

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

In the Matter of the Application of iNetworks)	
Group, Inc. for a Certificate of Service Authority)	
to Provide Basic Resold Interexchange)	<u>Case No. TA-2009-0258</u>
Telecommunications Services in the State of)	Tariff Nos. JL-2009-0504
Missouri.)	JL-2009-0505

STAFF RECOMMENDATION FOR DENIAL OF APPLICATION

COMES NOW the Staff of the Missouri Public Service Commission (Staff), by and through counsel and states:

1. On January 13, 2009, iNetworks Group, Inc. (“iNetworks”) applied for certificates of service authority (Application) to provide resold basic local exchange telecommunications and interexchange telecommunications within the state of Missouri. iNetworks also seeks competitive classification. In conjunction with its Application, iNetworks also filed tariffs governing the provision of the proposed telecommunications services.

2. No applications for intervention were filed. Staff was directed to file a recommendation regarding iNetworks Group, Inc.’s Application no later than February 10, 2009.

3. On February 9, 2009, iNetworks’ initial Application remained deficient due to missing financial information required pursuant to 4 CSR 240-3.510. Staff filed a motion for extension of time to February 17, 2009 in order to provide iNetworks with additional time to correct its Application deficiencies. Staff’s motion for extension of time was granted on February 10, 2009.

4. Staff, through counsel, was in regular contact with iNetworks’ counsel about remedying Application deficiencies. iNetworks filed historical financial statements on February 10, 2009. However, iNetworks Application remained deficient due to missing pro-forma

financial statements explicitly required under 4 CSR 240-3.510(1)(D)1.B. Staff needs this specific information to complete its review and issue a recommendation. iNetworks' attorney was made aware of the missing pro-forma financial statements through Staff counsel by both e-mail and telephone on February 10, 2009.

5. As of February 17, 2009, iNetworks' Application still remains deficient for lack of pro-forma financial statements. iNetworks' has not made any filing for additional extensions of time nor have they contacted Staff or Staff's attorney to discuss doing so.

WHEREFORE, because iNetworks' Application remains deficient for lack of pro-forma financial statements pursuant to 4 CSR 240-3.510(1)(D)1.B., Staff recommends denial of iNetworks Application for certificates of service authority to provide resold basic local exchange telecommunications and interexchange telecommunications within the state of Missouri.

Respectfully submitted,

/s/ Sam D. Ritchie

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Certificate of Service

I hereby certify that copies of the foregoing have been mailed, hand-delivered, transmitted by facsimile or electronically mailed to all counsel of record this 17th day of February, 2009.

/s/ Sam D. Ritchie