



July 15, 2020 Via Web Filing

Mr. Michael Dougherty, Executive Director Oregon Public Utility Commission 201 High Street SE Suite 100 Salem, OR 97301-3398

RE: Petition Regarding Internal Reorganization and Transfer of Customers from Lingo Communications North, LLC (CP 1487) to Matrix Telecom, LLC (CP 1281)

Dear Mr. Dougherty:

Enclosed for filing please find the above referenced Petition submitted on behalf of Matrix Telecom, LLC and Lingo Communications North, LLC.

Any questions you may have regarding this filing should be directed to my attention at 407-740-3006 or via email to croesel@inteserra.com. Thank you for your assistance in this matter.

Sincerely,

/s/Carey Roesel

Carey Roesel Consultant

cc A. Valencia – Matrix (via Email)

C. Cooper – Matrix (via Email)

tms: ORx2001

Enclosures CR/rs/sp

# BEFORE THE OREGON PUBLIC UTILITY COMMISSION

### Petition Regarding Internal Reorganization of

Lingo Communications North, LLC

and

Matrix Telecom, LLC d/b/a Matrix Business Technologies d/b/a Trinsic Communications d/b/a VarTec Telecom d/b/a Excel Telecommunications d/b/a Startec d/b/a Americatel d/b/a Lingo

and

### **Approval for Transfer of Customers**

Matrix Telecom, LLC d/b/a Matrix Business Technologies d/b/a Trinsic Communications d/b/a VarTec Telecom d/b/a Excel Telecommunications d/b/a Startec d/b/a Americated d/b/a Lingo ("Matrix") and Lingo Communications North, LLC ("Lingo North"), collectively the "Parties", hereby seek approval, to the extent necessary, from the Oregon Public Utility Commission ("Commission") of an internal reorganization that will result in a planned transfer of customers from Lingo North to Matrix. Following the completion of the customer transfer Lingo North will no longer operate within Oregon and a request to cancel the Certificate of Authority ("COA") of Lingo North will be submitted to the Commission.

#### I. The Parties

Lingo North is a Delaware limited liability company formed on December 30, 2017. Its principal office is located at 400 E. Las Colinas Blvd., Suite 500 Irving, TX 75039. The company was originally authorized to provide local exchange and interexchange services in Oregon pursuant to Docket CP 1487. Lingo North currently offers local and interexchange services within the State of Oregon. Lingo North is a direct subsidiary of Lingo Management, LLC and a wholly owned indirect subsidiary of Lingo Communications, LLC ("Lingo").

Matrix is a Texas limited liability company originally incorporated on June 13, 1990 as Matrix Telecom, Inc. and converted to a limited liability company on December 28, 2015. Its principal office is located at 400 E. Las Colinas Blvd., Suite 500 Irving, TX 75039. The company was originally authorized to provide local exchange and interexchange services in Oregon pursuant to Docket CP 1281. Matrix currently offers presubscribed interexchange and local services in Oregon. Matrix is a direct subsidiary of Impact Telecom, LLC and a wholly owned indirect subsidiary of Lingo Management, LLC and Lingo.

#### **II.** The Transaction

As part of an internal corporate reorganization, the Oregon customers of Lingo North are, pending regulatory approval, tentatively set to transfer to Matrix effective August 1, 2020. This reorganization is entirely pro forma as the same entities hold the controlling interest in both Matrix and Lingo North. Exhibit A contains an overview of the corporate structure of Lingo and its subsidiaries prior to and upon completion of the merger and transfer of customers.

Following the transfer, Lingo North customers will be served by Matrix. The transition to Matrix will be invisible to the customers of Lingo North as both companies operate under the "Lingo" name. Lingo North customers will not incur any charges or changes in the services that they currently receive and will continue to receive service under the Lingo name.

A notice of consummation and request to cancel the COA of Lingo North will be submitted to the Commission upon completion of the customer transfer.

### III. Request for Waiver

The Parties request a waiver of any applicable state or federal slamming regulations regarding the transfer of customer bases. Following the transfer Lingo North customers will continue to receive service under the same terms, conditions and rates. Additionally, service is currently provided and billed by "Lingo" and will be provided and billed by "Lingo" following the transfer. The reorganization will be invisible to Lingo North customers. Sending notice to customers stating that their service, while not changing, is moving from "Lingo" to "Lingo" could prove confusing to the customer. The FCC has stated that "…a change in corporate structure that is invisible to the affected subscribers does not constitute a sale or transfer for purposes of section 258 … Indeed, in such cases, requiring notice of a change that is imperceptible to the affected subscribers might cause confusion where there would otherwise be none." <sup>1</sup>

<sup>&</sup>lt;sup>1</sup> First Report and Order in CC Docket No. 00-257 and Fourth Report and Order in CC Docket No. 94-129, 2000 Biennial Review - Review of Policies and Rules Concerning Unauthorized Changes of Consumers Long Distance Carriers, FCC 01-156.

### IV. Contact Information

Correspondence with regard to this filing should be sent to:

Carey Roesel
Consultant to Matrix Telecom, LLC and Lingo
Communications North, LLC
Inteserra Consulting Group
151 Southhall Lane, Suite 450
Maitland, FL 32751

Telephone: 407-740-3006 Facsimile: 407-740-0613

Email: croesel@inteserra.com

# with a copy sent to

Alex Valencia Vice President - Government Affairs & Compliance Matrix Telecom, LLC 400 East Las Colinas Blvd. Suite 500 Irving, TX 75039

Telephone: 972-910-1900 Facsimile: 866-418-9750

Email: Alex.Valencia@lingo.com

# V. Public Interest Statement

The proposed customer transfer is an internal corporate reorganization that will reduce costs and provide enhanced operational and economic efficiencies. The resulting savings will provide greater opportunities to improve the services available to Oregon customers. Consequently, granting this Petition is consistent with the public interest.

WHEREFORE, for the reasons stated above, Matrix and Lingo North submit that the public interest, convenience and necessity would be furthered by a grant of this Petition and respectfully request (1) approval by August 1, 2020, or as soon as possible, of the reorganization and transfer of customers from Lingo North to Matrix and (2) approval of the cancellation of the COA of Lingo North upon notification to the Commission of completion of the customer transfer.

## STATE OF TEXAS COUNTY OF DALLAS

# VERIFICATION

I, Charles Griffin, hereby declare, under penalty of perjury, that I am Chief Executive Officer of Lingo Communications, LLC, Lingo Management, LLC and its subsidiaries Matrix Telecom, LLC and Lingo Communications North, LLC; that I am authorized to make this verification on behalf of the named companies; that I have read the foregoing Petition; and that the facts stated therein are true and correct to the best of my knowledge, information and belief.

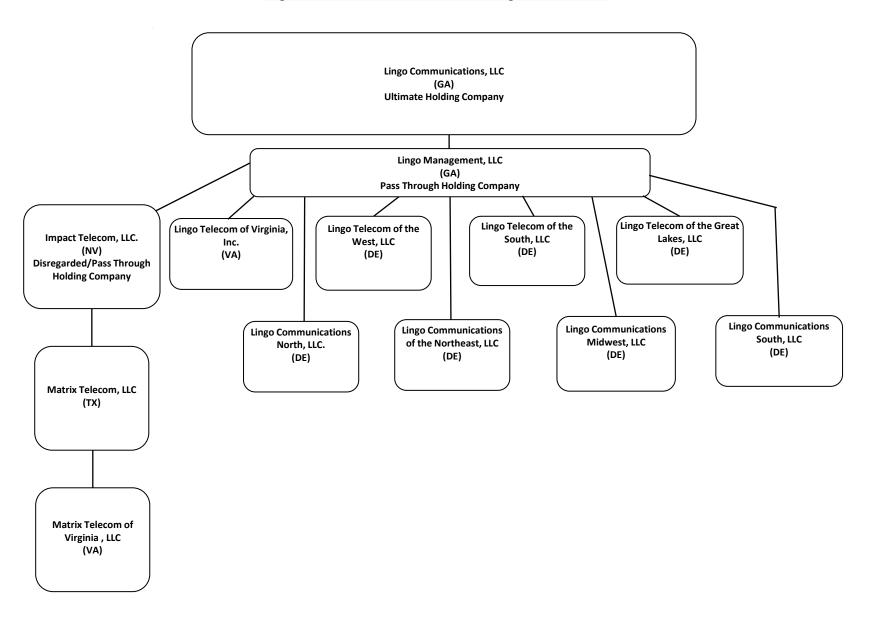
Charles Griffin
Chief Executive Officer

Matrix Telecom, LLC

Lingo Communications North, LLC

Exhibit A
Corporate Structure

# **Lingo Communications Pre-Consolidation Organizational Chart**



# **Lingo Communications Post-Consolidation Organizational Chart**

