STATE OF MISSOURI PUBLIC SERVICE COMMISSION

At a session of the Public Service Commission held at its office in Jefferson City on the 29th day of October, 1997.

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In the Matter of the Application of QCC, Inc.)
for a Certificate of Authority to Provide Basic)
Exchange and Local Exchange Intrastate Telecom-)
munications Services Within the State of Missouri.)

) <u>Case No. TA-97-380</u>

ORDER DIRECTING SUPPLEMENTATION OF FINANCIAL DATA

QCC, Inc. (QCC) applied to the Commission on March 13, 1997, for a certificate of service authority to provide basic local telecommunications services in Missouri under Sections 392.420 - .440, RSMo 1994, and Sections 392.410 and .450, RSMo Supp. 1996. QCC asked the Commission to classify it as a competitive company and waive certain statutes and rules as authorized by Sections 392.361 and 392.420, RSMo 1994. QCC appended as Exhibit E to its Application an "independent accountant's report" including balance sheets for 1994 and 1995. The accounting report also included income, stockholder equity, and cash flow statements for 1995.

The parties filed a Stipulation and Agreement on July 16. The Commission Staff (Staff) filed Suggestions in Support of the Stipulation and Agreement on September 4. In the Stipulation and Agreement, QCC asserted that there is sufficient evidence from which the Commission should find and conclude that QCC possesses sufficient financial resources and abilities to provide basic local telecommunications service and exchange access service. No party made a contrary assertion. The parties did not submit any financial information above and beyond the information submitted with QCC's Application. Furthermore, Staff's Suggestions did not contain any additional information.

The Commission finds that it is unable to determine whether QCC has sufficient financial resources and abilities to provide basic local telecommunications services as required by Section 392.455(1), RSMo Supp. 1996, because the information submitted is not detailed enough to support a finding of sufficiency and is not current. The Commission further finds that the parties should be given an opportunity to present additional information to the Commission upon which to base its decision whether to grant the relief requested by QCC.

IT IS THEREFORE ORDERED:

1. That QCC, Inc., shall file with the Commission the complete "independent accountant's report", including any notes or footnotes to the financial statements, for 1994 and 1995 no later than November 10, 1997.

2. That QCC, Inc., shall file with the Commission appropriate financial data, including any accounting reports and accompanying notes, for 1996 no later than November 10, 1997.

3. That QCC, Inc., shall file an explanation stating specifically why the company believes it has sufficient financial resources and abilities to provide basic local telecommunications services no later than November 10, 1997.

4. That QCC, Inc., shall serve copies of the additional data submitted pursuant to Ordered paragraphs 1 through 3 on all parties.

5. That responses to the additional financial data shall be filed no later than November 17, 1997.

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4. That this order shall become effective on October 29, 1997.

BY THE COMMISSION

Cail July to-

Cecil I. Wright Executive Secretary

(SEAL)

Lumpe, Ch., Crumpton, Drainer and Murray, CC., concur.

Hennessey, Regulatory Law Judge