

BEFORE THE NEBRASKA PUBLIC SERVICE COMMISSION

In the Matter of the) Application No. C-3790
Application of Mobilitie, LLC,)
Newport Beach, California,)
seeking authority to provide)
competitive local exchange and) GRANTED
interexchange)
telecommunications services in)
the State of Nebraska.) Entered: May 15, 2007

BY THE COMMISSION:

By its application filed April 4, 2007, Mobilitie, LLC, ("Mobilitie" or "Applicant"), Newport Beach, California, seeks authority to operate as a facilities-based and resale local exchange carrier and interexchange carrier of telecommunications services within the State of Nebraska. Notice of the application was published in the Daily Record, Omaha, Nebraska, on April 9, 2007. No protests were filed; therefore, this application is processed pursuant to the Commission's Rule of Modified Procedure.

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

Applicant is a limited liability company organized under Nevada law and is authorized to transact business in the State of Nebraska. Applicant has been authorized to provide local and interexchange services in New York, Illinois, Florida, Missouri, Oregon, Michigan and Massachusetts. Applications are pending in Washington D.C., Iowa, Texas, Washington, Indiana, Minnesota, Vermont and Kentucky. Neither Applicant nor its officers have been the subject of any formal complaints or other investigatory proceedings.

Applicant seeks authority to provide both facilities-based and resold local exchange and interexchange telecommunication services throughout the State of Nebraska. Applicant plans to provide non-switched local transport services for wireless carriers using a combination of its own facilities and facilities to be leased from a variety of telecommunications carriers.

Applicant's services will be both interstate and intrastate. One service offered by the Applicant will rely

on a Distributed Antenna System ("DAS") technical platform consisting of a Base Station Hotel, Optical Conversion equipment, Remote Nodes and Access Points. Further, Applicant plans to provide radio frequency ("RF") or optical transport and backhaul services for voice and data service providers. Mobilitie maintains a customer service network that is staffed 24 hours a day, 7 days a week. Applicant has a toll-free number for billing and customer service related issues.

The services offered by the Applicant will be customized to the transport needs of individual customers. Applicant states that tariffed rates will be available for all non-custom services. Applicant will not be marketing to residential or business customers, but primarily to wireless carriers and voice and data service providers. However, any customer may obtain residential or business customer may obtain service subject to the terms and conditions contained in the Applicant's tariff at the time the service is offered. Mobilitie has no plans to provide dialtone services to end user customers at this time. We find that the Applicant shall inform the Commission if and when they begin offering dialtone or voice grade services to end users. Further, the Applicant shall and has agreed to comply with all state and federal rules and regulations governing the provisions of dialtone or voice grade service that currently apply and any others if and when Mobilitie begins offering such services.

Confidentially filed Exhibit F to the application contains a profit/loss statement and balance sheets for 2005 and 2006 prepared by a certified public accountant. The Applicant stated that it may require a deposit as a condition to receiving service or additional service. Applicant intends to review prospective applicant's credit history before determining if a deposit is required.

Applicant has no plans to provide local exchange services to areas served by an incumbent local exchange carrier in Nebraska that is eligible for a small or rural carrier exemption pursuant to Section 251(f)(1) of the Federal Act. Applicant does not seek to provide service to customers in those small or rural territories.

Applicant states it possesses the necessary expertise and management team to serve its Nebraska customers. In Exhibit E, filed with the Applicant's application,

Applicant provided profiles of its key executive and technical management.

Applicant states a grant of this application will serve the public interest because Applicant's proposed services will preserve and enhance universal service, protect the public safety and welfare, ensure the continuous quality of telecommunications services within the State of Nebraska and safeguard the rights of consumers.

The Commission considers this application for authority in light of the following criteria and standards established in the Commission's telecommunications rules:

- (a) Whether the Applicant has provided the information required by the Commission;
- (b) Whether the Applicant has provided a performance bond, if required;
- (c) Whether the Applicant possesses adequate financial resources to provide the proposed service;
- (d) Whether the Applicant possesses adequate technical competence and resources to provide the proposed service;
- (e) Whether the Applicant possesses adequate managerial competence to provide the proposed service; and
- (f) Whether granting the Applicant a certificate preserves and advances universal service, protects the public safety and welfare, ensures the continued quality of telecommunications services and safeguards the rights of consumers, pursuant to Section 253(b) of the Act.

Applicant has demonstrated that it meets the standards of financial, technical, and managerial competence and all other criteria necessary to provide local exchange and interexchange services in the state of Nebraska.

These opinions and findings carry no precedential value other than establishing minimum standards and

criteria to apply when considering applications to provide interexchange and local exchange services. All telecommunications carriers seeking such a certificate must demonstrate that they meet, at a minimum, the standards and criteria set forth herein.

Before the Applicant is allowed to provide local exchange service to its users, it must either:

1. Through negotiation or arbitration, reach an interconnection/resale agreement with the pertinent incumbent local exchange carrier and receive Commission approval of the interconnection/resale agreement; or
2. In the event a certified local exchange carrier provides a wholesale tariff, purchase rates from that tariff, file its own tariff and receive Commission approval of its tariff.

This order does not terminate, waive or in any manner diminish the exemptions and protections created by the Act for rural carriers, as defined by the Act. This order does not address the issue of the rural local exchange carrier exemption under the Act. Rural exemptions may be terminated, suspended or modified only as provided in Section 251(f) of the Act.

Prior to providing service in any area in the State of Nebraska, Applicant must file tariffs in accordance with the provisions of Section 002.21 of the Neb. Admin. R. & Regs. Title 291, Ch. 5.

Upon the offering of interexchange and/or local exchange services in the State of Nebraska, Applicant would be subject to the same laws, rules and regulations, both federal and state (including any laws, rules or regulations regarding universal service, restrictions on joint marketing and quality of service), applicable to any other local exchange company except those obligations imposed on ILECs pursuant to Section 251(c) of the Act.

O R D E R

IT IS THEREFORE ORDERED by the Nebraska Public Service Commission that Application No. C-3790 be, and hereby is, granted.

IT IS FURTHER ORDERED that Applicant is obligated to abide by the same laws, rules and regulations, both federal and state (including any laws, rules or regulations regarding universal service, restrictions on joint marketing and quality of service), applicable to any other interexchange and local exchange carriers, except obligations imposed on incumbent local exchange carriers pursuant to Section 251(c) of the Act.

IT IS FURTHER ORDERED that, to the extent Applicant provides access line service as referenced in the Telecommunications Relay System Act, Neb. Rev. Stat. §§ 86-301 through 86-315(Relay Act) and defined in Neb. Admin. R. & Reg. Title 291, Ch. 5 § 001.01B, the Applicant shall collect from its subscribers a surcharge (Relay Surcharge) pursuant to the relay act and the Commission's annual orders establishing the amount of the surcharge, and shall remit to the Commission the proceeds from the relay surcharge as provided by the Relay Act.

IT IS FURTHER ORDERED that the Applicant comply with all necessary statutes and Commission Rules and Regulations as they pertain to the Nebraska Universal Service Fund.

IT IS FURTHER ORDERED that Applicant shall file, in accordance with the applicable statutes, on or before April 30 of each year, an annual report with the 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 such reports are unavailable, Applicant shall file a balance sheet and income statement for the previous year of operation, and for the State of Nebraska on a combined interstate-intrastate basis, the investment in the telephone plant and equipment located within the state, accumulated depreciation thereon, operating revenues, operating expenses and taxes.

IT IS FURTHER ORDERED that within 30 days from the entry of this order that the Applicant file a tariff and pay appropriate filing fees with the Commission as required by state statutes and the Commission's regulations.

IT IS FURTHER ORDERED that the Applicant notify the Commission if and when it begins offering voice grade or

dialtone service in Nebraska and upon the offering of such service Applicant shall comply with all rules and regulations governing the provisions of dialtone or voice grade service.

IT IS FINALLY ORDERED that this order be, and hereby is, made the Commission's official Certificate of Public Convenience and Necessity to the Applicant to provide facilities-based and resold interexchange and local exchange telecommunications services in the state of Nebraska.

MADE AND ENTERED at Lincoln, Nebraska, this 15th day of May, 2007.

NEBRASKA PUBLIC SERVICE COMMISSION

COMMISSIONERS CONCURRING:

Chairman

ATTEST:

Executive Director