

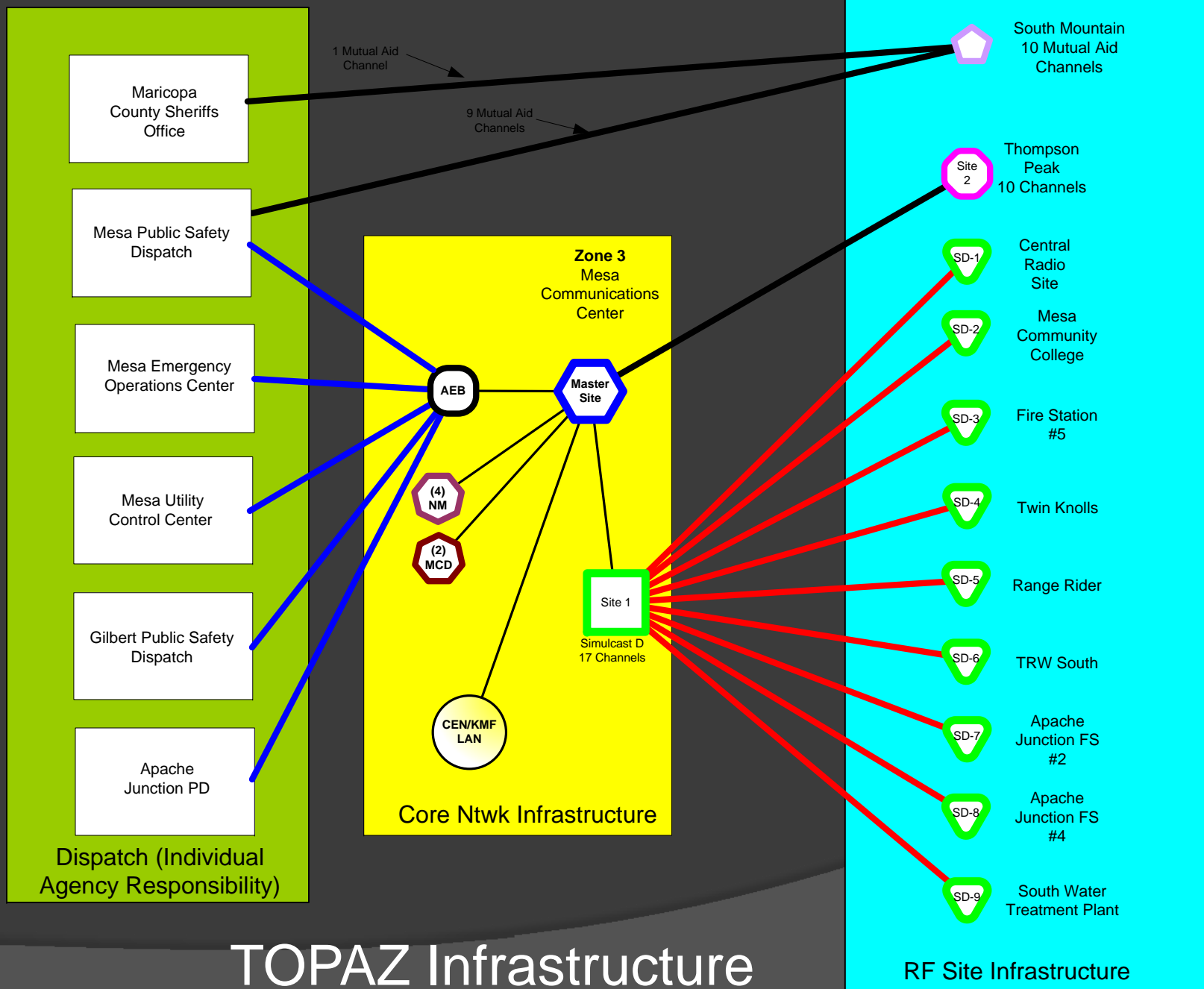


5-year

TRWC CAPITAL FORECAST

5-year Forecast

- PRWN/TOPAZ initiated review with Motorola
- Based on “Upgrade Assistance Plan Plus”
- Included a monthly fee for “Assurance”
- Did not define what upgrades would take place – one per year
- Contract was not executed
- Used as a basis for TRWC projections
- \$650,000 per year



TOPAZ Infrastructure

RF Site Infrastructure

Software

- ⦿ Motorola Astro 25: currently at version 7.4
- ⦿ Upgrades interval every 2-years based on history
- ⦿ Expect to have at least 2 upgrades over 5-yrs
- ⦿ If we continue with the SW Subscription – have the ability to have two upgrades every year (every release)
- ⦿ Impact capital budget because new HW is often required



Core Hardware

- Core: Master site equipment, some site equipment.
- Have had much of the core upgraded due to the last SW upgrade
- Minimally, may have to replace at least once in the next five years
- Last replacement costs around \$1.5M
- As currently forecast, we would have \$1.95M in year-3.



Radio Sites

- Expect 12 1/2-year life out of each site (Industry states 10-year)
- Oldest is approximately 6-years old
- Probably not going to be an expenditure in the next 5-years
- If additional features are requested, upgrades will be necessary

Beyond 5-years

- Currently Phase-1 Frequency Division Multiple Access (FDMA)
- Project 25 Phase-2 Time Division Multiple Access (TDMA)
- Would go to TDMA to increase capacity
- Dependent on traffic and available frequencies
- Will have to replace the microwave equipment (10-year life)

Data System

- Mesa's recent bond election included \$2.78M to replace the existing mobile data system
- Use of data today
- Migration to platform that will meet the needs
- Support considerations - existing system will not be supported by Motorola after 2011

Questions?