COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF TELEGROUP, INC.) FOR A CERTIFICATE OF PUBLIC) CONVENIENCE AND NECESSITY TO) CASE NO. 92-021 OPERATE AS A RESELLER OF TELECOM-) MUNICATIONS SERVICES WITHIN THE) COMMONWEALTH OF KENTUCKY)

ORDER

On February 3, 1992, Telegroup, Inc. ("Telegroup") filed its application with the Commission seeking a Certificate of Public Convenience and Necessity to resell intrastate long-distance telecommunications services within the Commonwealth of Kentucky.

By Order of February 28, 1992, the Commission requested that additional information be filed. Telegroup filed its response on March 27, 1992.

Telegroup is an Iowa corporation proposing to resell AT&T Communications of the South Central States, Inc. ("AT&T") tariffed services to small and medium-sized users within the Commonwealth of Kentucky in accordance with the terms and conditions set forth in its tariff. Telegroup is not seeking authority to provide any operator-assisted telecommunications services.

Telegroup neither owns, leases, nor operates any switching, transmission, or other physical facilities in the Commonwealth of Kentucky, and no such facilities will be used by Telegroup in providing long-distance service in the Commonwealth of Kentucky. Telegroup will offer a credit card on AT&T's Software Defined Network called Telecard.

The application provided by Telegroup demonstrates its financial, managerial, and technical capability. The rates proposed should be approved as the fair, just, and reasonable rates to be charged.

The Commission, having considered the application and the information provided by Telegroup, and being otherwise sufficiently advised, HEREBY ORDERS that:

1. Telegroup be and it hereby is granted authority to provide intrastate, long-distance telecommunications services within the Commonwealth of Kentucky on and after the date of this Order.

2. Telegroup shall comply with the provisions of the Orders in Administrative Case No. 323.¹

3. Telegroup's authority to provide service in this Commonwealth is strictly limited to those services described in this Order and Telegroup's application.

4. The rates proposed by Telegroup are hereby approved.

Administrative Case No. 323, An Inquiry Into IntraLATA Toll Competition, An Appropriate Compensation Scheme for Completion of IntraLATA Calls by Interexchange Carriers, and WATS Jurisdictionality, Orders dated May 6, 1991 and January 23, 1992 (imputation of access charges).

5. Within 30 days from the date of this Order, Telegroup shall file its revised tariff in accordance with 807 KAR 5:011 setting forth the rates approved herein and all rules governing the provision of service in accordance with Exhibit 4 of its February 28, 1992 filing and the Commission's Orders and administrative regulations.

Done at Frankfort, Kentucky, this 18th day of May, 1992.

PUBLIC SERVICE COMMISSION

Chairman

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ATTEST:

Executive