BEFORE THE PUBLIC SERVICE COMMISSION OF THE STATE OF MISSOURI

IN THE MATTER OF THE APPLICATION OF INTEGRATED) SERVICES, INC. FOR A CERTIFICATE) OF SERVICE AUTHORITY TO) PROVIDE INTEREXCHANGE TELECOMMUNICATIONS SERVICES) AND TO CLASSIFY SUCH SERVICES) AND THE COMPANY AS) COMPETITIVE)

Case No. XA-2006-0492 Tariff File No. YX-2006-0976

STAFF RECOMMENDATION

COMES NOW the Staff of the Missouri Public Service Commission (Staff) and for its recommendation states:

1. In the attached Memorandum, labeled Appendix A, the Staff recommends that the Missouri Public Service Commission (Commission) grant Integrated Services, Inc. d/b/a Integrated Services of Nevada, Inc. (Applicant) a certificate of service authority to provide interexchange telecommunications services. The Commission shall grant an application for a certificate of telecommunications service authority upon a finding that the grant of authority is in the public interest. Sections 392.430 and 392.440 RSMo (2000).

2. Staff recommends that the Commission classify Applicant and its services as competitive. The Commission may classify a telecommunications provider or its services as competitive if the Commission determines it is "subject to sufficient competition to justify a lesser degree of regulation." Section 392.361.2 RSMo (2000). All services provided by a competitive company must be classified as competitive. Section 362.361.3 RSMo (2000).

3. Staff recommends that the Commission approve the waivers listed in the Notice of Applications. The Commission may waive the application of its rules and certain statutes if the Commission determines that waiver is consistent with the purposes of Chapter 392. Sections 392.185, 392.361.5 and 392.420.

4. Staff has no objection to Applicant's proposed tariff taking effect on August 6, 2006.

WHEREFORE, Staff recommends that the Commission grant Integrated Services of Nevada, Inc. a certificate of service authority to provide interexchange telecommunications services and to classify Applicant and its services as competitive. Staff recommends that the Commission grant the waivers listed in the Notice of Application. Staff recommends that the Commission approve Applicant's tariff effective August 6, 2006.

Respectfully submitted,

<u>/s/ Jennifer Heintz</u> Jennifer Heintz Assistant General Counsel Missouri Bar No. 57128

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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 July 2006.

<u>/s/ Jennifer Heintz</u>