

subsidiary of IXC Communications, Inc., whose stock is publicly traded on the NASDAQ Stock Market.

Applicants state that current customers of the two companies will not be adversely affected by the proposed merger. Telecom One's tariffed prices, terms, and conditions of service for that company's current customers will be incorporated into Eclipse's current tariff. The current management of Eclipse will not change and the management team and employees for Telecom One will remain in place as employees of the combined company. The applicants stated appropriate notification would be sent to the affected customers.

Applicants state that the proposed merger will serve the public interest by strengthening competition. The merged company will gain combined resources, management and experience of both companies and enhanced economic and marketing efficiencies to better its competitiveness with larger carriers.

Finally, the applicants state that the merger will have no impact on the tax revenues of any political subdivision in Missouri and that Eclipse has no pending or final judgments or decisions against it from any state or federal agency which involve customer service or rates.

On August 11, 1999, the Commission's Staff filed its Memorandum recommending the Commission's approval of the merger as proposed. Staff recommended cancellation of Telecom One's certificate and tariff on completion of the merger.

The Commission has reviewed the application and Staff's recommendation and finds that the proposed merger will have no adverse

impact on the Missouri customers of Telecom One or Eclipse. The Commission finds that the transaction is not detrimental to the public interest and should be approved.

IT IS THEREFORE ORDERED:

1. That the application by Eclipse Telecommunications, Inc., and Telecom One, Inc., for approval of a merger is approved as of the effective date of this order.

2. That Eclipse Telecommunications, Inc., and Telecom One, Inc., are authorized to take any and all actions necessary to effect the merger authorized by this order.

3. That Eclipse Telecommunications, Inc., verify to the Commission that existing Telecom One, Inc., customers have been notified concerning the merger to avoid any confusion.

4. That Eclipse Telecommunications, Inc., file tariff sheets to incorporate the services and rates of Telecom One, Inc., into its tariff within 30 days from the effective date of this order.

5. That Eclipse Telecommunications, Inc., and Telecom One, Inc., shall file a notification with the Commission stating that the merger of the companies has been closed, that the requirements in this order have been satisfied, and that the certificate and tariff of Telecom One, Inc., may be canceled.

6. That this order shall become effective on September 3, 1999.

BY THE COMMISSION

Dale Hardy Roberts

Dale Hardy Roberts
Secretary/Chief Regulatory Law Judge

(S E A L)

Lumpe, Ch., Crumpton, Drainer,
Murray, and Schemenauer, CC., concur.

Thornburg, Regulatory Law Judge

RECEIVED
AUG 25 1999
COMMISSION COUNSEL
PUBLIC SERVICE COMMISSION