BEFORE THE PUBLIC SERVICE COMMISSION OF THE STATE OF MISSOURI

In Re: Application of MCI, Inc., for Grant of the) Authority Necessary for the Transfer of Assets of) MCI Network Services, Inc., to MCI) Communications Services, Inc.)

Case No. TO-2006-0140

SUPPLEMENT TO STAFF RECOMMENDATION

COMES NOW the Staff of the Missouri Public Service Commission and supplements its recommendation as follows:

1. MCI, Inc., filed an Application requesting authority to transfer assets, facilities and wholesale customer contracts involving long distance telephone, data and Internet services from one of its subsidiary companies, MCI Network Services, Inc., to another subsidiary, MCI Communication Services, Inc.

2. On November 4, 2005, the Staff filed its recommendation for approval of the proposed transaction.

3. During the Agenda on November 10, 2005, the Commission discussed the question of whether the wholesale customers involved in this transaction could switch to another provider.

4. In the attached Memorandum, labeled as Appendix B, the Staff provides standard language from the wholesale contracts. Staff notes that the wholesale customers have knowingly signed a contract that allowed for the contract to be assigned. The customers will be notified of the assignment and will not see any change in their rates or terms and conditions.

WHEREFORE, the Staff recommends approval of the proposed transaction.

Respectfully submitted,

DANA K. JOYCE General Counsel

/s/ William K. Haas

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Certificate of Service

I hereby certify that copies of the foregoing have been mailed, hand-delivered, transmitted by facsimile or electronically mailed to all counsel of record this 16th day of November 2005.

<u>/s/ William K. Haas</u>