

February 28, 2006

Catherine Seidel
Acting Chief, Wireless Telecommunications Bureau
Federal Communications Commission
445 12th Street, S.W.
Washington, DC 20554

Dear Ms. Seidel:

Pursuant to Section 27.607 of the Federal Communications Commission's ("FCC") Rules, Access Spectrum, LLC ("Access Spectrum") is pleased to provide this Annual Report on its progress in providing band management services utilizing its 700 MHz licenses¹.

As of January 1, 2006, Access Spectrum has entered into six Spectrum Use Agreements ("SUAs"), all of which are with unaffiliated entities. Four SUAs authorize the deployment of voice systems and have ten-year terms. One SUA authorizes the deployment of a voice system and has a five-year term. One SUA authorizes the deployment of a data transmission system and has a term of five years. Access Spectrum has greater than 50 percent of its spectrum available in all of its MEA markets. In addition, Access Spectrum has issued three letters granting temporary authority to use portions of our 700 MHz capacity for prospective customers to test as they evaluate their systems.

Access Spectrum continues to make progress towards its spectrum leasing business plans, consistent with its business objectives and FCC expectations. With the emergence of new technologies, Access Spectrum is actively negotiating with additional potential users of 700 MHz Guard Band spectrum and we anticipate more activity once additional equipment options are developed for the band. As the band develops, Access Spectrum will continue to move forward to meet additional demand for 700 MHz spectrum. Please feel free to contact me if you have any questions.

Sincerely,

Andrew J. Rein

Andrew J. Rein
Director, Strategy & Operations

¹ See 47 C.F.R. § 27.607; Band Managers' Annual Report Are Due March 1, 2006, *Public Notice*, DA 04-148 (rel. January 23, 2004).