## NEWMAN, COMLEY & RUTH

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April 27, 2000

JEFFERSON CITY, MISSOURI 65102-0537

APR 2 7 2000

The Honorable Dale Hardy Roberts Secretary/Chief Regulatory Law Judge Missouri Public Service Commission P.O. Box 360 Jefferson City, MO 65102-0360

Missouri Public Service Commission

Re:

ROBERT K. ANGSTEAD

CATHLEEN A. MARTIN

STEPHEN G. NEWMAN

D. GREGORY STONEBARGER

MARK W. COMLEY

JOHN A RUTH

Telistar Communications, LLC

Dear Judge Roberts:

TA-2000-693

Please find enclosed for filing in the referenced matter an original and fourteen copies of an Application for Certificate of Service Authority and for Competitive Classification, along with a Motion for Protective Order. I also enclose the original and eight copies of Exhibit D to the motion, which is marked highly confidential and filed under seal. The non-proprietary version of Exhibit D is attached to the Application.

Please contact me if you have any questions regarding this filing. Thank you.

Very truly yours,

NEWMAN, COMLEY & RUTH P.C.

By:

comleym@ncrpc.com

MWC:ab Enclosure

cc:

Office of Public Counsel

General Counsel's Office

Michael K. Hamra

### BEFORE THE PUBLIC SERVICE COMMISSION OF THE STATE OF MISSOURI

APR 2 7 2000

	Missouri Public Service Commission
In the Matter of the Application of	)
Telistar Communications, LLC	)
for a Certificate of Service Authority to provide	) Case No. TA-2000-693
Basic Local Telecommunications Service	)
in portions of the State of Missouri and for	)
Competitive Classification.	)

### APPLICATION FOR CERTIFICATE OF SERVICE AUTHORITY AND FOR COMPETITIVE CLASSIFICATION

COMES NOW Telistar Communications, LLC ("Applicant" or "Telistar"), by its undersigned counsel, and hereby applies pursuant to Sections 392.361, 392.420, and 392.430 RSMo 1994, 392.410, 392.450 RSMo Supp. 1999, the Federal Telecommunications Act of 1996, and 4 CSR 240-2.060, for authority to provide basic local telecommunications service in portions of the State of Missouri and to classify said service as competitive. In support of its verified Application, Applicant states as follows:

Telistar is a limited liability company duly organized and existing under and by virtue of the laws of the State of Missouri. Telistar's Certificates of Organization and Good Standing issued by the Secretary of State of Missouri are attached hereto and incorporated herein by reference as Exhibit A.

Telistar's principal place of business mailing address is:

Telistar Communications, LLC 3116 W. Tracy Court Springfield, MO 65807 Telephone: (417) 877-8295

Fax:

(417) 877-8375

All inquiries, correspondence, communications, pleadings, notices, order and 2. decisions relating to this Application should be addressed to:

Mark W. Comley NEWMAN, COMLEY & RUTH P.C. 601 Monroe Street, Suite 301 P.O. Box 537 Jefferson City, MO 65102-0537 (573) 634-2266 (573) 636-3306 FAX

Ernest Campidilli, President/CEO TELISTAR COMMUNICATIONS, LLC 3116 W. Tracy Court Springfield Missouri (417) 877-8295 (417) 877-8375 FAX

- 3. By this application, Applicant requests certificate of service authority to provide basic local exchange services on a facilities and resold basis to both residence and business customers throughout all exchanges currently served by Southwestern Bell Telephone Company ("SWBT"), GTE Midwest, Inc. ("GTE"), and Sprint Missouri ("Sprint"). The specific SWBT, GTE and Sprint exchanges within which Applicant proposes to offer services are attached hereto and incorporated herein by reference as Exhibit B. Applicant's proposed service areas will follow the respective exchange boundaries of the stated incumbent LECs and shall be no smaller than an exchange as required by Section 392.455(3) RSMo Supp. 1999.
- 4. Applicant seeks to offer and provide all forms of basic local telecommunications service, including local, custom calling, class services, voice mail and internet. Applicant intends to offer these services through fixed wireless technology, but may offer those services through a combination of technologies including the public switched network.
- 5. Applicant intends to offer its services in accord with its tariffs. The provisions of 4 CSR 240-2.060(4)(H) require that a proposed tariff with a forty-five (45) day effective date be included with this application, and Applicant wishes to comply with this requirement. Applicant is in the process of commencing negotiations with the incumbent local exchange companies in whose territory Applicant intends to provide service. Therefore, the charges for interconnection and network elements, and other material provisions and terms have not been concluded, and Applicant

requests the Commission to waive the provisions of this rule. Applicant intends to supply its proposed tariffs to the Commission with at least a thirty-day effective date at or near the time its interconnection agreements are approved.

- 6. Applicant possesses the technical and managerial expertise and experience necessary to provide the services it proposes as required by Section 392.455(1) RSMo Supp. 1999. Attached as Exhibit C are biographies of Telistar's key management personnel.
- 7. Applicant possesses the necessary financial qualifications to provide the services it proposes as required by Section 392.455(1) RSMo Supp. 1999 and has the necessary capital to conduct its proposed operations in Missouri. A copy of Applicant's Financial Statement(s) is being filed under seal as part of a request for confidential treatment thereof. For purposes of this application the financial statement(s) shall be referred to as Exhibit D.
- 8. Pursuant to this Application, Applicant seeks classification of its basic local telecommunications service offerings as competitive, with accompanying reduced regulation pursuant to Section 392.361 and 392.420 RSMo 1994 and 4 CSR 240-2.060(4)(F). The existing monopoly services of SWBT, GTE and Sprint will make the basic local markets Applicant seeks to enter sufficiently competitive to make a lesser degree of regulation for Applicant and its proposed services in the public interest, consistent with the legislative policies established by the Federal Telecommunications Act of 1996 and the recent revisions of Chapter 392 RSMo. This Commission already has approved many applications to provide resold and facilities-based basic local telecommunications services filed by new market entrants and has classified those new entrants and their services as competitive.
- 9. Applicant will offer basic local telecommunications service as a separate and distinct service in accordance with Section 392.455(4) RSMo Supp. 1999. Applicant will provide equitable

Section 392.455(5) RSMo Supp. 1999.

10. Applicant will comply with all applicable Commission rules and regulations, except those which are specifically waived by the Commission pursuant to Applicant's request, and is willing to meet all relevant service standards including, but not limited to, quality service, billing, and tariff filing and maintenance. Consistent with the Commission's treatment of other certificated competitive local exchange telecommunications companies, and pursuant to Section 392.420, RSMo 1994, Applicant requests that, at minimum, the following statutes and regulations for Applicant and its proposed basic local service offerings be waived at this time:

#### RULES

4 CSR 240-10.020		depreciation fund income
4 CSR 240-30.010(2)(C)	_	posting of rate schedules at central offices
4 CSR 240-30.040	_	Uniform System of Accounts
4 CSR 240-32.030(4)(C)		filing of exchange boundary maps
4 CSR 240-33.030	-	Inform customers of lowest price available
4 CSR 240-35		reporting of bypass and customer specific
		arrangements

#### **STATUTES**

392.210.2	-	Uniform System of Accounts
392.240(1)		setting just and reasonable rates
392.270		valuation of property (rate making)
392.280	_	depreciation accounts
392.290		issuance of securities
392.300.2	-	acquisition of stock
392.310		stock and debt issuance
392.320	-	stock dividend payment
392.330	-	issuance of securities, debts and notes
392.340	-	reorganization(s)

The above-referenced rules and statutory provisions, or previous versions thereof, have been waived with regard to other competitive local and basic local exchange carriers in prior cases. These rules or statutory provisions are principally designed to apply to noncompetitive telecommunications

carriers. It would be inconsistent with the goal and purpose of Section 392.530 to apply them to a competitive telecommunications carrier such as the Applicant.

11. Applicant submits that the public interest will be served by Commission approval of this Application because Applicant's provision of service will create and enhance competition and expand customer service options, consistent with the legislative goals set forth in the Telecommunications Act of 1996 and Chapter 392. Prompt approval of this Application also will expand the availability of innovative, high quality and reliable telecommunications services within the State of Missouri. Customers will benefit by having alternatives from which to choose and from general improvements in price features and options that are generated by competitive market pressures.

WHEREFORE, Applicant Telistar Communications, LLC respectfully requests that the Commission grant it a certificate of service authority to provide resold basic local telecommunications service as herein requested, classify Applicant's proposed services as competitive, and grant waivers of the aforesaid statutes and regulations, as expeditiously as possible.

Respectfully submitted,

Mark W. Comley #28847

NEWMAN, COMLEY & RUTH P

601 Monroe Street, Suite 301

P.O. Box 537

Jefferson City, MO 65102-0537

(573) 634-2266

(573) 636-3306 FAX

comleym@ncrpc.com

Attorneys for Telistar Communications, LLC

#### Certificate of Service

I hereby certify that a true and correct copy of the above and foregoing document was sent by U.S. Mail, postage prepaid, or hand delivered, to Office of Public Counsel, P.O. Box 7800, Jefferson City, MO 65102, and General Counsel, P.O. Box 360, Jefferson City, MO 65102 on this day of April, 2000.

Mark W. Comley

#### ATTORNEY VERIFICATION

STATE OF MISSOURI ) ss.
COUNTY OF COLE )

I, Mark W. Comley, being first duly sworn, do hereby certify, depose and state that I am the attorney for Telistar Communications LLC, Applicant in the above captioned proceeding; that I have read the above and foregoing Application and the allegations therein contained are true and correct to the best of my knowledge, information and belief; and I further state that I am authorized to verify the foregoing application by the above said applicant.

Mark W. Comley

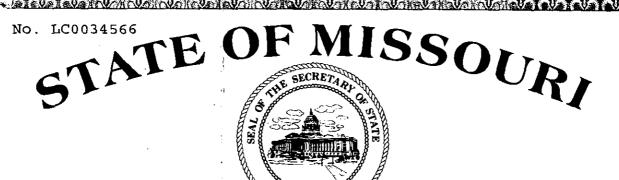
Subscribed and sworn to before me, a Notary Public, this 27<sup>m</sup> day of April, 2000.

My Commission expires:

ANNETTE M. BORGHARDT
Notary Public
State of Missouri
Commission Expires 3/11/02
Cole County, MO

# **EXHIBIT A**

Certificate of Organization Certificate of Good Standing State of Missouri



# Rebecca McDowell Cook Secretary of State

CERTIFICATE OF GOOD STANDING

LIMITED LIABILITY COMPANY

I, REBECCA McDOWELL COOK, Secretary of State of the State of Missouri, do hereby certify that the records in my office and in my care and custody reveal that TELISTAR COMMMUNICATIONS, L.L.C.

was filed in this office on the 3rd day of JANUARY, 2000, became effective on the 3rd day of JANUARY, 2000, and is in good standing, having fully complied with all requirements of this office.

IN TESTIMONY WHEREOF, I have set my hand and imprinted the GREAT SEAL of the State of Missouri, on this, the 20th day of APRIL, 2000.

Secretary of State

No. LC0034566





# Rebecca McDowell Cook Secretary of State

CERTIFICATE OF ORGANIZATION

LIMITED LIABILITY COMPANY

WHEREAS.

TELISTAR COMMMUNICATIONS, L.L.C.

filed its ARTICLES OF ORGANIZATION with this office on the 3rd day of JANUARY, 2000, and that filing was found to conform to the Missouri Limited Liability Company Act;

NOW, THEREFORE, I, REBECCA McDOWELL COOK, Secretary of State, State of Missouri, by virtue of authority vested in me by law, do certify and declare that on the 3rd day of JANUARY, 2000, the above entity is a Limited Liability Company, organized in this state and entitled to any rights granted to Limited Liability Companies.

IN TESTIMONY WHEREOF, I have set my hand and imprinted the GREAT SEAL of the State of Missouri, on this, the 3rd day of JANUARY, 2000.

Secretary of State

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# State of Missouri

Rebecca McDowell Cook, Secretary of State P.O. Box 778, Jefferson City, Mo. 65102 Corporation Division

# Articles of Organization

(Submit in duplicate with filing fee of \$105)

1.	The name of the limited liability company is:
	Telistar Communications, L.L.C.
2.	The purpose(s) for which the limited liability company is organized: To provide various communication services including phone, long distance, internet, voice mail, video conferencing, cable television services and to engage or transact any lawful business for which a limited liability company may be organized under the Missouri Limited Liability Company Act.
3.	The name and address of the limited liability company's registered agent in Missouri is:
	Sam F. Hamra, Jr., 1949 E. Sunshine, Suite 200, Springfield, MO 65804  Name \ Succeedings City/State/Zip
4.	The management of the limited liability company is vested in one or more managers.   Yes  No
5.	The latest date on which the limited liability company is to dissolve is: perpetual  Month/Day/Year
6.	Upon the withdrawal of any member, the remaining member(s) have the following right(s) (if any) to continue the business and affairs of the limited liability company:
7.	The name(s) and address(es) of each organizer:  Sam F. Hamra, Jr.  JAN - 3 2000
	1949 E. Sunshine, Suite 200
	Springfield, MO 65804
8.	For tax purposes, is the limited liability company considered a corporation?   Yes XX No
	In affirmation thereof, the facts stated above are true:  Organizer  Organizer
	Organizer

**EXHIBIT B** 

List of Exchanges

### SOUTHWESTERN BELL MISSOURI EXCHANGES

Adrian Advance Agency

Altenburg-Frohna

Antonia
Archie
Argyle
Armstrong
Ash Grove
Beaufort

Beaufort Bell City Benton Billings Bismarck Bloomfield Bloomsdale

Bonne Terre
Boonville
Bowling Green
Brookfield
Camdenton
Campbell
Cape Girardeau

Cardwell
Carl Junction
Carrollton
Carthage
Caruthersville
Cedar Hill
Center

Chaffee Charleston Chesterfield Chillicothe Clarksville

Clever
Climax Springs
Deering
DeKalb
Delta
DeSoto
Dexter
Downing
East Prairie
Edina

Eldon

Elsberry Essex Eureka

Excelsior Springs Farley Farmington Fayette Fenton

Festus-Crystal City

Fisk
Flat River
Frankford
Fredericktown
Freeburg
Fulton
Gideon
Glasgow
Grain Valley
Gravois Mills
Gray Summit
Greenwood
Hannibal
Harvester

Hayti
Herculaneum-Pevely
Higbee
High Ridge
Hillsboro
Holcomb

Hornersville Imperial Jackson Jasper Joplin

Kansas City Metro Kennett Kirksville Knob Noster Lake Ozark-Osage Beach Lamar

Lamar
LaMonte
Lancaster
Leadwood
Lilbourn
Linn

Lockwood Louisiana Macks Creek Malden Manchester

Marble Hill Marceline Marionville Marshall Marston

Meta Mexico Moberly Monette

Maxville

Montgomery City Morehouse Neosho Nevada New Franklin

New Madrid Oak Ridge Old Appleton Oran

Pacific
Patton
Paynesville
Perryville
Pierce City

Pocohontas-New Wells

Pond
Poplar Bluff
Portage Des Sioux
Portageville

Puxico
Qulin
Richmond
Richwoods
Risco
Rushville
Ste. Genevieve
St. Charles
St. Clair
St. Joseph

St. Louis Metro St. Marys San Antonio Scott City Sedalia Senath Sikeston Slater Smithville Springfield Stanberry Trenton Tuscumbia Union Valley Park Versailles

Walnut Grove
Wardell
Ware
Washington
Webb City
Wellsville
Westphalia
Wyatt

Vienna

### GTE MIDWEST INCORPORATED MISSOURI EXCHANGES

Dardenne/Lake St. Louis Alton Defiance Amazonia Annapolis Dora Easton Arcola **Edgar Springs** Ashland Eldorado Springs Augusta Aurora Elkland Ellsinore Ava Elmer Avenue City Eminence Avilia Everton Belgrade Ewing Belle Belleview Exeter Birch Tree Fillmore Foley Bland Fordland Blue Eye Foristell Bolckow Boss Forsyth Bourbon Fremont Gainesville Bradleyville Branson Galena Branson West Golden City Braymer Gorin Gower Bronaugh Greenfield Brunswick (Triplett) Buffalo Grovespring Bunker Hallsville Cabool Hamilton Caledonia Hartville Hawk Point Cameron Helena Canton Hermann Cape Fair Cassville Hermitage Caulfield High Hill Highlandville Cedar Creek Centerville Holstein Centralia Houston Humansville Chamois Hunnewell Clarence Hurley Clark Irondale Clarksdale Ironton Collins Jamestown 1 Columbia Jenkins Concordia Jerico Springs Conway Jonesburg Crosby Kohoka Crane Keytesville -Cross Timbers Kidder Cuba

Koshkonong LaBelle Laddonia LaGrange La Plata Lawson Leasburg Lesterville Lewistown Licking Louisburg Lowry City Macon Manes Mansfield Mano Marshfield Marthasville Maysville Milo Monroe City Montauk Park Monticello Morrison Moscow Mills Mount Sterling Mt. Vernon Mtn. Grove Mtn. View Nebo New Melle Niangua Norwood Oates O'Fallon Old Monroe Osborn Osceola Ozark Palmyra Paris Perry Pittsburg Plattsburg Potosi Prairie Home Preston Protem Raymondville Reeds Spring Revere

Rocheport Rockaway Beach Rockville Rosendale Safe St. James St. Peters Santa Fe Sarcoxie Savannah Schell City Seymour Shelbina Shelbyville Sheldon Shell Knob Sparta Stewartsville Stoutsville Sturgeon Summersville Thayer Theodosia Thomasville Timber Trimble Troy Truxton Turney Urbana Van Buren Vanzant Vichy Walker Warrenton Washburn Wasola Wayland Weaubleau Wentzville West Plains West Quincy Wheatland Whitesville Willow Springs Winfield Winona Wooldridge Wright City

Roby

Kimberling City

Kingston

Dadeville Dalton

#### **SPRINT MISSOURI EXCHANGES**

Appleton City Blackburn Blairstown Brazito Buckner Butler Calhoun California Camden Point Centertown Centerview Chilhowee Clarksburg Clinton Coal Cole Camp Craig Dearborn

Edgerton
Eugene
Fairfax
Ferrelview
Fort Wood
Greenridge
Hardin
Harrisonville
Henrietta
Holden
Holt
Holts Summit

Deepwater

Holts Summit Hopkins Houstonia Ionia Jefferson City

Kearney
King City
Kingsville
Lake Lotawana

Lebanon
Leeton
Lexington
Lincoln
Lone Jack
Malta Bend
Maryville
Missouri City
Montrose
Mound City

New Bloomfield

Newburg Norborne Oak Grove Odessa Orrick Otterville Pickering Platte City Pleasant Hill Richland Rolla Russellville St. Robert St. Thomas Salem Smithton Strasburg Sweet Springs Syracuse Taos Tarkio **Tipton** Urich Warrensburg

Warrensburg Warsaw Waverly Waynesville Wellington Weston Windsor

# **EXHIBIT C**

**Biographies of Key Management** 

#### BIOGRAPHIES OF KEY MANAGEMENT PERSONNEL

#### Kenneth E. Hamilton, Chairman of the Board of Directors.

Ken Hamilton is President of Hamilton Properties Corporation. This company was established in 1968 for the purpose of developing and managing low to moderate-income housing. Hamilton Properties has offices in Kansas City and Springfield, Missouri, and Arlington, Texas. They have developed over 70 apartment complexes throughout a 6-state area in the Midwest and southwest.

Mr. Hamilton is also President of R.H.D., Inc., an architectural firm based in Arlington, Texas. This firm does work in various states.

Prior to 1968, Mr. Hamilton attended Drury College and Southwest Missouri State University in Springfield, Missouri from 1960 to 1965.

From 1965 to 1968 he was the President of Hamilton-Stemmons Abstract & Title Company in Mt. Vernon, Missouri.

Mr. Hamilton serves on the Board of Directors of Liberty Bank and on the Auxiliary Board at Cox Hospitals in Springfield, Missouri.

#### Ernest Campidilli, President/CEO

Mr. Campidilli will be in charge of the day-to-day operations of deploying Telistar's wireless CLEC network. In the immediate future Mr. Campidilli will start the deployment of the network in Springfield and will hire additional help as the need arises.

Mr. Campidilli served in the United States Navy as an Aviation Electronics Technician for over four years. Since his Honorable Discharge from the United States Navy in August of 1966, Mr. Campidilli has been in the telecommunications industry. Starting with Northwestern Bell Telephone at Pocahontas, Iowa for over five years. Then he moved to the independent telephone industry serving as General Manager for three years with a small cooperative telephone company at Havelock, Iowa; then as Assistant Manager/Operations Engineer for two years with a large cooperative at Lake Mills, Iowa; then over nine years as General manager with a stockholder telephone company, at Keosauqua, Iowa.

In 1983 he moved to South Central Kansas where he became General Manager of South Central Telephone Association, Inc., a cooperative telephone company. During his sixteen years with South Central Telephone he started South Central Communications, Inc. selling telephones, key systems, and cellular phones. He also installed fifty miles of fiber optic cable for lease, and became an internet service provider.

In 1994, South Central purchased an area from Sprint United and started South Central Telecommunications of Kiowa, an independent telephone company.

In late 1998, Mr. Campidilli started South Central Wireless, Inc., a CLEC using Local Multipoint Distribution System (LMDS) wireless service in Wichita, Pratt, and Hutchinson, Kansas. In August of 1999, he placed into operation the first CLEC system in the United States using the LMDS wireless technology.

In October of 1999, Newbridge, Inc., the manufacturer of the LMDS equipment used in Wichita, Kansas, sponsored a ten-day trip to China where Mr. Campidilli gave eleven seminars on the LMDS technology and the project in Wichita.

On January 3, 2000, Mr. Campidilli became President/CEO of Telistar Communications, LLC.

### Michael K. Hamra, Vice President and General Counsel.

Michael Hamra is an attorney in the Washington office of Akin, Gump, Strauss, Hauer & Feld, L.L.P., an international law firm with over 800 attorneys worldwide. He focuses on domestic and international communications matters, including licensing, regulatory compliance and transactions involving wireless companies, common carriers, satellite systems and broadcast entities and frequently advises financial institutions and investors on the wireless industry.

Prior to joining Akin Gump, Mr. Hamra was an attorney at the Federal Communications Commission, Wireless Telecommunications Bureau, where he focused on auctions and licensing matters, including financial and transactional regulatory issues. He frequently made oral presentations to commissioners, legal advisers and industry groups regarding regulatory matters. Previously, he served as an advisor to the Assistant Secretary for the U.S. Department of Commerce's National Telecommunications and Information Administration. At the Department of Commerce, Mr. Hamra worked extensively on the development of the Telecommunications Act of 1996.

Mr. Hamra received his B.A. in 1991 from Ohio Wesleyan University and his J.D. in 1994 from the University of Missouri. He is a member of the District of Columbia and Missouri Bars, the American Bar Association and the Federal Communications Bar Association.

# **EXHIBIT D**

Financial Statement (Filed under seal)

Telistar Communications, LLC A Missouri Limited Liability Company Statement of Financiai Position As of December 31, 1999

### **ASSETS**

	Current Assets				
	Cash in Operating Cash in Money Ma			*	<u>*</u>
		Total Current Assets	•	*	*
	Other Assets				
	Organizational Co Permits and Licen			*	*
		Total Other Assets	•	*	*
	TOTAL ASSETS		;	*	*
		MEMBER EQUITY			
	Investors Capital				
				*	*
		Total Contributed Equity		*	*
	Earnings			*	*
<b></b>		Total Member Equity		*	*
<b>TCFInancials</b>					