TENNESSEE PUBLIC SERVICE COMMISSION

460 JAMES ROBERTSON PARKWAY NASHVILLE. TENNESSEE 37243-0505

STEVE HEWLETT, CHAIRMAN SARA KYLE, COMMISSIONER MELVIN J. MALONE, COMMISSIONER



Company ID: 00121994 U S WEST Interprise America, Inc. 1999 Broadway Ste. 700 Denver, CO 80202

BEFORE THE TENNESSEE PUBLIC SERVICE COMMISSION Nashville, Tennessee June 26, 1996

IN RE: CASE NUMBER: 96-00966

Application for Authority for Operator Services and/or Resell Telecommunications Service and/or Telecommunications Operator Services 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 reseller or telecommunication operator service provider in Tennessee. The Commission considered this application at its regularly scheduled Commission Conference held on June 25, 1996 and concluded that the applicant has met all the requirements for certification and should be authorized to provide the resell of telecommunications service and/or an operator service on an intrastate basis.

IT IS THEREFORE URDERED:

- 1. That the above-mentioned company is issued a Certificate of Convenience and Necessity as a telecommuications reseller and/or an operator service provider for state-wide service in Tennessee as specified in it application on file with the Commission.
- 2. That said company shall comply 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.

Commissioner

Commissione

Executive Director

Dow, Lohnes & Albertson

A PROFESSIONAL LIMITED LIABILITY COMPANY

ATTORNEYS AT LAW

STEVEN F. MORRIS
DIRECT DIAL 202-776-2710

WASHINGTON, D.C.

I 200 NEW HAMPSHIRE AVENUE, N.W. SUITE 800 - WASHINGTON, D.C. 20036-6802 TELEPHONE 202-776-2000 - FACSIMILE 202-776-2222 ONE RAVINIA DRIVE - SUITE 1600 ATLANTA, GEORGIA 30346-2108 TELEPHONE 770-901-8800 FACSIMILE 770-901-8874

May 22, 1996

VIA FEDEX

Mr. Paul Allen Executive Director Tennessee Public Service Commission 460 James Robertson Parkway Nashville, TN 37243

Re: Application of U S WEST Interprise America, Inc. for a Certificate of Public Convenience and Necessity to Provide Data Telecommunicationss Services in Tennessee

Dear Mr. Allen:

Enclosed for filing please find an original and 10 copies of the above-referenced application of U S WEST Interprise America, Inc. for a Certificate of Public Convenience and Necessity and a check for \$25.00 to cover the fee for this filing.

Please return a date-stamped copy of this filing in the enclosed return envelope.

Please do not hesitate to contact me should you have any questions with regard to this filing.

Sincerely,

Steven F. Morris

Enclosures

RECEIVED

JUN 4 1996

TN PUBLIC SERVICE COMM.
UTILITY RATE DIVISION

BEFORE THE TENNESSEE PUBLIC SERVICE COMMISSION

| Application of |) | | |
|--------------------------------------|---|------------|---|
| U S WEST Interprise America, Inc. |) | Docket No. | |
| for a Certificate of Public |) | | - |
| Convenience and Necessity to Provide |) | | |
| Data Telecommunications Services in |) | | |
| Tennessee |) | | |

APPLICATION

U S WEST Interprise America, Inc., a Colorado corporation ("Interprise" or "Applicant"), by its attorneys and pursuant to Tenn. Code Ann. § 65-4-201, hereby files this Application for a Certificate of Public Convenience and Necessity to provide intrastate data telecommunications services using state-of-the-art fiber optic facilities to business customers, including other carriers, within the State of Tennessee. In support thereof, Applicant provides the following information:

1. <u>Legal Name and Address</u>. The legal name of the Applicant is U S WEST Interprise America, Inc. Applicant maintains its principal place of business at 1999 Broadway, Suite 700, Denver, CO 80202. Applicant's telephone number at this location is (303) 293-6326.

Applicant does not have an office in Tennessee at the present time. Before providing intrastate service in Tennessee, Interprise will provide the Commission with the name, address and telephone number of a Tennessee contact person knowledgeable about Interprise's Tennessee operation.

2. <u>Mailing Address</u>. Correspondence or communications pertaining to this Application should be directed to:

Richard J. Boyer Interprise America, Inc. 1999 Broadway (Suite 700) Denver, CO 80202 Tel. (303) 293-6326 Fax (303) 293-9860

Copies of all correspondence also should be sent to undersigned counsel at the following address:

Leonard J. Kennedy
Steven F. Morris
Dow, Lohnes & Albertson
1200 New Hampshire Avenue, N.W.
Suite 800
Washington, D.C. 20036
Tel. (202) 776-2000
Fax (202) 776-2222

3. Ownership and Financial Information. U S WEST Interprise America, Inc. is a wholly-owned subsidiary of U S WEST Communications Services, Inc., 1801 California Street, Denver, CO 80202 which is wholly owned by U S WEST Communications Group, Inc., 1801 California Street, Denver, CO 80202 which is, in turn, wholly owned by U S WEST, Inc., 7800 East Orchard Road, Englewood, CO 80111, all of which are Colorado Corporations. U S WEST, Inc., one of the Regional Bell Operating Companies created at the divestiture of AT&T, operates in 14 Western and mid-Western states. A copy of Interprise's articles of incorporation and its certificate of authority to do business in

Tennessee are attached as Exhibits A and B, respectively. A list of Applicant's corporate officers is attached as Exhibit C.

U S WEST, Inc. approved the formation of Interprise (then called Advanced Communications Services) in 1991 for the specific purpose of developing and marketing data network services. In 1994, Interprise began negotiating partnership agreements with companies, outside of the 14 state U S WEST region, who have existing fiber systems in place. Interprise brings the data communications interconnect expertise to the partnership to enhance utilization of the existing fiber networks.

Through its parent companies, Interprise has access to sufficient capital to fulfill any obligations it may undertake with respect to its Tennessee operations. The financial statements of U S WEST, attached as Exhibit D, demonstrate the ability of Interprise's corporate parent to fund the services Interprise proposes to offer.

4. <u>Service Offerings</u>. Interprise requests authority in this Application to provide the following intrastate data telecommunications services:

Frame Relay Service, a fast packet switching service using digital technology to provide high speed data communications access to and among Local Area Networks (LANs). Frame Relay Service will be offered by Interprise to customers in Tennessee to connect two or more customer locations in Tennessee for data communications.

Transparent LAN Service, a high speed shared fiber optic transport service for the interconnection of LANs. Transparent LAN Service will be offered by Interprise to customers in Tennessee to connect two or more LANs and serves as a basic LAN extension.

Interprise will provide service over networks operated by telecommunications carriers certificated by the Commission and will not construct its own facilities. Interprise will negotiate separate contracts for services with each customer. Each contract will be customized to the customer's technical specifications and other requirements. A portion of capacity in Interprise's network will be dedicated to the customer and priced based on the capacity and nature of services provided, regardless of actual use by the customer. Prices for customers will be specified in the tariff which Interprise will have on file with the Commission, but service will be provided on an Individual Case Basis (ICB) where special circumstances, as described in the tariff, exist.

Interprise will furnish the services by fiber optic cable (and associated wiring and electronic equipment) needed to transmit digitized data communications signals in the form of light. Service will be provided 7 days a week, 24 hours a day. Interprise anticipates that its initial customers in Tennessee will be IXCs and large end users, such as corporations, schools and government institutions. These services may be provided on an interexchange or intraexchange basis.

The services proposed in this Application are not basic local exchange telephone services as defined by Section 1220-4-8-.01(b) of the Commission's rules and Interprise will not be subject to the requirements contained in Section 1220-4-8-.04(3)(b) of the Commission's rules.

5. <u>Proposed Location</u>. Interprise plans to offer its services initially on the existing fiber network operated by AVR, L.P, d/b/a Hyperion of Tennessee, L.P, a certificated

telecommunications provider, ¹ in areas served by BellSouth Telecommunications in Davidson, Williamson, Maury, Rutherford, Wilson, Robertson, Cheatam and Sumner Counties. In the future, as Interprise enters into agreements with other facilities-based carriers, it will offer service in other parts of the state. Accordingly, this Application requests authority to provide intrastate data telecommunications services throughout the State of Tennessee.

6. Technical and Managerial Qualifications. Interprise has the technical and managerial qualifications necessary to operate the fiber optic network and provide customers in Tennessee with high quality services at reasonable rates. U S WEST provides local exchange and exchange access services, including the data services proposed here, in a 14 state area. In addition, Interprise has been certificated to provide data telecommunications services in California, Florida, New York and Ohio.

Interprise will lease fiber optic facilities from certificated carriers with existing fiber optic networks. The fiber optic networks to be used by Interprise are deployed in a ring configuration that provides route diversity and redundancy in the unlikely event that a cable is cut or some other event disrupts service. Interprise's network will be monitored from its service center in Minneapolis, Minnesota.

^{1/} Application of AVR, L.P., d/b/a Hyperion of Tennessee, L.P. For a Certificate of Public Convenience and Necessity to Provide Intrastate Point-to-Point and Telecommunications Access Services Within Davidson, Williamson, Maury, Rutherford, Wilson, and Sumner Counties, Tennessee, Docket No. 94-00661, Order (August 24, 1995). Interprise's initial offering will be limited to those service areas in which Hyperion of Tennessee is authorized to provide service.

- 7. <u>Proposed Tariff</u>. Applicant's proposed tariff setting forth rates, charges and regulations for the services proposed herein, including a description of Interprise's initial service offerings, is attached as Exhibit E.
- 8. Public Interest and Need. On February 8, 1996, President Clinton signed the Telecommunications Act of 1996, the most comprehensive reform of the nation's telecommunications laws since the Communications Act of 1934. As with the telecommunications legislation passed by the Tennessee legislature in 1995,^{2/2} the primary goal of the Telecommunications Act of 1996 is to promote competition for all telecommunications services. Granting this Application is consistent with the Telecommunications Act of 1996 and is in the best interests of Tennessee consumers. The Commission previously has found that entry of competitive carriers into the intrastate telecommunications market is in the best interests of citizens of Tennessee. In this case, grant of this Application will further the public interest by expanding the availability of technologically advanced telecommunications services in the State of Tennessee. The digital fiber optic network to be used by Interprise will provide advanced data services with the security, survivability, redundancy and other features demanded by Tennessee consumers.
- 9. Regulatory Compliance. Pursuant to Section 1220-4-8-.04(1)(a) of the Commission's rules, Interprise is willing and able to comply with all Commission requirements applicable to competitive telecommunications providers.

^{2/} See 1995 Acts, ch. 408, § 1.

Accordingly, Applicant respectfully requests that the Commission grant this Application for a Certificate of Public Convenience and Necessity to provide intrastate data telecommunications services in Tennessee.

Respectfully submitted,

Leonard J. Kennedy

Steven F. Morris

Counsel for U S WEST Interprise America, Inc.

DOW, LOHNES & ALBERTSON A Professional Limited Liability Company 1200 New Hampshire Avenue Suite 800 Washington, D.C. 20036 (202) 776-2000

May 22, 1996

Secretary of State
Corporations Section

James K. Polk Building, Suite 1800
Nashville, Tennessee 37243-0306

DATE: 09/19/95
REQUEST NUMBER: 3054-2719
TELEPHONE CONTACT: (615) 741-0537
FILE DATE/TIME: 09/19/95 1003
EFFECTIVE DATE/TIME: 09/19/95 1003
CONTROL NUMBER: 0300503

TO: C T CORPORATION SYSTEM SCOT FERRARO 1675 BROADWAY DENVER, CO 80202

RE: U S WEST INTERPRISE AMERICA, INC APPLICATION FOR CERTIFICATE OF AUTHORITY - FOR PROFIT

WELCOME TO THE STATE OF TENNESSEE. THE ATTACHED CERTIFICATE OF AUTHORITY HAS BEEN FILED WITH AN EFFECTIVE DATE AS INDICATED ABOVE.

A CORPORATION ANNUAL REPORT MUST BE FILED WITH THE SECRETARY OF STATE ON OR BEFORE THE FIRST DATE OF THE FOURTH MONTH FOLLOWING THE CLOSE OF THE CORPORATION'S FISCAL YEAR. PLEASE PROVIDE THIS OFFICE WITH WRITTEN NOTIFICATION OF THE CORPORATION'S FISCAL YEAR. THIS OFFICE WILL MAIL THE REPORT DURING THE LAST MONTH OF SAID FISCAL YEAR TO THE CORPORATION AT THE ADDRESS OF ITS PRINCIPAL OFFICE OR TO A MAILING ADDRESS PROVIDED TO THIS OFFICE IN WRITING. FAILURE TO FILE THIS REPORT OR TO MAINTAIN A REGISTERED AGENT AND OFFICE WILL SUBJECT THE CORPORATION TO ADMINISTRATIVE REVOCATION OF ITS CERTIFICATE OF AUTHORITY.

WHEN CORRESPONDING WITH THIS OFFICE OR SUBMITTING DOCUMENTS FOR FILING, PLEASE REFER TO THE CORPORATION CONTROL NUMBER GIVEN ABOVE.

FOR: APPLICATION FOR CERTIFICATE OF AUTHORITY - FOR PROFIT

ON DATE: 09/19/95

FROM: C T CORPORATION SYSTEM (DENVER, CO.) 1675 BROADWAY RECEIVED: FEES \$300.00

\$300.00

5 BROADWAY TOTAL PAYMENT RECEIVED.

\$600.00

RECEIPT NUMBER: 00001849779 ACCOUNT NUMBER: 00000004

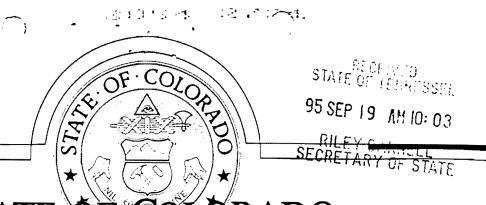


DENVER, CO 80202-0000

RILEY C. DARNELL SECRETARY OF STATE

APPLICATION FOR CERTIFICATE OF AUTHORITY FOR

| | U S WEST Interpr | ino Amorica, Inc. SIGIE | 10000 |
|---|---|---|---|
| To the Secretary of State | of the State of Tennessee: | 95 SEP 1 | 9 AH 10: 03 |
| Pursuant to the provis poration hereby applies t pose setes forth: | sions of Section 48-25-103 of the for a cortificate of authority to trai | Tennessee Business Cometation | Art 10: 03 The the undersigned cor- The third for that pur- |
| 1. The name of the corp | oration is U S WEST Interpr | rise America, Inc. | |
| If different, the name un | der which the certificate of author | ity is to be obtained is | • |
| tion for profit if its name | does not comply with the require | c may not issue a certificate of auth ements of Section 48-14-101 of the er an assumed corporate name, an | Tennessee Business Cor- |
| | inder whose law it is incorporated | is Colorado | |
| 3. The date of its incorport duration, if other than | oration is <u>March 24, 1995</u> perpetual, is | (must be month, day | , and year), and the period |
| | ddress (including zip code) of its j | principal office is | |
| 1999 Broadway, Dei Sticct | nver, Colorado 80202 City | State/Country | Zip Code |
| 5. The complete street no c/o C T Corporati 37902 | ldress (including the county and to on System, 530 Gay Stre | the zip ende) of its registered office et, Knoxville, Tennessee | • |
| Street | City/State | County | Zip Code |
| The name of its registe | red agent at that office is | | |
| C T Corporation Sy | ystem | | |
| 5. The names and comple f necessary.) | ete business addresses (including z | zip code) of its current officers are: | (Attach separate shect |
| See attached list | of officers | | |
| 7. The names and complete sheet if necessar | y.) of directors | zip code) of its current hoard of di | |
| 8. The corporation is a co | orporation for profit. | | |
|). If the document is r | not to be effective upon filing | by the Secretary of State, the del | ayed effective date/time is |
| | | (date), (time). 2 90th day after the date this docum | |
| nuthenticated by the Se under whose law it is inc the application is filed in | cretary of State or other official corporated. The certificate shall n this state.] | certificate of existence (or a docum having custody of corporate recor of bear a date of more than two (2 | rds in the state or country 1) months prior to the date |
| 8/28/ | 95 | U S WEST Interprise | America, Inc. |
| Signature Date | | Name of Corporation Sold Bus | .14 |
| Vice Presid | lent | Signature | NCA - |
| TIMES A WHISHLIEY | | GIRHGIGIG | |



STATE OF COLORADO

DEPARTMENT OF STATE

CERTIFICATE

I, VICTORIA BUCKLEY, Secretary of State of the State of Colorado hereby certify that

According to the records of this office

U S WEST INTERPRISE AMERICA, INC. (COLORADO CORPORATION)

file # 951039195 was filed in this office on MARCH 24, 1995, and has complied with the applicable provisions of the laws of the State of Colorado and on this date is in good standing and authorized and competent to transact business or to conduct its affairs within this state.

Dated: SEPTEMBER 1, 1995

SECRETARY OF STATE