BEFORE THE PUBLIC UTILITIES COMMISSION
OF THE STATE OF HAWAII

------ In the Matter of ------)

INCOMNET COMMUNICATIONS
CORPORATION

DOCKET NO. 03-0337

Notice of Failure to Comply
With Hawaii Revised Statutes
and Commission's Regulations
Order to Show Cause Why
Respondent's Operating
Authority Should Not Be
Suspended or Revoked.

ORDER NO. 20538

Filed Oct. 27, 2003
At 8:00 o'clock A.M.

Chief Clerk of the Commission

ATTEST: A True Copy
KAREN HIGASHI
Chief Clerk, Public Utilities
Commission, State of Hawaii.
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OF THE STATE OF HAWAI I

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INCOMNET COMMUNICATIONS CORPORATION

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Respondent's Operating
Authority Should Not Be
Suspended or Revoked.

NOTICE OF VIOLATION, ORDER TO SHOW CAUSE, AND NOTICE OF HEARING

INCOMNET COMMUNICATIONS CORPORATION ("Respondent") is
the holder of a certificate of authority ("COA"), issued pursuant
to Hawaii Administrative Rules ("HAR") § 6-80-18. The commission
authorized Respondent to operate as a reseller of intrastate
telecommunications services in the State of Hawaii ("State")
under the COA.

HAR § 6-80-91 requires Respondent to file an annual
financial report ("AFR") by March 31 of each year. Hawaii
Revised Statutes ("HRS") § 269-30 requires Respondent to pay a
public utility fee ("Fee") in July and December of each year.
Respondent failed to file its 2001 AFR and pay the Fee that was
due on December 31, 2002.

HAR § 6-80-19 authorizes the commission, after notice
and hearing, to suspend or revoke any COA, in part or in whole,
if the commission finds the holder violated any applicable State
laws or commission rules. Accordingly, the commission may suspend or revoke Respondent's COA for failure to comply with the legal requirements set forth above, unless Respondent is able to show why such suspension or revocation should not occur.

THE COMMISSION ORDERS:

1. Respondent shall appear at 465 South King Street, Room B3, Honolulu, Hawaii 96813, at 9:00 a.m., on November 26, 2003 to show cause why Respondent's COA should not be suspended or revoked for failure to comply with the legal requirements set forth in this order.

2. Respondent may be represented by counsel. If Respondent does not retain counsel, Respondent may be represented at the hearing as follows: (a) an individual may appear on his or her own behalf; (b) a partner may represent a partnership; and (c) an officer or authorized employee of a corporation, trust, or association may represent the corporation, trust, or association.

3. If Respondent fails to appear at the scheduled hearing, Respondent's COA shall be revoked.
DONE at Honolulu, Hawaii this 27th day of October, 2003.

PUBLIC UTILITIES COMMISSION
OF THE STATE OF HAWAII

By
Carlito P. Caliboso, Chairman

By
Wayne H. Kimura, Commissioner

By
Janet E. Kawelo, Commissioner

APPROVED AS TO FORM:

Catherine P. Awakuni
Commission Counsel
CERTIFICATE OF SERVICE

I hereby certify that I have this date served a copy of the foregoing Order No. 20538 upon the following parties, by causing a copy hereof to be mailed, postage prepaid, and properly addressed to each such party.

DEPARTMENT OF COMMERCE AND CONSUMER AFFAIRS
DIVISION OF CONSUMER ADVOCACY
P. O. Box 541
Honolulu, HI   96809

INCOMNET COMMUNICATIONS CORPORATION
2801 Main Street
Irvine, CA   92614

(CM #7002 2030 0006 6812 7059)

DATED: October 27, 2003

Karen Higashi