Memorandum

To: Missouri Public Service Commission Official Case File Case No. XO-2005-0457

From:	Sara Buyak, Telecommunications Department					
	William Voight 6-22-05	/s/ William K. Haas 6-22-05				
	Utility Operations Division/Date	General Counsel's Office/Date				

Subject:	Staff Recommendation for Application Seeking Commission Approval of
	Competitive Company Transaction

Date: June 22, 2005

The Telecommunication	s Department	Staff (Staff) reco	mmends the Com	mission (check,	as applicable):
-----------------------	--------------	--------------------	----------------	-----------------	-----------------

Approve Merger	Approve Consol	idation	Approve Sale of Assets
Approve Name Change			
Cancel Certificate(s) &	z Tariff(s)	Approve	Certificate(s) & Tariff(s)

According to Commission rules, competitively classified companies are required to provide minimal information in applications to merge, consolidate or sell/transfer assets. Based on the information provided to Staff, Staff does not believe this particular transaction will be detrimental to the public interest. This transaction solely involves competitively classified companies and is not detrimental to the public interest since a customer has/will receive advance notice and can freely switch to another provider. The following chart summarizes this transaction.

Companies Involved in Transaction	Customer Served By ("X", if applicable)		Sale of Assets ("X", if applicable)		Certificates* (If applicable, indicate "C" to cancel, "A" to approve)		Tariffs* (If applicable, indicate Tariff PSC MO Nos.)		
	Before	After	Seller	Buyer	IXC	Local	Basic Local	Cancel	Approve
IBFA Acquisition Company, LLC		Х		Х			Llocar		
American Farm Bureau, Inc. d/b/a The Farm Bureau Connection	X		Х		С		С	С	

*See attachment to Staff recommendation for further details associated with approving certificates or tariffs.

Will affected customers be switched to a different company?	🗌 No	Xes Yes	
Customers have been notified and a copy of the notification i $4 \text{ CSR } 240-33.150$ applies to the transaction, and transfer of			
customers being provided notification in each subscriber's bill a	at least thirty d	avs prior to the eff	ective date

of the change.

- -

 \boxtimes

 \boxtimes

Company Name Change Notification

Company has notified its customers of the name change. A copy of the customer notice is attached.

Staff recommends the Commission order the Company to notify its customers at or before the next billing cycle of the name change.

Does this transaction involve a company in bankruptcy? \Box Yes \boxtimes No If yes, a copy of the bankruptcy order is attached.

Competitive Company Transaction Review Items

Administrative:

Application solely involves competitively classified companies. No applications to intervene filed.

Noteworthy Transaction Application Requirements of 4 CSR 240-3.520 and 4 CSR 240-3.525:

Will have no impact on tax revenues pursuant to 4 CSR 240-3.520(F) or 4 CSR 240-3.525(F)

Appropriate Secretary of State authorization has been submitted for any applicant (or if previously submitted, reference to prior case number).

Missouri corporations: A Certificate of Good Standing. *Foreign corporations*: Authorization to do business in Missouri. *If business conducted under a fictitious name*: A copy of registration of the fictitious name.

No pending or final judgments/decisions described in 4 CSR 240-2.060(1)(K). A statement that no annual report or assessment fees are overdue for any applicant.

Are there additional recommendations or special considerations? No Yes If yes, explain. IBFA Acquisition Company, LLC filed two applications, Case No. CA-2005-0456 to provide basic local exchange telecommunication service and Case No. TA-2005-0451 to provide interexchange service. Staff has filed its recommendation in Case No. TA-2005-0451, recommending that the company be granted a certificate of service authority. As American Farm Bureau, Inc. d/b/a The Farm Bureau Connection has no basic local exchange customers, the transfer of all existing assets from IBFA Acquisition Company, LLC to American Farm Bureau, Inc. d/b/a The Farm Bureau Connection may take place even if IBFA Acquisition Company does not have a CLEC certificate of service authority.

The Company is not delinquent in filing an annual report and paying the PSC assessment.

Attachment to Staff Recommendation for Case No. XO-2005-0457

Upon the completion of the transfer of assets, the Applicants should file a notification with the Commission that the transfer has been completed so the certificates and tariff of American Farm Bureau, Inc. d/b/a The Farm Bureau Connection may be cancelled.