BEFORE THE PUBLIC UTILITIES COMMISSION
OF THE STATE OF HAWAII

In the Matter of the Application of)
ACCESSLINE HOLDINGS, INC.,
ACCESSLINE COMMUNICATIONS
CORPORATION, and TELANETIX, INC. )

For the Direct Transfer of Control
Of AccessLine Holdings, Inc. to
Telanetix, Inc. )

DOCKET NO. 2007-0310

DECISION AND ORDER NO. 23841

Filed Nov. 19, 2007
At 1 o'clock P.M.

Chief Clerk of the Commission

ATTEST: A True Copy
KAREN HIGASHI
Chief Clerk, Public Utilities
Commission, State of Hawaii.
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Docket No. 2007-0310
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DECISION AND ORDER

By this Decision and Order, the commission waives the
requirements of Hawaii Revised Statutes ("HRS") §§ 269-7(a) and
269-19 and Hawaii Administrative Rules ("HAR") §§ 6-61-101
and 6-61-105, to the extent applicable, with respect
to ACCESSLINE HOLDINGS, INC. ("AccessLine"), ACCESSLINE
COMMUNICATIONS CORPORATION ("ACC"),¹ and TELANETIX, INC.'s
("Telanetix") (collectively, "Applicants") request to approve the
indirect transfer of control of ACC from AccessLine to Telanetix
("Proposed Transaction").

¹ACC, a wholly owned subsidiary of AccessLine, received its
Certificate of Authority to operate as a reseller of intrastate
interexchange telecommunications services in the State of Hawaii
by Decision and Order No. 21773, filed on April 22, 2005 in
Docket No. 04-0337.
I.

Background

A.

Application

On September 5, 2007, Applicants filed a joint application ("Application") requesting expedited commission approval of the Proposed Transaction, pursuant to HRS § 269-19. According to Applicants, Telanetix will acquire direct control of AccessLine and indirect control of ACC, pursuant to an Agreement and Plan of Merger dated September 1, 2007.

Applicants state that the Proposed Transaction will be seamless and transparent to ACC’s customers, as ACC will continue to offer service under the same name with no change in rates, terms or conditions of service. According to Applicants, the Proposed Transaction will serve the public interest as it will enhance their ability to expand their respective operations in terms of service coverage area and through their ability to offer customers an expanded line of products and services.

B.

Consumer Advocate’s Statement of Position

On November 1, 2007, the Consumer Advocate filed its statement of position in which it states that it does not object to either waiver of the commission’s approval or investigatory

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"Applicants served copies of the Application on the DIVISION OF CONSUMER ADVOCACY, DEPARTMENT OF COMMERCE AND CONSUMER AFFAIRS ("Consumer Advocate"), an ex officio party to this proceeding."
authority to review the Proposed Transaction, or commission approval of the Proposed Transaction.

II. Discussion

HRS § 269-16.9 allows the commission to waive regulatory requirements applicable to telecommunications providers if it determines that competition will serve the same purpose as public interest regulation. Specifically, HAR § 6-80-135 permits the commission to waive the applicability of any of the provisions of HRS chapter 269 or any rule, upon a determination that a waiver is in the public interest.

In this docket, the commission finds, at this time, that ACC is a non-dominant carrier in the State. The commission also finds that the Proposed Transaction is consistent with the public interest, and that competition, in this instance, will serve the same purpose as public interest regulation. Thus, the commission concludes that the requirements of HRS §§ 269-7(a) and 269-19 should be waived, to the extent applicable, with regards to the matters in this docket, pursuant to HRS § 269-16.9 and HAR § 6-80-135. Similarly, based on these findings and conclusions

3The Consumer Advocate argued in its Statement of Position that HRS § 269-19 is not applicable to the Proposed Transaction. As the commission has found that a waiver is appropriate, it need not determine the applicability of HRS § 269-19.

4The commission will continue to examine each application or petition and make determinations on a case-by-case basis as to whether the applicable requirements of HRS §§ 269-7(a) or 269-19 should be waived. Thus, our waiver in this instance should not be construed by any public utility, including Applicants, as a
stated above, the commission also waives the provisions of HAR §§ 6-61-101 and 6-61-105, to the extent that the Application fails to meet any of these filing requirements.

III.

Orders

THE COMMISSION ORDERS:

1. The requirements of HRS §§ 269-7(a) and 269-19, to the extent applicable, are waived with respect to the Proposed Transaction, described in the Application filed on September 5, 2007.

2. The filing requirements of HAR §§ 6-61-101 and 6-61-105, to the extent applicable, are also waived.

DONE at Honolulu, Hawaii ____________________________.

PUBLIC UTILITIES COMMISSION
OF THE STATE OF HAWAII

By: ________________  By: ________________
Carlito P. Caliboso, Chairman  John E. Cole, Commissioner

APPROVED AS TO FORM:

By: ____________________________
Stacey Kawasaki Djou, Commission Counsel

basing for not filing an application or petition regarding similar transactions that fall within the purview of these statutes.
CERTIFICATE OF SERVICE

I hereby certify that I have this date served a copy of the foregoing Decision and Order No. 23841 upon the following parties, by causing a copy hereof to be mailed, postage prepaid, and properly addressed to each such party.

CATHERINE AWAKUNI
EXECUTIVE DIRECTOR
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DATED: Nov 19 2007

Karen Higashi