COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE FAILURE OF WATS INTERNATIONAL CORP.
TO FILE GROSS REVENUE REPORT

CASE NO.

98-471

ORDER

On September 2, 1998, the Commission ordered WATS International Corp. ("WATS") to show cause why it should not be penalized for having failed to comply with KRS Chapter 278 and the Commission regulations duly authorized thereunder for failure to file its Gross Revenue Report for 1997. The Commission has been informed that WATS is no longer in business and, therefore, finds that this show cause action should be dismissed.

IT IS THEREFORE ORDERED that this case is dismissed and the hearing scheduled for October 7, 1998 at 9:00 a.m., Eastern Daylight Time, is canceled.

Done at Frankfort, Kentucky, this 12th day of October, 1998.

PUBLIC SERVICE COMMISSION

Chairman

Vice Chairman

Commissioner

ATTEST:

Executive Director