

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF LDDS COMMUNICATIONS,)
INC., TELAMARKETING COMMUNICATIONS OF)
EVANSVILLE, INC. AND TELCOR, INC. FOR) CASE NO. 89-061
APPROVAL OF FINANCING)

O R D E R

On March 15, 1989, LDDS Communications, Inc. and its wholly-owned subsidiaries, LDDS of Indiana, Inc., d/b/a LDDS Communications, (formerly known as Telamarketing Communications of Evansville, Inc.) and Telcor, Inc., d/b/a TMC of Louisville (collectively "LDDS"), filed an application for authority to issue debt bearing the terms and conditions as described in Exhibit IV of the original application.

LDDS states that the additional financing is necessary for competitive reasons and that proceeds will be used to expand its network through acquisitions and improve its quality of service through capital expenditures to better serve existing customers.

Also, on March 15, 1989, LDDS filed a motion for confidential treatment pursuant to 807 KAR 5:001, Section 7, requesting confidential treatment of Exhibits I, II, III, and IV of the original application and certain financial information contained in paragraphs 9 and 11 of that application. In support of its motion, LDDS states that the release of the information would likely cause substantial competitive harm, that the information is not known outside of LDDS's business, nor known widely within

LDDS, and finally that there would be no public interest in disclosure of the information.

On April 21, 1989, LDDS filed an amended application containing certain financial information and other matters. One such matter was notification of a corporate name change. Telamarketing Communications of Evansville, Inc. has changed its name to LDDS of Indiana, Inc., d/b/a LDDS Communications. This name change has no effect on ownership or control.

Accompanying the application was a motion requesting confidential treatment of Exhibits I, II, III, IV, and V of the amended application and certain information contained in paragraph 7 of that application. In support of its motion, LDDS states that release of the information would likely cause substantial competitive harm, that the information is not known outside of LDDS's business, nor known widely within LDDS, and finally that there would be no public interest in disclosure of the information.

On April 26, 1989, LDDS of Indiana, Inc. filed an adoption notice pursuant to 807 KAR 5:011, Section 11, which adopts and ratifies all tariffs and supplements contained in the rates, rules and regulations of Telamarketing Communications of Evansville, Inc.

The Commission, having considered the evidence of record and being sufficiently advised, is of the opinion and finds that the issuance and sale of the above securities by LDDS are for the lawful objects within the corporate purposes of LDDS's operations, are necessary or appropriate for and consistent with the proper

performance of its service to the public, and will not impair its ability to perform that service, and are reasonably necessary and appropriate for such purposes, and should therefore be approved. The Commission is further of the opinion that confidentiality as requested by LDDS is appropriate and should be granted.

IT IS THEREFORE ORDERED that:

1. LDDS's motion for confidentiality regarding Exhibits I, II, III, and IV of the original application and portions of paragraphs 9 and 11 of that application is granted.

2. LDDS's motion for confidentiality regarding Exhibits I, II, III, IV, and V of the amended application and portions of paragraph 7 of that application is granted.

3. LDDS of Indiana, Inc. shall issue and file in its own name the tariff of the predecessor utility adopted by it within 10 days of the date of this Order.

4. LDDS be and it hereby is authorized to issue, sell and assume the obligations of the notes described in Exhibit A of the application.

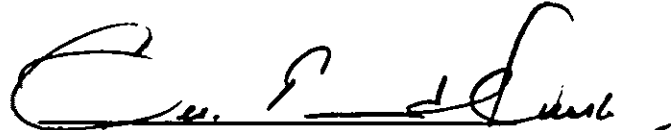
5. LDDS shall, within 20 days after the issuance of the securities referred to herein, file with the Commission a statement setting forth the date or dates of issuance of the securities authorized herein, the price paid, the interest rates, the purchasers, and all fees and expenses, involved in the issuance and distribution, including underwriting discounts or commissions or other compensation.

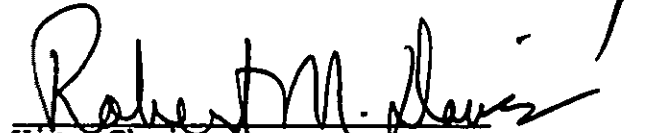
6. The proceeds from the transactions authorized herein shall be used only for the lawful purposes as described in the application.

Nothing contained herein shall be construed as a finding of value for any purpose or as a warranty on the part of the Commonwealth of Kentucky or any agency thereof as to the securities authorized herein.

Done at Frankfort, Kentucky, this 27th day of April, 1989.

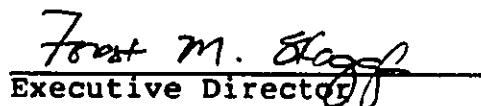
PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director