

**BEFORE THE PUBLIC UTILITY COMMISSION  
OF OREGON**

UM 90  
UM 667

In the Matter of )  
)  
GLOBAL CROSSING TELECOMMUNICATIONS, )  
INC. and ) ORDER  
)  
GLOBAL CROSSING NORTH AMERICAN )  
NETWORKS, INC. )  
)  
Application to Transfer a Certificate of Authority to )  
Provide Telecommunications Service in Oregon as a )  
Competitive Provider. )

**DISPOSITION:** DOCKET UM 90 APPLICATION GRANTED; and  
DOCKET UM 667, ORDER NO. 94-944,  
CERTIFICATE OF AUTHORITY TRANSFERRED  
AND CANCELLED.

NOTE: By issuing this certificate, the Commission makes no endorsement or certification regarding the certificate holder's rates or service.

**INTRODUCTION**

On April 10, 2010, Global Crossing Telecommunications Inc. (GCTI), Applicant, FKA Allnet Communications Services, Inc. and Global Crossing North American Networks, Inc. (GC NAN) filed with the Commission a joint application to transfer authority to provide telecommunications service in Oregon as a competitive provider. The application requests to transfer the authority of GC NAN, granted by Order No. 94-944, docket UM 667, to GCTI. GCTI was granted authority by Order No. 86-043, docket UM 90. The application was filed pursuant to OAR 860-032-0005. GC NAN is the transferor. GCTI is the transferee. Both entities together will be referred to as Joint Applicants.

On or about September 30, 2010, GC NAN will be merged into GCTI and the former entity will cease to exist. As GC NAN does not provide retail service, no retail customers will be affected as a result of the transaction. Applicant has requested an effective date of certificate changes to be September 11, 2010.

GC NAN is currently authorized to provide interexchange switched service (toll) statewide in Oregon. This authority will be transferred to GCTI upon

issuance of this order. All terms and conditions will also be transferred to GCTI. Upon granting this transfer of authority, GC NAN will no longer have authority to provide telecommunications service and must cease providing service in Oregon. GCTI is not a new entity but has held a certificate of authority to provide long distance (toll) service statewide in Oregon since 1985.

The Commission served notice of the application on the Commission's telecommunications mailing list on April 28, 2010. Although this transfer application was docketed and noticed under CP 1478, it is being processed under Docket UM 90; GCTI (UM 90) is the surviving company. No protests or requests to be made parties of the proceeding were filed.

Based on the record in this matter, the Commission makes the following:

## **FINDINGS AND CONCLUSIONS**

### **The Proposed Operation**

Applicant will provide intrastate, interexchange, switched telecommunications service (toll) statewide in Oregon. Applicant will not directly provide operator service as defined in OAR 860-032-0001 nor will be an 'operator service provider' as defined in ORS 759.690(1)(d).

### **Applicable Law**

ORS 759.020 governs Applicant's request to provide telecommunications as a competitive provider. Under ORS 759.020(5), the Commission shall classify Applicant as a competitive provider if Applicant demonstrates that its services are subject to competition, or that its customers or those proposed to become customers have reasonably available alternatives. In making this determination, the Commission must consider the extent to which services are available from alternative providers that are functionally equivalent or substitutable at comparable rates, terms and conditions, existing economic or regulatory barriers to entry, and any other factors deemed relevant.

OAR 860-032-0015 authorizes the Commission to suspend or cancel the certificate if the Commission finds that (a) the holder made misrepresentations when it filed the application, or (b) the certificate holder fails to comply with the terms and conditions of the certificate.

### **Resolution**

**Existence of Alternatives.** AT&T, MCI, Sprint Communications Company, Qwest Corporation, and others provide toll and operator services in the service area requested by Applicant.

**Suitability of Alternatives.** Applicant's customers or those proposed to become customers have reasonably suitable alternatives to Applicant's services. Subscribers to Applicant's services can buy comparable services at comparable rates from other vendors.

**Barriers to Entry.** The level of competition in the market shows that both economic and regulatory barriers to entry are relatively low.

### **Conditions of the Certificate**

There are several conditions listed in the application. Oregon Administrative Rules relating to certificates of authority are generally included in OAR chapter 860, division 032. Conditions applicable to certificate holders include, but are not limited to the following: OARs 860-032-0007, 860-032-0008, 860-032-0011, 860-032-0012, 860-032-0013, 860-032-0015, 860-032-0020, 860-032-0060, and 860-032-0090. The conditions listed in the application and those contained in Oregon Administrative Rules are adopted and made conditions of this certificate of authority. A condition of this certificate of authority is that Applicant shall comply with applicable laws, Commission rules, and Commission orders related to provision of telecommunications service in Oregon. Further, Applicant shall comply with the following conditions:

1. Applicant shall not take any action that impairs the ability of other certified telecommunications services providers to meet service standards specified by the Commission.
2. Applicant shall comply with all conditions listed in the application.
3. Applicant shall pay an annual fee to the Commission pursuant to ORS 756.310 and 756.320 and OAR 860-032-0095. The minimum annual fee is \$100. Applicant is required to pay the fee for the preceding calendar year by April 1.
4. Applicant shall make quarterly contributions to the Oregon Universal Service fund based on a Commission approved schedule and surcharge percentage assessed on all retail intrastate telecommunications services sold in Oregon, pursuant to ORS 759.425. If Applicant bills the surcharge to its end-users, Applicant shall show the charges as a separate line item on the bill with the words "Oregon Universal Service Surcharge \_\_\_\_%".

5. If Applicant provides services to a subscriber who, in turn, resells the services, including operator services, then Applicant and the subscriber must comply with ORS 759.690 and OAR 860-032-0007.
6. Applicant, as transferee, shall be liable for all fees incurred and reports due by the transferor as of the effective date of this order.

### **Conclusions**

Joint Applicants have met the requirements for a certificate to provide telecommunications service as a competitive provider. The application should be granted.

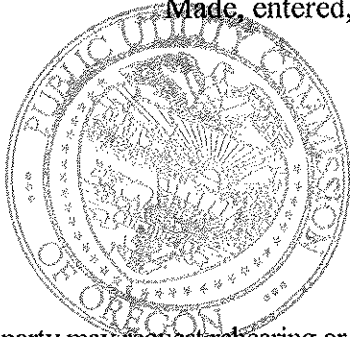
### **ORDER**

IT IS ORDERED that:

1. The joint application of Global Crossing Telecommunications, Inc. and Global Crossing North American Networks, Inc. to transfer the authority granted by Order No. 94-944, docket UM 667, from Global Crossing North American Networks, Inc. to Global Crossing Telecommunications, Inc. is granted. Applicant, Global Crossing Telecommunications, Inc., is granted authority to provide interexchange service.
2. Applicant is designated as a competitive telecommunications provider.
3. Applicant may provide authorized services statewide in Oregon.
4. Applicant shall comply with conditions of the certificate.
5. The certificate of authority granted to Global Crossing North American Networks, Inc. by Order No. 94-944 in docket UM 667 is cancelled. Global Crossing North American Networks, Inc. no longer has authority to operate in Oregon as a competitive telecommunications provider.
6. This order is effective September 11, 2010.

AUG 26 2010

Made, entered, and effective \_\_\_\_\_.



A handwritten signature in cursive script, appearing to read "Lee Spauling", is written over a horizontal line.

**Lee Spauling**  
Director  
Utility Program

A party may request rehearing or reconsideration of this order pursuant to ORS 756.561. A request for rehearing or reconsideration must be filed with the Commission within 60 days of the date of service of this order. The request must comply with the requirements in OAR 860-014-0095. A copy of any such request must also be served on each party to the proceeding as provided by OAR 860-013-0070(2). A party may appeal this order by filing a petition for review with the Court of Appeals in compliance with ORS 183.480 through 183.484.