

- BEFORE THE PUBLIC SERVICE COMMISSION OF UTAH -

In the Matter of the Application of Global) DOCKET NO. 10-2246-01
Crossing Telemanagement, Inc. and Global)
Crossing Local Services, Inc. for Authority to)
Transfer Certificate) REPORT AND ORDER
)

ISSUED: October 6, 2010

By The Commission:

This matter is before the Commission on the Application of Global Crossing Telemanagement, Inc. and Global Crossing Local Services, Inc. for Authority to Transfer Certificate. The Application was filed August 2, 2010. The Application contains all the information required by Utah Admin. Code R.746-349-7.A.1.

The Commission issued a public notice and notice of hearing on August 23, 2010. The notice allowed for the submission of comments by any interested party regarding the Application. There were no objections lodged against the Application.

The Division of Public Utilities (Division) submitted its recommendation on August 12, 2010. It recommended approving the Application.

Pursuant to Utah Admin. Code R746-349-7.A.2, the administrative law judge of the Commission held a hearing on September 29, 2010. Robyn Norton, a regulatory consultant for the Applicants, appeared telephonically, together with Diane Peters and Ted Price, from the Applicants. Patricia Schmid, assistant attorney general, represented the Division. Ron Slusher was witness for the Division. Ms. Schmid proffered that Mr. Slusher's testimony (recommending approval) would remain the same. No one raised any objections to the

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Application at the hearing. The Applicant's witnesses stated the Application would remain the same.

A review of the Application provides an overview of the proposed transaction which will result in the merger of Global Crossing Telemanagement, Inc. with Global Crossing Local Services, Inc.:

GCTM was incorporated under the laws of the State of Wisconsin on October 14, 1982. Its principal office is located in New York. The company was originally authorized to provide resold local exchange service in docket 97-2246-01 on January 26, 1998. GCTM is a wholly owned indirect subsidiary of Global Crossing Limited, a publicly traded (NASD: GLBC) Bermuda corporation with affiliates in the United States and several other countries providing telecommunications services.

GCLS was incorporated under the laws of the State of Michigan on January 4, 1995. Its principal office is located in New York. GCLS is certified and currently offers facilities-based local exchange service primarily to small and medium-sized business customers in twenty six states. GCLS is also a wholly owned indirect subsidiary of Global Crossing Limited.

....
On or about September 30, 2010, GCTM will be merged into GCLS. At that time, all of the assets and customers of GCTM will be transferred to GCLS, and GCTM will cease to exist. Accordingly, GCTM requests cancellation of its authority upon consummation of the merger as notified to the Commission.

....
The proposed merger is an internal corporate reorganization that will reduce costs and provide enhanced operational and economic efficiencies for the surviving Global Crossing entities. Although there will be no immediate changes to customer rates, terms and conditions of service as a result of the merger, the savings associated with this internal corporate reorganization will provide greater opportunities to improve the price performance of services available to its customers. Consequently, granting this Application is consistent with the public interest.

Application, pp. 1-3.

There being no opposition to the merger, the Commission will presume the approval of the transaction is in the public interest for the reasons set forth in the Application.

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ORDER

1. The Application for the Approval of the merger of and transfer of certificate is approved;
2. The Applicants shall, within 30 days of the consummation of the merger, notify the Commission of such consummation. The Commission will then cancel the CPCN of Global Crossing Telemanagement, Inc.(CPCN No. 2397).
3. Pursuant to Sections 63G-4-301 and 54-7-15 of the Utah Code, an aggrieved party may request agency review or rehearing of this Order by filing a written request with the Commission within 30 days after the issuance of this Order. Responses to a request for agency review or rehearing must be filed within 15 days of the filing of the request for review or rehearing. If the Commission does not grant a request for review or rehearing within 20 days after the filing of the request, it is deemed denied. Judicial review of the Commission's final agency action may be obtained by filing a petition for review with the Utah Supreme Court within 30 days after final agency action. Any petition for review must comply with the requirements of Sections 63G-4-401 and 63G-4-403 of the Utah Code and Utah Rules of Appellate Procedure.

DATED at Salt Lake City, Utah, this 6th day of October, 2010.

/s/ Ruben H. Arredondo
Administrative Law Judge

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Approved and confirmed this 6th day of October, 2010, as the Report and Order of
the Public Service Commission of Utah.

/s/ Ted Boyer, Chairman

/s/ Ric Campbell, Commissioner

/s/ Ron Allen, Commissioner

Attest:

/s/ Julie Orchard
Commission Secretary
G#68976