STATE OF MISSOURI PUBLIC SERVICE COMMISSION

At a session of the Public Service Commission held at its office in Jefferson City on the 2nd day of July, 2014.

In the Matter of the Application of TELEXFREE, LLC for Registration to Provide Interconnected Voice Over Internet Protocol Service

File No. DA-2014-0229

ORDER REVOKING IVOIP REGISTRATION

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Issue Date: July 2, 2014

Effective Date: August 1, 2014

On March 3, 2014, the Commission granted TELEXFREE, LLC, authority to provide Interconnected Voice over Internet Protocol (IVoIP) services in Missouri. On May 22, the Commission's Staff filed a motion asking the Commission to revoke that authority.

Staff's motion, and the attached affidavit of John Van Eschen, explains that the United States Department of Justice has filed criminal charges against the owners of TELEXFREE, alleging that the company was operated as an illegal pyramid scheme. Staff indicates TELEXFREE has filed for bankruptcy and has suspended all business operations. The Commission directed TELEXFREE to respond to Staff's motion by June 24. TELEXFREE did not respond.

The Commission has only limited authority to regulate the operations of IVoIP service providers that are registered under section 392.550, RSMo (Supp. 2012). However, paragraph 392.550.4(6) gives the Commission authority to revoke or suspend the registration of any provider of IVoIP service that fails to comply with the requirements of that section. Based on its review of Staff's verified motion, the Commission finds that

TELEXFREE has failed to comply with the requirements of section 392.550 and that its registration to provide IVoIP should be revoked.

THE COMMISSION ORDERS THAT:

1. TELEXFREE, LLC's registration to provide Interconnected Voice over Internet

Protocol service is revoked.

2. This order shall become effective on August 1, 2014.

BY THE COMMISSION



1 V Joris L Woodruff

Morris L. Woodruff Secretary

R. Kenney, Chm., Stoll, W. Kenney, Hall, and Rupp, CC., concur.

Woodruff, Chief Regulatory Law Judge