JAN - 8 2001

International Bureau Telecom Division

#### FEDERAL COMMUNICATIONS COMMISSION Washington, DC Before The 20554

In the Matter of

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

> Streamlined PRICE COMMUNICATIONS WIRELESS V, INC. ITC-ASG-20001229-00769

#### INTERNATIONAL SECTION 214 AUTHORIZATION APPLICATION FOR ASSIGNMENT OF

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

### 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

## a. Names, Addresses and Telephone Numbers

Assignor: Price Communications Wireless V, 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 Washington, DC 20004-2595 Vice President and Deputy General Counsel (202) 624-2582; 1001 Pennsylvania Avenue, NW -- Regulatory Law

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

## d. Description of Section 214 Authorizations

the rules.<sup>2</sup> 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

interest in PrimeCo Personal Communications, L.P. ("PrimeCo") which, along with certain PrimeCo affiliates, is authorized to provide service pursuant to 19961118-00579 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 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-214-20001221-00735, (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 0 By this and other simultaneous filed applications, Cellco

f. Not applicable

Commission's rules

- 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.

Percentage Held: 45 percent indirect interest Citizenship: United Kingdom Principal Business: Wireless, Competitive Fixed and Satellite Telecommunications Services

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

Australia Vodafone Australia

Austria tele.ring

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

Clearnet Communications Inc.

Dominican Republic Compania Dominicana de Telefonos ("CODOTEL"

Egypt France FLAG Telecom Holdings Limited ("FLAG") MisrFone

Germany Mannesmann Mobilfunk GmbH/D2; Arcor and o.tel.o.

Gibraltar Gibraltar NYNEX Communications, Ltd.

Panafon

Greece

Italy Hungary Omnitel; Infostrada; FLAG Telecom Ireland Limited Vodafone Hungary

("FTIL")

Japan GTE Far East (Services) Limited; FLAG

Vodafone Malta

Grupo Iusacell, S.A. de C.V

Libertel; FTIL

Netherlands

Mexico Malta

Portugal New Zealand Vodafone New Zealand

Telecel

Singapore FLAG Telecom Singapore ("FTS")

Airtel

United Kingdom Sweden 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

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

#### k. Competition Issues

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

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

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

### m. Non-Dominant Classification

Greece, Hungary, Italy, Malta, The Netherlands, New Zealand, Portugal, Spain percent ownership interest -- those in Australia, Austria, Egypt, Germany 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, Sections 214 and 310 Authorizations and Application to Transfer Control of Transferee, for Consent to Transfer Control of Domestic and International In re Application of GTE Corporation and Bell Atlantic Corporation CC Docket No. 98-184, Memorandum

Sections 63.10(a)(3) and (a)(4) of the Commission's rules.<sup>4</sup> Cellco is entitled to non-dominant treatment on all of these routes pursuant to destinations. countries; moreover, Cellco only provides resold international services to these 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 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.<sup>5</sup> classification on all of these routes for the resale of unaffiliated facilities-based international subsidiaries -- including Cellco -- qualify for non-dominant Venezuela. Argentina, Canada, Dominican Republic, Japan, Gibraltar, Mexico, and routes where its parent company Verizon holds indirect ownership interests 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

<sup>00048,</sup> FCN-NEW-20000608-00036. DA 00-721, Assignment of Licenses and Authorizations, Memorandum Opinion and Order, 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 ¶ 18 (WTB/IB rel. March 30, 2000); File Nos. FCN-NEW-20000831

<sup>&</sup>lt;sup>5</sup> 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 of

### p. Streamlined Processing

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

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

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

#### II. CONCLUSION

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

Respectfully submitted,

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December 28, 2000

<sup>&</sup>lt;sup>7</sup> See 47 C.F.R. §§ 63.10(a)(3), (a)(4).

two steps, Cellco will become the licensee of the subject stations.<sup>2</sup> In step three, to Cellco in return for a partnership interest in Cellco. At the conclusion of these 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

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

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 of the population of the PCS licensed service area for the counties contained therein 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 systems are located in RSAs which overlap the Jacksonville, Florida MTA, in which which Cellco currently holds no interests in CMRS licenses. Several of the cellular 47 CFR § 20.6. with the rule 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. This application raises no issues under the Commission's spectrum cap rule, The majority of the cellular systems are located in markets in

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

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 staff the applicants request alternative consents to assign the licenses or transfer of the licensee or to assign the licenses. control of the licensees. As discussed above, PCW will engage in a series of pro forma consolidations prior Accordingly, at the direction of Commission

public. Grant of this application is thus in the public interest. also be able to deploy its resources to provide enhanced competition to the other interest is served by allowing carriers to assemble national footprints.3 Cellco will national footprint. The Commission has repeatedly acknowledged the public the transaction will enable Cellco to integrate these cellular systems into its data services that Cellco offers today and plans to offer in the future. In addition, 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 AirTouch 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. No new interests in common carrier licenses have been previously authorized by the FCC under Section 310(b)(4) of the Communications Act.<sup>2</sup> Neither Vodafone nor any of its foreign partnership, and its qualifications (as a foreign corporation) to hold indirect ownership and Verizon Wireless. Vodafone's minority, indirect, non-controlling interest in the is vested in a Board of Representatives, which in turn is controlled by Verizon. In sum, organized under the laws of the United Kingdom, owns 45%. Control of this partnership 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

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

<sup>9430, ¶9 (</sup>Wir. Tel. Bur., 1999). 00174, DA No. 99-3033 (Intl. Bur., rel. Dec. 30, 1999); In re AirTouch Communications 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, 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 <sup>2</sup>See In re Applications of Vodafone AirTouch Plc and Bell Atlantic Corporation