BEFORE THE NEBRASKA PUBLIC SERVICE COMMISSION

In the Matter of the Application)	Applicati	on	No.	C-	-1807
of LCI International Telecom Corp.)					
of McLean, Virginia, and USLD)					
Communications, Inc. of San)	Granted				
Antonio, Texas, seeking authority)					
for approval of a transfer of)					
selected assets.)	ENTERED:	Jι	ıne	9,	1998

BY THE COMMISSION:

By application filed May 4, 1998, LCI International Telecom Corp. (LCIT) and its affiliate, USLD Communications, Inc. (USLD), (jointly referred to as the applicants) seek approval to transfer selected assets from USLD to LCIT. Notice of the application was published in The Daily Record, Omaha, Nebraska, May 7, 1998, pursuant to the Rules of the Commission. No protests were filed.

OPINION AND FINDINGS

LCIT is an indirect wholly-owned subsidiary of LCI International, Inc. (LCII). All LCIT shares are held by LCI International Management Services, Inc., which in turn is wholly-owned by LCII. LCIT was granted interexchange authority in Nebraska on February 18, 1992, pursuant to Application. No. C-909.

USLD is a wholly-owned subsidiary of USLD Communications Corp., and USLD Communications Corp. was acquired by LCII on December 22, 1997, in a transaction that was granted approval by the Commission in Application No. C-1637. USLD was granted authority to provide telecommunications services in Nebraska on January 31, 1994, in Application No. C-1035.

The ultimate parent company of both applicants, LCII, has developed a plan of reorganization whereby LCIT will acquire selected assets from USLD. These assets include: (1) a customer service list and associated service agreements for long distance direct dial, dedicated access, point-to-point, travel card, data services, toll free service and local service customers (Customer Base); (2) revenues, reports, documentation and goodwill associated with such Customer Base; and (3) telecommunications equipment associated with the operation of the 1+ dialing service.

Upon completion of the transfer, both LCIT and USLD will continue to operate as telecommunications service providers in Nebraska. Affected customers will receive timely notice of the transfer and will not experience any billing increase as a result of the transfer.

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The transfer is being affected in order to increase the overall efficiency of the affiliated applicants by folding duplicate operational activities together in order to conduct such activities more effectively and efficiently.

Based on the evidence, we find the application to be fair and reasonable and in the public interest. The application should be granted.

ORDER

IT IS THEREFORE ORDERED by the Nebraska Public Service Commission that Application No. C-1807 be, and it is hereby, granted.

IT IS FURTHER ORDERED that the applicants file updated tariffs reflecting the new or discontinued services within thirty days from the date of this order.

MADE AND ENTERED at Lincoln, Nebraska, this 9th day of June, 1998.

COMMISSIONERS CONCURRING:

NEBRASKA PUBLIC, SERVICE COMMISSION

Chairman

Executive

ATTEST

//s//Lowell C. Johnson

//s//Daniel G. Urwiller