STATE OF MISSOURI PUBLIC SERVICE COMMISSION

At a Session of the Public Service Commission held at its office in Jefferson City on the 27th day of March, 1992.

In the matter of the application of Show-Me Long Distance, Inc. for a certificate of service authority to provide intrastate telecommunications service.

Case No. TA-92-99

APPEARANCES:

James M. Fischer
Akre, Wendt & Fischer
102 E. High St., Suite 200
Jefferson City, MO 65101

REPORT AND ORDER

On November 8, 1991, Show-Me Long Distance, Inc. (Applicant or Company) applied for a certificate of service authority under Chapter 392, RSMo, (Supp. 1991)¹ to provide competitive intrastate interexchange telecommunications service in the State of Missouri. Company also applied for the waiver of certain statutes and Commission Rules, listed infra. The Commission issued its Order and Notice on November 19, 1991, setting an intervention deadline of December 18, 1991. There were no motions for hearing and no one requested intervention. On March 2, 1992, the Staff of the Missouri Public Service Commission filed its memorandum recommending approval of Company's application.

FINDINGS OF FACT

Having considered all of the competent and substantial evidence upon the whole record, the Missouri Public Service Commission makes the following findings of fact.

Pursuant to Section 392.440, RSMo, Applicant requests authority to provide intrastate interexchange telecommunications services in the State of Missouri. Pursuant to Section 392.361, RSMo, Applicant also requests that the

¹All statutory citations, unless otherwise indicated, are to RSMo Supp. 1991.

Commission classify it as a competitive telecommunications company and waive compliance with the statutes and Commission Regulations referenced below.

The requirement of a hearing has been fulfilled when all those having a desire to be heard are offered such an opportunity. In this case, notice was sent by the Executive Secretary of the Commission to any persons or entities known to the Telecommunications Department of the Public Service Commission to be rendering identical or similar services within the service area proposed by this application, as well as to each telephone company rendering local exchange service in Missouri. Interested persons or entities were directed to intervene on or before December 18, 1991. Since no proper party or governmental entity filed an application to intervene and there are no outstanding requests for a hearing, the Commission determines that an oral hearing is not necessary and the Applicant may submit evidence in support of its application by verified statement. State ex rel. Rex Deffenderfer Enterprises, Inc. v. Public Service Commission, 776 S.W.2d 494, 496 (Mo. App. 1989).

The Commission finds that Applicant is a Missouri corporation authorized to do business in the state of Missouri, with its principal office or place of business located at 704 S. 10th Street, Blue Springs, Missouri 64015. The Commission further finds that Applicant has filed current financial information and a brief description of the type of service it proposes to provide, and has agreed to comply with all applicable rules and regulations of the Commission and any terms and conditions which the Commission may impose.

Based upon the verified statements of Applicant and the recommendations of Staff, the Commission finds that Applicant is qualified to perform the service proposed. Pursuant to Sections 392.440 and 392.530, RSMo, the Commission will assume that additional competition in the intraLATA and interLATA toll markets is in the public interest. The Commission does not deem it necessary to determine a public need for each reseller's services as the market would

eliminate any reseller for which there is no public need. Consequently, pursuant to Section 392.440, RSMo, the Commission finds that it is in the public interest to grant Applicant a certificate of service authority to provide intrastate interexchange telecommunications services.

By its recommendation filed herein Staff states that Applicant's proposed services are the same as those classified as competitive in Case No. TO-88-142, In re the investigation for the purpose of determining the classification of the services provided by interexchange telecommunications companies within the State of Missouri (September 15, 1989). Staff therefore recommends that the Commission grant Applicant competitive status.

Based upon the verified statement of Applicant and Staff's recommendation, the Commission finds that all of the services Applicant proposes to offer are competitive and that Applicant should, therefore, be classified as a competitive company. The Commission further finds that the waiver of the following statutory and regulatory requirements is, pursuant to Section 392.361(5), reasonable and not detrimental to the public interest.

Pursuant to Section 392.470, RSMo, the Commission determines that certain regulatory requirements should be imposed upon resellers authorized to provide telecommunications services in Missouri. Since the Applicant proposes to operate as a reseller of telecommunications services in this state, the Commission finds that the following regulatory requirements should be imposed upon Applicant as reasonable and necessary conditions of certification:

- (1) Applicant is required to comply with reasonable requests by the Staff for financial and operating data to allow the Staff to monitor the intraLATA toll market pursuant to Section 386.320.3.
- (2) Applicant is required to file tariffs containing rules and regulations applicable to customers, a description of the

- services provided and a list of rates associated with the services pursuant to Section 392.220, RSMo, and 4 CSR 240-30.010.
- (3) Applicant's tariff filing must also contain a preliminary section which states that Company is a competitive carrier and identifies the statutory and rule waivers herein granted.
- (4) Applicant is precluded from unjustly discriminating between and among its customers pursuant to Section 392.200, RSMo and Section 392.400, RSMo.
- (5) Applicant is required by Sections 386.570, RSMo 1986, and 392.360, RSMo to comply with all applicable rules of the Commission except those which have specifically been waived by this Report and Order.
- (6) Applicant is required to file a Missouri-specific annual report pursuant to Section 392.210, RSMo, and Section 392.390.1, RSMo.
- (7) Applicant is required, until the Commission orders otherwise, to submit to the Staff on a confidential basis, quarterly reports showing its percentage of interstate use and intrastate interLATA and intraLATA use pursuant to Section 392.390.3, RSMo; (If the sole service to be offered by Applicant is private line, make this conditional upon offering additional services.)
- (8) Pursuant to Section 392.390.3, RSMo, Applicant is required to comply with the jurisdictional reporting requirements as set out in each local exchange company's access services tariff.

Finally, the Commission finds that Applicant should file appropriate tariffs within thirty (30) days of the effective date of this Report and Order. The certificate to be granted herein will become effective only upon approval by the Commission of these tariffs.

Conclusions of Law

The Missouri Public Service Commission has arrived at the following conclusions of law.

Applicant proposes to provide service to the public as a competitive intrastate interexchange telecommunications company subject to the Commission's jurisdiction pursuant to Chapters 386 and 392, RSMo.

Based upon the verified application of Applicant and the recommendation of its Staff, the Commission has found that Applicant has complied with the Commission's standards pertaining to applications requesting authority to provide intrastate interexchange telecommunications services and is qualified to perform said services. The Commission concludes that additional competition in the intrastate interexchange market is in the public interest and a certificate of service authority should be granted. The Commission also has found that all the services Applicant proposes to offer are competitive and that waiving the statutes and Commission Rules set out below is reasonable and not detrimental to the public interest. Therefore, the Commission concludes that Applicant should be classified as a competitive company pursuant to Section 392.361, RSMO.

IT IS THEREFORE ORDERED:

- 1. That Show-Me Long Distance, Inc. be granted hereby a certificate of service authority to provide intrastate interexchange telecommunications services in Missouri. This certificate of service authority is subject to the conditions of certification set out herein and shall not become effective until the Commission approves Applicant's tariffs.
- 2. That Show-Me Long Distance, Inc. be classified hereby as a competitive telecommunications company for which the effect of the following statutory and regulatory requirements shall be waived:

Statutes:

Section 392.240(1) Rates: Reasonable average return on investment. Section 392.240(3) Interconnectivity in public's best interest.

Section 392.270	Pertains to the power of the Commission to ascertain valuation of property of telephone corporations.
Section 392.280	Depreciation Rates.
Section 392.310	These provisions regard the Commission's
Section 392.320	authorization concerning a carrier's issuance
Section 392.340	of stocks, bonds, and other indebtedness; the ability to merge or sell its facilities to another company; and the reorganization of the company.

Rules:

4 CSR 240-30.010(2)(C	Posting exchange rates at central office.
4 CSR 240-30.060(5)(B	-0) Minimum filing requirements.
4 CSR 240-32.030(1)(C	Exchange area maps and record of access lines.
4 CSR 240-32.050(3)-(6) Information concerning local service tariffs, maps, directories and telephone numbers.
4 CSR 240-32.070(4)	Coin telephone availability.
4 CSR 240-33.030	Minimum charges rule.

- 3. That Show-Me Long Distance, Inc. shall file tariffs, as described by this order, within thirty (30) days of the effective date of this Report and Order; that said tariffs shall, by index or preface, identify Company as a competitive company and identify each statute or regulation waived by this order.
- 4. That Show-Me Long Distance, Inc. shall file its PIU reports as discussed herein within thirty (30) days of the effective date of this Report and Order.
- 5. That Show-Me Long Distance, Inc. shall file with the Commission Staff a report showing its percentage of intrastate intraLATA use. Said report shall be filed within thirty (30) days of the effective date of this Report and Order and on a confidential basis, unless the commission orders otherwise.

6. That this order shall become effective on April 6, 1992.

BY THE COMMISSION

Brent Stewart Executive Secretary

(SEAL)

McClure, Chm., Rauch, and Kincheloe, CC., Concur. Mueller and Perkins, CC., Absent.