



EXCEPTION

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BEFORE THE ARIZONA CORPORATION COMMISSION

Arizona Corporation Commission

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MAR 23 2001

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WILLIAM A. MUNDELL
Chairman

JIM IRVIN
Commissioner

MARC SPITZER
Commissioner

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IN THE MATTER OF THE APPLICATION)
OF ONEPOINT SERVICES, L.L.C. FOR A)
CERTIFICATE OF CONVENIENCE AND)
NECESSITY TO PROVIDE COMPETITIVE)
RESOLD INTER-EXCHANGE)
TELECOMMUNICATIONS SERVICES)
EXCEPT LOCAL EXCHANGE SERVICES)

DOCKET NO. T-03855A-00-0170
EXCEPTIONS OF APPLICANT
ONEPOINT SERVICES, L.L.C., TO
THE RECOMMENDED ORDER

On March 14, 2001, the Commission's hearing officer issued a recommended order in the above captioned proceeding pertaining to the issuance of a certificate of convenience and necessity to OnePoint Services, L.L.C. On pages 2-3, subparagraphs 9(i) and (j), of the recommended order, the hearing office adopted the following recommendations from the report prepared by Utilities Division Staff ("Staff"):

- (i) Applicant should file a surety bond to cover the approximate total amount of any prepayments, advances, and deposits that the applicant will collect from its customers;
- (j) After one year of operation under the Certificate granted by the Commission, the Applicant should be allowed to file a request for cancellation of its established surety bond, and that such request be accompanied by information demonstrating the Applicant's financial viability. Upon receipt of such filing and after Staff review, Staff would forward its recommendation to the Commission for a

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L.L.P.
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1 Decision.

2 Staff's recommendations were based upon Staff's belief that OnePoint Services, L.L.C.,
3 lacked adequate financial resources to be allowed to require prepayments, advances and/or
4 deposits from customers without establishing an escrow account or posting a surety bond.
5 However, late last year Verizon acquired all of the stock of OnePoint Communications Corp., the
6 parent company of OnePoint Services, L.L.C., and OnePoint Communications Corp. thereafter
7 became a wholly owned subsidiary of Verizon. Verizon is a premier provider of local, long-
8 distance and wireless telecommunications services throughout the United States with a market
9 capitalization in excess of \$124 billion. As a part of the Verizon corporate structure, OnePoint
10 Services, L.L.C., has substantial additional financial stability, and should not be required to incur
11 the expense associated with a surety bond. Accordingly, OnePoint Services, L.L.C., requests that
12 the surety bond requirement contained in the recommended order be eliminated, that paragraph 7
13 be modified, and that paragraphs 9(i) and 9(j) be deleted from the final order. A copy of
14 OnePoint Services, L.L.C.'s Proposed Amendment No. 1 is attached hereto. Applicant OnePoint
15 Services, L.L.C., is satisfied with the recommended order in all other respects.

16 RESPECTFULLY SUBMITTED this 23rd day of March, 2001.

17 SNELL & WILMER

18
19 By 
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1 ORIGINAL AND TEN copies
filed this 23rd day of March, 2001,
2 with:

3 Docket Control
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4 1200 West Washington Street
Phoenix, Arizona 85007

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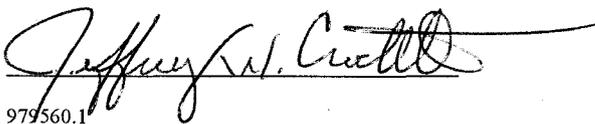
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