BEFORE THE NEBRASKA PUBLIC SERVICE COMMISSION

In the Matter of the Applications) Application No. C-1442 of International Telecommunications and Corporation of Las Vegas, Nevada,) Application No. C-1447 and CTN Telephone Network, Inc., of San Diego, California, seeking authority to operate as resale com-) GRANTED mon carriers of telecommunication services within the state of Nebraska.) Entered: February 27, 1997

APPEARANCES:

For the Applicants: 8180 Greensboro Dr., Suite 700 McLean, Virginia 22102

For the Commission Staff: Robert M. McDowell, Esq. Hal Hasselbalch, Staff Attorney Harisha J. Bastiampillai, Esq. 300 The Atrium Lincoln, Nebraska 68508

BY THE COMMISSION:

OPINION AND FINDINGS

By application filed November 15, 1996, International Telecommunications Corporation (ITC), Las Vegas, Nevada, and by application filed November 11, 1996, CTN Telephone Network, Inc. (CTN), of San Diego, California, seek authority to provide intra-LATA and interLATA resold telecommunications services within the state of Nebraska. Notices of the applications were published in the Daily Record, Omaha, Nebraska, on November 18 and 20, 1996, pursuant to the rules of the Commission. No protests were Hearing on the applications was held on a consolidated record by video communication on February 12, 1997.

Applicants produced two witnesses. Shelley O'Brien tes-She is the general manager of both ITC and CTN. authorized to operate in Kansas, Arkansas, Missouri, Oklahoma, Texas and Pennsylvania. CTN has no customers. ITC and CTN are held by the same owner, but CTN will eventually become publicly Both applicants intend to operate as non-facilities based carriers reselling the service of WILTEL offering 1+ dialing long distance service. ITC will market through telemarketers and an information packet shown in Exhibit 1. Telemarketer calls are monitored to prevent slamming. ITC targets residential customers, primarily, and some businesses. CTN plans to use direct marketing. CTN targets equally, business and residential customers. Technical support for the operations of both applicants will be furnished by the underlying carrier. Billing will be performed by contractors.

Gene Hallner testified: He is the accountant for both applicants. ITC's balance sheet has been revised to meet the Commission's requirements.

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Interexchange reseller applications are subject to Commission jurisdiction under Neb. Rev. Stat. Sections 75-604 and 86-805 and Title 291 of the Commission's Rules and Regulations, Chapter 5, Rule 003.12. From examination of the applications filed herein and the testimony adduced at the hearing, the Commission finds applicants have provided all the information required by the Commission, possess adequate financial resources to provide the proposed service, and possess adequate technical competency to provide the proposed service. The applications should be granted.

ORDER

IT IS THEREFORE ORDERED BY THE Nebraska Public Service Commission that Application Numbers C-1442 and C-1447 be, and it is hereby, granted and International Telecommunications Corporation (ITC), Las Vegas, Nevada, and CTN Telephone Network, Inc. (CTN), of San Diego, California, are hereby authorized to operate as resale carriers of intrastate interexchange intraLATA and interLATA telecommunications services within the state of Nebraska.

IT IS FURTHER ORDERED that the applicants 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 applicants file their current tariff prior to offering service pursuant to the certificates granted in this order.

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 common carriers.

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MADE AND ENTERED at Lincoln, Nebraska this 27th day of February, 1997.

COMMISSIONERS CONCURRING:

NEBRASKA PUBLIC SERVICE COMMISSION

Chairman

ATTEST:

Executive Directo

//s//Rod Johnson //s//Frank E. Landis

//s//Daniel G. Urwiller