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June 19, 2008

Arizona Corporation Commission  
Docket Control  
1200 W. Washington Street  
Phoenix, AZ 85007-2927

**Re: Docket Nos. T-20517A-07-0135 and T-04045A-07-0135,  
Joint Application of STi Prepaid, LLC and Dialaround Enterprises Inc.  
Response to Fourth Data Request**

Dear Sir or Madam:

STi Prepaid, LLC ("STi Prepaid"), by its attorneys, provides an original and fourteen (14) copies of its response to Staff's Fourth Data Request in the above-referenced docket. Please date stamp the enclosed copy of this response and return it in the self-addressed, postage pre-paid envelope. If you have any questions concerning this matter, please contact the undersigned.

Respectfully submitted,

Chérie R. Kiser

Counsel for STi Prepaid, LLC

Enclosures

cc: John Bostwick (via electronic mail)

AZ CORP COMMISSION  
DOCKET CONTROL

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**RESPONSE TO STAFF'S FOURTH SET OF DATA REQUESTS TO  
STi PREPAID, LLC  
DOCKET NOS. T-20517A-07-0135 and T-04045A-07-0135**

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STi Prepaid, LLC ("STi Prepaid"), hereby responds to Staff's Fourth Set of Data Requests issued in the above-referenced dockets. STi Prepaid's responses to these Data Requests are based on the best information presently available. STi Prepaid reserves the right to amend, supplement, correct, or clarify any response provided herein if other or additional information is obtained. STi Prepaid has listed each interrogatory and response on the same sheet of paper, using a separate sheet for each interrogatory number, and has identified the respondent to each question. STi Prepaid's responses are as follows:

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**JFB 4-1.** Please define what STi Prepaid means by switched access service as indicated in STi Prepaid' proposed tariff in Section 3.1.1 on Page 41.

**STi Prepaid**

**Response:** The term "Switched Access" is defined on page 9 of STi Prepaid's proposed tariff. Under the tariff, if the customer's location has a transmission line that is switched through the local exchange carrier or competitive local exchange carrier to reach the network of the designated underlying carrier (DUC), then the access is considered "switched." The proposed tariff filed with STi Prepaid's application is the same tariff approved by the Commission in Decision No. 6581 dated April 25, 2003.

**Respondent:** Richard Rebetti  
Chief Operating Officer, STi Prepaid, LLC  
30-50 Whitestone Expressway, 4<sup>th</sup> Floor  
Flushing, New York 11354-1995  
718-358-5390 (telephone)  
Richard.Rebetti@stiprepaid.com

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**JFB 4-2.** Please define what STi Prepaid means by dedicated access services as indicated in STi Prepaid's proposed tariff in Section 3.1.3 on Page 43.

**STi Prepaid**

**Response:** Dedicated access services are services provided for the origination or termination of intrastate interexchange services that are dedicated to a particular customer and are not shared by multiple customers. The proposed tariff filed with STi Prepaid's application is the same tariff approved by the Commission in Decision No. 6581 dated April 25, 2003.

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**JFB 4-3.** STi Prepaid stated in its Response to Staff First Set of Data Requests JFB1-13 that STi Prepaid does not intend to rely solely on the financial resources of its ultimate majority owner, Leucadia National Corporation. In an email from Cherie Kiser, to Kevin Torrey, dated May 27, 2008, you indicated that you would rely on the financial resources of the ultimate parent, Leucadia National Corporation. Please state whether STi Prepaid intends to rely on the financials of Leucadia National Corporation.

**STi Prepaid**

**Response:** STi Prepaid does not intend to rely solely on the financials of Leucadia National Corporation. What Ms. Kiser specifically said in her May 27, 2008 email to Kevin Torrey is "The [STi Prepaid] revenue is rolled-up into Leucadia National Corp., as ultimate majority holder of STi Prepaid." This statement is consistent with the company's earlier response to JFB1-13.

**Respondent:** Thomas D'Aurio  
Chief Financial Officer, STi Prepaid, LLC  
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**JFB 4-4.** If your response to JFB 4-3 is that STi will not rely on the financials of Leucadia National Corporation, please provide STi Prepaid's financial information required in Question (B-2) of the application for the two most recent years – 2007 and 2006.

**STi Prepaid**

**Response:** STi Prepaid was formed in December 2006, thus it does not have financial information for 2006. STi Prepaid understands that the Commission requires the following three financial figures, and that these figures will be set forth in the Commission's order granting STi Prepaid's authorization. Thus, STi Prepaid is not seeking confidential treatment of these financial amounts.

STi Prepaid, LLC

**2007**

Net income: \$16,631,000

Assets: \$88,129,000

Equity/Deficit: (\$14,793,000)

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