

Lance J.M. Steinhart, P.C.

1720 Windward Concourse
Suite 250
Alpharetta, Georgia 30005

Also Admitted in New York
and Maryland

Telephone: (770) 232-9200
Facsimile: (770) 232-9208
Email: lsteinhart@telecomcounsel.com

August 24, 2007

VIA OVERNIGHT DELIVERY

Honorable Jones, Chairman
Attn: Sharla Dillon, Dockets
Tennessee Regulatory Authority
460 James Robertson Parkway
Nashville, TN 37243-9021
(615) 741-3939

RECEIVED
2007 AUG 27 AM 10:02
T.R.A. DOCKET ROOM

Re: Transfer of Control of Independent Telecommunications Systems, Inc.
d/b/a ITS Communications d/b/a IXC Direct
Docket No. 07-00192

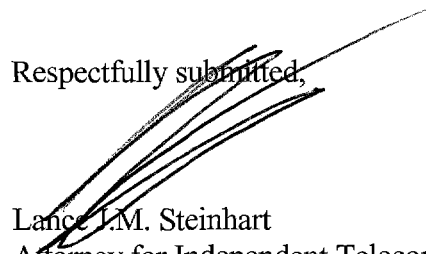
Dear Ms. Dillon:

Enclosed please find for filing an original and (13) thirteen copies of Independent Telecommunications Systems, Inc. d/b/a ITS Communications d/b/a IXC Direct's and Capital Growth Systems, Inc.'s responses to the Commission's Data Request No. 1.

I have also enclosed an extra copy of this letter to be date stamped and returned to me in the enclosed, self-addressed, postage prepaid envelope.

If you have any questions or if I may provide you with additional information, please do not hesitate to contact me.

Respectfully submitted,


Lance J.M. Steinhart
Attorney for Independent Telecommunications
Systems, Inc. d/b/a ITS Communications
d/b/a IXC Direct and Capital Growth Systems, Inc.

cc: Mr. Jonathan Wynne-Evans
Mitch Goldsmith, Esq.
Dale Rietbreg, Esq.
Mr. Carlos Black (via e-mail)

Responses for Data Request No. 1

1. **Question:** Please provide the status of the FCCs review of the transaction described in the Petition along with the associated FCC docket number.

Response: On August 14, 2007, an application for approval of Domestic Section 214 Transfer of Control was filed and is pending (Docket No. WC-07-178).

On August 16, 2007, an application for approval of International Section 214 Transfer of Control was filed and is pending (FCC File No. ITC-T/C-20070816-00327).

2. **Question:** Please list the states in which filings similar to the Petition will be submitted and the ruling on such filings, if known.

Response: Filings similar to the Petition have been submitted in California, Mississippi and Pennsylvania, and all are currently pending approval. Filings will also be submitted in Indiana and Ohio which will be effective prior to September 15, 2007.