

RECEIVED

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION
MAR 29 1991

In re: Initiation of show cause proceedings for failure to file 1990 annual reports:

DIVISION OF COMMUNICATIONS

CARD*TEL, INC.
FOX COMMUNICATIONS CORPORATION
NETWORK SERVICES, INC. d/b/a LONG
DISTANCE NETWORK SERVICES, INC.
ONLINE COMMUNICATION, INC.
PAYLINE SYSTEMS, INC.
TELCOM XPRESS, INC.
PENTAGON COMPUTER DATA, LTD.

DOCKET NO. 910129-TI
DOCKET NO. 910132-TI
DOCKET NO. 910133-TI

DOCKET NO. 910135-TI
DOCKET NO. 910136-TI
DOCKET NO. 910139-TI
DOCKET NO. 910037-TI
ORDER NO. 24248
ISSUED: 3/18/91

RESPONSE TO SHOW CAUSE ORDER

CARD*TEL, Inc. hereby files its response to the show cause order dated March 18, 1991, as follows:

1. CARD*TEL, Inc. has a great respect for the rules of the Florida Public Service Commission and did not intentionally disregard or ignore those rules.
2. CARD*TEL, Inc. has been having severe financial problems for a considerable period of time exceeding one year and has sought the protection afforded by Chapter XI of the U.S. Bankruptcy Code by filing a petition on March 6, 1991.
3. Prior to the filing of the Chapter XI petition, the 1990 Annual Report was the responsibility of the Controller of CARD*TEL and on numerous occasions the Controller had been reminded that it was necessary to file the Annual Report prior to January 31, 1991.
4. On or about January 25, 1991, the Controller resigned his position and left the employ of CARD*TEL, Inc. without filing the Annual Report and without informing his successor that it needed to be filed on or before January 31, 1991.
5. The matter of the filing of the Annual Report was not brought to the attention of the Controller's successor until the Order to Show Cause was issued.
6. The IXC Annual Report Form is attached hereto.

DOCUMENT # 910133-TI

03092 MAR 29 1991

7. CARD*TEL, Inc. does not provide any Interexchange Carrier Services as of this date and has not during the last year. CARD*TEL, Inc. only provides validation and authorization services to the telecommunications industry, validating or authorizing credit card or calling card telecommunication usage. The Interexchange Carrier certificate is necessary to CARD*TEL in that it is required by several of the Regional Bell Operating Companies in order to access their data base for validation purposes.

8. The Chapter XI petition was filed on March 6, 1991, with the U. S. Bankruptcy Court for the Southern District of Florida under Case No. 90-20676-BKC-SMW, that pursuant to Section 362 of the Bankruptcy Code, an automatic stay is in effect.

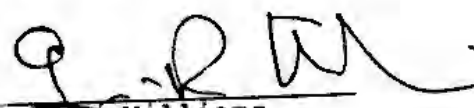
9. This response is dated this 27th day of March 1991.

CARD*TEL, Inc. hereby requests a hearing in this matter if one is necessary.

I hereby certify that a true copy of the foregoing response to Show Cause Order has been furnished by certified mail to the Director of Records and Reporting, 101 E. Gaines Street, Tallahassee, Florida, 32399-0870 and to Steve Tribble, Director, Division of Records and Reporting, 101 E. Gaines Street, Tallahassee, Florida, 32399-0870, this 27th day of March 1991.

CARD*TEL, Inc.

By:


Gay R. Williams
President