

KMC V's parent company is KMC Telecom Holdings, Inc., a Delaware Corporation with its principal offices located in Bedminster, New Jersey. The Company has filed copies of its Articles of Incorporation and Certificate of Authority issued by the Idaho Secretary of State.

Staff has reviewed the information provided by KMC V in its Application and believes it satisfies the requirements of the Commission's Rule of Procedure 111, IDAPA 31.01.01.111, and Procedural Order No. 26665 issued November 7, 1996, which sets out the necessary information to be included with an application for a certificate.

The Application included a list of corporate officers and a description of their management and technical expertise. The information describes many years of managerial experience with telecommunications companies. Staff finds the Company appears to have adequate technical and managerial skills to provide the services identified in the Application.

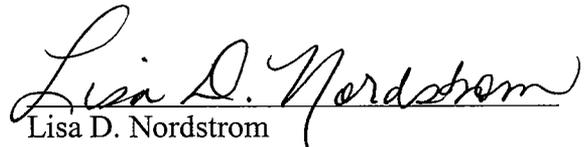
The Application also included unaudited and confidential financial information for KMC V that indicated a relatively strong position for a young competitive telecommunications company. Therefore, Staff does not recommend imposing a financial security requirement.

KMC V specifically indicated in its Application it will comply with all Commission rules. It also provided an illustrative tariff with its Application that demonstrates an understanding of tariff requirements and processes.

STAFF RECOMMENDATION

Staff recommends that a Certificate of Public Convenience and Necessity to provide competitive local exchange service in Idaho be issued to KMC V.

Respectively submitted this 2nd day of February 2004.


Lisa D. Nordstrom
Deputy Attorney General

Technical Staff: Wayne Hart

LN:i:umisc/comments/kmct03.1lnwh

CERTIFICATE OF SERVICE

I HEREBY CERTIFY THAT I HAVE THIS 2ND DAY OF FEBRUARY 2004, SERVED THE FOREGOING **COMMENTS OF THE COMMISSION STAFF**, IN CASE NO. KMC-T-03-01, BY MAILING A COPY THEREOF, POSTAGE PREPAID, TO THE FOLLOWING:

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