BEFORE THE NEBRASKA PUBLIC SERVICE COMMISSION

In the Matter of the Application) Application No. C-1381 of American International Tele-) phone, Inc., of Purchase, New) York, seeking authority to) GRANTED operate as a resale common car- rier of telecommunication ser-) vices within the state of) Nebraska.) Entered: October 8, 1996

APPEARANCES:

For the Applicant: None

For the Commission Staff: Hal Hasselbalch, Staff Attorney 300 The Atrium Lincoln, Nebraska 68508

BY THE COMMISSION:

OPINION AND FINDINGS

By application filed July 19, 1996, American International Telephone, Inc, of Purchase, New York, seeks authority to provide intraLATA and interLATA resold telecommunications services within the state of Nebraska. Notice of the application was published in the Daily Record, Omaha, Nebraska, on July 22, 1996, pursuant to the rules of the Commission. No protests were filed. Hearing on the application was held by video communication on September 16, 1996.

Applicant produced one witness, Terry Vidal, who testified: She is corporate secretary of applicant. The application is complete, except that applicant has been authorized to do business in more states. LDDS WorldCom will be its main underlying carrier. No facilities or operator services will be offered. Service is sold through independent contractors. Mail and telemarketing are used but no cold calling is done. Written authorization is required before an account is transferred. Exhibit 1 shows applicant's financial statement for the second quarter of 1996. Applicant will file quarterly financials for the third and fourth quarters of 1996 and the first quarter of 1997.

Interexchange reseller applications are subject to Commission jurisdiction under Neb. Rev. Stat. 75-604 and 86-805 and Title 291 of the Commission's Rules and Regulations, Chapter 5, Rule 003.12. From examination of the application filed herein

Application No. C-1381

Page 2

and the testimony adduced at the hearing, the Commission finds applicant has provided all the information required by the Commission; possesses adequate financial resources to provide the proposed service, and possesses adequate technical competency to provide the proposed service. The application should be granted.

ORDER

IT IS THEREFORE ORDERED BY THE Nebraska Public Service that Application Number C-1381 be, and it is hereby, granted and American International Telephone, Inc. of Purchase, New York, is hereby authorized to operate as a resale carrier of intrastate interexchange intraLATA and interLATA telecommunications services within the state of Nebraska.

IT IS FURTHER ORDERED that the applicant shall file, in accordance with the applicable statutes on or before April 30th of each year, an annual report with this Commission consisting of (a) a copy of any report filed with the Federal Communications Commission, (b) a copy of any annual report to stockholders, (c) a copy of the latest Form 10-K filed with the Securities and Exchange Commission, (d) a balance sheet and income statement for the previous year of operation and (e) for the State of Nebraska on a combined interstate-intrastate basis, the investment in telephone plant and equipment located within the state, accumulated depreciation thereon, operating revenues, operating expenses, and taxes.

IT IS FURTHER ORDERED that applicant file its current tariff prior to offering service pursuant to the certificate granted in this order.

IT IS FURTHER ORDERED that the grant of authority is conditioned upon applicant's filing of quarterly financial reports for the third and fourth quarters of 1996 and first quarter of 1997.

IT IS FINALLY ORDERED that this order be, and it is hereby made, the Commission's official certificate of authority to furnish the service authorized herein as a common carrier.

MADE AND ENTERED at Lincoln, Nebraska this 8th day of October, 1996.

COMMISSIONERS CONCURRING:

//s//Rod Johnson //s//Frank E. Landis //s//James F. Munnelly NEBRASKA PUBLIC SERVICE COMMISSION

Chairman

ATTEST:

AMUT A

Executive Director