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September 20, 2011

VIA OVERNIGHT DELIVERY

Ms. Julie Orchard
Commission Secretary
Utah Public Service Commission
160 East 300 South, 4th Floor
Salt Lake City, UT 84114

Docket No. 11-999-03

Re: *Informational Filing* Regarding the Discontinuance of Postpaid Calling Card Services by XO Communications Services, Inc.

Dear Ms. Orchard:

XO Communications Services, Inc. ("XOCS"), by its attorneys, hereby respectfully notifies the Utah Public Service Commission ("Commission") of its intention to discontinue its provision of selected domestic telecommunications service to a limited number of enterprise customers. Specifically, XOCS is discontinuing the provision of its postpaid calling card service ("Calling Card") to a limited number of its enterprise customers in Utah. Importantly, XOCS will continue to provide competitive telecommunications services in its existing markets in Utah. Accordingly, XOCS is not surrendering its telecommunications certificate.¹

XOCS is organized pursuant to the laws of Delaware and is a direct, wholly-owned subsidiary of XO Communications, LLC ("XO LLC"), a Delaware limited liability company. XO LLC is a leading national provider of local and long distance telecommunications services to businesses, large enterprises and telecommunications carriers through its operating

¹ XOCS was authorized to provide local and interexchange services in Utah in docket 02-2208-01 on August 31, 2004.

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subsidiaries, primarily XOCS. XOCS and its affiliates are authorized to provide competitive telecommunications services in 49 states and the District of Columbia. XOCS and XO LLC are located at 13865 Sunrise Valley Drive, Herndon, Virginia 20171, (703) 547-2000.

XOCS has received notice from its underlying vendor for Calling Card Services that as of October 31, 2011, such vendor will no longer be supporting such services. In addition, XOCS is in the process of streamlining its product offerings. Accordingly, XOCS has decided to discontinue its Calling Card Services to better focus on those services most requested by its customers. The Calling Card service enables enterprise customers to access a variety of services including the ability to make long distance and international telephone calls and to access certain enhanced features, such as message storage and broadcast, by dialing an access number and entering a PIN code, when the customer is away from the office. XOCS's Calling Card service is offered as an adjunct to an enterprise customer's traditional telecommunications services and is not an independent service offering. The proposed discontinuance of XOCS's Calling Card service will not result in harm to the affected customers because the Calling Card service generally is infrequently used and customers will retain all of their traditional telecommunications services provided by XOCS.² Further, the affected customers are sophisticated purchasers of communications services and can easily obtain alternatives to the Calling Card service, including use of cellular telephones or services from other service providers, in all of the areas where XOCS plans to discontinue the service.

As noted, XOCS is not surrendering its telecommunications certificate in Utah. The Company will continue to provide a competitive range of telecommunications services in Utah. Moreover, the proposed discontinuance will not reduce, impair or otherwise affect XOCS's other telecommunications service offerings. By discontinuing the provision of a single, infrequently-used service, that is only an adjunct to traditional services, XOCS will be better able to focus on the provision of quality communications services to its customers. Therefore, the proposed discontinuance not only holds no significant adverse effects but will be beneficial to the majority of XOCS customers in Utah and is therefore in the public interest.

On September 20, 2011, XOCS provided written customer notice in accordance with the requirements of Section 63.71(a) of the FCC's Rules and filed a discontinuance application with the FCC on September 20, 2011. A copy of the customer notice, sent by U.S. mail, postage prepaid, is appended hereto as *Exhibit A*. XOCS plans to discontinue its Calling Card service on October 31, 2011.

² In addition, because XOCS's Calling Card service is provided on a postpaid basis, there are no issues regarding deposits and refunds to the affected customers.

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It is our understanding that no formal Commission approval of the service discontinuance described herein is required. *Thus, XOCS requests that this filing not be docketed.* XOCS submits this letter for the Commission's information only and requests that it be retained in the appropriate file. Enclosed please find five (5) copies of this letter, a duplicate and a self-addressed, stamped envelope. Please date-stamp the duplicate upon receipt and return it in the envelope provided.

Questions regarding this letter may be addressed to Denise N. Smith at (202) 342-8614 or via e-mail at dsmith@kelleydrye.com.

Respectfully submitted,

XO Communications Services, Inc.

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