

BEFORE THE NEBRASKA PUBLIC SERVICE COMMISSION

In the Matter of the Application ) Application No. C-1646  
of SBR, Inc., of Minneapolis, )  
Minnesota, seeking authority to )  
operate as a resale carrier of ) GRANTED  
intrastate interLATA and intraLATA )  
interexchange telecommunications )  
services within the state of )  
Nebraska. ) Entered: November 18, 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 October 8, 1997, SBR, Inc., ("SBR" or "Applicant") of Minneapolis, Minnesota, seeks authority to provide intraLATA and interLATA interexchange telecommunications services in Nebraska. Notice of the application appeared in The Daily Record on October 10, 1997. No protests were filed; therefore, this application was administered pursuant to the Commission's Rules of Modified Procedure.

SBR was incorporated under the laws of the state of Minnesota on December 19, 1996, and received its certificate of authority to transact business in Nebraska as a foreign corporation on October 1, 1997. Applicant is in the process of obtaining required authority to operate in the 48 contiguous states and Hawaii. No state has denied applicant a certificate of authority.

Applicant's communications network in Nebraska will utilize the telecommunications facilities of AT&T, MCI and other carriers certificated with the Commission. The company's name and customer service number are printed on all its bills. In addition, applicant has a toll-free 800 number for customer service.

Applicant will offer 1+ interexchange telecommunications, 800 services, travel cards and prepaid calling card statewide to both residential and business customers.

Financial statements submitted by the applicant for the most recent interim period ending September, 1997, indicate that no income has yet been realized. Applicant's business plan and proforma income statement indicate that revenue from sales will commence in January, 1998 and breakeven will be achieved in May, 1998. Due to

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the lack of sufficient financial history of the applicant, it will be required to file quarterly financial reports with the Commission for one year beginning in January, 1998.

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-1646 be, and it is hereby, granted and SBR, Inc., 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 and, (c) a copy of the latest Form 10-K filed with the Securities and Exchange Commission. If applicant is unable to file items (a), (b) and (c), it shall submit a copy of its balance sheet and income statement for the previous year of operation and schedules showing telephone plant and equipment located within the state, accumulated depreciation thereon, operating revenues, operating expenses, and taxes applicable to Nebraska operations or a statement that no operations were conducted.

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

IT IS FURTHER ORDERED that applicant file quarterly financial reports beginning with the first quarter of 1998 through the fourth

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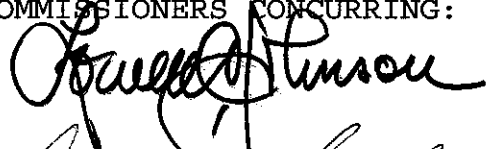
quarter of 1998. Each quarterly statement shall be due 30 days after the end of the quarter.

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 18th day of November, 1997.

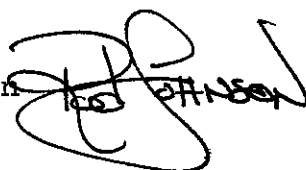
NEBRASKA PUBLIC SERVICE COMMISSION

COMMISSIONERS CONCURRING:

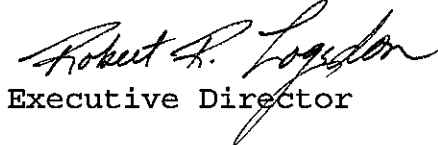


//s//Rod Johnson  
//s//Frank E. Landis  
//s//Daniel G. Urwiller

Chairman



ATTEST:

  
Executive Director

SECRETARY'S RECORD, NEBRASKA PUBLIC SERVICE COMMISSION

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