

SECRETARY'S RECORD, NEBRASKA PUBLIC SERVICE COMMISSION

BEFORE THE NEBRASKA PUBLIC SERVICE COMMISSION

In the Matter of the Application) Application No. C-772
of Allnet Communications Services,)
Inc. to operate as a reseller) GRANTED
of telecommunications service)
within the State of Nebraska.) Entered: August 1, 1989

APPEARANCES: For the Applicant
Roy L. Morris, Attorney
1990 M St., NW
Washington, Nebraska 20036

OPINION AND FINDINGS

BY THE COMMISSION:

By its application filed August 3, 1989, Allnet Communications Services, Inc., (Allnet) Birmingham, MI seeks a Certificate of Public Convenience and Necessity to operate as a reseller of telecommunications services within the State of Nebraska.

Notice of the filing of the application was published pursuant to the provisions of the Commission's Rules and Regulations. No protests to the application were filed.

Pursuant to notice required by law, public hearing was held on the application on July 11, 1989, at 1:30 p.m. in the Commission Hearing Room, Lincoln, Nebraska with appearance as shown.

Upon consideration of the application, the evidence adduced at the hearing and being fully advised, the Commission is of the opinion and finds that:

1. Applicant is a corporation organized and existing under the laws of the State of Illinois and is duly authorized to do business in Nebraska as a foreign corporation. Its principal office is located at 30300 Telegraph Road, Birmingham, MI. It is engaged in the telecommunication business as a reseller of telecommunication services in 32 states.

2. Applicant seeks to provide interLATA and intraLATA interexchange telecom service between points in Nebraska serving residential and business customers.

3. Two witnesses testified for the applicant. Roy L. Morris, Deputy General Counsel testified: ninety-eight percent of Allnet traffic is resale of service; by the end of 1989 Allnet will be using all digital transmission facilities; at the present time, Nebraska customers will be served by a switch in Kansas City and no personnel will be located in Nebraska; Allnet provides high quality transmission and good customer service; it can better serve customers by providing complete service including intraLATA as well as interLATA service.

SECRETARY'S RECORD, NEBRASKA PUBLIC SERVICE COMMISSION

4. J. Scott Nicholls, Manager of Regulatory Affairs testified: services offered by Allnet include MTS, WATS-like service and Premiere which is a service where calls to any location in the same area code are priced the same; Allnet offers operator service only to its presubscribed customers and service is not offered to payphones, hotels, motels or other service aggregators; Allnet does not require deposits or advance payments.

5. Stockholder reports included with the application indicate that while it has operated at a loss in the last four years, the company has a line of credit available in the amount of \$15,000,000. The evidences also show that a profit of \$2,000,000 was realized in the first quarter of 1989.

6. The applicant is technically and financially qualified to offer the service proposed. The Commission has found in previous cases that the lack of competition results in inadequate service.

7. The applicant is fair and reasonable, is in the public interest and should be granted.


ORDER

IT IS THEREFORE ORDERED by the Nebraska Public Service Commission that Application No. C-772 be and it is hereby granted and Allnet Communications Services, Inc. be and it is hereby authorized to provide interexchange telecommunications services within the State of Nebraska.

IT IS FURTHER ORDERED that this order be and it is hereby made the Commissions official Certificate of Public Convenience and Necessity to furnish the service authorized herein.

MADE AND ENTERED at Lincoln, Nebraska, this 1st day of August, 1989.

NEBRASKA PUBLIC SERVICE COMMISSION


Chairman

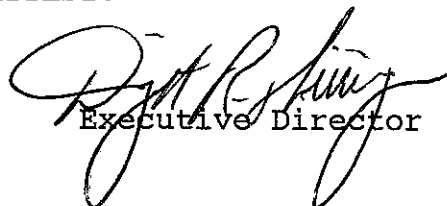
COMMISSIONERS CONCURRING:

//s//Frank E. Landis, Jr.
//s//Eric Rasmussen
//s//Daniel G. Urwiller

COMMISSIONERS DISSENTING:

//s//Duane D. Gay
//s//James Munnelly

ATTEST:


Executive Director