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BEFORE THE ARIZONA CORPORATION C
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COMMISSIONERS

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- MIKE GLEASON, Chairman
- WILLIAM A. MUNDELL
- JEFF HATCH-MILLER
- KRISTIN K. MAYES
- GARY PIERCE

AZ CORP COMMISSION
DOCKET CONTROL

IN THE MATTER OF THE APPLICATION OF
QUICK TEL INC. FOR THE CANCELLATION
OF THE CERTIFICATE OF CONVENIENCE
AND NECESSITY FOR COMPETITIVE
RESOLD INTER EXCHANGE
TELECOMMUNICATIONS SERVICES.

DOCKET NO. T-04005A-06-0503

NOTICE OF FILING

Utilities Division Staff ("Staff") of the Arizona Corporation Commission ("Commission") hereby provides notice of filing the Staff Report in the above captioned matter. By procedural order dated September 25, 2007, Staff was directed to file a report updating the Commission and Administrative Law Judge in this matter by October 31, 2007. Through a combination of inadvertence, workload, and resource constraints, Staff did not observe that the due date for this filing had already passed until recently. Staff apologizes for any inconvenience caused by its mistake and offers the attached Staff Report in satisfaction of its filing requirement.

RESPECTFULLY SUBMITTED this 7th day of December, 2007.

Charles H. Hains
 Attorney, Legal Division
 Arizona Corporation Commission
 1200 West Washington Street
 Phoenix, Arizona 85007
 (602) 542-3402

Arizona Corporation Commission
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1 Original and thirteen (13) copies
2 of the foregoing were filed this
3 7th day of December, 2007 with:

4 Docket Control
5 Arizona Corporation Commission
6 1200 West Washington Street
7 Phoenix, Arizona 85007

8 Copy of the foregoing mailed this
9 7th day of December, 2007 to:

10 Clare McNeil, Operations Manager
11 Quick Tel, Inc.
12 324 Trinity Place
13 Elizabeth, New Jersey 07201

14  A handwritten signature in cursive script, appearing to be 'SBL', is written over a horizontal line that spans the width of the text area.

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MEMORANDUM

TO: Docket Control
FROM: Ernest G. Johnson
Director
Utilities Division

EA for EGJ

DATE: December 7, 2007

RE: IN THE MATTER OF THE APPLICATION OF QUICK TEL INC. FOR APPROVAL OF A REQUEST TO CANCEL ITS CERTIFICATE OF AUTHORITY (DOCKET NO. T-04005A-06-0503)

Attached is the Staff Report of the above Application to cancel the Certificate of Convenience and Necessity ("CC&N") held by Quick Tel Inc. Staff recommends cancellation of the CC&N.

EJG:JFB:kdh

Originator: John F. Bostwick

SERVICE LIST FOR: Quick Tel Inc.
DOCKET NO.: T-04005A-06-0503

Ms. Clare McNeil
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324 Trinity Place
Elizabeth, New Jersey 07201

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Chief Legal Counsel, Legal Division
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Phoenix, Arizona 85007

Mr. Ernest G. Johnson
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Ms. Lyn Farmer
Chief Administrative Law Judge, Hearing Division
Arizona Corporation Commission
1200 West Washington
Phoenix, Arizona 85007

STAFF REPORT
UTILITIES DIVISION
ARIZONA CORPORATION COMMISSION

QUICK TEL INC.
DOCKET NO. T-04005A-06-0503

IN THE MATTER OF THE APPLICATION OF QUICK TEL INC.
FOR APPROVAL OF A REQUEST TO CANCEL ITS CERTIFICATE OF AUTHORITY

December 7, 2007

STAFF ACKNOWLEDGMENT

The Staff Report for Quick Tel Inc., Docket No. T-04005A-06-0503, was the responsibility of the Staff member listed below. John F. Bostwick was responsible for the review and analysis of Quick Tel Inc.'s Application to cancel its Certificates of Convenience and Necessity.



John F. Bostwick
Administrative Services Officer II

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Introduction

On August 7, 2006, Quick Tel Inc. ("QTI" and "Company") submitted an application to cancel its Certificate of Convenience and Necessity ("CC&N") to provide telecommunications services in Arizona. According to QTI's Application, QTI is not doing business in Arizona.

Background

On April 17, 2002, the Commission, in Decision No. 64719, originally granted a CC&N to QTI to provide competitive resold interexchange telecommunications services in Arizona.

Staff's Analysis

QTI's Application to cancel its CC&N was considered insufficient and Staff sent its first set of data requests to QTI on August 23, 2006. The Company received Staff's First Set Of Data Requests on September 5, 2006. QTI did not provide a written response to Staff's Data Requests.

Staff contacted QTI's Operation Manager, Claire McNeil, by telephone and inquired about answering Staff's data requests. According to Ms. Neil, QTI's initial business goal was to be certificated in every state and then generate customers. In Arizona, the Company never had any customers and had no intention of obtaining customers. Since the Company had no customers in Arizona, it did not feel the need provide a written response to Staff's data requests. During the phone discussion with Staff, Ms. McNeil answered the inquiries and questions listed in Staff's data requests.

On August 31, 2007, Staff spoke with Sam Bell owner of QTI. Mr. Bell confirmed the responses Ms. McNeil provided to Staff. In addition, Mr. Bell stated that his Company now sells prepaid calling cards to a distributor in the state of Maryland. Staff believes that QTI did not discontinue or abandon telecommunications services in Arizona and therefore would not be required to comply with Arizona Administrative Code R14-2-1107.

The Consumer Services Section of the Utilities Division reports that there were no consumer complaints, inquiries, and/or opinions against QTI from January 1, 2003 through September 5, 2007. In addition, Consumer Services stated that Corporations Division of the Commission does not find any records for QTI.

According to the Compliance and Enforcement Section of the Utilities Division, QTI did not procure a performance bond and did not file conforming tariffs as ordered in Decision No. 64719. If the Commission approves the cancellation of QTI's CC&N, the compliance issues identified in Docket No. T-04005A-01-0285, would not need to be completed and the docket could be closed.

Since there are numerous carriers in Arizona that offer services similar to what QTI was authorized to provide, Staff believes that approval of QTI's request to cancel its CC&N is in the public interest.

Recommendations

Staff recommends approval of QTI's Application to cancel its CC&N to provide resold interexchange telecommunications services in Arizona. Upon cancellation of its CC&N, QTI will no longer be authorized to provide resold long distance telecommunications services in Arizona and therefore, will no longer be subject to the requirements of Decision No. 64719.

Staff further recommends that the Commission close Docket No. T-04005A-01-0285 upon the cancellation of QTI's CC&N.