TENNESSEE PUBLIC SERVICE COMMISSION

460 JAMES ROBERTSON PARKWAY NASHVILLE, TENNESSEE 37243-0505

KEITH BISSELL, CHAIRMAN STEVE HEWLETT, COMMISSIONER SARA KYLE, COMMISSIONER



PAUL ALLEN, EXECUTIVE DIRECTOR

Company ID: 00112769
Florida Network, U.S.A., Inc.
40 S. Palafox St.
Pensacola, FL 32501

BEFORE THE TENNESSEE PUBLIC SERVICE COMMISSION Nashville, Tennessee August 23, 1995

IN RE: CASE NUMBER: 95-02795

Application for Authority for Operator Services and/or Resell Interexchange (Long Distance) Telecommunications Service and/or Telecommunications Operator Services in Tennessee Pursuant to Rule 1220-4-2-.57.
---ORDER---

This matter is before the Tennessee Public Service Commission upon the application of the above-mentioned company for certification as a long distance/interexchange reseller or telecommunication operator service provider in Tennessee. The Commission considered this application at its regularly scheduled Commission Conference held on August 22, 1995 and concluded that the applicant has met all the requirements for certification and should be authorized to provide the resell of interexchange telecommunications service and/or an operator service on an intrastate basis.

IT IS THEREFORE ORDERED:

- 1. That the above-mentioned company is issued a Certificate of Convenience and Necessity as an interexchange telecommuications reseller and/or an operator service provider for state-wide service in Tennessee as specified in its application on file with the Commission.
- 2. That said company shall complly with all applicable Commission rules and regulations.
- 3. That this order shall be retained as proof of certification with this Commission, and may be used to obtain appropriately tariffed access service and billing arrangements from Commission authorized telecommuications service providers.
- 4. That any party aggrieved with the Commission's decision in this matter may file a Petition for Reconsideration with the Commission within ten (10) days from and after the date of this Order.

5. That any Party aggrieved with the Commission's decision in this matter has the right of judicial review by filing a petition with the Tennessee Court of Appeals, Middle Section within sixty (60) days from and after the date of this Order.

onmissio er

Commissione

Executive Director

TENNESSEE PUBLIC SERVICE COMMISSION

460 JAMES ROBERTSON PARKWAY NASHVILLE, TENNESSEE 37243-0505

KEITH BISSELL, CHAIRMAN STEVE HEWLETT, COMMISSIONER SARA KYLE, COMMISSIONER







APPLICATION FOR CERTIFICATE TO PROVIDE OPERATOR SERVICES AND/OR RESELL INTEREXCHANGE TELECOMMUNICATION SERVICES IN TENNESSEE [RULE 1220-4-2-.57]

| | | • | | | | | |
|-----------|--|---------------|-----------|--------------|----------|---|--|
| SECTION A | | | | | | | |
| Part 1: | : General Inforr | mation | | | | | |
| A. B. | Name of Applicant Florida Network, U.S.A., Inc. Address 40 S. Palafox Street, Pensacola State FI, Zip Code 32501 Phone No. (904) 438-1653 x2474 Owner, Partners, or Corporate Officer | | | | | | |
| | NAME | ADDRESS | CITY | STATE | ZIP CODE | 1 | |
| Char | | 40 S. Palafox | | FI. | 32501 | | |
| 1 | ert St.Pier | | Pensacora | | 32301- | | |
| | Russenberg | | | | | | |
| - Nay | -Nussemmer 9 | er - 201116 | | | | | |
| D. | Name and telephone number of Tennessee contact person authorized to respond to Commission inquiries Monday through Friday. | | | | | | |
| F. | If providing operator services, list company name, address and contact person for all reseller carriers you serve in Tennessee. Provide the above information on Appendix I. N/A List the state(s) you are authorized to operate in at this time. Alabama, Iowa, Maryland, Mississippi, Oklahoma and S. Carolina. Applications pending in numerous other states. (To be filled out by PSC) | | | | | | |
| | | | | | | _ | |

Mail the completed application and a check for \$50.00 to: Tennessee Public Service Commission, P.O. Box 3412, Nashville, TN 37219-0412. Should you have any questions, call (615)741-3939.

| H. | List any states that you have been denied authority to provide service. None |
|----|---|
| l. | Areas in Tennessee to be servedStatewide |
| J. | What type of customers will the company serve? a. Businessx b. Residentialx_ c. Aggregators (e.g. Hotels, Payphones) d. Other (specify) |
| K. | Do you allow a property imposed fee (PIF) to be added to the price of intrastate telephone calls over your network? If yes, specify amount. N/A |
| L. | Are your prices for intrastate services plus any PIF equal to or less than the dominant carriers price for similar services? YesXNo |
| M. | Describe the type of services and price that the applicant will be offering in Tennessee on the Informational Tariff Form found in Appendix II ¹ . Tariff Attached |
| N. | What is the applicant's 10XXX or 800 access code? N/A |
| Ο. | Does the applicant now have or plan to have any telecommunication's facilities (e.g. switches, fiber lines) in Tennessee? No |
| Ρ. | What facility-based network will the applicant be reselling? WorldCom |
| Q. | Will the applicant be utilizing the local telephone company's billing system or billing customers direct ² ? |
| R. | Describe briefly how the applicant plans to market their services in Tennessee? If an independent telemarketer is going to be used, state company name and address. No marketing plan at this time |
| S. | Describe the procedures the applicant will use to switch a consumer's preferred interexchange service. Letter of Agency/Authorization (LOA) with authorized signature required. |
| | |

¹Applicant is required to fill out an Informational Tariff form. Failure to fill out this form will cause the applicant's request to be rejected.

²A copy of a bill is required if the applicant is going to bill the customer direct.

| Τ. | Applicant has the ability and agrees to honor the form of call blocking that the consumer has subscribed to with their local telephone company. Yes x No | | | | | | |
|-----------|--|--|--|--|--|--|--|
| U. | J. Applicant gives permission to the local telephone company to provide the Commission a periodic sample of the reseller's intrastate toll calls. The purpose of this analysis is to audit the reseller's rates to assure they are at or below the dominant carrier's tariffed rates. Yes X No | | | | | | |
| <u>Pa</u> | art II: Organization Structure | | | | | | |
| Α. | Type of Organization | | | | | | |
| | Individual _x Corporation | | | | | | |
| | PartnershipOther (Explain on separate sheet) | | | | | | |
| В. | If partnership and/or Non-resident (1) Attach a copy of Articles of Incorporation and current by-laws. (2) Attach a copy of Certification of Authority issued by Tennessee Secretary of State | | | | | | |

Part III: Financial Information

A. Attach a current financial statement showing in detail the applicant's financial condition, including balance sheet and income statement, or a copy of IRS form 1120 or 1065 filed by your business for the previous year. Attach, if available, a copy of your company's 10K and/or stockholder reports.

showing corporation's authority to engage in business in Tennessee.

Part IV: Display Card

Attach a copy of the display card to be placed on the aggregators telephone which shows what operator services are to be provided. The card must contain all required information listed in the attached Rule (1220-4-2-.57, B)³, which includes a toll-free number consumers can call for service problems and refunds.

³It is the responsibility of the reseller or operator service provider to assure that the appropriate display card is affixed to the aggregates telephones.

Part V: Rule Compliance Agreement

- A. The Interexchange Reseller or Operator Service Provider applicant, hereby, affirms the following:
- Has received, read, and understands the Tennessee Public Service Commission's (TPSC)
 Interexchange Reseller Rules and Regulations, (Appendix III)
- Understands the penalties for non-compliance, and all associated fees to provide such service.
- Will comply with the TPSC Interexchange Reseller Rules and all other applicable Commission Rules and state laws, including T.C.A. Section 65-5-206 (Appendix IV),
- That all information provided in the attached registration document is true to the best of my knowledge.

FLORIDA NETWORK, U.S.A., INC.

Company Name

Date

Company Official

<u>President</u>

Subscribed and swom before me this 2/3 day

of July , 1995

Notary Public

seal

AMENDED AND RESTATED ARTICLES OF INCORPORATION OF FLORIDA NETWORK, U.S.A., INC.

FILED

11 PH 3 11

SECRETARY OF STATE
TALLAHASSEE, FLORIDA

On July 15, 1994, the Board of Directors and Shareholders of FLORIDA NETWORK, U.S.A., INC., (the "Company"), duly adopted the following Amended and Restated Articles of Incorporation pursuant to the provisions of Sections 607.1003 and 607.1007 of the Florida Business Corporation Act:

ARTICLE I

Name

The name of the Corporation is FLORIDA NETWORK, U.S.A., INC. (the "Company").

ARTICLE II

Principal Office

The address of the principal office and the mailing address of the Company is 40 South Palafox, Pensacola, Florida 32501.

ARTICLE III

Term

The Company is to have perpetual existence.

ARTICLE IV

Nature of Business

The Company may engage or transact in any or all lawful activities of business permitted by a corporation under laws of the State of Florida.

ARTICLE V

Capital Stock

The Company shall have the authority to issue 1,000 shares of common stock, \$.01 per value per share.

ARTICLE VI

Directors

The Board of Directors of the Company shall consist of at least one director, with the exact number to be fixed from time to time in the manner provided in the Company's Bylaws.

ARTICLE VII

Indemnification

This Company shall indemnify and may advance expenses on behalf of its officers and directors to the fullest extent not prohibited by any law in existence either now or hereafter.

IN WITNESS WHEREOF, the undersigned has executed these Amended and Restated Articles of Incorporation on this 5 day of July, 1994.

FLORIDA NETWORK, U.S.A., INC.

Charles A. Emling III

President

CERTIFICATE OF THE PRESIDENT OF FLORIDA NETWORK, U.S.A., INC.

Pursuant to the provisions of Section 607.1007(4) of the Florida Business Corporation Act, the undersigned hereby certifies as follows:

- 1. The Amended and Restated Articles of Incorporation of Florida Network, U.S.A., Inc. (the "Company") attached hereto contain amendments to the Company's Articles of Incorporation that require shareholder approval.
- 2. The Company's shareholders adopted all of the amendments set forth in the Company's Amended and Restated Articles of Incorporation by majority vote on July 5, 1994, pursuant to Section 607.0704 of the Florida Business Corporation Act. The aforementioned vote satisfies the requirements of Florida law to amend and restate the Company's Articles of Incorporation.

FLORIDA NETWORK, U.S.A., INC.

Charles A. Emling III

President

ARTICLES OF MERGER OF NETWORK SUBSIDIARY, INC., A FLORIDA CORPORATION INTO FLORIDA NETWORK, U.S.A., INC., A FLORIDA CORPORATION



Pursuant to the provisions of Sections 607.1101 and 607.1105 of the Florida Business Corporation Act, NETWORK SUBSIDIARY, INC., a Florida corporation ("NSI") and FLORIDA NETWORK, U.S.A., INC., a Florida corporation (the "Survivor") adopt the following Articles of Merger for the purpose of merging NSI with and into the Survivor.

FIRST: The Plan of Merger is attached hereto as Exhibit A.

SECOND: The Plan of Merger was adopted by the shareholders of each of NSI and the Survivor by unanimous written consent in accordance with the provisions of Sections 607.0704 and 607.1103 of the Florida Business Corporation Act on July 15, 1994.

IN WITNESS WHEREOF, these Articles of Merger have been executed on behalf of the parties hereto as of the 15 day of July, 1994.

NETWORK SUBSIDIARY, INC.

President - Charles A. Haling III

FLORIDA NETWORK, U.S.A., INC.

By: Chall Energy
President

AGREEMENT AND PLAN OF MERGER

THIS AGREEMENT AND PLAN OF MERGER, made on the 5 day of July, 1994, by and between FLORIDA NETWORK USA, INC., a Florida corporation having its principal offices at 40 South Palafox, Pensacola, Florida 32501 ("Network USA"), and NETWORK SUBSIDIARY, INC., a Florida corporation having its principal offices at 40 South Palafox, Pensacola, Florida 32501 ("Merger Sub").

WHEREAS, Merger Sub desires to merge with and into Network USA and Network USA desires that Merger Sub be merged with and into Network USA, so that Network USA will be the surviving corporation, all upon the terms and subject to the conditions set forth herein and in accordance with the laws of the State of Florida (the "Merger");

WHEREAS, the terms and conditions of the Merger, the mode of carrying the same into effect, and such other terms and conditions as may be required or permitted to be stated in this Agreement, are set forth below.

NOW, THEREFORE, in consideration of the premises and mutual covenants and agreements, and subject to the conditions herein contained, Network USA and Merger Subhereby agree as follows:

SECTION 1.

Term

- 1.1 The term "Effective Time" as used herein is defined to mean the time that the filing of the counterpart of the Articles of Merger with the Secretary of State of the State of Florida is completed.
- 1.2 At the Effective Time: (i) Merger Sub shall be merged with and into Network USA on the terms and in accordance with the provisions contained in this Agreement; (ii) the separate corporate existence of Merger Sub shall cease; (iii) the corporate existence of Network USA shall continue under the laws of the State of Florida unaffected and unimpaired by the Merger, and (iv) Network USA shall be the surviving corporation of the Merger.
- 1.3 At the Effective Time, all of the assets and properties of Merger Sub, whether real, personal, or mixed, and whether tangible or intangible, and all of the liabilities and obligations of Merger Sub whether fixed or contingent, shall vest in Network USA as the surviving corporation, without any further action of either Network USA or Merger Sub.

From and after the Effective Time, Network USA shall: (i) possess all of the rights, privileges, immunities, franchises (both public and private), assets and properties (whether real, personal, or mixed, and whether tangible or intangible) of Merger Sub; and (...) shall be responsible and liable for all of the liabilities and obligations of Merger Sub.

SECTION 2.

Conversion of Shares

2.1 At the Effective Time, by virtue of the Merger and without any action on the part of the holders thereof (i) each authorized and issued share of common stock of Merger Sub outstanding prior to the Merger shall be exchanged for and converted into common stock of Network USA after the Merger with identical rights in respect thereof; (ii) each authorized and issued share of common stock of Network USA outstanding prior to the Merger shall be converted into one share of common stock of Network Paging Corporation, a Florida corporation ("Network Paging") after the Merger; (iii) each option to acquire shares of common stock of Network USA outstanding prior to the Merger shall be converted into an option to acquire the same number of shares of common stock of Network Paging after the Merger, with the same terms and conditions (including, without limitation, exercise price and expiration date) as set forth in the original Network USA option agreement; and (iv) each authorized and issued share of Series A Preferred Stock of Network USA outstanding prior to the Merger shall be converted into a share of Series A Preferred Stock of Network Paging after the Merger, with the terms and conditions and preferences as set forth in the articles of incorporation of Network Paging, and all accrued, but unpaid dividends of the Series A Preferred Stock of Network USA shall become accrued, but unpaid dividends of the Series A Preferred Stock of Network Paging.

SECTION 3.

Articles of Incorporation and Bylaws

- 3.1 The Articles of Incorporation of Network USA in effect at the Effective Time shall remain the Articles of Incorporation of Network USA, unchanged until amended as provided by law.
- 3.2 The Bylaws of Network USA in effect at the Effective Time shall be the Bylaws of Network USA, unchanged until amended in accordance with the provisions thereof or as provided by law.

SECTION 4.

Officers and Directors

4.1 The officers and directors of Network USA on the effective date of the Merger shall continue as the officers and directors of Network USA for the full unexpired terms of their offices and until their successors have been elected or appointed.

SECTION 5.

Miscellaneous

- 5.1 Entire Agreement. This Agreement constitutes the entire agreement between the parties hereto with respect to the subject matter hereof and supersedes all prior agreements, understandings, negotiations and discussions, both written and oral, between the parties hereto with respect to such subject matter.
- 5.2 <u>Benefits, Binding Effect.</u> This Agreement shall be for the benefit of, and shall be binding upon, the parties hereto and their respective successors and assigns.
- 5.3 Severability. The invalidity of any one of the words, phrases, sentences, clauses, sections or subsections contained in this Agreement shall not affect the enforceability of the remaining portions of this Agreement, all of which are inserted conditionally on their being valid in law; if any one of the words, phrases, sentences, clauses, sections or subsections contained in this Agreement shall be declared invalid by a court of competent jurisciccion, this Agreement shall be construed as if such invalid word or words, phrase or phrases, sentence or sentences, clause or clauses, section or sections, or subsection or subsections had not been inserted.
- 5.4 <u>Section Headings</u>. This section and the other headings contained in this Agreement are for reference purposes only and shall not affect the meaning or interpretation of any of the provisions of this Agreement.
- 5.5 <u>Counterparts</u>. This Agreement may be executed in any number of counterparts and by the separate parties hereto in separate counterparts, each of which shall be deemed to be an original and the one and the same instrument.

IN WITNESS WHEREOF, the undersigned have executed this Agreement as of the date first above written.

Secretary of State
Corporations Section
mes K. Polk Building, Suite 1800
N hville, Tennessee 37243-0306

ISSUANCE DATE: 07/12/1994 REQUEST NUMBER: 94193100 TELEPHONE CONTACT: (615) 741-6488

CHARTER/QUALIFICATION DATE: 04/12/1994 STATUS: ACTIVE CORPORATE EXPIRATION DATE: PERPETUAL CONTROL NUMBER: 0277994 JURISDICTION: FLORIDA

TO: THE SEARCH IS ON PO BOX 120598

NASHVILLE, TN 37212

REQUESTED BY: THE SEARCH IS ON PO BOX 120598

NASHVILLE, TN 37212

CERTIFICATE OF AUTHORIZATION

I, RILEY C DARNELL, SECRETARY OF STATE OF THE STATE OF TENNESSEE DO HEREBY CERTIFY THAT
"FLORIDA NETWORK USA, INC.",

A CORPORATION FORMED IN THE JURISDICTION SET FORTH ABOVE, IS AUTHORIZED TO TRANSACT BUSINESS IN THIS STATE;
THAT ALL FEES, TAXES, AND PENALTIES OWED TO THIS STATE WHICH AFFECT THE AUTHORIZATION OF THE CORPORATION HAVE BEEN PAID;
THAT AN APPLICATION FOR CERTIFICATE OF WITHDRAWAL HAS NOT BEEN FILED.

FOR: REQUEST FOR CERTIFICATE

ON DATE: 07/12/94

RECEIVED:

FEES \$10.00

\$10.00

TOTAL PAYMENT RECEIVED:

\$20.00

RECEIPT NUMBER: 00001675020 ACCOUNT NUMBER: 00000499

OTHESS OF THE STATE OF THE STAT

TSIO (BOX 120598) P. O. BOX 120598

NASHVILLE, TN 37212-0000

FROM:

Rely C Darnell

RILEY C. DARNELL SECRETARY OF STATE