BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF SOUTH DAKOTA

IN THE MATTER OF THE APPLICATION OF) GROUP, INETWORKS INC. FOR Α) CERTIFICATE OF AUTHORITY TO PROVIDE) INTEREXCHANGE TELECOMMUNICATIONS) SERVICES AND LOCAL **EXCHANGE**) **SERVICES IN SOUTH DAKOTA**) ORDER GRANTING CERTIFICATE OF AUTHORITY

TC09-005

On February 3, 2009, the Public Utilities Commission (Commission) received an application for a certificate of authority to provide interexchange telecommunications services and local exchange services within the exchanges served by Qwest Corporation from iNetworks Group, Inc. (iNetworks).

On February 5, 2009, the Commission electronically transmitted notice of the filing and the intervention deadline of February 20, 2009, to interested individuals and entities. No petitions to intervene or comments were filed and at its regularly scheduled March 10, 2009, meeting, the Commission considered iNetworks' request for a certificate of authority. Commission Staff recommended granting a certificate of authority, subject to the condition that iNetworks not offer any prepaid services (including prepaid calling cards) and not accept or require any deposits or advance payments without prior approval of the Commission, and subject to rural safeguards.

The Commission finds that it has jurisdiction over this matter pursuant to SDCL Chapter 49-31, specifically 49-31-3 and 49-31-69 and ARSD 20:10:24:02, 20:10:24:03 and 20:10:32:03. The Commission finds that iNetworks has met the legal requirements established for the granting of a certificate of authority. iNetworks has, in accordance with SDCL 49-31-3 and 49-31-71, demonstrated sufficient technical, financial and managerial capabilities to offer telecommunications services in South Dakota.

The Commission approves iNetworks' application for a certificate of authority, subject to the condition that iNetworks not offer any prepaid services (including prepaid calling cards) and not accept or require any deposits or advance payments without prior approval of the Commission, and subject to rural safeguards. The certificate of authority for iNetworks shall authorize it to offer local exchange services in South Dakota, except in those areas served by a rural telephone company. In the future, should iNetworks choose to provide local exchange services statewide, with respect to rural telephone companies, iNetworks will have to come before the Commission in another proceeding before being able to provide local service in that rural service area pursuant to 47 U.S.C. § 253(f) which allows the Commission to require a company that seeks to provide service in a rural service area to meet the requirements in 47 U.S.C. § 214(e)(1) for designation as an eligible telecommunications carrier. In addition, the granting of statewide certification will not affect the exemptions, suspensions, and modifications for rural telephone companies found in 47 U.S.C. § 251(f). It is therefore

ORDERED, that iNetworks' application for a certificate of authority to provide interexchange telecommunications services and local exchange services within the exchanges served by Qwest Corporation is granted, subject to the condition that iNetworks not offer any prepaid services (including prepaid calling cards) and not accept or require any deposits or advance payments without prior approval of the Commission. It is

FURTHER ORDERED, that the Commission shall authorize iNetworks to offer its local exchange services in South Dakota, except in those areas served by a rural telephone company.

FURTHER ORDERED, that this order constitutes your certificate of authority as described above.

Dated at Pierre, South Dakota, this 18^{th} day of March, 2009.

CERTIFICATE OF SERVICE

The undersigned hereby certifies that this document has been served today upon all parties of record in this docket, as listed on the docket service list, electronically. By: Date: (OFFICIAL SEAL)

BY ORDER OF THE COMMISSION:

DUSTIN M. JOANSON, Chairman

STEVE KOLBECK, Commissioner

GARY HANSON, Commissioner