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

In the Matter of the Cancellation of the ) Certificates of Service Authority and ) Tariffs of Preferred Carrier Services, Inc. ) d/b/a Phones for All and d/b/a Telefonos ) Para Todos )

Case No. TD-2007-

## MOTION TO CANCEL CERTIFICATES OF SERVICE AUTHORITY AND ACCOMPANYING TARIFFS

**COMES NOW** the Staff of the Missouri Public Service Commission (Staff) and moves that the Commission cancel the Certificates of Service Authority it has granted to Preferred Carrier Services, Inc., as well as the company's tariffs. In support of its Motion, the Staff respectfully states as follows:

1. On June 14, 1996, in Case No. TA-96-364, the Missouri Public Service Commission (Commission) issued an order granting a certificate of service authority to Preferred Carrier Services, Inc. to provide interexchange telecommunications services. The Commission approved the company's tariff, P.S.C. MO No. 1, in the same case.

2. On September 30, 1997, in Case No. TA-97-347, the Commission issued an order granting a certificate of service authority to Preferred Carrier Services, Inc. to provide local and basic local exchange telecommunications services. The company also received authority to use the fictitious names "Phones for All" and "Telefonos Para Todos" in the same case, and the Commission approved a tariff containing both fictitious names, P.S.C. MO. TARIFF NO. 1, in that case as well.

3. In December 2006, Preferred Carrier Services, Inc. voluntarily sought bankruptcy protection under Chapter 11 (reorganization) of the Federal bankruptcy code in the Northern

District of Texas in Case No. 06-35554-sgj11. Subsequently, the bankruptcy court approved motions to convert the case to Chapter 7, entailing liquidation of the company, and that liquidation is underway.

4. On May 16, 2007, counsel for the company's bankruptcy trustee indicated that the trustee had no objection to the company's certificate cancellation because the company is no longer providing service in Missouri. See Appendix A.

5. The web site of the Office of the Missouri Secretary of State reports that Preferred Carrier Services, Inc. is a Texas corporation in good standing. It also reflects that it has registered to use the fictitious names "Phones for All" and "Telefonos Para Todos" in Missouri.

6. In keeping with indications that the company has ceased operations and is being liquidated, Preferred Carrier Services, Inc. has not submitted its 2006 annual report to the Commission, although it has submitted all prior reports. The company owes no assessments. No customers have contacted the Commission to make complaints about Preferred Carrier Services, Inc. since the commencement of the Commission's Electronic Filing and Information System.

7. The Commission has the authority to cancel a telecommunications corporation certificate pursuant to Section 392.410.5 RSMo (Supp. 2006), which provides:

Any certificate of service authority may be altered or modified by the commission after notice and hearing, upon its own motion or upon application of the person or company affected.

However, the Commission need not hold a hearing, if, after proper notice and opportunity to intervene, no party requests such a hearing. *State ex rel. Rex Deffenderfer Enterprises, Inc. v. Public Service Commission*, 776 S.W.2d 494 (Mo. App. 1989).

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8. Copies of this Motion are being served upon the company's Missouri registered agent via certified mail; and also upon counsel for the company's bankruptcy trustee and the address provided to the Commission by the company.

WHEREFORE, the Staff recommends the Commission cancel the Certificates of Service Authority it has granted to Preferred Carrier Services, Inc. to provide intrastate interexchange, local and basic local telecommunications services in Case Nos. TA-96-364 and TA-97-347, as well as the company's interexchange tariff, P.S.C. MO. No. 1, and its basic local telecommunications tariff, P.S.C. MO TARIFF NO. 1.

Respectfully submitted,

/s/ David A. Meyer

David A. Meyer Senior Counsel Missouri Bar No. 46620

Attorney for the Staff of the Missouri Public Service Commission P.O. Box 360 Jefferson City, MO 65102 (573) 751-8706 (Telephone) (573) 751-9285 (Fax) david.meyer@psc.mo.gov

## **Certificate of Service**

I hereby certify that copies of the foregoing have been mailed or electronically mailed to the following this 17th day of May 2007.

/s/ David A. Meyer

Office of the Public Counsel Governor Office Building, Suite 650 200 Madison Street P. O. Box 7800 Jefferson City, MO 65102

Prentice-Hall Corporation System Registered Agent for Preferred Carrier Services, Inc. 221 Bolivar Jefferson City, MO 65101 (via certified mail)

Charles B. Hendricks, Esq. David G. McLane, Esq. Cavazos, Hendricks & Poirot, P.C. Suite 570, Founders Square 900 Jackson Street Dallas, TX 75202

Preferred Carrier Services, Inc. 14681 Midway Road, Suite 105 Addison, TX 75001

## Preferred Carrier Services, Inc. Certification

#### Page 1 of 1

#### Meyer, David

 From:
 David McLane [DMcLane@chfirm.com]

 Sent:
 Wednesday, May 16, 2007 1:35 PM

 To:
 Meyer, David

 Cc:
 Chuck Hendricks

 Subject:
 Preferred Carrier Services, Inc.

 Dear David:
 Dear David:

This is in response to your May 9, 2007 E-mail regarding Preferred Carrier Services, Inc. We are legal counsel for Jeffrey H. Mims, the Chapter 7 Trustee for the Company. You are hereby advised that the Trustee has no objection to the cancellation by the Missouri Public Service Commission of the Company's certificate of service authority and accompanying tariffs because the Company is no longer providing service in Missouri. I hope this confirmation is satisfactory. If I may be of additional help, let me know. Best regards, David G. McLane

#### VERIFICATION

# STATE OF MISSOURI

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Comes now Sherri L. Kohly, employee of the Staff of the Missouri Public Service Commission, being of lawful age and after being duly sworn, states that the affiant has read the accompanying pleading, and that the facts therein are true and correct to the best of her knowledge.

Sherri L. Kohly Affiant

Subscribed and affirmed before me this  $17^{\text{th}}$  day of May 2007. I am commissioned as a notary public within the County of Cole, State of Missouri, and my commission expires on <u>Detaber</u> 23, 2010.

Wiles

NOTARY PUBLIC

SHARON S. WILES Notary Public - Notary Seal State of Missouri Commissioned for Cole County My Commission Expires: October 23, 2010 Commission Number: 06429091