BEFORE THE PUBLIC SERVICE COMMISSION

ql

OF THE STATE OF MISSOURI

In the Matter of the Application of Focal Communications Corporation of Missouri for a Certificate of Service Authority to Provide Interexchange and Local Exchange Telecommunications Services in the State of Missouri and for Competitive Classification.

<u>Case No. TA-99-404</u> Tariff No. 9900724

)

)

)

)

)

)

ORDER APPROVING INTEREXCHANGE AND LOCAL EXCHANGE CERTIFICATES OF SERVICE AUTHORITY AND APPROVING TARIFF

Focal Communications Corporation of Missouri (Applicant or Focal) applied to the Public Service Commission on March 22, 1999, for certificates of service authority to provide intrastate interexchange and non-switched local exchange telecommunications services in Missouri under Section 392.440, RSMo 1994¹. Focal asked the Commission to classify it as a competitive company and waive certain statutes and rules as authorized by Sections 392.361 and 392.420. Applicant is a Delaware with its principal office located 200 North corporation, at LaSalle Street, Suite 800, Chicago, Illinois 60601.

The Commission issued a Notice of Applications and Opportunity to Intervene on March 30, 1999, directing parties wishing to intervene to file their requests by April 14, 1999. No requests to intervene were received. The requirement for a hearing is met when the opportunity for

¹ All statutory references are to the Revised Statutes of Missouri 1994 unless otherwise indicated.

hearing has been provided and no proper party has requested the opportunity to present evidence. <u>State ex rel. Rex Deffenderfer Enter-</u> <u>prises, Inc. v. Public Service Commission</u>, 776 S.W.2d 494, 496 (Mo. App. 1989). Since no one has asked permission to intervene or requested a hearing, the Commission may grant the relief requested based on the verified application.

Focal filed a proposed tariff in conjunction with its application, Tariff No. 9900724, effective May 6, 1999. On April 20, 1999, Focal extended the effective date of its proposed tariff to May 21, 1999. Focal filed substitute sheets on April 22, 1999, and on May 5, 1999. Focal's tariff describes the rates, rules, and regulations it intends to use, identifies Focal as a competitive company, and lists the waivers requested. Focal intends to provide interexchange telecommunications services including 1+ long distance services, 800/888/877, Directory Assistance-Long Distance, and Operator Assistance services.

In its Memorandum filed on May 11, 1999, the Staff of the Commission (Staff) stated that Applicant's proposed services are similar to existing IXC offerings. Staff recommended that the Commission grant Applicant a certificate of service authority, competitive status, and waiver of the statutes and rules listed in the Notice. Staff recommended that the Commission approve the proposed tariff as amended to become effective on May 21, 1999.

The Commission finds that competition in the intrastate interexchange telecommunications market is in the public interest and Focal should be granted a certificate of service authority. The

2

Commission finds that the services Focal proposes to offer are competitive and Focal should be classified as a competitive company. The Commission finds that waiving the statutes and Commission rules set out in the ordered paragraph below is reasonable and not detrimental to the public interest. Additionally, the Commission concludes that Focal should be granted a certificate of service authority to provide nonswitched local exchange telecommunications services and that this authority be restricted to the provision of dedicated, private line services only.

The Commission finds that Focal' proposed tariff details the services, equipment, and pricing it proposes to offer, and is similar to tariffs approved for other Missouri certificated interexchange carriers. The Commission finds that the substitute proposed tariff sheets filed on April 22, 1999, shall be approved as amended on May 5, 1999, to become effective on May 21, 1999.

IT IS THEREFORE ORDERED:

1. That Focal Communications Corporation of Missouri is granted a certificate of service authority to provide intrastate interexchange telecommunications services in the state of Missouri, subject to all applicable statutes and Commission rules except as specified in this order.

2. That Focal Communications Corporation of Missouri is granted a certificate of service authority to provide non-switched local exchange telecommunications services in the state of Missouri, subject to all applicable statutes and Commission rules except as specified in this

3

order, and subject to the restriction that only dedicated, private line telecommunications services be provided thereunder.

ĺ

3. That Focal Communications, Inc., is classified as a competitive telecommunications company. Application of the following statutes and regulatory rules shall be waived:

Statutes

392.240(3	L) -	ratemaking
392.270	-	valuation of property (ratemaking)
392.280	-	depreciation accounts
392.290	-	issuance of securities
392.310	-	stock and debt issuance
392,320	-	stock dividend payment
392.340	-	reorganization(s)
392.330,	RSMo	Supp. 1998 - issuance of securities,
		debts and notes

Commission Rules

4	CSR	240-10.020	-	depreciation fund income
4	CSR	240-30.010(2)(C)	-	rate schedules
4	CSR	240-30.040	-	Uniform System of Accounts
4	CSR	240-32.030(1)(B)	-	exchange boundary maps
4	CSR	240-32.030(1)(C)	-	record-keeping
4	CSR	240-32.030(2)	-	in-state record-keeping
4	CSR	240-32.050(3)	-	local office record-keeping
4	CSR	240-32.050(4)	-	telephone directories
4	CSR	240-32.050(5)	-	call intercept
4	CSR	240-32.050(6)	-	telephone number changes
4	CSR	240-32.070(4)	-	public coin telephone
4	CSR	240-33.030	-	minimum charges rule
4	CSR	240-33.040(5)	-	financing fees

4. That the substitute proposed tariff filed by Focal Communications, Inc., on April 22, 1999, Tariff No. 9900724, is approved as amended on May 5, 1999, to become effective on May 21, 1999. The tariff approved is:

4

P.S.C. Mo. No. 3 Original Title Page Original Pages 1-59

- 5. That this order shall become effective on May 21, 1999.
- 6. That this case shall be closed on May 22, 1999.

BY THE COMMISSION

Ask Hreef Roberts

Dale Hardy Roberts Secretary/Chief Regulatory Law Judge

(SEAL)

Kevin A. Thompson, Deputy Chief Regulatory Law Judge, by delegation of authority pursuant to 4 CSR 240-2.120(1), (November 30, 1995) and Section 386.240, RSMo 1994.

Dated at Jefferson City, Missouri, on this 19th of May, 1999.



,

(

COMMISSION COUNSEL PUBLIC SERVICE COMMISSION

ł