all Allegiance), S. Douglas and G. McClanahan (both KPMG).	0.5	\$ 325	\$ 163
Jandera, Judy	02/23/04	Review legal confirmations received.	0.6	\$ 325	\$ 195
Jandera, Judy	02/23/04	Review legal matrix and match legal confirms to matrix.	2.1	\$ 325	\$ 683
Jandera, Judy	02/23/04	Update Audit Committee presentation.	0.3	\$ 325	\$ 98
Jandera, Judy	02/23/04	Update summary of unadjusted audit differences.	1.2	\$ 325	\$ 390
Jandera, Judy	02/23/04	Discuss summary of unadjusted audit differences with C. Kornegay (Allegiance).	0.2	\$ 325	\$ 65
Jandera, Judy	02/23/04	Discuss break out of liabilities subject to compromise with C. Kornegay (Allegiance).	0.1	\$ 325	\$ 33
Jandera, Judy	02/23/04	Discuss Shared Tech revenue review comments from the manager and comments regarding EITF 00-21 and FTB 90-7 with J. Garner (KPMG).	0.4	\$ 325	\$ 130
Jandera, Judy	02/23/04	Discuss tax accrual testwork and findings with D. Stockton (KPMG).	0.5	\$ 325	\$ 163
McClanahan, Geof	02/23/04	Discuss Audit Committee presentation with C. Myers, C. Kornegay and H. Revill (all Allegiance), S. Douglas and J. Jandera (both KPMG).	0.5	\$ 550	\$ 275
McClanahan, Geof	02/23/04	Review Shared Technologies revenue workpapers.	2.1	\$ 550	\$ 1,155
McClanahan, Geof	02/23/04	Address review notes on revenue and accounts receivable workpapers.	1.4	\$ 550	\$ 770
McClanahan, Geof	02/23/04	Review client prepared litigation summary and attorney response letters.	2.9	\$ 550	\$ 1,595
McClanahan, Geof	02/23/04	Review Shared Technologies revenue workpapers.	3.1	\$ 550	\$ 1,705
McClanahan, Geof	02/23/04	Review the Company's FAS 144 impairment analysis.	0.6	\$ 550	\$ 330
Stockton, David	02/23/04	Document inclusion of search samples in network accrual.	1.4	\$ 200	\$ 280
Stockton, David	02/23/04	Perform remaining procedures regarding search for unrecorded liabilities.	2.5	\$ 200	\$ 500
Stockton, David	02/23/04	Discuss accrued bonus and accrued taxes with M. Colbert (Allegiance).	0.3	\$ 200	\$ 60
Stockton, David	02/23/04	Read through legal confirmation for any unusual items.	0.5	\$ 200	\$ 100
Stockton, David	02/23/04	Prepare memo discussing accrued taxes.	2.2	\$ 200	\$ 440
Stockton, David	02/23/04	Continue to inspect items related to tax accruals.	1.2	\$ 200	\$ 240
Stockton, David	02/23/04	Discuss tax accrual testwork and findings with J. Jandera (KPMG).	0.5	\$ 200	\$ 100
Thompson, Cheryl	02/23/04	Discuss tax provision with KPMG tax partner.	0.3	\$ 475	\$ 143
Thompson, Cheryl	02/23/04	Send correspondence approval of deferred numbers to audit team.	0.2	\$ 475	\$ 95
Jandera, Judy	02/24/04	Review AR aging testwork for carrier access billing system.	0.4	\$ 325	\$ 130
Jandera, Judy	02/24/04	Discuss board minutes for Q403 not yet summarized with M. Tresnowsky (Allegiance).	0.4	\$ 325	\$ 130
Stockton, David	02/24/04	Discuss with T. Kortla (Allegiance) and document testwork performed on accrued taxes.	2.0	\$ 200	\$ 400
Stockton, David	02/24/04	Complete memo and documentation for search for unrecorded liabilities.	1.4	\$ 200	\$ 280
Stockton, David	02/24/04	Prepare CABS billings for J. Jandera (KPMG).	0.4	\$ 200	\$ 80
Stockton, David	02/24/04	Prepare memo and continue to test items related to accrued taxes	2.0	\$ 200	\$ 400

EXHIBIT D-1
Allegiance Telecom, Inc., et al.
Annual Audit
October 1, 2003 through February 29, 2004

Name	Date	Description	Hours	Rate	Amount
Stockton, David	02/24/04	Address manager partner notes related to fixed assets.	1.3	\$ 200	\$ 260
Stockton, David	02/24/04	Address manager partner notes related to leases.	0.9	\$ 200	\$ 180
Jandera, Judy	02/25/04	Discuss FAS 143 for collocation with J. Pendleton (Allegiance).	0.2	\$ 325	\$ 65
Jandera, Judy	02/25/04	Discuss FAS 143 for other leases and facilities with C. Kornegay (Allegiance).	0.2	\$ 325	\$ 65
Jandera, Judy	02/25/04	Prepare for FAS 143 statement and FAS 13 discussion with C. Kornegay (Allegiance).	0.6	\$ 325	\$ 195
Jandera, Judy	02/25/04	Review additional legal confirmations received.	0.1	\$ 325	\$ 33
Jandera, Judy	02/25/04	Review CABS AR aging testwork and perform same aging testwork on bankruptcy aging.	1.6	\$ 325	\$ 520
Jandera, Judy	02/25/04	Document control testwork performed for switch to provisioning system connectivity monitoring.	1.2	\$ 325	\$ 390
Jandera, Judy	02/25/04	Document specific topics audit program guide.	1.9	\$ 325	\$ 618
Jandera, Judy	02/25/04	Update significant issues and decisions document.	1.0	\$ 325	\$ 325
McClanahan, Geof	02/25/04	Review Shared Technologies revenue workpapers.	1.1	\$ 550	\$ 605
Stockton, David	02/25/04	Address manager and partner review notes related to miscellaneous items.	1.9	\$ 200	\$ 380
Stockton, David	02/25/04	Discuss other accruals with M. Colbert (Allegiance).	0.2	\$ 200	\$ 40
Stockton, David	02/25/04	Address senior notes related to accrued liabilities.	1.9	\$ 200	\$ 380
Jandera, Judy	02/26/04	Discuss AR aging for CABS with J. Rodriguez and J. Russell (both Allegiance).	0.6	\$ 325	\$ 195
Jandera, Judy	02/26/04	Discuss FAS 143 with C. Kornegay (Allegiance).	0.2	\$ 325	\$ 65
Jandera, Judy	02/26/04	Discuss liability differences noted with C. Kornegay (Allegiance).	0.4	\$ 325	\$ 130
Jandera, Judy	02/26/04	Discuss income statement analytical review questions with M. Colbert (Allegiance).	0.3	\$ 325	\$ 98
Jandera, Judy	02/26/04	Discuss cash receipts for specific testwork items with L. Fox and M. Huck (both Allegiance).	0.3	\$ 325	\$ 98
Jandera, Judy	02/26/04	Discuss Zaius system report with A. Davis (Allegiance).	0.2	\$ 325	\$ 65
Jandera, Judy	02/26/04	Discuss bankruptcy straddle calculation with J. Rodriguez (Allegiance).	0.4	\$ 325	\$ 130
Jandera, Judy	02/26/04	Document executive loan entry and update financials with entry.	0.4	\$ 325	\$ 130
Jandera, Judy	02/26/04	Review collocation application for FAS 143 for Bell Atlantic and Southwestern Bell.	0.7	\$ 325	\$ 228
Jandera, Judy	02/26/04	Continue documentation of specific topics on the audit program guide.	1.8	\$ 325	\$ 585
Jandera, Judy	02/26/04	Document CABS aging testwork for bankruptcy aging.	0.9	\$ 325	\$ 293
Jandera, Judy	02/26/04	Document switch monitoring control with additional information obtained from client.	0.2	\$ 325	\$ 65
Jandera, Judy	02/26/04	Document analytical of operating expenses.	2.1	\$ 325	\$ 683
McClanahan, Geof	02/26/04	Compare budgeted audit hours to actual hours to date.	0.6	\$ 550	\$ 330
Stockton, David	02/26/04	Address manager and partner review notes related to miscellaneous items.	1.3	\$ 200	\$ 260
McClanahan, Geof	02/27/04	Review management representation letter draft for the December 31, 2003.	0.5	\$ 550	\$ 275
Jandera, Judy	02/28/04	Update significant issues and decisions document with updates of pre-petition disputes for network accruals.	0.1	\$ 325	\$ 33
Jandera, Judy	02/28/04	Update AR testwork with cash receipts vouched to supporting documentation.	0.1	\$ 325	\$ 33
Jandera, Judy	02/28/04	Document minutes summary per discussion with client.	0.8	\$ 325	\$ 260
Jandera, Judy	02/28/04	Document income statement analytical.	1.6	\$ 325	\$ 520

EXHIBIT D-1

Allegiance Telecom, Inc., et al.

Annual Audit

October 1, 2003 through February 29, 2004

Name	Date	Description	Hours	Rate	Amount
Jandera, Judy	02/28/04	Review Q203 petition classification workpaper.	0.8	\$ 325	\$ 260
Russell, Mark	02/29/04	Review RAS workpapers.	1.8	\$ 650	\$ 1,170
Russell, Mark	02/29/04	Continue to review RAS workpapers.	0.2	\$ 650	\$ 130
Annual Audit Total			<u>1953.8</u>		<u>\$ 566,093</u>

EXHIBIT D-2

Allegiance Telecom, Inc., et al.
Court Hearings and Committee Meetings
October 1, 2003 through February 29, 2004

Name	Date	Description	Hours	Rate	Amount
Burke, Jennifer	10/29/03	Attend audit committee meeting with S Douglas and G McClanahan (both KPMG) and C. Kornegay, C. Meyers, H. Reville, R. Holland, A. Terry, P. Finnegan, and R. Hunt (all Allegiance).	1.0	\$ 425	\$ 425
Douglas, Steve	10/29/03	Attend audit committee meeting with J Burke and G McClanahan (both KPMG) and Chris Kornegay, Clay Meyers, Heather Reville, Royce Holland, Annie Terry, Paul Finnegan, and Reed Hunt (all Allegiance).	1.0	\$ 600	\$ 600
McClanahan, Geof	10/29/03	Attend audit committee meeting with S. Douglas and G McClanahan (both KPMG) and Chris Kornegay, Clay Meyers, Heather Reville, Royce Holland, Annie Terry, Paul Finnegan, and Reed Hunt (all Allegiance).	1.0	\$ 550	\$ 550
Burke, Jennifer	11/10/03	Participate in audit committee meeting with S. Douglas (KPMG), C. Kornegay, H. Reville, R. Holland, P. Finnegan, M. Tresnowski, A. Terri (all Allegiance).	0.3	\$ 425	\$ 128
Douglas, Steven	11/10/03	Participate in audit committee meeting with J. Burke (KPMG), C. Kornegay, H. Reville, R. Holland, P. Finnegan, M. Tresnowski, A. Terri (all Allegiance).	0.3	\$ 600	\$ 180
McClanahan, Geof	02/24/04	Participate and attend Audit Committee meeting.	1.3	\$ 550	\$ 715
Douglas, Steve	02/24/04	Participate and attend Audit Committee meeting.	1.3	\$ 600	\$ 780
Court Hearings and Committee Meetings Total			<u>6.2</u>		<u>\$ 3,378</u>

EXHIBIT D-3
Allegiance Telecom, Inc., et al.
Fee Statements/Applications
October 1, 2003 through February 29, 2004

Name	Date	Description	Hours	Rate	Amount
Beserra, Rebecca	10/15/03	Combine, edit and format time detail for the September fee statement as well as receive comments and make requested edits.	1.5	\$ 120	\$ 180
Beserra, Rebecca	10/15/03	Prepare supporting schedules, exhibits and cover letter for the September fee statement and send for review.	0.8	\$ 120	\$ 96
Raveling, Robyn	10/16/03	Review and comment on September fee statement.	0.3	\$ 480	\$ 144
Beserra, Rebecca	10/17/03	Receive comments and send correspondence regarding the September fee statement.	0.5	\$ 120	\$ 60
Beserra, Rebecca	10/20/03	Edit and format additional time detail, update schedules, send for review and finalize fee statement and send to parties per service list.	1.7	\$ 120	\$ 204
Raveling, Robyn	10/20/03	Review requested changes to the September fee statement.	0.2	\$ 480	\$ 96
Beserra, Rebecca	10/29/03	Allocate money received from Allegiance to proper codes.	0.2	\$ 120	\$ 24
Beserra, Rebecca	11/11/03	Combine time detail for preparation of the October monthly statement.	0.5	\$ 120	\$ 60
Beserra, Rebecca	11/12/03	Edit and format time detail for the October monthly statement.	1.6	\$ 120	\$ 192
Beserra, Rebecca	11/14/03	Combine, edit and format additional time detail for the monthly statement.	0.4	\$ 120	\$ 48
Raveling, Robyn	11/19/03	Review and comment on the October monthly statement.	0.7	\$ 480	\$ 336
Beserra, Rebecca	11/20/03	Edit additional time detail for the October monthly statement and prepare supporting schedules and exhibits for the October statement and send for review.	1.5	\$ 120	\$ 180
Beserra, Rebecca	11/20/03	Receive comments and edit the October statement.	0.7	\$ 120	\$ 84
Beserra, Rebecca	11/20/03	Finalize and send the October statement.	0.5	\$ 120	\$ 60
Beserra, Rebecca	11/20/03	Update the WIP reconciliation for the October statement.	0.5	\$ 120	\$ 60
Rossel, Jeremy	11/20/03	Review and provide comment on October billing.	1.0	\$ 400	\$ 400
Beserra, Rebecca	11/24/03	Prepare supporting schedules and exhibits for the first interim fee application.	0.6	\$ 120	\$ 72
Beserra, Rebecca	11/24/03	Prepare the narrative for the first interim fee application.	1.0	\$ 120	\$ 120
Rossel, Jeremy	11/25/03	Review and comment on the First Interim fee application.	0.5	\$ 400	\$ 200
Beserra, Rebecca	11/26/03	Receive comments and edit the first interim fee application.	0.8	\$ 120	\$ 96
Beserra, Rebecca	11/26/03	Finalize and prepare for filing.	0.7	\$ 120	\$ 84
Raveling, Robyn	11/26/03	Review and comment on the first interim fee application.	1.4	\$ 480	\$ 672
Rossel, Jeremy	11/26/03	Review and finalize First Interim fee application.	0.5	\$ 400	\$ 200
Rossel, Jeremy	12/03/03	Accumulation and review of November time.	1.0	\$ 400	\$ 400
Rossel, Jeremy	12/12/03	Review and accumulation of November time for audit team.	0.5	\$ 400	\$ 200
Beserra, Rebecca	12/14/03	Prepare work in progress reconciliation for time and expense analysis.	0.6	\$ 120	\$ 72
Beserra, Rebecca	12/16/03	Combine time detail for the November monthly statement.	0.5	\$ 120	\$ 60
Beserra, Rebecca	12/16/03	Edit and format time detail for the November monthly statement.	0.9	\$ 120	\$ 108
Beserra, Rebecca	12/16/03	Prepare exhibits and supporting schedules for the November monthly statement.	0.6	\$ 120	\$ 72
Beserra, Rebecca	12/16/03	Prepare cover letter and send November statement for review.	0.2	\$ 120	\$ 24

EXHIBIT D-3
Allegiance Telecom, Inc., et al.
Fee Statements/Applications
October 1, 2003 through February 29, 2004

Name	Date	Description	Hours	Rate	Amount
Beserra, Rebecca	12/17/03	Discuss with J. Rossel (KPMG) edits for the November statement.	0.4	\$ 120	\$ 48
Beserra, Rebecca	12/17/03	Edit the November statement with comments received by J. Rossel.	1.6	\$ 120	\$ 192
McClanahan, Geof	12/17/03	Review and comment on the November administrative order.	0.9	\$ 550	\$ 495
McClanahan, Geof	12/17/03	Discuss comments on November statement of services with J. Rossel (KPMG).	0.3	\$ 550	\$ 165
Raveling, Robyn	12/17/03	Review the November monthly statement and provide comments.	0.8	\$ 480	\$ 384
Rossel, Jeremy	12/17/03	Review November statement of services.	0.6	\$ 400	\$ 240
Rossel, Jeremy	12/17/03	Discuss comments on November statement of services with G. McClanahan (KPMG).	0.3	\$ 400	\$ 120
Rossel, Jeremy	12/17/03	Discuss comments on November statement of services with R. Beserra (KPMG).	0.4	\$ 400	\$ 160
Beserra, Rebecca	12/18/03	Finalize and prepare November monthly statement for mailing.	0.7	\$ 120	\$ 84
Raveling, Robyn	12/18/03	Review and approve the November monthly statement.	0.3	\$ 480	\$ 144
Beserra, Rebecca	12/22/03	Provide allocations for invoices.	0.2	\$ 120	\$ 24
Beserra, Rebecca	01/08/04	Analyze time and expense for the December fee statement.	0.2	\$ 120	\$ 24
Beserra, Rebecca	01/13/04	Combine time detail for the December fee statement.	0.9	\$ 120	\$ 108
Beserra, Rebecca	01/14/04	Prepare allocations for money received.	0.2	\$ 120	\$ 24
Beserra, Rebecca	01/14/04	Conference with R. Raveling (KPMG) and counsel regarding hearing on first interim fee application.	0.4	\$ 120	\$ 48
Raveling, Robyn	01/14/04	Conference with R. Beserra (KPMG) and Debtor's counsel regarding hearing on first interim fee application.	0.4	\$ 480	\$ 192
Raveling, Robyn	01/14/04	Provide update regarding pending fee application hearing.	0.7	\$ 480	\$ 336
Raveling, Robyn	01/15/04	Provide update regarding fee application hearing.	1.0	\$ 480	\$ 480
Beserra, Rebecca	01/16/04	Combine additional time detail for the December fee statement.	0.8	\$ 120	\$ 96
Beserra, Rebecca	01/16/04	Edit and format time detail for the December fee statement.	1.1	\$ 120	\$ 132
Beserra, Rebecca	01/16/04	Prepare the WIP reconciliation analysis for the December fee statement.	0.7	\$ 120	\$ 84
Beserra, Rebecca	01/18/04	Continue to edit and format time detail for the December fee statement.	2.6	\$ 120	\$ 312
Beserra, Rebecca	01/18/04	Prepare schedules and supporting exhibits for the December fee statement.	1.6	\$ 120	\$ 192
Beserra, Rebecca	01/18/04	Prepare cover letter for the December fee statement.	0.1	\$ 120	\$ 12
Beserra, Rebecca	01/18/04	Prepare correspondence and send the December fee statement for review.	0.2	\$ 120	\$ 24
McClanahan, Geof	01/18/04	Review reconciliation of hours charged to contract compared to fee statement draft.	0.5	\$ 550	\$ 275
Beserra, Rebecca	01/18/04	Update the WIP reconciliation analysis for the December period.	0.2	\$ 120	\$ 24
Beserra, Rebecca	01/19/04	Edit and format additional time detail for the December fee statement.	0.8	\$ 120	\$ 96

EXHIBIT D-3
Allegiance Telecom, Inc., et al.
Fee Statements/Applications
October 1, 2003 through February 29, 2004

Name	Date	Description	Hours	Rate	Amount
Beserra, Rebecca	01/19/04	Combine additional time detail to the December fee statement.	0.7	\$ 120	\$ 84
Beserra, Rebecca	01/19/04	Update cover letter.	0.1	\$ 120	\$ 12
McClanahan, Geof	01/19/04	Review time detail for the December fee statement.	2.0	\$ 550	\$ 1,100
Beserra, Rebecca	01/20/04	Receive comments from G. McClanahan (KPMG) and edit the December fee statement.	1.8	\$ 120	\$ 216
Beserra, Rebecca	01/20/04	Make additional edits to the December fee statement and send for review.	0.3	\$ 120	\$ 36
Beserra, Rebecca	01/20/04	Finalize the December fee statement, print and prepare for mailing via Airborne.	0.5	\$ 120	\$ 60
McClanahan, Geof	01/20/04	Review time detail for the "Annual Audit" category for the December fee statement.	2.1	\$ 550	\$ 1,155
McClanahan, Geof	01/20/04	Discuss comments on December fee statement with R. Beserra (KPMG).	1.8	\$ 550	\$ 990
McClanahan, Geof	01/20/04	Review final draft of the December fee statement.	1.5	\$ 550	\$ 825
Raveling, Robyn	01/20/04	Review the December fee statement.	0.4	\$ 480	\$ 192
Bratton, Amanda	01/22/04	Discuss method of tracking bankruptcy time detail with J. Jandera, J. Garner, D. Stockton and T. Collins (all KPMG).	0.4	\$ 175	\$ 70
Collins, Tina	01/22/04	Discuss method of tracking bankruptcy time detail with J. Jandera, J. Garner, D. Stockton and A. Bratton (all KPMG).	0.4	\$ 200	\$ 80
Garner, Jim	01/22/04	Meet to discuss method of tracking bankruptcy time detail with J. Jandera, D. Stockton, T. Collins and A. Bratton (all KPMG).	0.4	\$ 300	\$ 120
Jandera, Judy	01/22/04	Meet to discuss method of tracking bankruptcy time detail with J. Garner, D. Stockton, T. Collins and A. Bratton (all KPMG).	0.4	\$ 325	\$ 130
Stockton, David	01/22/04	Meet to discuss method of tracking bankruptcy time detail with J. Jandera, J. Garner, T. Collins and A. Bratton (all KPMG).	0.4	\$ 200	\$ 80
Beserra, Rebecca	02/02/04	Analyze time and expense for the January statement and send correspondence.	0.3	\$ 120	\$ 36
Beserra, Rebecca	02/13/04	Combine and format time detail for the January fee statement.	2.1	\$ 120	\$ 252
Beserra, Rebecca	02/16/04	Analyze time and expense for the January fee statement and combine additional time detail to working template.	0.6	\$ 120	\$ 72
Beserra, Rebecca	02/16/04	Edit and format expense detail for the January fee statement.	0.3	\$ 120	\$ 36
Beserra, Rebecca	02/17/04	Edit the time detail for the January fee statement.	3.2	\$ 120	\$ 384
Beserra, Rebecca	02/17/04	Edit additional time detail, combine and update time analysis.	0.5	\$ 120	\$ 60
Beserra, Rebecca	02/17/04	Prepare correspondence regarding the guidelines of time detail and send to engagement team.	0.5	\$ 120	\$ 60
Beserra, Rebecca	02/17/04	Prepare schedules and supporting exhibits for the January fee statement.	1.1	\$ 120	\$ 132
Beserra, Rebecca	02/17/04	Prepare cover letter for the January fee statement.	0.1	\$ 120	\$ 12
Jandera, Judy	02/18/04	Review time detail for January 2004 fee statement.	6.2	\$ 325	\$ 2,015
Beserra, Rebecca	02/19/04	Prepare allocations of 10% holdback received in regards to the First Interim Application.	0.2	\$ 120	\$ 24

EXHIBIT D-3
Allegiance Telecom, Inc., et al.
Fee Statements/Applications
October 1, 2003 through February 29, 2004

Name	Date	Description	Hours	Rate	Amount
Beserra, Rebecca	02/19/04	Edit the January fee statement with comments received by R. Raveling (KPMG) and J. Jandera (KPMG).	3.4	\$ 120	\$ 408
Beserra, Rebecca	02/19/04	Discuss additional edits with J. Jandera (KPMG) in regards to the January fee statement.	1.1	\$ 120	\$ 132
Jandera, Judy	02/19/04	Discuss time detail for the January fee statement with R. Beserra (KPMG).	1.1	\$ 325	\$ 358
McClanahan, Geof	02/19/04	Review January fee statement.	1.1	\$ 550	\$ 605
Raveling, Robyn	02/19/04	Review and provide comments on the January monthly fee statement.	2.9	\$ 480	\$ 1,392
Beserra, Rebecca	02/20/04	Discuss with J. Jandera (KPMG) edits to the January fee statement.	0.5	\$ 120	\$ 60
Beserra, Rebecca	02/20/04	Address additional edits and send the January fee statement for review and signoff.	0.3	\$ 120	\$ 36
Beserra, Rebecca	02/20/04	Finalize the January fee statement and prepare airbills for shipping.	0.6	\$ 120	\$ 72
Beserra, Rebecca	02/20/04	Prepare schedules and exhibits for the Second Interim Application.	0.6	\$ 120	\$ 72
Jandera, Judy	02/20/04	Discuss with R. Beserra (KPMG) edits to the January fee statement.	0.5	\$ 325	\$ 163
Beserra, Rebecca	02/23/04	Continue to prepare schedules and tie exhibits A and B for the Second Interim Application.	0.8	\$ 120	\$ 96
Beserra, Rebecca	02/23/04	Prepare narrative for Second Interim Application.	1.1	\$ 120	\$ 132
Raveling, Robyn	02/24/04	Review and provide comments on the second interim fee application.	1.1	\$ 480	\$ 528
McClanahan, Geof	02/27/04	Review quarterly interim bankruptcy statement.	0.5	\$ 550	\$ 275
Raveling, Robyn	02/27/04	Additional review of the second interim fee application.	0.6	\$ 480	\$ 288
Fee Statements/Applications Total			85.8		\$ 21,968

EXHIBIT D-4
Allegiance Telecom, Inc., et al.
Quarterly Review
October 1, 2003 through February 29, 2004

Name	Date	Description	Hours	Rate	Amount
Garner, Jim	10/16/03	Examine End User AR Aging - reconcile aging to subledgers and obtain an understanding of significant reconciling items	2.7	\$ 300	\$ 810
Garner, Jim	10/16/03	Meet with T. Smith, S. Simmons, and H. Lucas (all Allegiance) to discuss aging, reconciling items, and change in aging.	1.1	\$ 300	\$ 330
Garner, Jim	10/16/03	Obtain an understanding (and document understanding) of the change in end user aging (i.e. increase or decrease in over 90 buckets, trends in other buckets).	3.1	\$ 300	\$ 930
Garner, Jim	10/16/03	Review end user allowance for doubtful account activity. Obtain an understanding of significant changes in accounts.	2.1	\$ 300	\$ 630
Garner, Jim	10/16/03	Document fluctuations in end user revenue (Q2'03 vs. Q3'03)	1.3	\$ 300	\$ 390
Garner, Jim	10/16/03	Document fluctuations in end user revenue (Q3'02 vs. Q3'03)	0.6	\$ 300	\$ 180
Garner, Jim	10/16/03	Document fluctuations in end user revenue (Q3'02 YTD vs. Q3'03 YTD)	1.6	\$ 300	\$ 480
Burke, Jennifer	10/17/03	Meet with J. Garner (KPMG) to discuss end user revenue.	0.3	\$ 425	\$ 128
Burke, Jennifer	10/17/03	Meet with C. Kornegay (Allegiance) to discuss potential.	0.2	\$ 425	\$ 85
Garner, Jim	10/17/03	Meet with J. Burke (KPMG) to discuss end user revenue.	0.3	\$ 300	\$ 90
Garner, Jim	10/17/03	Examine CABS AR Aging - reconcile aging to subledger and obtain an understanding of significant reconciling items.	0.4	\$ 300	\$ 120
Garner, Jim	10/17/03	Review CABS allowance for doubtful account activity. Obtain an understanding of significant changes in accounts.	0.4	\$ 300	\$ 120
Garner, Jim	10/17/03	Obtain an understanding (and document understanding) of the CABS Revenue reserve account).	1.7	\$ 300	\$ 510
Garner, Jim	10/17/03	Meet with J. Russel (Allegiance) to discuss CABS Revenue Reserve and bad debt expense account fluctuations.	0.7	\$ 300	\$ 210
Garner, Jim	10/17/03	Review changes in the CABS bad debt reserve accounts. Document significant fluctuations.	1.4	\$ 300	\$ 420
Garner, Jim	10/17/03	Assess the collectability of CABS AR balances over 90 days old.	1.8	\$ 300	\$ 540
Garner, Jim	10/17/03	Meet with J. Russel (Allegiance) to discuss CABS Revenue fluctuations.	0.8	\$ 300	\$ 240
Garner, Jim	10/18/03	Document fluctuations in end user revenue (Q2'03 vs. Q3'03).	0.6	\$ 300	\$ 180
Garner, Jim	10/18/03	Document fluctuations in end user revenue (Q3'02 vs. Q3'03).	0.3	\$ 300	\$ 90

EXHIBIT D-4
Allegiance Telecom, Inc., et al.
Quarterly Review
October 1, 2003 through February 29, 2004

Name	Date	Description	Hours	Rate	Amount
Garner, Jim	10/18/03	Document fluctuations in end user revenue (Q3'02 YTD vs. Q3'03 YTD).	0.6	\$ 300	\$ 180
Garner, Jim	10/19/03	Document fluctuations in CABS revenue (Q2'03 vs. Q3'03).	0.8	\$ 300	\$ 240
Garner, Jim	10/19/03	Document fluctuations in CABS revenue (Q3'02 vs. Q3'03).	0.6	\$ 300	\$ 180
Garner, Jim	10/19/03	Document fluctuations in CABS revenue (Q3'02 YTD vs. Q3'03 YTD).	1.1	\$ 300	\$ 330
Burke, Jennifer	10/20/03	Prepare debt work-papers.	0.7	\$ 425	\$ 298
Burke, Jennifer	10/20/03	Review lead schedules at high level to determine items to focus on in quarterly review.	0.6	\$ 425	\$ 255
Burke, Jennifer	10/20/03	Review end user A/R.	2.4	\$ 425	\$ 1,020
Burke, Jennifer	10/20/03	Inspect A/P and accrued lead sheets and variance explanations and e-mail questions to client based on inspection.	3.6	\$ 425	\$ 1,530
Burke, Jennifer	10/20/03	Discuss A/P and accrued questions and status of review with M. Colbert (Allegiance).	0.2	\$ 425	\$ 85
Stockton, David	10/20/03	Inspect bank reconciliations and bank statement, complied Flux analysis.	1.1	\$ 200	\$ 220
Stockton, David	10/20/03	Print and inspect Lead Sheets from JDE.	0.5	\$ 200	\$ 100
Stockton, David	10/20/03	Foot, cross foot, and document the Cash lead sheet.	0.4	\$ 200	\$ 80
Stockton, David	10/20/03	Discuss with M. Colbert (Allegiance) the closing of Morgan Stanley cash accounts.	0.2	\$ 200	\$ 40
Stockton, David	10/20/03	Tie out, foot, cross foot Other Assets lead sheet.	0.4	\$ 200	\$ 80
Stockton, David	10/20/03	Discuss with M. Colbert (Allegiance) about the Prepaid and Other asset account.	0.3	\$ 200	\$ 60
Stockton, David	10/20/03	Document above conversation on the work-papers.	0.7	\$ 200	\$ 140
Stockton, David	10/20/03	Document details of reorganization expenditures.	1.4	\$ 200	\$ 280
Stockton, David	10/20/03	Tied out, foot, cross foot prepaids lead sheet.	0.5	\$ 200	\$ 100
Stockton, David	10/20/03	Discuss with M. Colbert (Allegiance) about Other Assets.	0.3	\$ 200	\$ 60
Stockton, David	10/20/03	Document above conversation on the Work-papers.	1.3	\$ 200	\$ 260
Stockton, David	10/20/03	Perform procedures on Fixed Asset.	1.0	\$ 200	\$ 200
Burke, Jennifer	10/21/03	Review end user revenue.	1.8	\$ 425	\$ 765
Burke, Jennifer	10/21/03	Review end user revenue.	1.4	\$ 425	\$ 595
Burke, Jennifer	10/21/03	Review CABS AR.	1.2	\$ 425	\$ 510
Burke, Jennifer	10/21/03	Review DSO and AR/Revenue analyticals.	1.0	\$ 425	\$ 425
Garner, Jim	10/21/03	Review End User DSO calculation.	0.7	\$ 300	\$ 210
Garner, Jim	10/21/03	Review CABS DSO calculation.	0.5	\$ 300	\$ 150
Garner, Jim	10/21/03	Examine CABS AR Aging - reconcile aging to subledger and obtain an understanding of significant reconciling items.	1.6	\$ 300	\$ 480
Garner, Jim	10/21/03	Review CABS allowance for doubtful account activity. Obtain an understanding of significant changes in accounts.	1.7	\$ 300	\$ 510
Garner, Jim	10/21/03	Obtain an understanding (and document understanding) of the CABS Revenue reserve account).	1.3	\$ 300	\$ 390

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Name	Date	Description	Hours	Rate	Amount
Garner, Jim	10/21/03	Assess collectability of CABS AR balances over 90 days old.	0.9	\$ 300	\$ 270
Garner, Jim	10/21/03	Document fluctuations in end user revenue (Q2'03 vs. Q3'03).	0.8	\$ 300	\$ 240
Garner, Jim	10/21/03	Document fluctuations in end user revenue (Q3'02 vs. Q3'03).	0.9	\$ 300	\$ 270
Garner, Jim	10/21/03	Document fluctuations in end user revenue (Q3'02 YTD vs. Q3'03 YTD).	1.1	\$ 300	\$ 330
Rossel, Jeremy	10/21/03	Review client provided schedules related to the network accrual. Developed question list for discussion with J. Pendleton (Allegiance).	1.6	\$ 400	\$ 640
Stockton, David	10/21/03	Perform procedures on Fixed Assets.	3.5	\$ 200	\$ 700
Stockton, David	10/21/03	Tied out, foot, cross foot Equity lead sheet.	0.7	\$ 200	\$ 140
Stockton, David	10/21/03	Roll forward Equity work-papers from PQ.	0.4	\$ 200	\$ 80
Stockton, David	10/21/03	Perform procedures on Equity.	1.7	\$ 200	\$ 340
Stockton, David	10/21/03	Perform procedures on Prepaids.	1.3	\$ 200	\$ 260
Stockton, David	10/21/03	Perform procedures on Other Assets.	1.4	\$ 200	\$ 280
Borowick, Jerry	10/22/03	Discuss bankruptcy accounting issues with J. Burke (KPMG).	0.2	\$ 600	\$ 120
Burke, Jennifer	10/22/03	Discuss bankruptcy accounting issues with J. Borowick (KPMG).	0.2	\$ 425	\$ 85
Burke, Jennifer	10/22/03	Review rollforward of liabilities subject to compromise and provide questions to client.	1.6	\$ 425	\$ 680
Douglas, Steven	10/22/03	Review quarterly review work-papers and write review notes.	2.0	\$ 600	\$ 1,200
Garner, Jim	10/22/03	Document fluctuations in end user revenue (Q2'03 vs. Q3'03).	0.3	\$ 300	\$ 90
Garner, Jim	10/22/03	Document fluctuations in end user revenue (Q3'02 vs. Q3'03).	0.2	\$ 300	\$ 60
Garner, Jim	10/22/03	Document fluctuations in end user revenue (Q3'02 YTD vs. Q3'03 YTD).	0.4	\$ 300	\$ 120
Garner, Jim	10/22/03	Document fluctuations in CABS revenue (Q2'03 vs. Q3'03).	0.5	\$ 300	\$ 150
Garner, Jim	10/22/03	Document fluctuations in CABS revenue (Q3'02 vs. Q3'03).	0.4	\$ 300	\$ 120
Garner, Jim	10/22/03	Document fluctuations in CABS revenue (Q3'02 YTD vs. Q3'03 YTD).	0.2	\$ 300	\$ 60
Rossel, Jeremy	10/22/03	Discuss network accrual calculations with J. Pendleton (Allegiance).	1.2	\$ 400	\$ 480
Rossel, Jeremy	10/22/03	Document results of discussion with J. Pendleton (Allegiance) and complete network accrual documentation.	3.4	\$ 400	\$ 1,360
Stockton, David	10/22/03	Perform Procedures on Equity.	1.5	\$ 200	\$ 300
Stockton, David	10/22/03	Clear Manager notes.	3.1	\$ 200	\$ 620
Stockton, David	10/22/03	Inspect at CIP aging as prepared by J. Olgesky (Allegiance).	1.0	\$ 200	\$ 200
Stockton, David	10/22/03	Discuss CIP with J. Olgesky (Allegiance).	0.3	\$ 200	\$ 60
Stockton, David	10/22/03	Inspect Fixed Asset reconciliation.	1.2	\$ 200	\$ 240

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Name	Date	Description	Hours	Rate	Amount
Stockton, David	10/22/03	Discuss Fixed asset flux with J. Olgesky (Allegiance).	0.6	\$ 200	\$ 120
Stockton, David	10/22/03	Document CIP and Fixed Asset reconciliation conversations in work papers.	1.3	\$ 200	\$ 260
Burke, Jennifer	10/23/03	Discuss bankruptcy accounting issues with G. McClanahan (KPMG).	0.2	\$ 425	\$ 85
Burke, Jennifer	10/23/03	Review revenue work-papers.	0.9	\$ 425	\$ 383
Burke, Jennifer	10/23/03	Pull certain bankruptcy filings down on line.	0.2	\$ 425	\$ 85
Burke, Jennifer	10/23/03	Clear receivable review notes.	0.8	\$ 425	\$ 340
Burke, Jennifer	10/23/03	Review PP&E.	2.7	\$ 425	\$ 1,148
Burke, Jennifer	10/23/03	Review cash.	0.4	\$ 425	\$ 170
Burke, Jennifer	10/23/03	Review AP pre and post petition reconciliations.	0.2	\$ 425	\$ 85
Burke, Jennifer	10/23/03	Document responses from M. Colbert (Allegiance) regarding accounts payable and liabilities.	2.0	\$ 425	\$ 850
Burke, Jennifer	10/23/03	Inspect Greenbelt and NCX lease agreements and obtain understanding of Company's accounting.	0.6	\$ 425	\$ 255
Garner, Jim	10/23/03	Document fluctuations in end user revenue (Q2'03 vs. Q3'03).	0.2	\$ 300	\$ 60
Garner, Jim	10/23/03	Document fluctuations in end user revenue (Q3'02 vs. Q3'03).	0.1	\$ 300	\$ 30
Garner, Jim	10/23/03	Document fluctuations in end user revenue (Q3'02 YTD vs. Q3'03 YTD).	0.3	\$ 300	\$ 90
Garner, Jim	10/23/03	Document fluctuations in CABS revenue (Q2'03 vs. Q3'03).	0.4	\$ 300	\$ 120
Garner, Jim	10/23/03	Document fluctuations in CABS revenue (Q3'02 vs. Q3'03).	0.2	\$ 300	\$ 60
Garner, Jim	10/23/03	Document fluctuations in CABS revenue (Q3'02 YTD vs. Q3'03 YTD).	0.3	\$ 300	\$ 90
McClanahan, Geof	10/23/03	Discuss bankruptcy accounting issues with J. Burke (KPMG).	0.2	\$ 550	\$ 110
McClanahan, Geof	10/23/03	Review bankruptcy motions for accounting implications as part of Q3 review.	0.8	\$ 550	\$ 440
Stockton, David	10/23/03	Work on final analytic Balance sheet.	2.0	\$ 200	\$ 400
Burke, Jennifer	10/24/03	Review transaction and rollforward from 6/30/03 and write WorldCom and Verizon settlement agreement memo.	1.2	\$ 425	\$ 510
Burke, Jennifer	10/24/03	Review cash flow projections and develop comparison between 6/30/03 and 9/30/03 models.	0.7	\$ 425	\$ 298
Burke, Jennifer	10/24/03	Review prepaids and other assets.	1.1	\$ 425	\$ 468
Burke, Jennifer	10/24/03	Review and write notes on depreciation reasonableness test.	0.2	\$ 425	\$ 85
Burke, Jennifer	10/24/03	Discuss Shared Tech depreciation catch-up with J. Oglenski (Allegiance) and inspect journal entry files.	0.5	\$ 425	\$ 213
Burke, Jennifer	10/24/03	Discuss follow-ups to accruals and status of review items with M. Colbert (Allegiance).	0.6	\$ 425	\$ 255
Burke, Jennifer	10/24/03	Review manual journal entries.	0.9	\$ 425	\$ 383
Burke, Jennifer	10/24/03	Write Shared Tech depreciation memo.	1.3	\$ 425	\$ 553
Davison, Glen	10/24/03	Discuss SFAS 144 with J. Burke (KPMG).	0.3	\$ 600	\$ 180
Stockton, David	10/24/03	Complete Depreciation reasonableness Test.	1.0	\$ 200	\$ 200

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Name	Date	Description	Hours	Rate	Amount
Burke, Jennifer	10/27/03	Clear review notes.	1.2	\$ 425	\$ 510
Burke, Jennifer	10/27/03	Discuss legal accrual with C. Kornegay and M. Colbert (both Allegiance).	0.1	\$ 425	\$ 43
Burke, Jennifer	10/27/03	Review DPP inquiries for bankruptcy accounting and determine application to Allegiance.	1.1	\$ 425	\$ 468
Burke, Jennifer	10/27/03	Review bankruptcy accounting issues memo for telecom industry and determine application to Allegiance.	1.0	\$ 425	\$ 425
Burke, Jennifer	10/27/03	Clear reorganization expense review notes.	0.1	\$ 425	\$ 43
Burke, Jennifer	10/27/03	Review consolidated balance sheet fluctuations.	1.1	\$ 425	\$ 468
Burke, Jennifer	10/27/03	Review consolidated income statement fluctuations.	1.0	\$ 425	\$ 425
Burke, Jennifer	10/27/03	Review client adjusting entries and reference where addressed in work-papers.	0.7	\$ 425	\$ 298
Burke, Jennifer	10/27/03	Inspect Board of Directors and Committee meeting minutes and reference where in work-papers significant issues were addressed.	1.7	\$ 425	\$ 723
Garner, Jim	10/27/03	Research fluctuations in Accounts Receivable and document causes.	0.7	\$ 300	\$ 210
Garner, Jim	10/27/03	Review changes in CABS revenue reserves, and document fluctuations.	1.3	\$ 300	\$ 390
Garner, Jim	10/27/03	Assess the collectability of CABS AR balances over 90 days old .	0.8	\$ 300	\$ 240
Garner, Jim	10/27/03	Review changes in the CABS bad debt reserve accounts. Document significant fluctuations.	0.6	\$ 300	\$ 180
Garner, Jim	10/27/03	Document fluctuations in CABS revenue (Q2'03 vs. Q3'03).	1.3	\$ 300	\$ 390
Garner, Jim	10/27/03	Document fluctuations in CABS revenue (Q3'02 vs. Q3'03).	1.6	\$ 300	\$ 480
Garner, Jim	10/27/03	Document fluctuations in CABS revenue (Q3'02 YTD vs. Q3'03 YTD).	1.7	\$ 300	\$ 510
McClanahan, Geof	10/27/03	Review bankruptcy motions for accounting implications as part of Q3 review.	1.8	\$ 550	\$ 990
McClanahan, Geof	10/27/03	Review bankruptcy motions for accounting implications as part of Q3 review.	0.7	\$ 550	\$ 385
Borowick, Jerry	10/28/03	Research bankruptcy accounting issues and confirm accounting based on results of 10/28/03.	0.6	\$ 600	\$ 360
Burke, Jennifer	10/28/03	Discuss SFAS 144 and other significant quarterly events with G. Davison and S. Douglas (both KPMG).	0.8	\$ 425	\$ 340
Burke, Jennifer	10/28/03	Discuss bankruptcy accounting issues with S Douglas (KPMG).	1.4	\$ 425	\$ 595
Burke, Jennifer	10/28/03	Prepare audit committee agenda.	0.4	\$ 425	\$ 170
Burke, Jennifer	10/28/03	Discuss SFAS 144 with C. Kornegay (Allegiance) e-mail appropriate accounting literature and KPMG's initial position on SFAS 144 to C. Kornegay (Allegiance).	0.5	\$ 425	\$ 213
Burke, Jennifer	10/28/03	Discuss SFAS 144 with C. Kornegay and C. Meyers (both Allegiance).	0.3	\$ 425	\$ 128

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Name	Date	Description	Hours	Rate	Amount
Burke, Jennifer	10/28/03	Prepare review differences.	0.3	\$ 425	\$ 128
Burke, Jennifer	10/28/03	Discuss review differences with M. Colbert (Allegiance).	0.1	\$ 425	\$ 43
Burke, Jennifer	10/28/03	Discuss review differences with C. Kornegay (Allegiance).	0.1	\$ 425	\$ 43
Burke, Jennifer	10/28/03	Write memo on rejected leases.	0.8	\$ 425	\$ 340
Burke, Jennifer	10/28/03	Write Significant Issues and Decisions document.	3.3	\$ 425	\$ 1,403
Burke, Jennifer	10/28/03	Review revised depreciation reasonableness.	0.1	\$ 425	\$ 43
Davison, Glen	10/28/03	Discuss SFAS 144 and other significant quarterly events with J Burke and S Douglas (all KPMG).	0.8	\$ 600	\$ 480
Douglas, Steven	10/28/03	Discuss SFAS 144 and other significant quarterly events with G. Davison and J. Burke (all KPMG).	0.8	\$ 600	\$ 480
Douglas, Steven	10/28/03	Discuss bankruptcy accounting issues with J. Burke (all KPMG).	1.4	\$ 600	\$ 840
Douglas, Steven	10/28/03	Review quarterly review work-papers and write review notes.	3.8	\$ 600	\$ 2,280
Garner, Jim	10/28/03	Review interest expense and test for reasonableness.	0.8	\$ 300	\$ 240
Garner, Jim	10/28/03	Research gross margin fluctuation from Q2 to Q3 and document significant causes.	0.9	\$ 300	\$ 270
Garner, Jim	10/28/03	Research fluctuations in Accounts Receivable and document causes.	0.4	\$ 300	\$ 120
Garner, Jim	10/28/03	Compare CABS Accounts Receivable Aging to related reserves.	0.4	\$ 300	\$ 120
Garner, Jim	10/28/03	Meet with J. Russel (Allegiance) to discuss CABS reserve activity.	0.3	\$ 300	\$ 90
Garner, Jim	10/28/03	Meet with T. Smith (Allegiance) to discuss End User Revenue.	0.3	\$ 300	\$ 90
Garner, Jim	10/28/03	Review changes in CABS revenue reserves, and document fluctuations.	1.4	\$ 300	\$ 420
Garner, Jim	10/28/03	Assess the collectability of CABS AR balances over 90 days old.	1.3	\$ 300	\$ 390
Garner, Jim	10/28/03	Review changes in the CABS bad debt reserve accounts. Document significant fluctuations.	1.4	\$ 300	\$ 420
Garner, Jim	10/28/03	Meet with R. Olsen (Allegiance) to discuss tax refund from Texas State Comptroller.	0.4	\$ 300	\$ 120
Garner, Jim	10/28/03	Document the background of the tax refund, and document the company's accounting treatment of the transaction.	0.4	\$ 300	\$ 120
Garner, Jim	10/28/03	Meet with J. Olgesky (Allegiance) to discuss Shared Tech depreciation catch-up.	0.1	\$ 300	\$ 30
Garner, Jim	10/28/03	Update audit committee agenda.	0.3	\$ 300	\$ 90
McClanahan, Geof	10/28/03	Review bankruptcy motions related to the Employee Retention Plan payments to determine proper accounting treatment.	0.5	\$ 550	\$ 275
McClanahan, Geof	10/28/03	Review the earnings per share calculations for the quarter and nine months ended September 30, 2003.	0.6	\$ 550	\$ 330
McClanahan, Geof	10/28/03	Review bankruptcy motions related to rejected leases for accounting implications.	1.6	\$ 550	\$ 880

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Name	Date	Description	Hours	Rate	Amount
McClanahan, Geof	10/28/03	Review the Employee Retention Plan payments for accounting treatment under FAS 146.	0.8	\$ 550	\$ 440
McClanahan, Geof	10/28/03	Review adjusting journal entries for forfeited lease deposits.	0.7	\$ 550	\$ 385
McClanahan, Geof	10/28/03	Review Employee Retention Plan agreements.	0.3	\$ 550	\$ 165
Burke, Jennifer	10/29/03	Clear review notes.	1.1	\$ 425	\$ 468
Burke, Jennifer	10/29/03	Review CABS AR balances to CABS reserves and to Open Short Paid Disputes and Actual Accrual balances.	0.2	\$ 425	\$ 85
Burke, Jennifer	10/29/03	Review tax refund analysis prepared by J. Garner (KPMG).	0.3	\$ 425	\$ 128
Burke, Jennifer	10/29/03	Revise memo on rejected leases.	0.2	\$ 425	\$ 85
Burke, Jennifer	10/29/03	Review quarterly review work-papers for pending items.	0.5	\$ 425	\$ 213
Burke, Jennifer	10/29/03	Discuss sales/use tax issue with S. Douglas (KPMG).	0.2	\$ 425	\$ 85
Burke, Jennifer	10/29/03	Meet with R. Olsen (Allegiance) and J. Garner (KPMG) to discuss likelihood of payment on tax claims submitted by states.	0.7	\$ 425	\$ 298
Burke, Jennifer	10/29/03	Update Significant Issues and Decisions Document for discussion in audit committee and discussions related to sales/use tax issue.	0.2	\$ 425	\$ 85
Burke, Jennifer	10/29/03	Prepare e-mail with concurring review packet for concurring partner.	0.1	\$ 425	\$ 43
Burke, Jennifer	10/29/03	Discuss SFAS 144 assumptions with C. Kornegay (Allegiance).	0.3	\$ 425	\$ 128
Burke, Jennifer	10/29/03	Write SFAS 144 memo.	1.5	\$ 425	\$ 638
Burke, Jennifer	10/29/03	Prepare actual to budget analysis of Q303 review.	0.3	\$ 425	\$ 128
Douglas, Steven	10/29/03	Prepare materials for audit committee meeting.	0.8	\$ 600	\$ 480
Douglas, Steven	10/29/03	Discuss sales/use tax issue with J. Burke (KPMG).	0.2	\$ 600	\$ 120
Garner, Jim	10/29/03	Meet with R. Olsen (Allegiance) to discuss likelihood of payment on tax claims submitted by states.	0.4	\$ 300	\$ 120
Garner, Jim	10/29/03	Compare CABS AR balances to CABS reserves and to Open Short Paid Disputes and Actual Accrual balances.	0.9	\$ 300	\$ 270
Garner, Jim	10/29/03	Compile list of Claims and document the Company's assertion of potential payment.	0.9	\$ 300	\$ 270
Garner, Jim	10/29/03	Meet with R. Olsen (Allegiance) and J. Burke (KPMG) to discuss likelihood of payment on tax claims submitted by states.	0.7	\$ 300	\$ 210
Garner, Jim	10/29/03	Document Shared Tech DSO calculation and causes for fluctuation.	0.4	\$ 300	\$ 120
Garner, Jim	10/29/03	Document fluctuations in Shared Tech Revenue.	0.4	\$ 300	\$ 120
Garner, Jim	10/29/03	Document the background of the tax refund, and document the company's accounting treatment of the transaction.	0.3	\$ 300	\$ 90
Garner, Jim	10/29/03	Review components of Other SG&A expenses and document detail of costs.	0.8	\$ 300	\$ 240

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Name	Date	Description	Hours	Rate	Amount
Garner, Jim	10/29/03	Update significant issues and disclosures surrounding revenue.	0.8	\$ 300	\$ 240
Garner, Jim	10/29/03	Update significant issues and disclosures surrounding accounts receivable and bad debt expense.	0.9	\$ 300	\$ 270
Garner, Jim	10/29/03	Update significant issues and disclosures surrounding the network accrual.	0.7	\$ 300	\$ 210
Garner, Jim	10/29/03	Review expense fluctuations and document causes for activity.	0.8	\$ 300	\$ 240
Burke, Jennifer	10/30/03	Discuss review differences, new items in Significant Issues and Decisions Document, and audit committee meeting with G. Davison (KPMG).	0.4	\$ 425	\$ 170
Davison, Glen	10/30/03	Discuss review differences, new items in Significant Issues and Decisions Document, and audit committee meeting with J Burke (KPMG).	0.4	\$ 600	\$ 240
Burke, Jennifer	10/31/03	Review client prepared tax liability schedule and respond via e-mail with initial thoughts.	0.8	\$ 425	\$ 340
Burke, Jennifer	10/31/03	Discuss audit committee call, special investigative committee, Parella loan, and review differences with M. Tresnowski (Allegiance).	0.2	\$ 425	\$ 85
Burke, Jennifer	10/31/03	Debrief S. Douglas (KPMG) on call with M. Tresnowski (Allegiance) and discuss sales/use tax issue.	0.2	\$ 425	\$ 85
Davison, Glen	10/31/03	Review Significant Issues and Decisions Document and Review Differences.	0.5	\$ 600	\$ 300
Douglas, Steven	10/31/03	Review work papers and literature related to sales/use tax	1.8	\$ 600	\$ 1,080
Douglas, Steven	10/31/03	Debrief with J. Burke (KPMG) on call with M. Tresnowski (Allegiance) and discuss sales/use tax issue.	0.2	\$ 600	\$ 120
Garner, Jim	10/27/03	Research fluctuations in accounts receivable and document causes.	0.7	\$ 300	\$ 210
Garner, Jim	10/27/03	Review changes in CABS revenue reserves, and document fluctuations.	1.3	\$ 300	\$ 390
Garner, Jim	10/27/03	Assess the collectability of CABS AR balances over 90 days old.	0.8	\$ 300	\$ 240
Garner, Jim	10/27/03	Review changes in the CABS bad debt reserve accounts. Document significant fluctuations.	0.6	\$ 300	\$ 180
Garner, Jim	10/27/03	Document fluctuations in CABS revenue (Q2'03 vs. Q3'03).	1.3	\$ 300	\$ 390
Garner, Jim	10/27/03	Document fluctuations in CABS revenue (Q3'02 vs. Q3'03).	1.6	\$ 300	\$ 480
Garner, Jim	10/27/03	Document fluctuations in CABS revenue (Q3'02 YTD vs. Q3'03 YTD).	1.7	\$ 300	\$ 510
Garner, Jim	10/28/03	Review interest expense and test for reasonableness.	0.8	\$ 300	\$ 240
Garner, Jim	10/28/03	Research gross margin fluctuation from Q2 to Q3 and document significant causes.	0.9	\$ 300	\$ 270

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Name	Date	Description	Hours	Rate	Amount
Garner, Jim	10/28/03	Research fluctuations in Accounts Receivable and document causes.	0.4	\$ 300	\$ 120
Garner, Jim	10/28/03	Compare CABS Accounts Receivable Aging to related reserves.	0.4	\$ 300	\$ 120
Garner, Jim	10/28/03	Meet with J. Russel (Allegiance) to discuss CABS reserve activity.	0.3	\$ 300	\$ 90
Garner, Jim	10/28/03	Meet with T. Smith (Allegiance) to discuss End User Revenue.	0.3	\$ 300	\$ 90
Garner, Jim	10/28/03	Review changes in CABS revenue reserves, and document fluctuations.	1.4	\$ 300	\$ 420
Garner, Jim	10/28/03	Assess the collectability of CABS AR balances over 90 days old.	1.3	\$ 300	\$ 390
Garner, Jim	10/28/03	Review changes in the CABS bad debt reserve accounts. Document significant fluctuations.	1.4	\$ 300	\$ 420
Garner, Jim	10/28/03	Meet with R. Olsen (Allegiance) to discuss tax refund from Texas State Comptroller.	0.4	\$ 300	\$ 120
Garner, Jim	10/28/03	Document the background of the tax refund, and document the company's accounting treatment of the transaction.	0.4	\$ 300	\$ 120
Garner, Jim	10/28/03	Meet with J. Olgesky (Allegiance) to discuss Shared Tech depreciation catch-up.	0.1	\$ 300	\$ 30
Garner, Jim	10/28/03	Update audit committee agenda.	0.3	\$ 300	\$ 90
Garner, Jim	10/29/03	Meet with R. Olsen (Allegiance) to discuss likelihood of payment on tax claims submitted by states.	0.4	\$ 300	\$ 120
Garner, Jim	10/29/03	Compare CABS AR balances to CABS reserves and to Open Short Paid Disputes and Actual Accrual balances.	0.9	\$ 300	\$ 270
Garner, Jim	10/29/03	Compile list of Claims and document the Company's assertion of potential payment.	0.9	\$ 300	\$ 270
Garner, Jim	10/29/03	Meet with R. Olsen (Allegiance) and J. Burke (KPMG) to discuss likelihood of payment on tax claims submitted by states.	0.7	\$ 300	\$ 210
Garner, Jim	10/29/03	Document Shared Tech DSO calculation and causes for fluctuation.	0.4	\$ 300	\$ 120
Garner, Jim	10/29/03	Document fluctuations in Shared Tech Revenue.	0.4	\$ 300	\$ 120
Garner, Jim	10/29/03	Document the background of the tax refund, and document the company's accounting treatment of the transaction.	0.3	\$ 300	\$ 90
Garner, Jim	10/29/03	Review components of Other SG&A expenses and document detail of costs.	0.8	\$ 300	\$ 240
Garner, Jim	10/29/03	Update significant issues and decisions document surrounding revenue, accounts receivable and bad debt expense.	0.9	\$ 300	\$ 270
Garner, Jim	10/29/03	Update significant issues and decisions document surrounding the network accrual.	0.7	\$ 300	\$ 210
Garner, Jim	10/29/03	Review expense fluctuations and document causes for activity.	0.8	\$ 300	\$ 240

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Name	Date	Description	Hours	Rate	Amount
Douglas, Steven	11/03/03	Discuss tax accruals for state tax audits with G. McClanahan (KPMG).	0.8	\$ 600	\$ 480
Garner, Jim	11/03/03	Obtain invoice level of End User AR sample selections.	0.2	\$ 300	\$ 60
Garner, Jim	11/03/03	Verify completeness of listings.	0.5	\$ 300	\$ 150
Garner, Jim	11/03/03	Select invoice level sample of End User.	0.4	\$ 300	\$ 120
Garner, Jim	11/03/03	Document Sample for End User.	0.1	\$ 300	\$ 30
Garner, Jim	11/03/03	Discuss tax accruals for state tax audits with G. McClanahan (KPMG).	0.8	\$ 300	\$ 240
McClanahan, Geof	11/03/03	Discuss tax accruals for state tax audits with J. Garner (KPMG).	0.8	\$ 550	\$ 440
McClanahan, Geof	11/03/03	Discuss tax accruals for state tax audits with S. Douglas (KPMG).	0.8	\$ 550	\$ 440
McClanahan, Geof	11/03/03	Review June 30, 2003 accrued liabilities related to state tax audit accruals.	0.5	\$ 550	\$ 275
Thompson, Cheryl	11/03/03	Review financial statements for 3rd quarter tax provision and request additional information.	0.6	\$ 475	\$ 285
Douglas, Steven	11/04/03	Review sales tax issues for accounting treatment.	1.0	\$ 600	\$ 600
Douglas, Steven	11/04/03	Discuss accrued taxes with G. McClanahan (KPMG).	0.5	\$ 600	\$ 300
McClanahan, Geof	11/04/03	Discuss accrued taxes with S. Douglas (KPMG).	0.5	\$ 550	\$ 275
Garner, Jim	11/06/03	Tie out press release #1.	1.1	\$ 300	\$ 330
McClanahan, Geof	11/06/03	Review sales/use/excise tax refund and accruals for proper accounting treatment.	1.1	\$ 550	\$ 605
Thompson, Cheryl	11/06/03	Evaluate tax reserves, refunds, etc and effects on financial statements.	0.2	\$ 475	\$ 95
Davison, Glen	11/07/03	Review press release and provide comment.	0.5	\$ 600	\$ 300
Douglas, Steven	11/07/03	Review press release and provide comment.	2.2	\$ 600	\$ 1,320
Garner, Jim	11/07/03	Tie out press release draft #2.	0.9	\$ 300	\$ 270
Garner, Jim	11/07/03	Tie out press release draft #3.	0.8	\$ 300	\$ 240
Garner, Jim	11/07/03	Meet with G. McClanahan (KPMG) to discuss press release draft #3.	0.3	\$ 300	\$ 90
Garner, Jim	11/07/03	Tie out press release draft #4.	0.8	\$ 300	\$ 240
Garner, Jim	11/07/03	Tie out press release draft #6.	0.7	\$ 300	\$ 210
Garner, Jim	11/07/03	Meet with G. McClanahan (KPMG) to discuss press release draft #6.	0.4	\$ 300	\$ 120
Garner, Jim	11/07/03	Tie out press release draft #8.	0.9	\$ 300	\$ 270
Garner, Jim	11/07/03	Discuss Genuity revenue fluctuation with M. Colbert (Allegiance).	0.1	\$ 300	\$ 30
Garner, Jim	11/07/03	Review Genuity revenue schedule.	0.3	\$ 300	\$ 90
Garner, Jim	11/07/03	Update Significant Issues and Disclosures Document for additional Genuity information.	0.2	\$ 300	\$ 60
McClanahan, Geof	11/07/03	Review September 30, 2003 press release.	1.6	\$ 550	\$ 880
McClanahan, Geof	11/07/03	Review second draft of September 30, 2003 press release.	0.4	\$ 550	\$ 220
McClanahan, Geof	11/07/03	Discuss third draft of press release with J. Garner (KPMG).	0.3	\$ 550	\$ 165
McClanahan, Geof	11/07/03	Meet with J. Garner (KPMG) to discuss press release draft #6.	0.4	\$ 550	\$ 220

EXHIBIT D-4
Allegiance Telecom, Inc., et al.
Quarterly Review
October 1, 2003 through February 29, 2004

Name	Date	Description	Hours	Rate	Amount
McClanahan, Geof	11/07/03	Review final draft of September 30, 2003 press release.	0.5	\$ 550	\$ 275
Davison, Glen	11/09/03	Discuss press release and sign-off with S. Douglas (KPMG).	0.2	\$ 600	\$ 120
Douglas, Steven	11/09/03	Discuss press release and sign-off with G. Davison (KPMG).	0.2	\$ 600	\$ 120
Garner, Jim	11/10/03	Tie out final version of press release.	0.3	\$ 300	\$ 90
Garner, Jim	11/10/03	Tie out first draft of 10-Q.	2.6	\$ 300	\$ 780
Stockton, David	11/10/03	Tie out first draft of 10-Q.	2.0	\$ 200	\$ 400
Garner, Jim	11/11/03	Tie out first draft of 10-Q.	0.7	\$ 300	\$ 210
Stockton, David	11/11/03	Tie out first draft of 10-Q.	3.0	\$ 200	\$ 600
McClanahan, Geof	11/12/03	Prepare memo to document the sales/use tax refund and liabilities as of September 30, 2003.	0.7	\$ 550	\$ 385
Burke, Jennifer	11/13/03	Write memo on interest income related to bankruptcy.	0.3	\$ 425	\$ 128
Burke, Jennifer	11/13/03	Ensure review notes previously written were cleared.	4.3	\$ 425	\$ 1,828
Burke, Jennifer	11/13/03	Review 10-Q tie-out work-papers.	3.4	\$ 425	\$ 1,445
Garner, Jim	11/13/03	Tie out second draft of 10-Q.	7.7	\$ 300	\$ 2,310
Stockton, David	11/13/03	Tie out second draft of 10-Q.	10.0	\$ 200	\$ 2,000
Thompson, Cheryl	11/13/03	Review documents and memo for 3rd quarter tax provision.	1.2	\$ 475	\$ 570
Burke, Jennifer	11/14/03	Complete review of support and document fluctuation in account 20013.	0.4	\$ 425	\$ 170
Burke, Jennifer	11/14/03	Review 10-Q.	4.2	\$ 425	\$ 1,785
Burke, Jennifer	11/14/03	Clear tax review questions.	0.4	\$ 425	\$ 170
Burke, Jennifer	11/14/03	Review 10-Q tie-out work-papers.	3.0	\$ 425	\$ 1,275
Davison, Glen	11/14/03	Review 10-Q draft and review differences and provide comments.	4.0	\$ 600	\$ 2,400
Douglas, Steven	11/14/03	Review 10-Q draft.	1.1	\$ 600	\$ 660
Garner, Jim	11/14/03	Tie out second draft of 10-Q.	7.4	\$ 300	\$ 2,220
McClanahan, Geof	11/14/03	Reviewed 10Q draft.	1.1	\$ 550	\$ 605
Thompson, Cheryl	11/14/03	Review significant issues and decisions document.	0.4	\$ 475	\$ 190
Davison, Glen	11/16/03	Discuss 10-Q draft and comments with S. Douglas (KPMG).	0.4	\$ 600	\$ 240
Douglas, Steven	11/16/03	Discuss 10-Q draft and comments with G. Davison (KPMG).	0.4	\$ 600	\$ 240
Douglas, Steven	11/16/03	Review 10-Q and provide suggested changes to company and phone conversations with C. Kornegay (Allegiance).	1.9	\$ 600	\$ 1,140
Garner, Jim	11/17/03	Tie Out 10-Q.	0.4	\$ 300	\$ 120
McClanahan, Geof	11/17/03	Reviewed KPMG concurring reviewer comments on the 10Q draft and sent KPMG comments to the Company.	1.9	\$ 550	\$ 1,045
Davison, Glen	11/18/03	Review updated 10-Q draft and provide comments.	0.9	\$ 600	\$ 540
McClanahan, Geof	11/18/03	Prepare the management representation letter for the 9/30/03 quarter review.	1.1	\$ 550	\$ 605
McClanahan, Geof	11/18/03	Agree KPMG's changes to the latest 10Q draft released on 11/18/03.	1.9	\$ 550	\$ 1,045

EXHIBIT D-4
 Allegiance Telecom, Inc., et al.
 Quarterly Review
 October 1, 2003 through February 29, 2004

Name	Date	Description	Hours	Rate	Amount
Burke, Jennifer	11/19/03	Review changes to 10-Q and co-ordinate clearance of filing of 10-Q.	2.0	\$ 425	\$ 850
Garner, Jim	11/19/03	Tie out 10-Q.	7.4	\$ 300	\$ 2,220
McClanahan, Geof	11/19/03	Review work-papers that supported disclosures in the 9/30/03 10Q.	0.5	\$ 550	\$ 275
Stockton, David	11/19/03	Tie out final draft to 10-Q.	8.4	\$ 200	\$ 1,680
Rossel, Jeremy	11/21/03	Discuss management representation letter with L. Sutter (Allegiance).	0.1	\$ 400	\$ 40
Quarterly Review Total			302.2		\$ 109,230

EXHIBIT D-5
Allegiance Telecom, Inc., et al.
Tax Issues
October 1, 2003 through February 29, 2004

Name	Date	Description	Hours	Rate	Amount
Hoffmann, Jeffrey	10/01/03	Discuss the tax basis adjustment rules with T. Terral (KPMG) with respect to triangular mergers.	0.4	\$ 625	\$ 250
McKee, James	10/01/03	Consultation with T. Terral (KPMG) regarding the impact on Allegiance subsidiary tax basis of specific capital transactions (tax-free acquisitions via forward and reverse subsidiary mergers, distributions of a subsidiary followed by merger of the distributed subsidiary into a brother-sister entity, etc.).	1.7	\$ 650	\$ 1,105
Terral, Travis	10/01/03	Consultation with J. McKee (KPMG) regarding the impact on Allegiance subsidiary tax basis of specific capital transactions (tax-free acquisitions via forward and reverse subsidiary mergers, distributions of a subsidiary followed by merger of the distributed subsidiary into a brother-sister entity, etc.).	1.7	\$ 350	\$ 595
Terral, Travis	10/01/03	Correspondence with V. Estes (Allegiance) to discuss tax basis study input template issues and to establish a timeframe to complete the remaining input items.	0.6	\$ 350	\$ 210
Terral, Travis	10/01/03	Discuss the tax basis adjustment rules with J. Hoffmann (KPMG) with respect to triangular mergers.	0.4	\$ 350	\$ 140
Goldberg, Dana	10/02/03	Discussion with T. Terral (KPMG) regarding the tax basis impact of goodwill distributions by Allegiance subsidiaries to Allegiance Internet, Inc.	1.6	\$ 550	\$ 880
Terral, Travis	10/02/03	Discussion with D. Goldberg (KPMG) regarding the tax basis impact of goodwill distributions by Allegiance subsidiaries to Allegiance Internet, Inc.	1.6	\$ 350	\$ 560
Terral, Travis	10/02/03	Perform self-review of tax basis study input templates, including ownership, merger and liquidation, components of taxable income and non-capital, non-deductible expenses	2.1	\$ 350	\$ 735
Terral, Travis	10/02/03	Meeting with V. Estes (Allegiance) to confirm her preparation of the initial basis and capital contribution and distribution input templates.	1.2	\$ 350	\$ 420
Goldberg, Dana	10/06/03	Conversation with T. Terral (KPMG) regarding various technical tax basis study issues still outstanding.	1.1	\$ 550	\$ 605
Goldberg, Dana	10/06/03	Meet with J. McKee (KPMG) to discuss new issues arising with respect to the bankruptcy-related restructuring of the Allegiance consolidated group.	0.6	\$ 550	\$ 330
Goldberg, Dana	10/06/03	Analyze contentious ownership rules under Internal Revenue Code ("IRC") Section 382(l)(5) to determine if debt held by Morgan Stanley, Bank Austria and Credit Suisse is qualified debt and if debt holders were qualified creditor to meet the exception of IRC Section 382(l)(5).	5.6	\$ 550	\$ 3,080
Hoffmann, Jeffrey	10/06/03	Discuss the tax basis effect of distributions of goodwill by various Allegiance subsidiaries to Allegiance Internet, Inc. with T. Terral (KPMG).	0.3	\$ 625	\$ 188
McKee, James	10/06/03	Meet with D. Goldberg (KPMG) to discuss new issues arising with respect to the bankruptcy-related restructuring of the Allegiance consolidated group.	0.6	\$ 650	\$ 390
Terral, Travis	10/06/03	Discuss the tax basis effect of distributions of goodwill by various Allegiance subsidiaries to Allegiance Internet, Inc. with J. Hoffmann (KPMG).	0.3	\$ 350	\$ 105
Terral, Travis	10/06/03	Conversations with D. Goldberg (KPMG) regarding various technical tax basis study issues still outstanding.	1.1	\$ 350	\$ 385
Terral, Travis	10/06/03	Correspondence with V. Estes (Allegiance) to resolve open items for non-capital, non-deductible expenses.	0.4	\$ 350	\$ 140
Terral, Travis	10/06/03	Reference work-papers for acquisition-related contribution amounts, including narrative descriptions of acquisitions and charts illustrating acquisition consideration flow.	4.4	\$ 350	\$ 1,540

EXHIBIT D-5
Allegiance Telecom, Inc., et al.
Tax Issues
October 1, 2003 through February 29, 2004

Name	Date	Description	Hours	Rate	Amount
Goldberg, Dana	10/07/03	Discussion with T. Terral (KPMG) regarding the tax basis impact of various non-capital, non-deductible expense items of various Allegiance subsidiaries.	0.8	\$ 550	\$ 440
Goldberg, Dana	10/07/03	Compose memorandum discussing the rules of IRC Section 382(1)(5) and 382(1)(6) and the analysis required to choose between the two alternative methods of computing the annual limitation on the use of tax attributes as a result of ownership changes in bankruptcy.	7.1	\$ 550	\$ 3,905
Terral, Travis	10/07/03	Discussion with D. Goldberg (KPMG) regarding the tax basis impact of various non-capital, non-deductible expense items of various Allegiance subsidiaries.	0.8	\$ 350	\$ 280
Terral, Travis	10/07/03	Review change in stated capital documentation provided by V. Estes (Allegiance) to ascertain actual contributions and distributions and prepare change in stated capital reconciliation and explanation for clarification and sign-off by Allegiance personnel.	4.1	\$ 350	\$ 1,435
Terral, Travis	10/07/03	Research on the tax basis impact of the distribution of subsidiary stock followed by merger of the distributed subsidiary stock into a brother-sister entity.	1.7	\$ 350	\$ 595
Terral, Travis	10/07/03	Correspondence with V. Estes (Allegiance) regarding the status of supporting documentation for acquisition consideration amounts.	0.6	\$ 350	\$ 210
Goldberg, Dana	10/08/03	Research regarding the tax basis impact of inter-company distributions of subsidiary stock and the recognition of gain or loss thereon.	2.9	\$ 550	\$ 1,595
Goldberg, Dana	10/08/03	Conversation with T. Terral (KPMG) regarding remaining information necessary from Allegiance to complete the tax basis study.	0.4	\$ 550	\$ 220
Goldberg, Dana	10/08/03	Discussion with R. Olson (Allegiance) regarding the timeframe to complete the tax basis study and the remaining information necessary from Allegiance to complete it.	0.6	\$ 550	\$ 330
Goldberg, Dana	10/08/03	Conference call with R. Olson (Allegiance), M. Belej (Kirkland & Ellis) and Greenhill personnel to discuss the timing of the bankruptcy plan, potential alternatives Allegiance may pursue in the restructuring, the tax implications of such alternatives.	1.6	\$ 550	\$ 880
Goldberg, Dana	10/08/03	Conference call with R. Olson (Allegiance) to discuss crucial tax measures necessary for inclusion in the bankruptcy disclosure statement and plan.	0.7	\$ 550	\$ 385
Terral, Travis	10/08/03	Conversation with D. Goldberg (KPMG) regarding remaining information necessary from Allegiance to complete the tax basis study.	0.4	\$ 350	\$ 140
Terral, Travis	10/08/03	Complete all tax basis study template input and work-paper documentation.	3.1	\$ 350	\$ 1,085
Terral, Travis	10/08/03	Update tax basis study open item list.	0.9	\$ 350	\$ 315
Terral, Travis	10/08/03	Compile and reference miscellaneous bankruptcy-related documentation gathered during performance of tax basis study.	0.7	\$ 350	\$ 245
Terral, Travis	10/08/03	Complete final tax basis study model input and calculated model.	1.2	\$ 350	\$ 420
Terral, Travis	10/08/03	Check tax basis study model output for errors, including exporting input data to extraction files to verify accuracy of all data input.	2.8	\$ 350	\$ 980
Terral, Travis	10/08/03	Modify input in tax basis study model as a result of input review, reran model, and created tax basis study output reports.	2.6	\$ 350	\$ 910
Goldberg, Dana	10/09/03	Review of the revised bankruptcy disclosure statement and term sheet to determine the accuracy and adequacy of the tax discussion therein.	3.2	\$ 550	\$ 1,760
Terral, Travis	10/09/03	Create tax basis separate-company inception-to-date output reports for each Allegiance subsidiary.	3.1	\$ 350	\$ 1,085

EXHIBIT D-5
Allegiance Telecom, Inc., et al.
Tax Issues
October 1, 2003 through February 29, 2004

Name	Date	Description	Hours	Rate	Amount
Terral, Travis	10/09/03	Strengthen detail of open items list for communication to Allegiance personnel.	0.9	\$ 350	\$ 315
Terral, Travis	10/09/03	Edit Allegiance consolidated group organization charts prepared by administrative assistant.	0.6	\$ 350	\$ 210
Terral, Travis	10/09/03	Submit tax basis study overall output reports, separate-company inception-to-date output reports, and organization charts to D. Goldberg (KPMG) for review.	0.3	\$ 350	\$ 105
Terral, Travis	10/09/03	Assist D. Goldberg (KPMG) by performing research on the application of Internal Revenue Code ("IRC") Section 382(l)(5) for the memorandum she composed.	1.1	\$ 350	\$ 385
Terral, Travis	10/09/03	Review and comment on the IRC Section 382(l)(5) memorandum composed by D. Goldberg (KPMG).	1.9	\$ 350	\$ 665
Goldberg, Dana	10/10/03	Review of tax basis study input templates and supporting work-papers, including initial basis, mergers and liquidations, and subsidiary ownership identification.	4.6	\$ 550	\$ 2,530
Goldberg, Dana	10/10/03	Continue review of tax basis study input templates and supporting work-papers, including initial basis, mergers and liquidations, and subsidiary ownership identification.	3.7	\$ 550	\$ 2,035
McKee, James	10/10/03	Partner review of memorandum prepared by D. Goldberg (KPMG) regarding the application of Internal Revenue Code Sections 382(l)(5) and 382(l)(6).	2.3	\$ 650	\$ 1,495
Goldberg, Dana	10/13/03	Review of tax basis study input templates and supporting work-papers, including components of taxable income and non-capital, non-deductible expenses.	3.8	\$ 550	\$ 2,090
Goldberg, Dana	10/13/03	Continue review of tax basis study input templates and supporting work-papers, including components of taxable income and non-capital, non-deductible expenses.	1.6	\$ 550	\$ 880
Terral, Travis	10/14/03	Clear tax basis study review comments prepared by D. Goldberg (KPMG), including scan of Allegiance balance sheets for solvency of subsidiaries liquidated in 2002.	1.7	\$ 350	\$ 595
Terral, Travis	10/14/03	Research on the tax basis impact of the liquidation of insolvent subsidiaries.	0.8	\$ 350	\$ 280
Terral, Travis	10/14/03	Update open items list to request confirmation of subsidiary solvency / insolvency from Allegiance personnel.	0.3	\$ 350	\$ 105
Terral, Travis	10/14/03	Continue creation of change in stated capital reconciliation and explanation for clarification and sign-off by Allegiance personnel.	1.2	\$ 350	\$ 420
Goldberg, Dana	10/16/03	Review of tax basis study input templates and supporting work-papers, including contributions to and distributions from capital.	4.7	\$ 550	\$ 2,585
Goldberg, Dana	10/16/03	Analyze the Allegiance subsidiary tax basis study preliminary results to advise Allegiance personnel and advisors regarding the tax impact of contemplated transactions.	3.6	\$ 550	\$ 1,980
Terral, Travis	10/16/03	Research on the application of the Internal Revenue Code Section 382 "anti-stuffing" rules and whether they apply to Allegiance's contemplated contribution of debt to various debtor subsidiaries.	0.9	\$ 350	\$ 315
Terral, Travis	10/16/03	Update open items list for various items, including specific anomalous changes in stated capital requiring Allegiance personnel comment.	0.6	\$ 350	\$ 210
Goldberg, Dana	10/20/03	Review of tax basis study input templates and supporting work-papers, including contributions to and distributions from capital.	3.8	\$ 550	\$ 2,090
Goldberg, Dana	10/20/03	Research under Treasury Regulation Section 1.368-7(c) regarding the assumption of liabilities and the impact on the calculation of tax basis for acquired subsidiaries.	1.6	\$ 550	\$ 880
Goldberg, Dana	10/20/03	Corrections to tax basis study contribution and distribution input templates, supporting work-papers and related tax basis model inputs.	3.1	\$ 550	\$ 1,705

EXHIBIT D-5
Allegiance Telecom, Inc., et al.
Tax Issues
October 1, 2003 through February 29, 2004

Name	Date	Description	Hours	Rate	Amount
Terral, Travis	10/20/03	Continue clearing review comments on tax basis study prepared by D. Goldberg (KPMG), including work-papers, model output reports, and open items list.	1.9	\$ 350	\$ 665
Goldberg, Dana	10/21/03	Review of tax basis model output reports (subsidiary basis by year, consolidated taxable loss and net operating loss carryforwards, etc.).	3.1	\$ 550	\$ 1,705
Goldberg, Dana	10/21/03	Continue review of tax basis model output reports (subsidiary basis by year, consolidated taxable loss and net operating loss carryforwards, etc.).	2.1	\$ 550	\$ 1,155
Goldberg, Dana	10/21/03	Preparation and formatting of tax basis study output reports.	2.9	\$ 550	\$ 1,595
Goldberg, Dana	10/22/03	Finalize tax basis study results for communication to Allegiance personnel and advisors.	2.9	\$ 550	\$ 1,595
Goldberg, Dana	10/22/03	Perform research on the potential tax impact of various transactions under contemplation by Allegiance.	2.7	\$ 550	\$ 1,485
Goldberg, Dana	10/22/03	Consult with J. McKee (KPMG) regarding application of the excess loss account gain recognition and Treasury Regulation Section 1.1502-13 inter-company transaction rules to Allegiance restructuring plans.	2.1	\$ 550	\$ 1,155
McKee, James	10/22/03	Consult with D. Goldberg (KPMG) regarding application of the excess loss account gain recognition and Treasury Regulation Section 1.1502-13 inter-company transaction rules to Allegiance restructuring plans.	2.1	\$ 650	\$ 1,365
Goldberg, Dana	10/23/03	Meeting with R. Olson (Allegiance) to discuss preliminary Allegiance subsidiary tax basis results, to discuss remaining open items necessary to complete the tax basis study, and to obtain representations by R. Olson on certain assumptions made with respect to Allegiance subsidiary tax basis history.	2.4	\$ 550	\$ 1,320
Goldberg, Dana	10/23/03	Compose memorandum discussing the comparative tax impact of sales of Allegiance and/or subsidiary stock versus the sale of Allegiance and/or Allegiance subsidiary assets.	4.9	\$ 550	\$ 2,695
Goldberg, Dana	10/24/03	Research regarding the bankruptcy treatment of Allegiance inter-company debt and the documentation necessary in bankruptcy to address such debt's restructuring.	3.4	\$ 550	\$ 1,870
Goldberg, Dana	10/24/03	Discussion with J. Hoffmann (KPMG) regarding the movement of Allegiance inter-company debt around the Allegiance consolidated group, the impact of such transfers on excess loss account balances present in subsidiary stock, and the choice of applying tax attribute reduction under either IRC Sections 108(e)(6) and 108(e)(8).	1.2	\$ 550	\$ 660
Goldberg, Dana	10/24/03	Identify five alternative asset and stock sale scenarios and the tax impact of each alternative.	3.4	\$ 550	\$ 1,870
Hoffmann, Jeffrey	10/24/03	Discussion with D. Goldberg (KPMG) regarding the movement of Allegiance inter-company debt around the Allegiance consolidated group, the impact of such transfers on excess loss account balances present in subsidiary stock, and the choice of applying tax attribute reduction under either Internal Revenue Code Sections 108(e)(6) and 108(e)(8).	1.2	\$ 625	\$ 750
Goldberg, Dana	10/25/03	Compose memorandum on the five alternative asset and stock sale scenarios and the tax impact of each alternative.	3.8	\$ 550	\$ 2,090
Goldberg, Dana	10/27/03	Discussion with J. Hoffmann (KPMG) regarding the application of the Treasury Regulation Section 1.1502-13(g) inter-company debt rules and tax attribute reduction in bankruptcy under IRC Section 108.	0.3	\$ 550	\$ 165

EXHIBIT D-5
Allegiance Telecom, Inc., et al.
Tax Issues
October 1, 2003 through February 29, 2004

Name	Date	Description	Hours	Rate	Amount
Hoffmann, Jeffrey	10/27/03	Discussion with D. Goldberg (KPMG) regarding the application of the Treasury Regulation Section 1.1502-13(g) inter-company debt rules and tax attribute reduction in bankruptcy under IRC Section 108.	0.3	\$ 625	\$ 188
Goldberg, Dana	10/28/03	Additional research on the tax impact of the five alternative asset and stock sale scenarios, including excess loss account-related gain triggering, methods of curing insolvency of various subsidiaries, and the impact on the movement and/or extinguishment of inter-company debt.	3.8	\$ 550	\$ 2,090
Goldberg, Dana	10/28/03	Continue additional research on the tax impact of the five alternative asset and stock sale scenarios, including excess loss account-related gain triggering, methods of curing insolvency of various subsidiaries, and the impact on the movement and/or extinguishment of inter-company debt.	2.3	\$ 550	\$ 1,265
McKee, James	10/28/03	Review memorandum prepared by D. Goldberg (KPMG) on the five alternative asset and stock sale scenarios and the tax impact of each alternative.	1.6	\$ 650	\$ 1,040
Goldberg, Dana	10/29/03	Continue review of Allegiance subsidiary tax basis study items related to contributions to and distributions from capital and the resolution of various open items.	5.1	\$ 550	\$ 2,805
McKee, James	10/29/03	Teleconference with R. Olson (Allegiance) and counsel from Kirkland & Ellis to discuss tax ramifications of the five alternative asset and stock sale scenarios.	1.7	\$ 650	\$ 1,105
Terral, Travis	10/29/03	Revise contribution / distribution input template and supporting documentation based on review comments prepared by D. Goldberg (KPMG).	1.3	\$ 350	\$ 455
Terral, Travis	10/29/03	Prepare and compile revised overall output reports and separate-company inception-to-date output reports for subsidiaries affected by changes resulting from review comments.	1.2	\$ 350	\$ 420
Terral, Travis	10/29/03	Began completion of separate-company basis chronology narratives for each Allegiance subsidiary.	3.7	\$ 350	\$ 1,295
Terral, Travis	10/30/03	Continue completion of separate-company basis chronology narratives for each Allegiance subsidiary.	5.9	\$ 350	\$ 2,065
Goldberg, Dana	10/31/03	Review and comment on tax basis study separate-company narrative reports.	4.2	\$ 550	\$ 2,310
Terral, Travis	10/31/03	Complete initial draft of separate-company basis chronology narratives.	3.9	\$ 350	\$ 1,365
Terral, Travis	10/31/03	Compose overall tax basis study narrative report summarizing study methodology, assumptions, Allegiance representations and tax basis amounts calculated through December 31, 2002.	4.2	\$ 350	\$ 1,470
Goldberg, Dana	11/03/03	Begin detail review of tax basis study separate company narratives prepared by T. Terral (KPMG) for each Allegiance entity.	3.8	\$ 550	\$ 2,090
Goldberg, Dana	11/03/03	Continue detail review of tax basis study separate company narratives prepared by T. Terral (KPMG) for each Allegiance entity.	3.6	\$ 550	\$ 1,980
Terral, Travis	11/03/03	Continue to finalize narrative documents summarizing the tax basis history of each Allegiance entity (from creation/acquisition through December 31, 2002).	2.1	\$ 350	\$ 735
Goldberg, Dana	11/04/03	Continue detail review of tax basis study separate company narratives prepared by T. Terral (KPMG) for each Allegiance entity.	2.9	\$ 550	\$ 1,595
Goldberg, Dana	11/04/03	Complete detail review of tax basis study separate company narratives prepared by T. Terral (KPMG) for each Allegiance entity.	1.6	\$ 550	\$ 880

EXHIBIT D-5
Allegiance Telecom, Inc., et al.
Tax Issues
October 1, 2003 through February 29, 2004

Name	Date	Description	Hours	Rate	Amount
Goldberg, Dana	11/04/03	Meet with T. Terral (KPMG) to discuss revisions necessary to the separate-company narratives and to the overall narrative report summarizing the project's findings.	1.4	\$ 550	\$ 770
Terral, Travis	11/04/03	Meet with D. Goldberg (KPMG) to discuss revisions necessary to the separate-company narratives and to the overall narrative report summarizing the project's findings.	1.4	\$ 350	\$ 490
Terral, Travis	11/04/03	Began revisions of separate-company narratives based on review comments.	2.9	\$ 350	\$ 1,015
Terral, Travis	11/04/03	Research for technical authority supporting tax basis adjustments discussed in the separate-company narratives (e.g., Internal Revenue Code and Treasury Regulation citations).	1.2	\$ 350	\$ 420
Goldberg, Dana	11/05/03	Review net operating loss ("NOL") reconciliation previously prepared by T. Terral (KPMG) comparing the NOLs as reported on the Allegiance tax returns and as calculated by the tax basis study software.	0.6	\$ 550	\$ 330
Terral, Travis	11/05/03	Continue revisions of separate-company narratives based on review comments.	3.8	\$ 350	\$ 1,330
Terral, Travis	11/06/03	Continue revisions of separate-company narratives based on review comments.	3.1	\$ 350	\$ 1,085
Goldberg, Dana	11/07/03	Analyze the net operating losses of the various members of the Allegiance consolidated group to advise on the federal tax effect of anticipated purchase proposals.	1.9	\$ 550	\$ 1,045
Terral, Travis	11/07/03	Assist D. Goldberg (KPMG) to analyze the net operating losses ("NOLs") of the various members of the Allegiance consolidated group to advise on the federal tax effect of anticipated purchase proposals by compiling and verifying total NOL balances by company, including separate return year limitation ("SRLY") NOLs inherited by Allegiance members through prior stock acquisitions.	1.8	\$ 350	\$ 630
Terral, Travis	11/07/03	Continue revisions of separate-company narratives based on review comments.	2.9	\$ 350	\$ 1,015
Terral, Travis	11/07/03	Began preparation of tax basis study deliverable materials (binders, indices, etc.).	1.4	\$ 350	\$ 490
Terral, Travis	11/08/03	Continue revisions of separate-company narratives based on review comments.	3.8	\$ 350	\$ 1,330
Terral, Travis	11/08/03	Revise overall narrative report summarizing the project findings based on review comments.	1.8	\$ 350	\$ 630
Terral, Travis	11/09/03	Complete revisions of separate-company narratives based on review comments and resubmitted tax basis study materials for final senior manager review by D. Goldberg (KPMG).	2.4	\$ 350	\$ 840
Goldberg, Dana	11/10/03	Began final review of separate-company narratives and overall project narrative report previously edited by T. Terral (KPMG).	3.9	\$ 550	\$ 2,145
Goldberg, Dana	11/10/03	Continue final review of separate-company narratives and overall project narrative report previously edited by T. Terral (KPMG).	3.3	\$ 550	\$ 1,815
Goldberg, Dana	11/11/03	Continue final review of separate-company narratives and overall project narrative report previously edited by T. Terral (KPMG).	3.8	\$ 550	\$ 2,090
Terral, Travis	11/11/03	Complete final modification of tax basis study materials (reports, narratives, work-papers, etc.) prior to submission for partner review.	3.2	\$ 350	\$ 1,120
Goldberg, Dana	11/12/03	Complete final review of separate-company narratives and overall project narrative report previously edited by T. Terral (KPMG) and resubmit to T. Terral for final modifications prior to submission for partner review.	3.1	\$ 550	\$ 1,705

EXHIBIT D-5
Allegiance Telecom, Inc., et al.
Tax Issues
October 1, 2003 through February 29, 2004

Name	Date	Description	Hours	Rate	Amount
McKee, James	11/12/03	Began partner-level review of tax basis analysis prepared for the Allegiance consolidated group of companies, including review of output reports and supporting documentation in the work-papers with respect to the group's ownership structure and merger and liquidation activity.	2.8	\$ 650	\$ 1,820
McKee, James	11/14/03	Continue partner-level review of tax basis analysis prepared for the Allegiance consolidated group of companies, including review of output reports and supporting documentation in the work-papers with respect to the various components of taxable income and loss (ordinary income, capital gains and losses, consolidating adjustments, etc.).	3.8	\$ 650	\$ 2,470
McKee, James	11/15/03	Continue partner-level review of tax basis analysis prepared for the Allegiance consolidated group of companies, including review of output reports and supporting documentation in the work-papers with respect to the various components of taxable income and loss (ordinary income, capital gains and losses, consolidating adjustments, etc.) as well as net operating losses ("NOL") carryforward calculations (including NOLs inherited via stock acquisitions).	2.4	\$ 650	\$ 1,560
McKee, James	11/15/03	Continue partner-level review of tax basis analysis prepared for the Allegiance consolidated group of companies, including review of output reports and supporting documentation in the work-papers with respect to non-capital, non-deductible expenses.	3.3	\$ 650	\$ 2,145
Hoffmann, Jeffrey	11/20/03	Analyze alternative purchase structures for federal tax impact on Allegiance, considering items such as excess loss accounts ("ELAs") in subsidiary stock basis, deferred income tax assets, and net operating losses ("NOLs") and submit findings to D. Goldberg (KPMG).	0.8	\$ 625	\$ 500
Goldberg, Dana	11/21/03	Perform research on the use of newly-formed limited liability companies ("LLCs") in conjunction with a proposed transaction with a potential purchaser.	2.4	\$ 550	\$ 1,320
Goldberg, Dana	11/24/03	Conference call with R. Olson (Allegiance) regarding the various tax consequences surrounding the formation of LLCs and the related sale of Allegiance assets.	1.1	\$ 550	\$ 605
Goldberg, Dana	11/24/03	Document the discussion points (unresolved issues, action items, etc.) raised in the conference call with R. Olson (Allegiance).	0.8	\$ 550	\$ 440
McKee, James	12/03/03	Continue partner-level review of tax basis analysis prepared for the Allegiance consolidated group of companies, including review of output reports and supporting documentation in the workpapers with respect to the contributions to and distributions from capital.	3.7	\$ 650	\$ 2,405
McKee, James	12/04/03	Continue partner-level review of tax basis analysis prepared for the Allegiance consolidated group of companies, including review of output reports and supporting documentation in the workpapers with respect to the contributions to and distributions from capital.	2.9	\$ 650	\$ 1,885
Goldberg, Dana	12/10/03	Telephone conversations with R. Olson (Allegiance) to discuss the various federal and state tax issues and impact of various alternative transactions contemplated by Allegiance while in bankruptcy.	1.6	\$ 550	\$ 880
McKee, James	12/12/03	Continue partner-level review of tax basis analysis prepared for the Allegiance consolidated group of companies, including review of overall narrative summary for the project as well as all separate-company basis chronology narratives.	3.3	\$ 650	\$ 2,145
Goldberg, Dana	12/17/03	Additional telephone conversations with R. Olson (Allegiance) to discuss the various federal and state tax issues and impact of various alternative transactions contemplated by Allegiance while in bankruptcy.	1.9	\$ 550	\$ 1,045

EXHIBIT D-5
Allegiance Telecom, Inc., et al.
Tax Issues
October 1, 2003 through February 29, 2004

Name	Date	Description	Hours	Rate	Amount
Goldberg, Dana	12/19/03	Additional telephone conversations with R. Olson (Allegiance) to discuss the various federal and state tax issues and impact of various alternative transactions contemplated by Allegiance while in bankruptcy.	0.9	\$ 550	\$ 495
Goldberg, Dana	12/19/03	Meet with J. McKee (KPMG) and T. Terral (KPMG) to go over partner-level review comments and the modifications to be made to the basis study workpapers, model inputs, overall narrative summary and separate-company basis chronology narratives.	1.6	\$ 550	\$ 880
McKee, James	12/19/03	Meet with D. Goldberg (KPMG) and T. Terral (KPMG) to go over partner-level review comments and the modifications to be made to the basis study workpapers, model inputs, overall narrative summary and separate-company basis chronology narratives.	1.6	\$ 650	\$ 1,040
Terral, Travis	12/19/03	Meet with J. McKee (KPMG) and D. Goldberg (KPMG) to go over partner-level review comments and the modifications to be made to the basis study workpapers, model inputs, overall narrative summary and separate-company basis chronology narratives.	1.6	\$ 350	\$ 560
Terral, Travis	12/19/03	Begin modification of basis study workpapers, model inputs, overall narrative summary and separate-company basis chronology narratives to incorporate partner-level review comments.	3.8	\$ 350	\$ 1,330
Terral, Travis	12/22/03	Complete modification of basis study workpapers, model inputs, overall narrative summary and separate-company basis chronology narratives to incorporate partner-level review comments and resubmit to D. Goldberg (KPMG) for final review prior to client delivery.	3.1	\$ 350	\$ 1,085
Goldberg, Dana	01/06/04	Begin final review of basis study deliverable binders for accuracy and completeness prior to transmitting to R. Olsen (Allegiance).	1.8	\$ 550	\$ 990
McKee, James	01/06/04	Revisit tax basis study workpapers and deliverable documents to check on one remaining issue surrounding whether worthless stock deductions would be available to the Allegiance consolidated group upon exit from bankruptcy and what impact these deductions would have to the various positive subsidiary stock bases and excess loss accounts (negative stock bases) previously computed in the tax basis study.	3.2	\$ 650	\$ 2,080
Terral, Travis	01/06/04	Complete compilation of tax basis study deliverable binders to include all reports, exhibits, and supporting documentation prior to delivery to R. Olsen (Allegiance). Final "flip" of all binders for completeness and accuracy.	2.5	\$ 350	\$ 875
Goldberg, Dana	01/07/04	Continue final review of basis study deliverable binders for accuracy and completeness prior to transmitting to R. Olsen (Allegiance).	0.9	\$ 550	\$ 495
Goldberg, Dana	01/09/04	Compose transmittal letter for basis study deliverable binders and final "flip" of documents prior to giving to courier for delivery to R. Olsen (Allegiance).	0.8	\$ 550	\$ 440
Roseman, Alan	01/15/04	Compile all project correspondence and prepare tax basis study project workpapers for submission to KPMG records department.	1.0	\$ 175	\$ 175
Tax Issues Total			<u><u>303.0</u></u>		<u><u>\$ 148,000</u></u>

EXHIBIT E

Allegiance Telecom, Inc., et al.
Expense Detail
October 1, 2003 through February 29, 2004

Name	Date	Description	Amount
Burke, Jennifer	11/11/03	Travel from Indianapolis to DFW for work on Allegiance audit.	\$ 888
		<i>Airfare Subtotal</i>	<u>\$ 888</u>
McClanahan, Geof	10/15/03	Second parking at office business purpose manager meeting.	\$ 10
McClanahan, Geof	10/15/03	Reimbursable number of miles incurred outside normal commute for business purpose trips to client for Q3 review.	29
McClanahan, Geof	11/03/03	Reimbursable number of miles outside normal commute for trips to client for audit planning.	40
Burke, Jennifer	11/11/03	Round trip from airport while out of town for Allegiance audit planning and completion of Q303 review.	120
Collins, Tina	12/15/03	Reimbursable number of miles outside normal commute for Allegiance from downtown to Allegiance Telecom, Inc.	36
McColl, Morag	01/14/04	Reimbursable number of miles outside normal commute for travel to client location.	4
McColl, Morag	01/14/04	Reimbursable number of miles outside normal commute for travel to client location.	4
McClanahan, Geof D	02/08/04	Reimbursable number of miles outside normal commute for weekend commute to work from residence to Allegiance Telecom.	15
Jandera, Hsiaoping Judy	02/21/04	Reimbursable number of miles outside normal commute for weekend commute to work from residence to Allegiance Telecom.	20
Jandera, Hsiaoping Judy	02/22/04	Reimbursable number of miles outside normal commute for weekend commute to work from residence to Allegiance Telecom.	20
Jandera, Hsiaoping Judy	02/23/04	Reimbursable number of miles outside normal commute for travel between client locations from office to Allegiance Telecom.	5
Jandera, Hsiaoping Judy	02/25/04	Reimbursable number of miles outside normal commute for travel between client locations from office to Allegiance Telecom.	5
Jandera, Hsiaoping Judy	02/26/04	Reimbursable number of miles outside normal commute for travel between client locations from office to Allegiance Telecom.	5
Jandera, Hsiaoping Judy	02/28/04	Reimbursable number of miles outside normal commute for weekend commute to work from residence to Allegiance Telecom.	20
		<i>Ground Transportation Subtotal</i>	<u>\$ 333</u>
Douglas, Steven	10/31/03	Lunch with G. McClanahan, J. Burke, J. Garner (all KPMG) to discuss progress and issues.	\$ 33

EXHIBIT E

Allegiance Telecom, Inc., et al.
Expense Detail
October 1, 2003 through February 29, 2004

Name	Date	Description	Amount
Rossel, Jeremy	12/01/03	Meals with J. Jandera, D. Stockton and T. Collins (all KPMG) to discuss interim timeline and expectations.	50
Douglas, Steven	12/12/03	Meals with J. Jandera, J. Garner, D. Stockton and T. Collins (all KPMG) to discuss audit status and strategy.	80
Jandera, Judy	12/14/03	Breakfast with J. Garner and D. Stockton for staff team building.	8
Jandera, Judy	12/14/03	Meals with D. Stockton, J. Garner and T. Collins (all KPMG) for staff team building.	20
Garner, James	12/16/03	Working lunch with G. McClanahan and D. Stockton (both KPMG).	34
Jandera, Judy	12/30/03	Meals with J. Garner, D. Stockton and T. Collins (all KPMG) to discuss project status and wrap up of interim testwork procedures.	54
Jandera, Judy	01/07/04	Meals with G. McClanahan (KPMG) to discuss interim audit status and audit plan for final.	28
McClanahan, Geof	01/22/04	Meals with D. Stockton, J. Jandera and J. Garner (all KPMG) to discuss status of 12/31/03 audit.	83
Garner, James	01/23/04	Dinner with D. Stockton (KPMG) to discuss audit status.	21
Garner, James	01/26/04	Dinner with J. Jandera, D. Stockton, T. Collins and A. Bratton (all KPMG) to discuss audit.	57
McClanahan, Geof	01/30/04	Lunch with J. Garner, J. Jandera, D. Stockton and T. Collins (all KPMG) to discuss status of audit.	67
McClanahan,Geof D	02/03/04	Meals with J. Garner, J. Jandera and D. Stockton (all KPMG) to discuss audit issues.	87
Stockton,David	02/04/04	Dinner with J. Jandera and J. Garner (both KPMG) to discuss audit.	61
Jandera,Hsiaoping Judy	02/05/04	Meals with G. McClanahan, J. Garner and D. Stockton (all KPMG) to discuss audit progress and schedule manager review timing.	43
McClanahan,Geof D	02/08/04	Lunch with J. Jandera (KPMG) to discuss audit status.	19
Stockton,David	02/10/04	Meals with J. Jandera, J. Garner and A. Bratton (all KPMG) to discuss audit.	45
Jandera,Hsiaoping Judy	02/12/04	Meals with G. McClanahan, J. Garner, D. Stockton and A. Bratton (all KPMG) to discuss audit status and set audit completion goals.	83
Garner,James Daniel	02/16/04	Dinner with S. Douglas, J. Jandera and D. Stockton (all KPMG) to discuss status of audit.	25
Garner,James Daniel	02/19/04	Lunch with G. McClanahan, D. Stockton and A. Bratton (all KPMG) to discuss status of audit.	36
Garner,James Daniel	02/19/04	Dinner with S. Douglas, G. McClanahan, J. Jandera and D. Stockton (all KPMG) to discuss status of audit.	112

EXHIBIT E

Allegiance Telecom, Inc., et al.
Expense Detail
October 1, 2003 through February 29, 2004

Name	Date	Description	Amount
Garner,James Daniel	02/22/04	Dinner with J. Jandera and T. Collins (both KPMG) for weekend work on audit.	30
Stockton,David	02/23/04	Dinner with J. Garner and J. Jandera (both KPMG) to work late for client.	50
Jandera,Hsiaoping Judy	02/26/04	Dinner while working late for client.	6
Jandera,Hsiaoping Judy	02/26/04	Lunch with M. Colbert (ALGX) and D. Stockton (KPMG) to discuss audit.	45
		Meals Subtotal	<u>\$ 1,177</u>
Jandera, Judy	01/23/04	Stamps for mailing audit confirmations.	<u>\$ 7</u>
		Miscellaneous Subtotal	<u>\$ 7</u>
		Grand Total	<u><u>\$ 2,405</u></u>

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UNITED STATES BANKRUPTCY COURT
SOUTHERN DISTRICT OF NEW YORK

_____)	
In re:)	Chapter 11
))
ALLEGIANCE TELECOM, INC., <u>et al.</u>,)	Case No. 03 - 13057 (RDD)
))
Debtors.)	(Jointly Administered)
_____)	

CERTIFICATION IN COMPLIANCE WITH
GUIDELINES FOR FEES AND EXPENSES FOR
PROFESSIONALS IN SOUTHERN DISTRICT
OF NEW YORK BANKRUPTCY CASES

Steven R. Douglas certifies that¹:

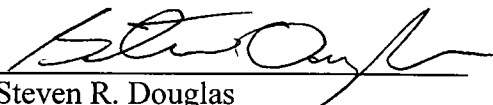
1. I am a partner of KPMG, accountants, auditors, tax advisors and bankruptcy compliance advisors to the Debtors. This certification is made pursuant to the Administrative Orders re: Guidelines for Fees and Disbursements for Professionals in Southern District of New York Bankruptcy Cases issued June 20, 1991 and April 19, 1995 in support of KPMG's Second Interim Application for fees and expenses for the period October 1, 2003 through February 29, 2004. I am KPMG's Certifying Professional as defined in the Local Guidelines. I have read

¹ Capitalized terms have been defined in the Second Interim Application of KPMG LLP as Accountants, Auditors, Tax Advisors and Bankruptcy Compliance Advisors to the Debtor for Allowance of Compensation and Reimbursement of Expenses.

the Application and certify that, to the best of my knowledge, information and belief formed after reasonable inquiry, (a) the Application complies with the Local Guidelines; (b) the fees and expenses sought by KPMG fall within the Local Guidelines; and (c) the fees and expenses sought by KPMG, except to the extent prohibited by the Local Guidelines, are billed at rates and in accordance with practices customarily employed by KPMG and generally accepted by KPMG's clients.

2. To the best of my knowledge, information and belief, formed after reasonable inquiry, KPMG complies with all Guidelines as to the recording and reporting of time by KPMG's professionals and paraprofessionals.
3. In connection with KPMG's request for reimbursement of services and out-of-pocket expenses, I certify that, to the best of my knowledge, information and belief, formed after reasonable inquiry, (a) KPMG has not included in the amounts billed, a profit for providing reimbursable services; (b) KPMG has not included in the amounts billed for reimbursable services, any amounts for amortization of the cost of any investment, equipment or capital outlay; and (c) amounts billed for purchases or services contracted from outside third-party vendors are billed in the amounts (expenses) paid by KPMG to such vendors.

Date: March 30, 2004


Steven R. Douglas
Partner
KPMG LLP