

BEFORE THE NEBRASKA PUBLIC SERVICE COMMISSION

In the Matter of the Application     ) Application No. C-1590  
of TeleHub Network Services         )  
Corporation, of Gurnee, Illinois     )  
seeking authority to operate as a     )  
a resale carrier of intrastate       ) GRANTED  
interLATA and intraLATA             )  
interexchange telecommunications     )  
services within the state of         )  
Nebraska.                             ) Entered: October 21, 1997

BY THE COMMISSION:

O P I N I O N     A N D     F I N D I N G S

By application filed July 2, 1997, TeleHub Network Services Corporation, ("TeleHub" or "Applicant") of Gurnee, Illinois seeks authority to provide intraLATA and interLATA interexchange telecommunications services in Nebraska. Notice of the application appeared in The Daily Record on July 4, 1997. No protests were filed; therefore, this application was administered pursuant to the Commission's Rules of Modified Procedure.

TeleHub was incorporated under the laws of Illinois on January 18, 1996, and received its certificate of authority to transact business in Nebraska as a foreign corporation on May 12, 1997. Applicant has filed for and plans to become certificated in 16 states. Applicant has authority to operate in 9 states. No state has denied applicant a certificate of authority.

TeleHub's communications network in Nebraska will utilize the telecommunications facilities of carriers certificated with the Commission. The company's name and customer service number are printed on all its bills. In addition, TeleHub has a toll-free 800 number for customer service.

TeleHub will offer a full range of 1+ interexchange telecommunications, calling card, operator services, prepaid calling card services, audio conferencing and directory assistance statewide to both residential and business customers.

Due to the time frame of incorporation, annual financial statements for the previous three years of operations were not available. Financial statements submitted by the applicant indica-

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cated an accumulated deficit during the development stage of \$2,864,897. Staff made additional inquiries of the company to ascertain financial fitness. The applicant presented a forecasted statement of operations to the year 2001 and a business plan.

The staff review of the applicant's forecasts and business plan indicates profitability will be achieved during latter half of 1998. Break-even would be achieved in 1999. The underlying assumptions and strategies presented in the forecasts and business plan for profitability appear reasonable.

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 application filed herein, the Commission finds: 1) Applicant has provided all the information required by the Commission; 2) Applicant has adequate financial resources to provide the proposed service; 3) Applicant possesses adequate technical competency to provide the proposed service; and 4) The application should be granted.

## O R D E R

IT IS THEREFORE ORDERED by the Nebraska Public Service Commission that Application No. C-1590 be, and it is hereby, granted and TeleHub Network Services Corporation, 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) 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

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equipment located within the state, accumulated depreciation thereon, operating revenues, operating expenses, and taxes.

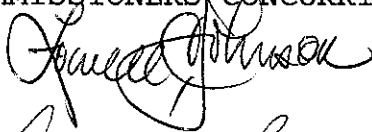
IT IS FURTHER ORDERED that applicant file a tariff within thirty days.

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 21st day of October, 1997.

NEBRASKA PUBLIC SERVICE COMMISSION

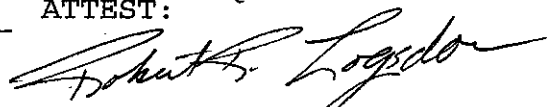
COMMISSIONERS CONCURRING:



Chairman



ATTEST:



//s//Rod Johnson

//s//Frank E. Landis

//s//Daniel G. Urwiller

Executive Director

# SECRETARY'S RECORD, NEBRASKA PUBLIC SERVICE COMMISSION

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