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Telecom Division International Bureau

Before The FEDERAL COMMUNICATIONS COMMISSION Washington, DC 20554

In the Matter of

Application of Price Communications Wireless IV, Inc., Assignor and Cellco Partnership, Assignee for Assignment of International Section 214 Authorization

Streamlined ITC-ASG-20001229-00766
PRICE COMMUNICATIONS WIRELESS IV, INC.

INTERNATIONAL SECTION 214 AUTHORIZATION APPLICATION FOR ASSIGNMENT OF

international Section 214 authorization to be held by Price. The assignment cellular and microwave licenses from Price to Cellco. application and has been filed as part of the applications to assign the related description of the transaction and its public interest benefits is attached to this cellular and associated point-to-point microwave assets to Cellco. will occur pursuant to a transaction in which Price will contribute certain Commission's Rules (47 C.F.R. § 63.18(e)(3)), for the assignment to Cellco of an Communications Act of 1934, as amended, and Section 63.18(e)(3) of the hereby request Commission consent pursuant to Section 214 of the Communications Wireless IV, Inc. ("Price") (collectively, "the Applicants"), Cellco Partnership ("Cellco") d/b/a Verizon Wireless and Price A detailed

I. SECTION 63.18 REQUIREMENTS

applicable paragraphs thereunder 63.18(e)(3) of the Commission's Rules (47 C.F.R. § 63.18(e)(3)), and the The following information is submitted in accordance with Section

Names, Addresses and Telephone Numbers

Assignor: Price Communications Wireless IV, Inc.

45 Rockefeller Plaza, Suite 3201

New York, NY 10020 (212) 757-5600

Assignee: Cellco Partnership, d/b/a Verizon Wireless

180 Washington Valley Road Bedminster, NJ 07921

(908) 306-7304

b. Corporate Organization

Price is a Delaware corporation

Cellco is Delaware general partnership.

c. Contact Persons for Correspondence

Assignor: Lawrence Roberts

Partner

Davis Wright Tremaine LLP 1500 K Street, NW, Suite 450

Washington, DC 20005

(202) 508-6600

Transferee: John T. Scott, III

Vice President and Deputy General Counsel

-- Regulatory Law 1001 Pennsylvania Avenue, NW Washington, DC 20004-2595

(202) 624-2582;

after January 1, 2001 1300 I Street, NW Suite 400 West Washington, D.C. 20005

d. Description of Section 214 Authorizations

the rules.² to provide international service pursuant to [Sections 63.18(e)(1) and (e)(2)] of commercial mobile service. Price will hold international Section 214 authority United States and foreign points in connection with Cellco's provision of pursuant to Sections 63.18(e)(1) and (e)(2) of the rules, between points in the switched and private-line services as a facilities-based and resale carrier Cellco holds international Section 214 authority to provide international

with certain PrimeCo affiliates, is authorized to provide service pursuant to interest in PrimeCo Personal Communications, L.P. ("PrimeCo") which, along Section 63.18(e)(2) of the rules. File Nos. ITC-214-19961004-00492, ITC-214-(switched resale); ITC-94-275 (switched resale). 19960924-00461 (limited global facilities-based); ITC-214-1996-1008-00504 19961118-00579. See File Nos. ITC-214-19960422-00159 (switched resale), ITC-214-Cellco also holds a controlling

International Bureau is processing this and related applications for initial authorization. See File No. ITC-214-20001221-00732, (filed Dec. 19, 2000).

authorizations held by Price pursuant to Section 63.18(e)(3) of the seeks authority to acquire, by assignment, the international Section 214 Commission's rules 0 By this and other simultaneous filed applications, Cellco

- f. Not applicable
- g. Not applicable
- h. Equity and Directors

Verizon Communications, Inc. ("Verizon") and Vodafone Group Plc ("Vodafone"). The ultimate 10 percent or greater interest holders in assignee Cellco are

Verizon Communications, Inc. 1095 Avenue of the Americas

New York, NY 10036

Principal Business: Telecommunications Citizenship: Delaware (U.S.) Corporation

Percentage Held: 55 percent indirect interest

Vodafone Group, Plc The Courtyard 2-4 London Road, Newbury Berkshire RG14 1JX U.K.

Principal Business: Wireless, Competitive Fixed and Satellite

Telecommunications Services Citizenship: United Kingdom

Percentage Held: 45 percent indirect interest

There are no interlocking directorates between Cellco and a foreign

carrier.

i. Affiliations with Foreign Carriers

in the countries described below. Applicant Cellco hereby certifies that it is affiliated with foreign carriers

Argentina CTI Compania de Telefonos del Interior S.A.; CTI Norte

Compania de Telefonos del Interior S.A

Australia Vodafone Australia

Austria

Canada BCT. Telus Communications, Inc.; Quebec-Telephone;

Clearnet Communications Inc.

Dominican Republic Compania Dominicana de Telefonos ("CODOTEL") MisrFone

Egypt France FLAG Telecom Holdings Limited ("FLAG")

Gibraltar Germany Gibraltar NYNEX Communications, Ltd Mannesmann Mobilfunk GmbH/D2; Arcor and o.tel.o

Greece Panafon

Vodafone Hungary

Hungary Omnitel; Infostrada; FLAG Telecom Ireland Limited

("FTIL")

Japan GTE Far East (Services) Limited; FLAC

Vodafone Malta

Malta

Mexico

Netherlands Libertel; FTIL Grupo Iusacell, S.A. de C.V

Portugal New Zealand Vodafone New Zealand

Telecel

Singapore FLAG Telecom Singapore ("FTS")

Spain Airtel

Sweden United Kingdom Vodafone; FTIL Europolitan

Venezuela Compania Anonima Nacional Telefonos de Venezuela ("CANTV")

Destination Markets

market, and does not control a foreign carrier in any destination market Cellco hereby certifies that it is not a foreign carrier in any destination

Portugal, Singapore, Spain, Sweden, the United Kingdom, and Venezuela Austria, Canada, Dominican Republic, Egypt, France, Germany, Gibraltar which Vodafone and/or Verizon controls a foreign carrier: Argentina, Australia, services to the following destination markets identified in paragraph (i) above in Greece, Cellco hereby certifies that it provides international telecommunications Hungary, Italy, Japan, Malta, Mexico, The Netherlands, New Zealand,

k. Competition Issues

Member countries All the destination markets identified in paragraph (j) above are WTO

Reselling Services of Unaffiliated U.S. Facilities-Based Carriers

international carrier subsidiary of Verizon (formerly Bell Atlantic), is entitled to requirements of Section 43.61(c) of the rules.³ Republic and Venezuela and agrees to continue to comply with the reporting non-dominant regulation for purposes of services provided to the Dominican Commission, pursuant to Section 63.18(e)(2) of the rules, Cellco is subject to Republic and Venezuela. However, as previously determined by the 63.10(a)(3) of the Commission's rules, except as to the routes to the Dominican nondominant treatment on all international routes pursuant to Section on a facilities basis The Commission has previously determined that Cellco, as an authorized Cellco does not serve Gibraltar

m. Non-Dominant Classification

percent ownership interest -- those in Australia, Austria, Egypt, Germany Greece, Hungary, Italy, Malta, The Netherlands, New Zealand, Portugal, Spain, The foreign carriers affiliated with Cellco by virtue of Vodafone's 45

Atlantic-GTE Order"). Opinion and Order, FCC 00-221, ¶ 422, n.953 (rel. June 16, 2000) ("Bell Submarine Cable Landing License, CC Docket No. 98-184, Memorandum Sections 214 and 310 Authorizations and Application to Transfer Control of a Transferee, for Consent to Transfer Control of Domestic and International See In re Application of GTE Corporation and Bell Atlantic Corporation

countries; moreover, Cellco only provides resold international services to these Sections 63.10(a)(3) and (a)(4) of the Commission's rules.⁴ Cellco is entitled to non-dominant treatment on all of these routes pursuant to destinations. share in the international transport and the local access in their respective competitive wireline carriers, each of which has far less than 50 percent market Sweden, and the United Kingdom -- are all either mobile wireless carriers or Therefore, and as the Commission has already determined,

acquire no additional foreign carrier affiliations by virtue of the transaction international service pursuant to Section 63.18(e)(2) of the rules, and would carriers' international switched services.⁵ classification on all of these routes for the resale of unaffiliated facilities-based international subsidiaries -- including Cellco -- qualify for non-dominant routes where its parent company Verizon holds indirect ownership interests Venezuela. Argentina, Canada, Dominican Republic, Japan, Gibraltar, Mexico, and Cellco is also entitled to non-dominant regulation on those affiliated The Commission has already determined that Verizon and its As Cellco will continue to provide

^{00048,} FCN-NEW-20000608-00036 Assignment of Licenses and Authorizations, Memorandum Opinion and Order, DA 00-721, ¶ 18 (WTB/IB rel. March 30, 2000); File Nos. FCN-NEW-20000831 AirTouch, Plc, and Bell Atlantic Corporation for Consent to Transfer of Control or See 47 C.F.R. §§ 63.10(a)(3), (4); see also In re Applications of Vodafone

⁵ See Bell Atlantic-GTE Order, ¶¶ 406-422

international routes pursuant to Section 63.10(a)(4).6 with Price, Cellco remains subject to nondominant regulation on all

n. Special Concessions

international route where the foreign carrier possesses market power on the foreign end of the route and will not enter into such agreements in the future directly or indirectly from any foreign carrier with respect to any U.S Cellco certifies that it has not agreed to accept special concessions

o. Anti-Drug Abuse Act Certification

1988 of Federal benefits pursuant to Section 5301 of the Anti-Drug Abuse Act of the Commission's Rules, that no party to this application is subject to a denial Cellco hereby certifies, pursuant to Sections 1.2001 through 1.2003

p. Streamlined Processing

result from both Verizon's 55 percent and Vodafone's 45 percent ownership 63.12 of the Commission's Rules (47 C.F.R. § 63.12). Commission has already determined, as to the foreign carrier affiliations that This application qualifies for streamlined processing pursuant to Section As discussed above, the

carrier regulation, namely the Dominican Republic and Venezuela. those routes in which Verizon-controlled carriers are subject to dominant has already determined that Cellco is subject to non-dominant regulation on pursuant to Section 63.18(e)(1) of the Commission's rules. Cellco were to provide facilities-based international services, the Commission 6 As noted above, Cellco is also authorized to provide facilities-based services To the extent that Id. ¶¶ 420-

therefore subject to streamlined processing pursuant to Section 63.12(c)(1)(i)-(iv) of the Commission's rules that Cellco is entitled to non-dominant treatment.⁷ This application is

I. CONCLUSION

necessity would be furthered by grant of this application, and the Commission authorization held by Price should consent to the assignment to Cellco of various international Section 214 For the reasons set forth above, the public interest, convenience and

Respectfully submitted

Price Communications Wireless IV, Inc. Cellco Partnership

By: Spara To

Partner Lawrence Roberts

Suite 450 1500 K Street, NW Davis Wright Tremaine LLP

Washington, DC 20005 (202) 508-6600

> LOCA る米町

By:

John T. Scott, III

d/b/a Verizon Wireless Cellco Partnership Vice President and Deputy Counsel -- Regulatory Law General

Washington, DC (202) 624-2582 1001 Pennsylvania Avenue, NW 20004-2595

December 28, 2000

⁷ See 47 C.F.R. §§ 63.10(a)(3), (a)(4).

DESCRIPTION OF TRANSACTION AND PUBLIC INTEREST STATEMENT

on the application. entities that are ultimately controlled by Price Communications Corporation radiotelephone licenses (and any associated point-to-point microwave licenses) from ("PCC"), to Cellco Partnership ("Cellco"). The call signs for the licenses are set forth This application requests the Commission's consent to assign certain cellular

changes have occurred in Vodafone or Cellco's foreign ownership. Accordingly, subsidiaries hold any direct ownership interests in any common carrier licenses. 310(b)(4) of the Communications Act. 1 Neither Vodafone nor any of its foreign common carrier licenses have been previously authorized by the FCC under Section qualifications (as a foreign corporation) to hold indirect ownership interests in application and in Cellco's Form 602, which is on file with the Commission. licenses in this application. raised by this filing and extend the previous section 310(b)(4) authorization to the Cellco requests the Commission find that no new foreign ownership issues are Vodafone's minority, indirect, non-controlling interest in the partnership, and its ("Vodafone"). Information as to Cellco's ownership is provided in Exhibit 2 to this Communications Inc. ("Verizon Communications") and Vodafone Group Plc. Cellco is a general partnership, which is ultimately owned by Verizon No

contributed by each current licensee, through intermediate subsidiaries, to Price will be a pro forma assignment because each licensee and intermediate subsidiary is Communications Wireless, Inc. ("PCW"), a wholly owned subsidiary of PCC. This The transaction will involve three steps. First, the licenses will be

Authorizations, Memorandum Opinion and Order, DA 00-721 at \P 19 (Intl. and Wir. Tel. Burs., rel. Mar. 30, 2000); FCC Public Notice, "International Authorizations Memorandum Opinion and Order, 14 FCC Rcd 9430, ¶ 9 (WTB 1999). Transferee, For Consent to the Transfer of Control of Licenses and Authorizations In re AirTouch Communications, Inc., Transferor, and Vodafone Group, Plc., Granted," Report No. TEL-00174, DA No. 99-3033 (IB and WTB, rel. Dec. 30, 1999); For Consent to the Transfer of Control or Assignment of Licenses and See In re Applications of Vodafone AirTouch Plc and Bell Atlantic Corporation

to Cellco in return for a partnership interest in Cellco. At the conclusion of these two steps, Cellco will become the licensee of the subject stations.² In step three, presently ultimately controlled by PCC. In step two, PCW will assign the licenses Verizon Wireless Inc. (VWI") will acquire PCW, in exchange for VWI common stock

completed for VWI. Following the completion of all three steps, VWI will own PCW to elect a majority of the board of directors of VWI. and PCW will own an indirect minority ownership interest in Cellco. Verizon Communications will continue to hold ultimate control of Cellco through its rights The transaction will not occur unless an initial public offering ("IPO") is

of the population of the PCS licensed service area for the counties contained therein systems are located in RSAs which overlap the Jacksonville, Florida MTA, in which with the rule. is located within the Panama City MSA. Accordingly, Cellco will be in compliance decennial census figures, only six percent of the population of the Jacksonville MTA comprised of just one county, Bay County. Based on the most recent available is located within the CGSA of the cellular system. The Panama City MSA is overlap, resulting in a violation of the spectrum cap, occurs when at least 10 percent will total 55 MHz. Under the spectrum cap rule, 47 CFR § 20.6(c)(1), significant Florida MSA overlaps with the Jacksonville, Florida MTA. The combined spectrum overlapping markets. Finally, the cellular system located in the Panama City, single entity is permitted to hold up to 55 MHz of cellular and PCS spectrum in Under the spectrum cap rule, 47 CFR § 20.6(a), as applied to rural service areas, a Cellco holds a PCS 30 MHz license. The combined spectrum will thus total 55 MHz. which Cellco currently holds no interests in CMRS licenses. Several of the cellular 47 CFR § 20.6. The majority of the cellular systems are located in markets in This application raises no issues under the Commission's spectrum cap rule,

customers in these markets to have access to the large array of wireless voice and Grant of this application will serve the public interest because it will enable

staff the applicants request alternative consents to assign the licenses or transfer of the licensee or to assign the licenses. whether the applicants will ultimately require authority either to transfer control of to consummation of the ultimate transaction. At this time, it is not possible to know control of the licensees. As discussed above, PCW will engage in a series of pro forma consolidations prior Accordingly, at the direction of Commission

interest is served by allowing carriers to assemble national footprints.3 Cellco will data services that Cellco offers today and plans to offer in the future. In addition, the transaction will enable Cellco to integrate these cellular systems into its also be able to deploy its resources to provide enhanced competition to the other national footprint. The Commission has repeatedly acknowledged the public public. Grant of this application is thus in the public interest. CMRS carriers in these markets and make more wireless services available to the

Voicestream Wireless Corp., FCC 00-53 (rel. Feb. 15, 2000). See, e.g., Vodafone Air Touch Plc, DA 00-721 (rel. March 30, 2000), at ¶ 33;

RESPONSE TO QUESTION 73

foreign ownership issues are raised by this filing. subsidiaries hold any direct ownership interests in any common carrier licenses. interests in common carrier licenses have been previously authorized by the FCC under Section 310(b)(4) of the Communications Act.² Neither Vodafone nor any of its foreign and Verizon Wireless. Vodafone's minority, indirect, non-controlling interest in the organized under the laws of the United Kingdom, owns 45%. Control of this partnership partnership, and its qualifications (as a foreign corporation) to hold indirect ownership is vested in a Board of Representatives, which in turn is controlled by Verizon. In sum. Verizon, a Delaware Corporation, owns 55% of this partnership; Vodafone, a company carrier. Verizon Wireless is owned and controlled, ultimately, by a partnership between Verizon is the majority owner and possesses sole affirmative control of the partnership Verizon Communications Inc. ("Verizon") and Vodafone Group Plc ("Vodafone"). The Applicant is part of Verizon Wireless, a national commercial wireless Neither Vodafone nor any of its foreign No new

September, 2000; Vodafone AirTouch Plc changed its name to Vodafone Group Plc in July, 2000 ¹Bell Atlantic Corporation changed its name to Verizon Communications Inc. in

^{9430, ¶ 9 (}Wir. Tel. Bur., 1999). 00174, DA No. 99-3033 (Intl. Bur., rel. Dec. 30, 1999); In re AirTouch Communications Control of Licenses and Authorizations, Memorandum Opinion and Order, 14 FCC Rcd Inc., Transferor, and Vodafone Group, Plc., Transferee, For Consent to the Transfer of 30, 2000); FCC Public Notice, "International Authorizations Granted," Report No. TEL Memorandum Opinion and Order, DA 00-721 at ¶ 19 (Intl. and Wir. Tel. Burs., rel. Mar For Consent to the Transfer of Control or Assignment of Licenses and Authorizations, ²See In re Applications of Vodafone AirTouch Plc and Bell Atlantic Corporation