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

| In the Matter of                                       | )                         |
|--|---------------------------|
| MCI International, Inc., Assignor<br>(FRN: 0004999355) | )<br>)<br>) File No. SCL- |
| and  | )                         |
|  | )                         |
| MCI International, LLC, Assignee                       | )                         |
| (FRN: 0029611795)                                      | )                         |
|  | )                         |
| Application for Pro Forma Assignment of Cable          | )                         |
| Landing Licenses                                       | )                         |

To: Chief, International Bureau

#### APPLICATION FOR *PRO FORMA* ASSIGNMENT OF CABLE LANDING LICENSES

Pursuant to an Act Relating to the Landing and Operation of Submarine Cables in the United States, 47 U.S.C. §§ 34-39, and Section 1.767 of the Commission's rules, 47 C.F.R. § 1.767, MCI International, Inc. ("MCII") requests Federal Communications Commission ("Commission" or "FCC") consent to the *pro forma* assignment of its interests in several submarine cable licenses in connection with an internal restructuring involving certain direct and indirect subsidiaries of Verizon Communications Inc. ("Verizon"). The restructuring is scheduled to occur on or about June 30, 2020 and will include the conversion of MCII from a corporation to a limited liability company. Accordingly, MCII seeks authority for the *pro forma*  assignment of its interests in the following submarine cable licenses to MCI International, LLC

("MCII LLC"):1

| Original and Current File           | Name of Cable | Approximate MCII   |
|-------------------------------------|---------------|--------------------|
| Numbers                             |               | Ownership Interest |
| SCL-LIC-19951013-00002              | Antillas 1    | 4.08%              |
| SCL-LIC-19980429-00019,             | Americas II   | 8.40%              |
| SCL-MOD-20110928-00028              |               |                    |
| SCL-LIC-19960329-00128,             | Bahamas II    | 7.48%              |
| SCL-MOD-19980303-00004              |               |                    |
| SCL-LIC-19990303-00004,             | TAT-14        | 13.24%             |
| SCL-MOD-20040301-00011              |               |                    |
| SCL-LIC-19980527-00007,             | Columbus III  | 18.04%             |
| SCL-MOD-20040304-00012              |               |                    |
| SCL-LIC-19920107-00005 <sup>2</sup> | Taino-Carib   | 11.16%             |
| SCL-LIC-19970421-00002,             | Pan American  | 10.98%             |
| SCL-MOD-20040521-00016              |               |                    |

#### Description of Transaction and Public Interest Statement

The proposed internal restructuring is scheduled to occur on or about June 30, 2020. The restructuring includes the elimination of multiple companies in the Verizon ownership chain, as well as the conversion of certain companies from corporations to limited liability companies. These non-substantive internal ownership changes will result in the *pro forma* assignment or transfer of control of various FCC licenses and authorizations within Verizon. Verizon, both before and after the restructuring, will indirectly control such licenses and authorizations. Specifically, the following *pro forma* transactions are scheduled to take place on or about June 30, 2020:

<sup>&</sup>lt;sup>1</sup> MCII also holds an interest in the Trans-Pacific Express cable system, which qualifies for the Commission's post-closing notification procedures. *See Review of Commission Consideration of Applications Under Cable Landing License Act*, Memorandum Opinion and Order, 13 FCC Rcd. 22167, 22199, ¶ 61 (2001) ("*SCL Order*"). MCII LLC will file a post-closing notification for the *pro forma* assignment of this submarine cable license in compliance with Section 1.767(g)(7) of the Commission's rules, 47 C.F.R. § 1.767(g)(7).

<sup>&</sup>lt;sup>2</sup> An application to renew the cable landing license for the Taino-Carib Cable System is currently pending. *See* File No. SCL-LIC-20180702-00019.

1. The following intermediate holding companies will be merged into their respective immediate parent companies, which ultimately will merge into MCI International, Inc. (which, as noted below, will be converted into a limited liability company):

MCI Broadband Solutions, Inc. Terremark Worldwide, Inc. MCI International Telecommunications Corporation MCI International Services, Inc.

- 2. MCI Communications Corporation will be merged into its immediate parent company, Verizon Business Global LLC.
- 3. Verizon Americas Finance 1 Inc. and GTE Wireless of the Midwest Incorporated will be merged into Verizon Americas Inc. (which, as noted below, will be converted into a limited liability company).
- 4. The following subsidiaries will be converted from corporations to limited liability companies:

Verizon Business Network Services Inc. MCI International, Inc. MCI Communications Services, Inc. Verizon Americas Inc.

5. Bell Atlantic Mobile Systems LLC will change its name to BAMS Communications LLC ("BAMS Communications"). BAMS Communications will form a new wholly-owned subsidiary named Bell Atlantic Mobile Systems LLC ("New BAMS"), then contribute its assets to New BAMS. Those assets will include: (1) its FCC licenses, authorizations, and spectrum leases; and (2) any partnership interests held in other Verizon licensees, including its approximate 26.6 percent general partnership interest in Cellco Partnership.

Attachment 1 includes charts showing the ownership of the affected FCC licensees before

and after the pro forma transactions described above. A list of the affected licensee subsidiaries

also is provided in Attachment 2.<sup>3</sup>

Because the internal restructuring will not change the ultimate control of any license or

licensee - Verizon will continue to control all of the licensees post-closing - the transactions

<sup>&</sup>lt;sup>3</sup> The licensees and licenses referenced in these filings are intended to be complete and include all licensees and licenses affected by the internal reorganization. Verizon, however, requests that FCC approval of the *pro forma* transfer or assignment applications include any licensees and licenses that may have been inadvertently omitted or are in pending status.

described above are *pro forma* in nature.<sup>4</sup> The Commission has stated that, in situations "where no substantial change of control will result from the transfer or assignment, grant of the application is deemed presumptively in the public interest."<sup>5</sup> Indeed, *pro forma* assignments and transfers of control of submarine cable licenses granted after the effective date of the *SCL Order* require only a post-closing notification.<sup>6</sup> Because the submarine cable licenses at issue in this application were granted prior to the *SCL Order*, however, MCII submits this application for review and approval in advance of the restructuring. MCI therefore requests that the Commission expeditiously grant this application.

The information required pursuant to Section 1.767 of the Commission's rules is set forth

below.

#### Assignor/Assignee Information in Response to Section 1.767(a)(1)-(3)

All communications in connection with this application should be directed to the

following:

Katharine Saunders Managing Associate General Counsel Verizon Communications Inc. 1300 I Street, N.W., Suite 500E Washington, D.C. 20005 Phone: 202.515.2462 katharine.saunders@verizon.com Jennifer L. Kostyu Wilkinson Barker Knauer, LLP 1800 M Street, N.W., Suite 800N Washington, D.C. 20036 Phone: 202.783.4141 Fax: 202.783.5851 jkostyu@wbklaw.com

<sup>6</sup> 47 C.F.R. § 1.767(g)(7).

<sup>&</sup>lt;sup>4</sup> Communications Bar Ass'ns Petition for Forbearance from Section 310(d) of the Communications Act Regarding Non-Substantial Assignments of Wireless Licenses & Transfers of Control Involving Telecomms. Carriers, Memorandum Opinion and Order, 13 FCC Rcd. 6293, 6299, ¶ 8 (1998) (concluding that a "corporate reorganization which involves no substantial change in the beneficial ownership of the corporation" is pro forma in nature).

<sup>&</sup>lt;sup>5</sup> *Id.* at 6295, ¶ 2. *See also 1998 Biennial Review – Review of International Common Carrier Regulations*, Report and Order, 14 FCC Rcd 4909, ¶ 42 (1999) (finding that "[r]egulatory review of [*pro forma*] transactions yields no significant public interest benefits, but may delay or hinder transactions that could provide substantial financial, operational, or administrative benefits for carriers.").

MCII is a corporation organized under the laws of Delaware, and will be converted to a limited liability company under Delaware law.

#### Assignee Information in Response to Section 1.767(a)(8)-(9):

# Section 1.767(a)(8)(i) – information and certifications required in §§63.18(h) and (o) of the Commission's rules:

Section 63.18(h). Post-closing, MCII LLC will continue to be a wholly-owned subsidiary of Verizon through a series of intermediate companies, which are identified in Attachment 1. MCII LLC, Verizon, and the intermediate companies are all Delaware corporations or limited liability companies. The address for the Verizon entities is One Verizon Way, Basking Ridge, NJ 07920. Verizon is a publicly traded and widely held company, and no person or entity holds a direct or indirect 10 percent or greater ownership interest in Verizon. Verizon's principal business is the provision of communications services.

Verizon and MCII do not have any interlocking directorates with a foreign carrier.

Section 63.18(o). MCII certifies that no party to this application is subject to a denial of

federal benefits pursuant to Section 5301 of the Anti-Drug Abuse Act of 1988.

#### Section 1.767(a)(8)(ii) – foreign carrier affiliates:

Verizon, and thus MCII, are affiliated with the following foreign carriers:

| Name of the affiliated carrier:         | Countries in which carrier is authorized<br>to provide telecommunications services<br>to the public: |
|---|--|
| Verizon Argentina S.R.L.                | Argentina  |
| Verizon Australia Pty Limited           | Australia  |
| Verizon Austria GmbH                    | Austria  |
| NV Verizon Belgium Luxembourg S.A.      | Belgium, Luxembourg  |
| Verizon Telecomunicações do Brazil Ltda | Brazil   |
| Verizon Bulgaria EOOD                   | Bulgaria   |
| Verizon Canada Ltd.                     | Canada   |
| Verizon Chile S.A.                      | Chile  |
| Verizon Colombia S.A.                   | Colombia   |
| Verizon Costa Rica S.R.L.               | Costa Rica   |
| Verizon Croatia Limited                 | Croatia  |

| Name of the affiliated carrier:                           | Countries in which carrier is authorized<br>to provide telecommunications services<br>to the public: |
|---|--|
| Verizon Czech s.r.o.                                      | Czech Republic   |
| Verizon Denmark A/S                                       | Denmark  |
| Verizon Finland Oy  | Finland  |
| Verizon France SAS  | France   |
| Verizon Deutchland GmbH                                   | Germany  |
| Verizon Hellas Telecommunications Single Member LLC       | Greece   |
| Verizon Communications Guatemala Limitada                 | Guatemala  |
| Verizon Hong Kong Limited                                 | Hong Kong  |
| Verizon Hungary Telecommunications LLC                    | Hungary  |
| Verizon Communications India Private Limited              | India  |
| Verizon Ireland Limited                                   | Ireland  |
| Verizon Italia S.p.A.                                     | Italy  |
| Verizon Japan Limited                                     | Japan  |
| Verizon Korea Limited                                     | Korea  |
| Verizon Servicios Empresariales Mexico, S de R.L. de C.V. | Mexico   |
| Verizon Nederland BV                                      | Netherlands  |
| Verizon New Zealand Limited                               | New Zealand  |
| Verizon Norway AS   | Norway   |
| Verizon Panama S.A.                                       | Panama   |
| Verizon Peru SRL  | Peru   |
| Verizon Polska Sp. Z.o.o                                  | Poland   |
| Verizon Portugal Sociedade Unipessoal, LDA                | Portugal   |
| Verizon Romania SRL                                       | Romania  |
| Verizon Rus LLC   | Russia   |
| Verizon Communications Singapore Pte. Ltd.                | Singapore  |
| Verizon Communications Slovakia s.r.o                     | Slovakia   |
| Verizon South Africa (Pty) Limited                        | South Africa   |
| Verizon Spain S.L.  | Spain  |
| Verizon Sweden AB   | Sweden   |
| Verizon Switzerland AG                                    | Switzerland  |
| Verizon Taiwan Co. Limited                                | Taiwan (Chinese Taipei)  |
| Verizon UK Limited  | United Kingdom   |
| Verizon Venezuela, S.A.                                   | Venezuela  |

#### **Section 1.767(a)(8)(iii) – destination markets:**

The Verizon foreign affiliates identified above provide service to the countries listed above. Neither MCII nor Verizon, through this application, is seeking to land or operate a new submarine cable that connects the United States to a foreign country.

#### Section 1.767(a)(8)(iv) – WTO status and market power:

All of the above-listed countries are WTO member countries. The Commission has not found that any of Verizon's foreign carrier affiliates possess market power. These foreign carriers lack 50 percent market share in the international transport and the local access markets in the destination markets where they provide services. None of these foreign carriers is listed on the Commission's List of Foreign Telecommunications Carriers that Are Presumed to Possess Market Power in Foreign Telecommunications Markets.

#### Section 1.767(a)(9) – certification regarding routine conditions:

MCII LLC will accept and will abide by the routine conditions specified at Section 1.767(g) of the Commission's rules.

#### Pro Forma Certification and Eligibility for Streamlined Processing

MCII certifies that the assignment of its interests in the submarine cable licenses listed above is *pro forma* and, together with all previous *pro forma* transactions, does not result in a change in the actual controlling party of the relevant interests (which continue to be controlled by Verizon).

MCII certifies that it is not, and MCII LLC will not be, a foreign carrier. This *pro forma* assignment application creates no new foreign carrier affiliations for Verizon. None of the foreign carrier affiliates listed above possess market power, and each lacks 50 percent market share in the international transport and the local access markets in the destination markets where they provide services. None of these foreign carriers is listed on the Commission's List of Foreign Telecommunications Carriers that Are Presumed to Possess Market Power in Foreign Telecommunications Markets.

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The undersigned certifies that all statements made in this application and in the exhibits, attachments, or documents incorporated by reference are material, are part of this application, are made in good faith, and based on reasonable investigation and belief, are true, complete, and correct.

Respectfully submitted,

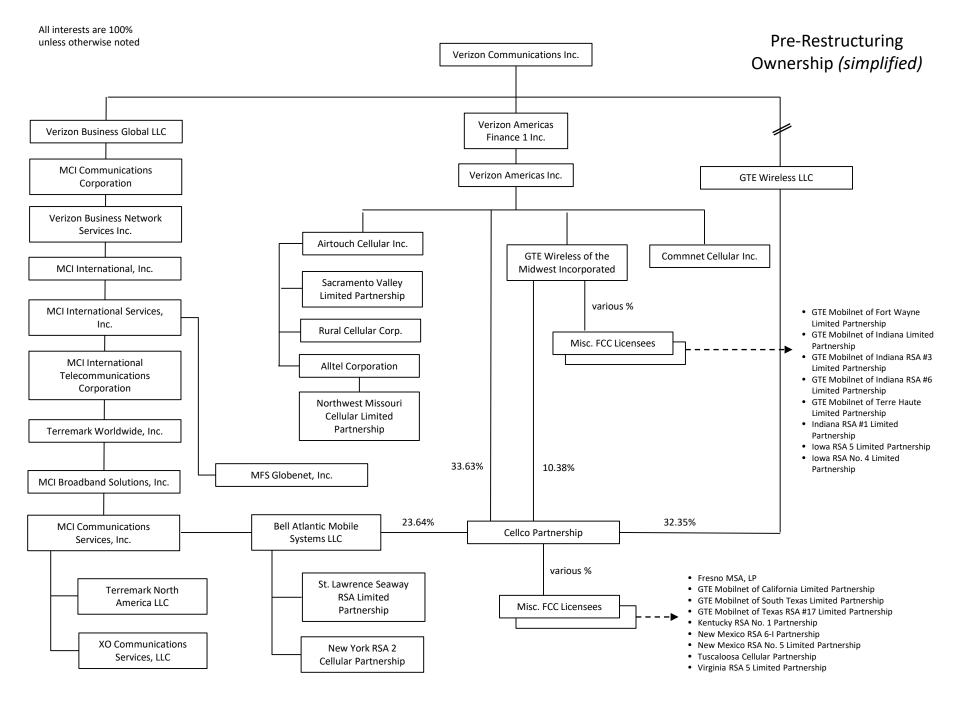
/s/ Gregory M. Romano

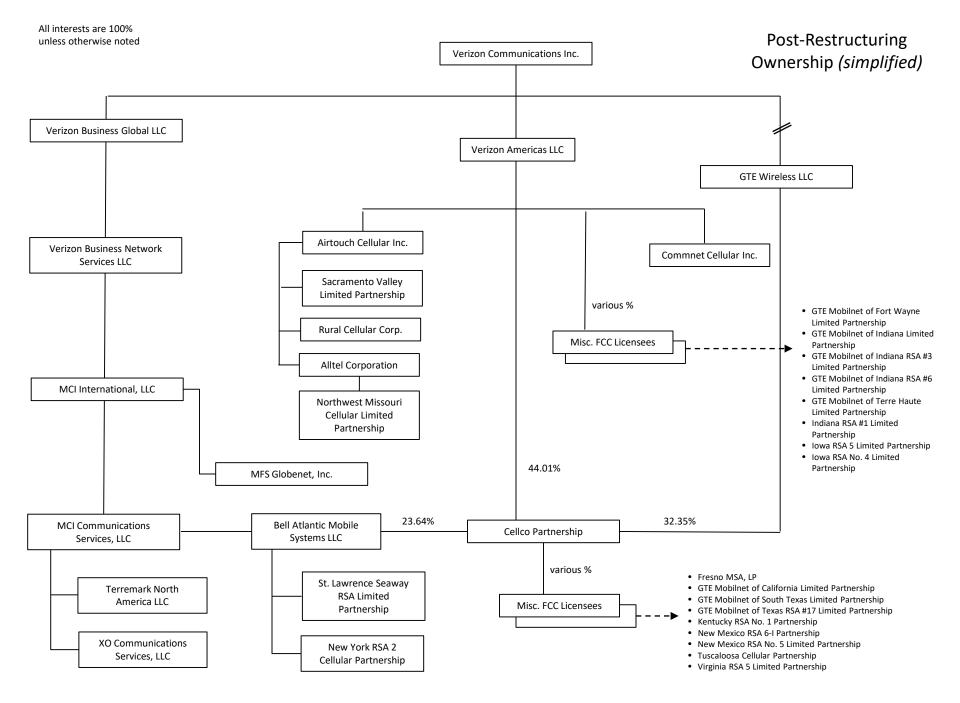
Gregory M. Romano Vice President – Regulatory & Legal Affairs Verizon Communications Inc. 1300 I Street, N.W., Suite 500 East Washington, D.C. 20005 908-418-8933

June 1, 2020

# ATTACHMENT 1

**Pre- and Post-Closing Organizational Charts** 





### **ATTACHMENT 2**

## Licensees Affected by the Internal Restructuring

| Wireless Licensees/Lessees                         |  |
|--|--|
| Airtouch Cellular Inc.                             |  |
| Bell Atlantic Mobile Systems LLC                   |  |
| Cellco Partnership                                 |  |
| CommNet Cellular Inc.                              |  |
| GTE Mobilnet of Fort Wayne Limited Partnership     |  |
| GTE Mobilnet of Indiana Limited Partnership        |  |
| GTE Mobilnet of Indiana RSA #3 Limited Partnership |  |
| GTE Mobilnet of Indiana RSA #6 Limited Partnership |  |
| GTE Mobilnet of Terre Haute Limited Partnership    |  |
| GTE Wireless of the Midwest Inc.                   |  |
| Indiana RSA #1 Limited Partnership                 |  |
| Iowa RSA 5 Limited Partnership                     |  |
| Iowa RSA No. 4 Limited Partnership                 |  |
| MCI Communications Services, Inc.                  |  |
| New York RSA 2 Cellular Partnership                |  |
| St. Lawrence Seaway RSA Limited Partnership        |  |
| Terremark North America LLC                        |  |
| XO Communications Services, LLC                    |  |

| Experimental Authorization Holders |  |
|------------------------------------|--|
| Cellco Partnership                 |  |

| International Section 214 Authorization Holders    |  |
|--|--|
| Airtouch Cellular Inc.                             |  |
| Alltel Corporation                                 |  |
| Bell Atlantic Mobile Systems LLC                   |  |
| Cellco Partnership                                 |  |
| Fresno MSA, LP                                     |  |
| GTE Mobilnet of California Limited Partnership     |  |
| GTE Mobilnet of Fort Wayne Limited Partnership     |  |
| GTE Mobilnet of Indiana Limited Partnership        |  |
| GTE Mobilnet of Indiana RSA #3 Limited Partnership |  |
| GTE Mobilnet of Indiana RSA #6 Limited Partnership |  |
| GTE Mobilnet of South Texas Limited Partnership    |  |
| GTE Mobilnet of Terre Haute Limited Partnership    |  |
| GTE Mobilnet of Texas RSA #17 Limited Partnership  |  |
| GTE Wireless of the Midwest Inc.                   |  |
| Indiana RSA #1 Limited Partnership                 |  |

| International Section 214 Authorization Holders |
|---|
| Iowa RSA 5 Limited Partnership                  |
| Iowa RSA No. 4 Limited Partnership              |
| Kentucky RSA No. 1 Partnership                  |
| MCI Communications Corp.                        |
| MCI Communications Services, Inc.               |
| MCI International Services, Inc.                |
| New Mexico RSA 6-I Partnership                  |
| New Mexico RSA No. 5 Limited Partnership        |
| Northwest Missouri Cellular Limited Partnership |
| Rural Cellular Corp.                            |
| Sacramento Valley Limited Partnership           |
| Tuscaloosa Cellular Partnership                 |
| Verizon Business Network Services Inc.          |
| Virginia RSA 5 Limited Partnership              |
| XO Communications Services, LLC                 |

| Fixed Earth Station Authorization Holders |  |
|---|--|
| MCI Communications Services, Inc.         |  |

## VSAT Authorization Holders MCI Communications Services, Inc.

| Submarine Cable Licensees |  |
|---------------------------|--|
| MCI Communications Corp.  |  |
| MCI International Inc.    |  |
| MFS Globenet, Inc.        |  |