

**STATE OF MISSOURI
PUBLIC SERVICE COMMISSION**

At a session of the Public Service
Commission held at its office in
Jefferson City on the 24th day
of May, 2007.

In the Matter of Application of STi Prepaid, LLC;)	
and STi Prepaid, LLC, d/b/a Telco Group;)	
STi Prepaid, LLC, d/b/a Telco; STi Prepaid, LLC,)	<u>Case No. TA-2007-0390</u>
d/b/a TGI; STi Prepaid, LLC, d/b/a Dialaround)	Tariff Nos. YX-2007-0748,
Enterprises; STi Prepaid, LLC, d/b/a Dialaround;)	JX-2007-0831, YX-2007-0832,
STi Prepaid, LLC, d/b/a VOIP Enterprises;)	YX-2007-0833, YX-2007-0834,
STi Prepaid, LLC, d/b/a VOIP; and STi Prepaid,)	YX-2007-0835, YX-2007-0836,
LLC, d/b/a DEI, for Certificates of Service)	YX-2007-0837, and
Authority to Provide Interexchange Telecom-)	YX-2007-0838
munications Services in the State of Missouri.)	

**ORDER APPROVING INTEREXCHANGE CERTIFICATES OF
SERVICE AUTHORITY, ORDER GRANTING WAIVER,
AND ORDER APPROVING TARIFFS**

Issue Date: May 24, 2007

Effective Date: May 31, 2007

STi Prepaid, LLC, applied to the Public Service Commission on April 13, 2007, for a certificate of service authority to provide intrastate interexchange telecommunications services in Missouri under Section 392.440, RSMo 2000.¹ STi Prepaid 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. STi Prepaid is a Delaware corporation with its principal office located at 30-50 Whitestone Expressway, 4th Floor, Flushing, New York 11354.

¹ All statutory references are to the Revised Statutes of Missouri (RSMo), revision of 2000, unless otherwise indicated.

The Commission issued a Notice of Applications for Intrastate Certificates of Service Authority and Opportunity to Intervene on April 17, 2007, directing parties wishing to intervene to file their requests by May 2, 2007. No requests for intervention were filed.

On May 17, 2007, STi Prepaid filed an amended application and separate tariffs for eight fictitious names under which it requests authorization to do business in Missouri. The fictitious names are: Telco Group, Telco, TGI, Dialaround Enterprises, Dialaround, VOIP Enterprises, VOIP, and DEI. The amended application and tariffs were filed at the request of the Staff of the Missouri Public Service Commission so that a separate tariff was on file for each fictitious name of the company.

STi Prepaid filed a proposed tariff in conjunction with its original application and filed a substitute sheet on May 17, 2007. The original tariff, and the tariffs for STi Prepaid's fictitious names, all bear an effective date of May 31, 2007. Each tariff describes the rates, rules, and regulations the company intends to use, identifies the company as a competitive company, and lists the waivers requested. All of the companies intend to provide interexchange telecommunications services including prepaid calling services and dial-around (10-10) services to businesses and residences. With the exception of the fictitious name of the company, all the tariffs are identical.

In its Memorandum filed on May 21, 2007, the Staff of the Commission recommended that the Commission grant STi Prepaid and STi Prepaid's fictitious names certificates of service authority, competitive status, and waiver of the statutes and rules listed in the Notice. Staff recommended that the Commission approve STi Prepaid's original proposed tariff to become effective on May 31, 2007. Staff further recommends that the Commission waive 4 CSR 240-3.510(1)(C) for the proposed tariffs submitted for

STi Prepaid's fictitious names. This rule requires that proposed tariffs submitted with applications for certificate of service authority have a 45-day effective date. Staff states that a waiver is appropriate because STi Prepaid submitted a tariff with the required 45-day effective date with its initial application. Staff states that it has no objection to the tariffs for STi Prepaid's fictitious names also going into effect on May 31, 2007.

The Commission finds that competition in the intrastate interexchange telecommunications market is in the public interest and STi Prepaid and STi Prepaid's fictitious names shall be granted certificates of service authority. The Commission finds that the services STi Prepaid proposes to offer are competitive, and STi Prepaid, doing business under its fictitious names, shall be classified as a competitive company. The Commission finds that waiving the statutes and Commission rules set out in the ordered paragraph below is reasonable and not detrimental to the public interest.

The Commission finds that the proposed tariffs filed by STi Prepaid, including those for each of its fictitious names, detail the services, equipment, and pricing it proposes to offer. The Commission finds that the proposed tariff filed on April 13, 2007, shall be approved as amended to become effective on May 31, 2007. Further, the Commission finds that good cause exists to waive rule 4 CSR 240-3.510(1)(C), in that the later tariff filings are identical to the original and to process each tariff separately would result in a waste of company and Commission resources. The proposed tariffs filed May 17, 2007, for STi Prepaid's fictitious names shall be approved to become effective on May 31, 2007.

The Commission reminds the company that failure to comply with its regulatory obligations may result in the assessment of penalties against it. These regulatory obligations include, but are not limited to, the following:

A) The obligation to file an annual report, as established by Section 392.210, RSMo 2000. Failure to comply with this obligation will make the utility liable to a penalty of \$100 per day for each day that the violation continues. 4 CSR 240-3.540 requires telecommunications utilities to file their annual report on or before April 15 of each year. And, as noted by Staff, the company must clearly identify the fictitious names to which an annual report or statement of revenues pertains, or submit a separate annual report and statement revenue for each of the fictitious names it is authorized to use.

B) The obligation to pay an annual assessment fee established by the Commission, as required by Section 386.370, RSMo 2000.

C) The obligation to comply with all relevant laws and regulations, as well as orders issued by the Commission. If the company fails to comply, it is subject to penalties for noncompliance ranging from \$100 to \$2,000 per day of noncompliance, pursuant to Section 386.570, RSMo 2000.

D) The obligation to keep the Commission informed of its current address and telephone number.

Furthermore, the company is reminded that, if it is a corporation, non-attorneys may not represent the company before the Commission. Instead, the corporation must be represented by an attorney licensed to practice law in Missouri.

In addition, the company is reminded that Section 392.410.5, RSMo Supp. 2005, renders the company's certificate of service authority null and void one year from the date of this order unless it has exercised its authority under that certificate.

IT IS ORDERED THAT:

1. STi Prepaid, LLC, is granted a certificate of service authority to provide intrastate interexchange telecommunications services in the state of Missouri, subject to all applicable statutes and Commission rules except as specified in this order.

2. STi Prepaid, LLC, d/b/a Telco Group, is granted a certificate of service authority to provide intrastate interexchange telecommunications services in the state of Missouri, subject to all applicable statutes and Commission rules except as specified in this order.

3. STi Prepaid, LLC, d/b/a Telco, is granted a certificate of service authority to provide intrastate interexchange telecommunications services in the state of Missouri, subject to all applicable statutes and Commission rules except as specified in this order.

4. STi Prepaid, LLC, d/b/a TGI, is granted a certificate of service authority to provide intrastate interexchange telecommunications services in the state of Missouri, subject to all applicable statutes and Commission rules except as specified in this order.

5. STi Prepaid, LLC, d/b/a Dialaround Enterprises, is granted a certificate of service authority to provide intrastate interexchange telecommunications services in the state of Missouri, subject to all applicable statutes and Commission rules except as specified in this order.

6. STi Prepaid, LLC, d/b/a Dialaround, is granted a certificate of service authority to provide intrastate interexchange telecommunications services in the state of Missouri, subject to all applicable statutes and Commission rules except as specified in this order.

7. STi Prepaid, LLC, d/b/a VOIP Enterprises, is granted a certificate of service authority to provide intrastate interexchange telecommunications services in the state of Missouri, subject to all applicable statutes and Commission rules except as specified in this order.

8. STi Prepaid, LLC, d/b/a VOIP, is granted a certificate of service authority to provide intrastate interexchange telecommunications services in the state of Missouri, subject to all applicable statutes and Commission rules except as specified in this order.

9. STi Prepaid, LLC, d/b/a DEI, is granted a certificate of service authority to provide intrastate interexchange telecommunications services in the state of Missouri, subject to all applicable statutes and Commission rules except as specified in this order.

10. The certification granted herein is conditioned upon the company's compliance with the regulatory obligations in this order.

11. STi Prepaid, LLC, doing business under each of its certificated fictitious names, is classified as a competitive telecommunications company. Application of the following statutes and regulatory rules shall be waived:

Statutes

- 392.210.2 - uniform system of accounts
- 392.240.1 - rates-rentals-service & physical connections
- 392.270 - valuation of property (ratemaking)
- 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)

Commission Rules

- | | |
|------------------|------------------------------|
| 4 CSR 240-10.020 | - depreciation fund income |
| 4 CSR 240-30.040 | - uniform system of accounts |

12. The requirement in 4 CSR 240-3.510(1)(C) to file a tariff with no less than a 45-day effective date is waived with regard to Tariff Nos. JX-2007-0831, YX-2007-0832, YX-2007-0833, YX-2007-0834, YX-2007-0835, YX-2007-0836, YX-2007-0837, and YX-2007-0838.

13. The tariff filed by STi Prepaid, LLC, on April 13, 2007, under tariff number YX-2007-0748, is approved as amended to become effective on May 31, 2007. The tariff approved is:

PSC Mo.-No. 1
Original Sheet No. 1 through Original Sheet No. 55

14. The tariff filed by STi Prepaid, LLC, d/b/a Telco Group, on May 17, 2007, under tariff number JX-2007-0831, is approved to become effective on May 31, 2007. The tariff approved is:

PSC Mo.-No. 1
Original Sheet No. 1 through Original Sheet No. 55

15. The tariff filed by STi Prepaid, LLC, d/b/a Telco, on May 17, 2007, under tariff number YX-2007-0832, is approved to become effective on May 31, 2007. The tariff approved is:

PSC Mo.-No. 1
Original Sheet No. 1 through Original Sheet No. 55

16. The tariff filed by STi Prepaid, LLC, d/b/a TGI, on May 17, 2007, under tariff number YX-2007-0833, is approved to become effective on May 31, 2007. The tariff approved is:

PSC Mo.-No. 1
Original Sheet No. 1 through Original Sheet No. 55

17. The tariff filed by STi Prepaid, LLC, d/b/a Dialaround Enterprises, on May 17, 2007, under tariff number YX-2007-0834, is approved to become effective on May 31, 2007. The tariff approved is:

PSC Mo.-No. 1
Original Sheet No. 1 through Original Sheet No. 55

18. The tariff filed by STi Prepaid, LLC, d/b/a Dialaround, on May 17, 2007, under tariff number YX-2007-0835, is approved to become effective on May 31, 2007. The tariff approved is:

PSC Mo.-No. 1
Original Sheet No. 1 through Original Sheet No. 55

19. The tariff filed by STi Prepaid, LLC, d/b/a VOIP Enterprises, on May 17, 2007, under tariff number YX-2007-0836, is approved to become effective on May 31, 2007. The tariff approved is:

PSC Mo.-No. 1
Original Sheet No. 1 through Original Sheet No. 55

20. The tariff filed by STi Prepaid, LLC, d/b/a VOIP, on May 17, 2007, under tariff number YX-2007-0837, is approved to become effective on May 31, 2007. The tariff approved is:

PSC Mo.-No. 1
Original Sheet No. 1 through Original Sheet No. 55

21. The tariff filed by STi Prepaid, LLC, d/b/a DEI, on May 17, 2007, under tariff number YX-2007-0838, is approved to become effective on May 31, 2007. The tariff approved is:

PSC Mo.-No. 1
Original Sheet No. 1 through Original Sheet No. 55

22. This order shall become effective on May 31, 2007.
23. This case may be closed on June 1, 2007.

BY THE COMMISSION



Colleen M. Dale
Secretary

(S E A L)

Davis, Chm., Murray, Gaw, Clayton,
and Appling, CC., concur.

Dippell, Deputy Chief Regulatory Law Judge