

WILLIAM D. STEINMEIER, P.C.

2031 TOWER DRIVE
JEFFERSON CITY, MISSOURI (MO) 65109

WILLIAM D. STEINMEIER
ATTORNEY AT LAW
GOVERNMENTAL CONSULTANT
(573) 659-8672
FAX (573) 636-2305

MAILING ADDRESS:
POST OFFICE BOX 104595
JEFFERSON CITY, MISSOURI (MO)
65110-4595

MARY ANN YOUNG
ATTORNEY AT LAW
OF COUNSEL
(573) 634-8109
FAX (573) 634-8224

May 9, 2003

FILED²

MAY 09 2003

Missouri Public
Service Commission

Missouri Public Service Commission
Attn: Secretary of the Commission
200 Madison Street, Suite 100
P. O. Box 360
Jefferson City, MO 65102-0360

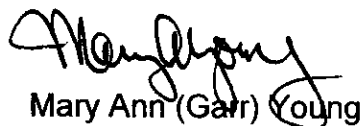
RE: Case No. TM-2002-368
Joint Application for Approval of a Transaction whereby The Phone Connection,
Inc. dba Affordable Phone Company will acquire the customers of Payroll
Advance, Inc.

Dear Secretary:

Enclosed for filing with the Commission please find an original and five copies of the
Joint Applicants' Second Status Report for filing with the Commission in the above-
referenced case.

Thank you for assistance in the processing this filing. Copies are being served on
the Commission's General Counsel and Office of the Public Counsel. Please contact me
at 634-8109 if there are any questions.

Sincerely,


Mary Ann (Garr) Young

Enclosure

cc: General Counsel
Office of the Public Counsel
Don Beckwith

FILED²
MAY 09 2003

BEFORE THE PUBLIC SERVICE COMMISSION
OF THE STATE OF MISSOURI

Missouri Public
Service Commission

In the Matter of the Joint Application of)
Payroll Advance, Inc. and)
The Phone Connection, Inc.)
dba Affordable Phone Company) Case No. TM-2002-368
for Approval of a Transaction Whereby)
The Phone Connection, Inc. dba Affordable)
Phone Company will acquire the)
customers of Payroll Advance, Inc.)

SECOND STATUS REPORT

COME NOW Payroll Advance, Inc. (Payroll), and The Phone Connection, Inc. dba Affordable Phone Company (Affordable), Joint Applicants herein, by their undersigned counsel, and respectfully provide this Second Status Report in response to the Commission's ORDER DIRECTING FILING OF STATUS REPORT issued April 8, 2003:

Although the transfer of assets from Payroll Advance, Inc. to The Phone Connection dba Affordable Phone Company (Affordable) has not yet taken place, Affordable has now filed its adoption notice and revised tariff sheets which pave the way for the transfer of customers. The tariff adoption pages were filed on April 24, 2003, and reflect a proposed effective date of June 6, 2003. Also, since the last Status Report filed on October 9, 2002, Affordable has completed the negotiation of interconnection and/or resale agreements with incumbent local exchange companies in its service area as follows:

1. By letter filed October 31, 2002, Affordable adopted the Southwestern Bell Telephone Company M2A interconnection agreement.
2. Affordable's interconnection and resale agreement with ALLTEL Missouri, Inc., was approved by the Commission on December 13, 2002 (Case No. CK-2003-0164).

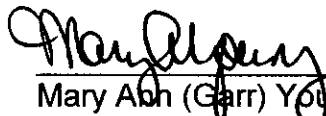
3. The Commission approved the resale agreement between Affordable and Spectra Communications on February 6, 2003 (Case No. TK-2003-0221).

4. Affordable's resale agreement with Sprint Missouri, Inc., is pending before the Commission in Case No. TK-2003-0407. Staff has requested an extension until May 23, 2003, to file its recommendation on the resale agreement.

Upon approval of the Sprint resale agreement and Affordable's tariff adoption, the transfer of customers will be scheduled. Appropriate notification of customers and the Commission will be provided upon transfer.

WHEREFORE, Applicants respectfully submit this Second Status Report.

Respectfully submitted,

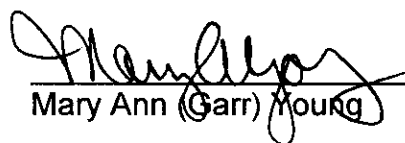


Mary Ann (Garr) Young Mo. Bar # 27951
WILLIAM D. STEINMEIER, P.C.
2031 Tower Drive, P.O. Box 104595
Jefferson City, MO 65110-4595
Tel.: (573) 634-8109
Fax: (573) 634-8224
E-mail: myoung0654@aol.com

COUNSEL FOR PAYROLL ADVANCE, INC.
AND THE PHONE CONNECTION, INC. DBA
AFFORDABLE PHONE COMPANY

Certificate of Service

I hereby certify that a copy of this document has been hand delivered or mailed by first class mail, postage prepaid, to the Office of the General Counsel of the Missouri Public Service Commission, and to the Office of Public Counsel, on this 9th day of May 2003.



Mary Ann (Garr) Young