BEFORE THE PUBLIC SERVICE COMMISSION

OF THE STATE OF MISSOURI

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In the Matter of the Cancellation of the Certificate of Service Authority and Accompanying Tariffs of Preferred Carrier Services, Inc. d/b/a Phones for All and d/b/a Telefonos Para Todos

<u>Case No. TD-2007-0437</u> Tracking Nos. JX-2004-0967 JL-2003-0955

ORDER CANCELING CERTIFICATES AND ACCOMPANYING TARIFFS

Issue Date: June 12, 2007

Effective Date: June 22, 2007

On May 17, 2007, the Staff of the Missouri Public Service Commission filed a motion asking the Commission to cancel the certificates of service authority and accompanying tariffs of Preferred Carrier Services, Inc. d/b/a Phones for All and d/b/a Telefonos Para Todos, a company that has been authorized to provide interexchange, local and basic local exchange telecommunications services by the Commission.

In Case Number TA-96-364, the Commission granted Preferred Carrier a certificate to provide interexchange telecommunications services. Preferred Carrier's tariff, PSC Mo. No. 1, was also approved.

In Case Number TA-97-347, the Commission granted Preferred Carrier a certificate to provide local and basic local exchange telecommunications services. Preferred Carrier's tariff, PSC MO. TARIFF NO. 1, was also approved.

In December 2006, Preferred Carrier voluntarily sought bankruptcy protection under Chapter 11 (reorganization) of the Federal bankruptcy code. Subsequently, the bankruptcy court approved a proposal entailing liquidation of the company and that liquidation is underway.

On May 16, 2007, the counsel for the company's bankruptcy trustee indicated that the trustee had no objection to cancel Preferred Carrier's certificates because the company is no longer providing service in Missouri.

Preferred Carrier indicates it has ceased operations; the company is being liquidated and has not submitted its 2006 annual report to the Commission, although it has submitted all prior reports. The company owes no assessments and no complaints have been filed since the commencement of the Commission's Electronic Filing and Information System.

Staff recommends that the Commission cancel the company's certificates of service authority and accompanying tariffs, PSC Mo. No. 1 and P.S.C. MO. TARIFF NO. 1, to provide interexchange, local and basic exchange telecommunications services.

The Commission has the authority to cancel a certificate pursuant to Section 392.410.5, RSMo, which states, in part, "[a]ny certificate of service authority may be altered or modified by the commission after notice and hearing, upon its own motion or upon application of the person or company affected."

Having reviewed Staff's motion and the supporting documents, the Commission finds that the certificates of service authority and accompanying tariffs granted to Preferred Carrier Services, Inc. shall be canceled.

IT IS ORDERED THAT:

1. The certificate of service authority to provide interexchange telecommunications services, granted to Preferred Carrier Services, Inc., d/b/a

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Phones for All and d/b/a Telefonos Para Todos, in Case Number TA-96-367, is canceled

2. The certificate of service authority to provide local and basic local telecommunications services, granted to Preferred Carrier Services, Inc. d/b/a Phones for All and d/b/a Telefonos Para Todos, in Case Number TA-97-347, is canceled.

3. Preferred Carrier Services, Inc.'s tariff, PSC Mo. No. 1, is canceled.

4. Preferred Carrier Services, Inc.'s tariff, P.S.C. MO. TARIFF NO. 1, is

canceled.

- 5. This order shall become effective on June 22, 2007.
- 6. This case may be closed on June 23, 2007.

BY THE COMMISSION

Colleen M. Dale Secretary

(SEAL)

Colleen M. Dale, Chief Regulatory Law Judge, by delegation of authority pursuant to Section 386.240, RSMo 2000

Dated at Jefferson City, Missouri on this 12th day of June, 2007.