

COMMISSIONERS
JEFF HATCH-MILLER
Chairman
WILLIAM A. MUNDELL
MARC SPITZER -
MIKE GLEASON
KRISTIN K. MAYES

ORIGINAL



0000046225

ARIZONA CORPORATION COMMISSION

06D

April 3, 2006

Andrew O. Isar
MILLER ISAR, INC.
Regulatory Consultants
7901 Skansie Avenue, Suite 240
Gig Harbor, WA 98335

RE: Staff's Letter of Insufficiency and First Set of Data Requests to Transcommunications, Inc.
Docket No. T-03232A-05-0209

Dear Mr. Isar:

On March 21, 2005, Transcommunications, Inc. ("TI") filed an application to cancel their Certificate of Convenience and Necessity ("CC&N") for competitive interexchange telecommunications services as a reseller in Arizona. The Application submitted is not sufficient. This data request lists the information Staff needs to complete its analysis of your Application.

For purposes of this data request set, the words "TI", "Applicant", "the Company", "you", and "your" refer to Transcommunications, Inc., any representative, including every person and/or entity acting with, under the control of, or on behalf of Transcommunications, Inc. For each answer, please identify by name, title, and address each person providing information that forms the basis for the response provided.

These data requests are continuing, and your answers or any documents supplied in response to these data requests should be supplemented with any additional information or documents that come to your attention after you have provided your initial responses.

Please provide Docket Control with the information being requested within **30 calendar days** of the date of this letter. Mail an Original plus 13 copies to Docket Control, Arizona Corporation Commission, 1200 W. Washington Street, Phoenix, AZ 85007-2927. If no response is received, Staff will recommend that the Application be terminated. If the Application is terminated, the Applicant cannot provide the same telecommunications services in Arizona for which it is currently applying, until such time as a new application is filed with and approved by the Commission.

AZ CORP COMMISSION
DOCUMENT CONTROL

2006 APR - 3 P 2:08

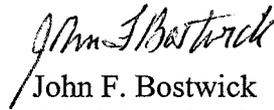
RECEIVED

April 3, 2006

Page 2

Remember that information submitted for this Application will be made a part of the public record (including financial statements). Any information designated as confidential will not be accepted by Docket Control. If you have any questions, please contact me at (602) 542-0856. Thank you for your prompt response to this request.

Respectfully,



John F. Bostwick
Administrative Services Officer II
Utilities Division

Enclosure(s)

CC: Docket Control Center (Original and Thirteen Copies)

STAFF'S FIRST SET OF DATA REQUESTS TO
TRANSCOMMUNICATIONS, INC.
DOCKET NO. T-03232A-05-0209

Please make sure each numbered item and each part of the item is answered completely. If it is not, Staff will resubmit the numbered item(s) and/or part(s) of the item in a following data request. Also, please make sure all information you provide in response to item(s) concerning this Application, including Staff's data requests, is updated and current. If you need to update your response to any item(s)/request(s), please reference the item(s)/request(s) and provide your current response(s). In order for Staff to continue with its review of this Application, the following information must be submitted:

- JFB1-1 Please indicate if the Applicant's performance bond, if required, is still valid. Also, indicate the total amount of the performance bond.
- JFB1-2 Please provide a copy of the published legal notice of the Application to cancel telecommunications services in all counties affected by the Application. Counties affected are those counties where the Applicant is certificated to provide telecommunications services. Refer to Arizona Administrative Code ("A.A.C.") rule R14-2-1107.
- JFB1-3 Please indicate if TI's customers were notified of the Applicant's discontinuance of telecommunications services. Please provide a copy of the customer notification letter sent and indicate the date it was sent. If no notice was sent, please explain why.
- JFB1-4 Please indicate if TI's customers within the affected geographic area were given a list of all alternative resold interexchange service providers. Please provide a copy of the list of all alternative resold interexchange service providers that was sent with customer notification letter. If no list of alternative resold interexchange service providers was sent, please explain why.
- JFB1-5 Please indicate the reason(s) TI desires to discontinue service or abandon the service area.
- JFB1-6 Please indicate if the Applicant has ever collected advances, deposits, and/or prepayments. If so, indicate the amount of advances, deposits, and/or prepayments that have been returned to customers in Arizona whose services are being discontinued. Also, indicate the current amount of advances, deposits and/or prepayments held by TI from customers in Arizona.
- JFB1-7 Please describe the plan to refund deposits, advances, and/or prepayments collected from TI customers in Arizona.
- JFB1-8 Please indicate if there are any affiliates of the Applicant currently offering telecommunications services in Arizona. If yes, are the telecommunications services provided by the Applicant similar to those offered by the Applicant's affiliates? Is Innovative Processing Solutions, LLC ("IPS") an affiliate of TI?

STAFF'S FIRST SET OF DATA REQUESTS TO
TRANSCOMMUNICATIONS, INC.
DOCKET NO. T-03232A-05-0209

- JFB1-9 Please indicate if customers have been transferred to other telecommunications carriers. Indicate the telecommunications carriers the customers were transferred to and the number of customers in Arizona transferred to each carrier.
- JFB1-10 Please indicate the state(s) the Applicant currently operates in to provide telecommunications services to customers in Arizona.
- JFB1-11 How many TI customers in Arizona have not selected another alternative service provider as of the date of your reply to this data request? How many TI customers/accounts are being served by IPS under the management agreement?
- JFB1-12 Please indicate the last date (month and year) TI discontinued providing service to its customers in Arizona.
- JFB1-13 Please indicate the number of residential and business customers TI had in the last month and year it provided service in Arizona.
- JFB1-14 Are there any procedural steps that TI did and did not comply with in its application to discontinue or abandon interexchange services? Please describe TI's procedural steps of compliance to A.C.C. R14-2-1107 and TI's procedural steps of non-compliance to A.C.C. R14-2-1107. Explain the reason(s) TI did not comply to the procedural steps described in A.C.C. R14-2-1107.
- JFB1-15 Is TI in full compliance with all Commission's Decisions, reporting requirements (i.e. Annual Report, filing of Diversification Activities and Plans, Accident Reports, etc.), and addressed all Consumer inquiries and/or complaints in the Utilities Division?
- JFB1-16 Is TI in "Good Standing" with the Corporation Division of the Arizona Corporation Commission?