

3. Per minute rates charges shall be based upon chargeable time. In all cases, chargeable time begins when the call connection is established between the calling telephone and the called telephone. On person to person, third party and collect calls, chargeable time begins when connection is established between the calling person and the particular person or station specified by the caller. Chargeable time shall end when the calling telephone hangs up thereby releasing the network connection. If the called telephone hangs up but the calling party does not, chargeable time shall end.
4. The Contract shall provide pay telephone services located throughout the state with a fixed 20% commission paid to the State based upon gross charges, exclusive of federal FCC, PUC or other Government imposed fees, taxes or charges. No payments shall be due the Contractor by the State. All fees for services shall be charged to parties for receiving or initiating calls.
5. The Contractor shall make monthly payments to the Department of Corrections for inmate Phone services at Department of Corrections' locations based upon the following table.

Months from Contract Initiation	Start/End Dates	Monthly Payment to State
1 through 24	November 1, 2017 through October 31, 2019	\$30,000
25 through 48	November 1, 2019 through October 31, 2021	\$32,000
49 through 61	November 1, 2021 through October 31, 2022	\$32,000

6. Payments shall be made to the State based on service month, starting on the 1st of the month, ending on the last day of each month (i.e. April 1 through April 30 , May 1 through May 31, June 1 through June 30 , etc.) per the following schedule. If the given dates do not fall on the Contractor monthly cycle date, the Contractor shall provide prorated payment based upon the number of days of service in the given month (i.e. for the month of August in the first year of contract with 8 days of service provided, payment would be $8/31 \times \$30,000 = \$7,741.94$) at the beginning and end months of the Contract.

Service Dates	Payment Due Date
November 1 through November 30	December 31
December 1 through December 31	January 31
January 1 through January 31	February 28
February 1 through February 28	March 31
March 1 through March 31	April 30
April 1 through April 30	May 31