

**Before the
FEDERAL COMMUNICATIONS COMMISSION
Washington, D.C. 20554**

In the Matter of)	
)	
ARCOS-1 USA, Inc.)	File No. SCL-MOD-2018 _____
A.SurNet, Inc.)	
)	
Application for a Modification to)	
Cable Landing License)	

APPLICATION FOR A MODIFICATION TO CABLE LANDING LICENSE
STREAMLINED PROCESSING REQUESTED

ARCOS-1 USA, Inc. (“ARCOS”) and A.SurNet, Inc. (“ASN”) (together, the “Licensees”), through their undersigned counsel, and pursuant to the Act Relating to the Landing and Operation of Submarine Cables in the United States, 47 U.S.C. §§ 34-39 (the “Cable Landing License Act”), Executive Order 10,530, and Section 1.767(e) of the Commission’s rules, 47 C.F.R. § 1.767(e), hereby seek authority to modify their cable landing license for the private fiber optic submarine cable system known as the ARCOS-1 submarine cable system (the “ARCOS-1 Cable”), which connects the United States with fourteen countries in the Caribbean, Central America and South America. ARCOS and ASN are jointly authorized by the Commission to operate the ARCOS-1 Cable under FCC File No. SCL-LIC-19981222-00032, as amended.¹ Specifically, the Licensees seek to modify the ARCOS-1 Cable authorization to include a new authorized landing point in Cuba.

For the reasons set forth below, the Licensees respectfully submit that grant of this modification request will serve the public interest and should be granted on a streamlined basis.

¹ ASN is a wholly-owned subsidiary of ARCOS, and is the landing party for the ARCOS-1 Cable in North Miami Beach, Florida.

I. DESCRIPTION OF THE MODIFICATION TO CABLE SYSTEM

By this Application, Licensees seek authority to modify the ARCOS-1 Cable in order to establish an additional cable landing station in Cojimar, Cuba from a branching unit that was constructed as part of the original ARCOS-1 Cable in 1999. The cable landing will be accomplished by creating a branch from an existing branching unit of the ARCOS-1 Cable that lies approximately fifty-six (56) kilometers off the coast of Cuba to a beach manhole (“BMH”) in Cojimar, Cuba, located at N23°-10.032, 082°-18.912W. The new branch shall be designated as “Segment 26” of the ARCOS-1 Cable. The ARCOS-1 Cable will then extend through a cable land route to an existing cable landing station (“CLS”) in Cojimar, Cuba (the coordinates of the property are: N23°-9.755, 082°-18.768W. A photograph depicting the BMH, and the CLS is attached as Exhibit A.

Empresa de Telecomunicaciones de Cuba S.A. (“ETECSA”), the incumbent telecommunications provider in Cuba, will provide the CLS which will be updated and housed with telecommunications equipment to operate Segment 26. Licensees’ intermediate parent company, Columbus Networks Limited (“CNL”) or a wholly-owned and controlled subsidiary of CNL, will be the landing party in Cojimar, Cuba. Segment “26” will be jointly owned by CNL and some of the ARCOS consortium members. ETECSA will acquire an indefeasible right of use on some capacity on Segment 26 from CNL. Construction of Segment 26 will be completed by CNL using an international submarine cable supplier.

II. PUBLIC INTEREST CONSIDERATIONS

Grant of this application will serve the public interest, convenience, and necessity by making advanced facilities-based telecommunications services available between Cuba and other international points, including the United States. The new ARCOS-1 Cable Segment 26 will

provide redundancy and contribute to the improvement of the international telecommunications system.

The instant application and resultant expansion of telecommunications services from Cuba to the United States and other international points is preceded by the gradual changes in U.S. policy toward Cuba. In September 2009, the Office of Foreign Assets Control (“OFAC”) made significant revisions to the Cuban Assets Control Regulations (“CACR”)² establishing a new licensing policy for the construction of direct telecommunications facilities between the United States and Cuba, including, but not limited to, fiber-optic cable and satellite facilities.³

In 2015, OFAC issued amendments to the CACR that further liberalized the provision of telecommunications services, telecommunications facilities and Internet services involving Cuba, subjecting these services and facilities to a “general license” from OFAC.⁴ The new regulations: (1) confirmed that all telecommunications services involving Cuba (whether between the U.S. and Cuba or a third country and Cuba) are authorized; (2) authorized telecommunications-related transactions, including payment for the provision of telecommunications involving Cuba or provided to Cuban individuals; (3) authorized “transactions, including payments, incident to the establishment of telecommunications facilities, including fiber-optic cable and satellite facilities, to provide telecommunications services linking the United States or third countries and Cuba, including facilities to provide telecommunications services in Cuba;”⁵ and (4) permitted the

² 31 C.F.R. Part 515.

³ See 31 C.F.R. § 515.542(d).

⁴ See 31 C.F.R. § 515.542, 515.578.

⁵ 31 C.F.R. § 515.542(b).

provision of additional services incident to Internet-based communications.⁶ As such, an OFAC individual license is not necessary to conduct any of these activities.

In 2016, the Commission removed Cuba from the “Exclusion List for International Section 214 Authorizations,” allowing “all carriers to provide telecommunications services between the United States and Cuba pursuant to global Section 214 authority under section 63.18(e)(1) of the Commission rules.”⁷

Finally, on June 16, 2017, President Trump issued National Security Presidential Memorandum NSPM-5 entitled “Strengthening the Policy of the United States Toward Cuba” which supports the expansion of direct telecommunications and Internet access for the Cuban people.⁸ Thus, the expansion of telecommunications services to Cuba is consistent with US policy, and construction of a submarine cable segment and use of a cable landing station in Cuba should be treated no differently than any other applications for new landing points.

The ARCOS-1 Cable will permit additional connections between Cuba and the Internet backbone and will permit additional flow of information between the people of Cuba and international points. Currently there are no modern direct telecommunications facilities between the United States and Cuba. Communications between U.S. residents and their family members in Cuba are generally routed through third countries or through facilities in other jurisdictions. The ARCOS-1 Cable will provide United States carriers the ability to transmit traffic to Cuba and for international traffic to transit through the United States. This will increase the means through

⁶ See 31 C.F.R. § 515.542, 515.578.

⁷ *Removing Cuba from the Exclusion List for International Section 214 Authorizations*, Order, IB Docket No. 15-289, DA 16-5, para. 3 (Int’l Bur. rel. Jan. 15, 2016).

⁸ See *Strengthening the Policy of the United States Toward Cuba*, a Notice by the State Department dated October 10, 2017, published in the Federal Register under 82 FR 48875.

which Cubans on the island can communicate with the United States and the rest of the world. Moreover, the broadband capacity of a fiber optic cable is a key element to bringing the Internet to Cuba's doorstep. Finally, the ARCOS-1 Cable will provide additional redundancy and resiliency to existing submarine cables. Thus, Licensees are confident that the ARCOS-1 Cable will permit further telecommunications services between Cuba, the United States and the rest of the world and promote the freer flow of information to the Cuban people.

Based on the foregoing, Licensees respectfully submit that the proposed new segment and landing of the ARCOS-1 Cable in Cuba serve the public interest, and request expeditious grant of this application.

III. INFORMATION REQUIRED BY 47 C.F.R. § 1.767

(1) Names, Addresses and Telephone Numbers of the Applicant

ARCOS-1 USA, Inc.	FRN 0015487325
A.SurNet, Inc.	FRN 0007436074
15950 West Dixie Highway	
North Miami Beach, FL 33162	
Phone:(786)274-7400	
Fax: (786) 274-7402	

(2) Place of Formation

Licensees are both Delaware corporations.

(3) Correspondence concerning the application should be sent to the following:

For Licensees: c/o Paul Scott
President
ARCOS-1 USA, Inc.
15950 West Dixie Highway
North Miami Beach, FL 33162
Phone:(786) 274-7400
Fax: (786) 274-7402
Paul.scott@cw.com

With a Copy to: Andrew D. Lipman
Ulises R. Pin
Morgan, Lewis & Bockius LLP
1111 Pennsylvania Avenue, NW
Washington, DC 20004
(202) 373-6000 (Tel)
(202) 373-6001 (Fax)
ulises.pin@morganlewis.com

(4) Description of the Cable

A description of the ARCOS-1 Cable is on file with the Commission under FCC File No. SCL-LIC-19981222-00032.

(5) Landing Points

The existing ARCOS-1 Cable landing points include: Belize City, Belize; Bluefields, Nicaragua; Cancun, Mexico; Cartagena, Colombia; Cat Island, Bahamas; Crooked Island, Bahamas; Isla Verde, Puerto Rico, United States; Maria Chiquita, Panama; Nassau, Bahamas; North Miami Beach, Florida, United States; Providenciales, Turks and Caicos Islands; Puerto Barrios, Guatemala; Puerto Cabezas, Nicaragua; Puerto Cortes, Honduras; Puerto Lempira, Honduras; Puerto Limon, Costa Rica; Puerto Plata, Dominican Republic; Punta Cana, Dominican Republic; Punto Fijo, Venezuela; Riohacha, Colombia; Trujillo, Honduras; Tulum, Mexico; and Willemstad, Curaçao. By this Application, Licensee requests authority to add Cojimar, Cuba as an additional landing point.

(6) Common Carrier or Non-Common Carrier Status

The ARCOS-1 Cable continues to be operated on a non-common carrier basis.

(7) List of Owners

The ARCOS-1 Cable is owned by a consortium. Licensees (and their affiliates) hold most of the interest in the ARCOS-1 Cable, with 96% of the voting and ownership interests. The remaining voting and ownership interests are held by eighteen (18) international carriers, each with nominal ownership interests in the ARCOS-1 Cable. ASN operates the ARCOS-1 Cable's landing station in North Miami Beach, Florida.⁹

(8) Certification and Ownership Information Requested by Sections 63.18(h)-(k) and (o) of the Commission's Rules

Information requested by Section 63.18(h):

Information concerning the ownership of Licensees is provided hereto as Exhibit B.

Information requested by Section 63.18(i):

Licensees certify that their foreign affiliation information on file with the Commission is not changing as a result of this Application and is incorporated by reference herein. Licensees confirm that they are not affiliated with any foreign carrier in Cuba.¹⁰

Information requested by Section 63.18(j):

Licensees certify that that the information responsive to Section 63.18(j) on file with the Commission is not changing as a result of this Application and is incorporated by reference herein. Licensees confirm that they are not affiliated with any foreign carrier in Cuba.

⁹ The ARCOS-1 cable landing station in Puerto Rico is owned and operated by PrepaNet, an unaffiliated third party carrier in Puerto Rico, and is not part of the instant application.

¹⁰ Although CNL or its wholly owned and controlled subsidiary will be the landing party for Segment 26, the landing party will not be a licensed telecommunications carrier in Cuba.

Information requested by Section 63.18(k):

Licensees certify that that the information responsive to Section 63.18(k) on file with the Commission is not changing as a result of this Application and is incorporated by reference herein.

Licensees confirm that they are not affiliated with any foreign carrier in Cuba.

Information requested by Section 63.18(o):

Licensees certify that, in accordance with Sections 1.2001-1.2003 of the Commission's rules, 47 C.F.R. §§1.2001-1.2003, no party to the application is subject to a denial of Federal benefits that include FCC benefits pursuant to Section 5301 of the Anti-Drug Abuse Act of 1988. *See* 21 U.S.C. § 853(a).

(9) Routine Conditions Certification

Licensees certify that they accept and will abide by the routine conditions specified in Section 1.767(g) of the Commission's rules, 47 C.F.R. § 1.767(g).

(10) Not applicable. The new landing site is not located within the United States, and is not subject to the Coastal Zone Management Act.

(11) Not applicable. This Application does not concern an assignment or transfer of control.

IV. QUALIFICATION FOR STREAMLINED PROCESSING

This application qualifies for streamlined processing under Section 1.767(k)(3) of the Commission's rules, 47 C.F.R. § 1.767(k)(3). Licensees are not foreign carriers in Cuba and are not affiliated with any foreign carrier in Cuba.

Further, Licensees are not required to submit a consistency certification to any state pursuant to Section 1456(c)(3)(A) of the Coastal Zone Management Act of 1972, as amended, 16 U.S.C. § 1456 (the "CZMA"), given that Cuba is not subject to the CZMA.

IV. NATIONAL SECURITY REVIEW

Affiliates of Licensees entered into a Letter of Assurance dated September 11, 2015, as amended on November 3, 2016 (“LOA”), following completion of the Executive Branch’s review of Liberty Global plc’s acquisition of Licensees. Licensees will continue to abide by the commitments contained in the LOA with respect to the new landing site for which it has requested authority herein.

V. CONCLUSION

As demonstrated above, the public interest, convenience and necessity will be served by a grant of this application to modify the cable landing license to add a landing site as described herein. The Licensees respectfully request that the Commission grant this application expeditiously.

Respectfully submitted,



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Washington, DC 20004
(202) 373-6000 (Tel)
(202) 373-6001 (Fax)
u.pin@morganlewis.com

Counsel for Licensees

Dated: June 5, 2018

CERTIFICATE OF SERVICE

The undersigned hereby certifies that the foregoing document was served this date upon the following:

Marlene Dortch
Secretary
Federal Communications Commission
445 12th Street, S.W.
Washington, DC 20554
(via first class U.S. mail, postage prepaid)

U.S. Coordinator
EB/CIP
U.S. Department of State
2201 C Street, N.W.
Washington, D.C. 20520-5818
(via first class U.S. mail, postage prepaid)

David Krech
International Bureau
Federal Communications Commission
445 12th Street, S.W.
Washington, DC 20554
(via electronic mail to
David.Krech@fcc.gov)

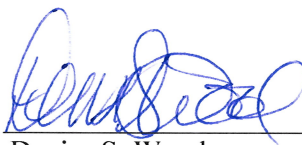
Defense Information Systems Agency
Attn: GC/DO1
6910 Cooper Avenue
Fort Meade, MD 20755-7088
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Troy Tanner
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Washington, DC 20554
(via electronic mail to
Troy.Tanner@fcc.gov)



Denise S. Wood

Dated: June 5, 2018

CERTIFICATION

I, Paul Scott, state that I am President of ARCOS-1 USA, Inc. and A.SurNet, Inc. (together the "Licensees"); that I am authorized to make this Verification on behalf of the Licensees; that the foregoing filing was prepared under my direction and supervision; and that the contents are true and correct to the best of my knowledge, information, and belief. I declare under penalty of perjury that the foregoing is true and correct.

By: 

Name: Paul Scott

Title: President

Date: June 4, 2018

Exhibit A

New Cable Landing Location

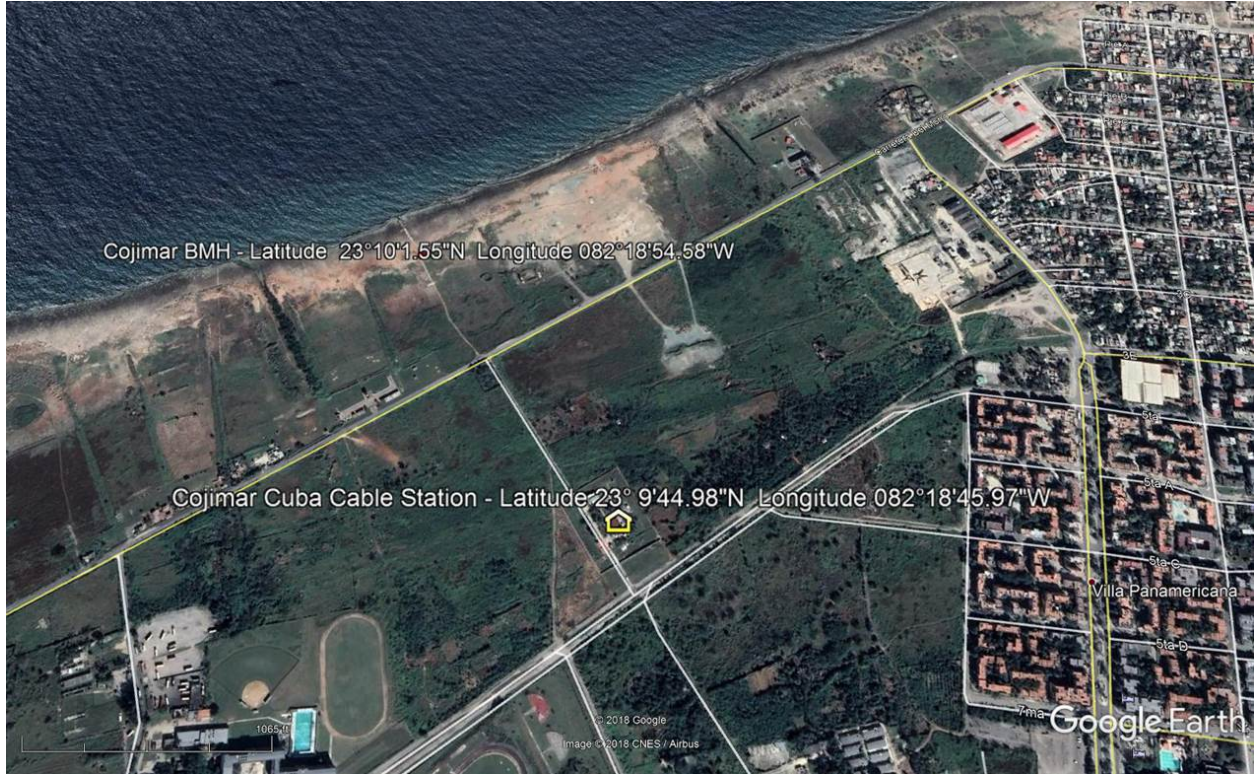


Exhibit B

The following entity holds (direct or indirect) 100% voting and equity interests in each of ARCOS-1 and ASN:

Columbus New Cayman Limited
Floor 4, Willow House
Cricket Square, P.O. Box 268
Grand Cayman KY1-1104, Cayman Islands
Jurisdiction: Cayman Islands
Business: Holding company
Interest: Direct interest of 100% in ARCOS and indirect interest of 100% in ASN.

The following entity holds 100% of the voting and equity interest in Columbus New Cayman Limited:

Columbus Networks, Limited
Windsor Lodge, Government Hill
St. Michael, Barbados
Jurisdiction: Barbados
Business: International telecommunications services
Interest: Indirect 100% interest in Licensees.

The following entity holds 100% of the voting and equity interest in Columbus Networks, Limited:

Columbus TTNW Holdings Inc.
Windsor Lodge, Government Hill
St. Michael, Barbados
Jurisdiction: Barbados
Business: International telecommunications services
Interest: Indirect 100% interest in Licensees.

The following entity holds 100% of the voting and equity interest in Columbus TTNW Holdings Inc.:

Columbus International Inc.
Windsor Lodge, Government Hill
St. Michael, Barbados
Jurisdiction: Barbados
Business: International telecommunications services
Interest: Indirect 100% interest in Licensees.

The following entity holds 100% of the voting and equity interest in Columbus International Inc.:

Sable Holding Limited
2' Floor, 62-65 Chandos Place
London, United Kingdom WC2N 4HG
Jurisdiction: England
Business: Holding company
Interest: Indirect 100% interest in Licensees.

The following entity holds 100% of the voting and equity interest in Sable Holding Limited:

Cable & Wireless Limited
2' Floor, 62-65 Chandos Place
London, United Kingdom WC2N 4HG
Jurisdiction: England
Business: Holding company
Interest: Indirect 100% interest in Licensees.

The following entity holds 100% voting and equity interest in Cable & Wireless Limited:

Cable & Wireless Communications Limited
2' Floor, 62-65 Chandos Place
London, United Kingdom WC2N 4HG
Jurisdiction: England
Business: International telecommunications services
Interest: Indirect 100% interest in Licensees.

The following entity holds 100% of the voting and equity interest in Cable & Wireless Communications Limited:

LGE Coral Holdco
Griffin House, 161 Hammersmith Road
London, United Kingdom W6 8BS
Jurisdiction: England
Business: Holding Company
Interest: Indirect 100% interest in Licensees.

The following entity holds 100% of the voting and equity interest in LGE Coral Holdco:

Liberty CWC Holdings Limited
c/o Griffin House, 161 Hammersmith Road
London, United Kingdom W6 8BS
Jurisdiction: Barbados
Business: Holding company
Interest: Indirect 100% interest in Licensees.

The following entity holds 100% of the voting and equity interest in Liberty CWC Holdings Limited:

LILAC Services Ltd.
2 Church Street
Hamilton HM11 Bermuda
Jurisdiction: Bermuda
Business: Holding company
Interest: Indirect 100% interest in Licensees.

The following entity holds 100% of the voting and equity interest in LiLAC Services Ltd.:

Liberty Latin America Ltd.
2 Church Street
Hamilton HM11 Bermuda
Jurisdiction: Bermuda
Business: International provider of cable and telecommunications services
Interest: Indirect 100% interest in Licensees.

The following persons and/or entities have a shareholding greater than 10 percent of the voting and/or equity interest in Liberty Latin America Ltd.:

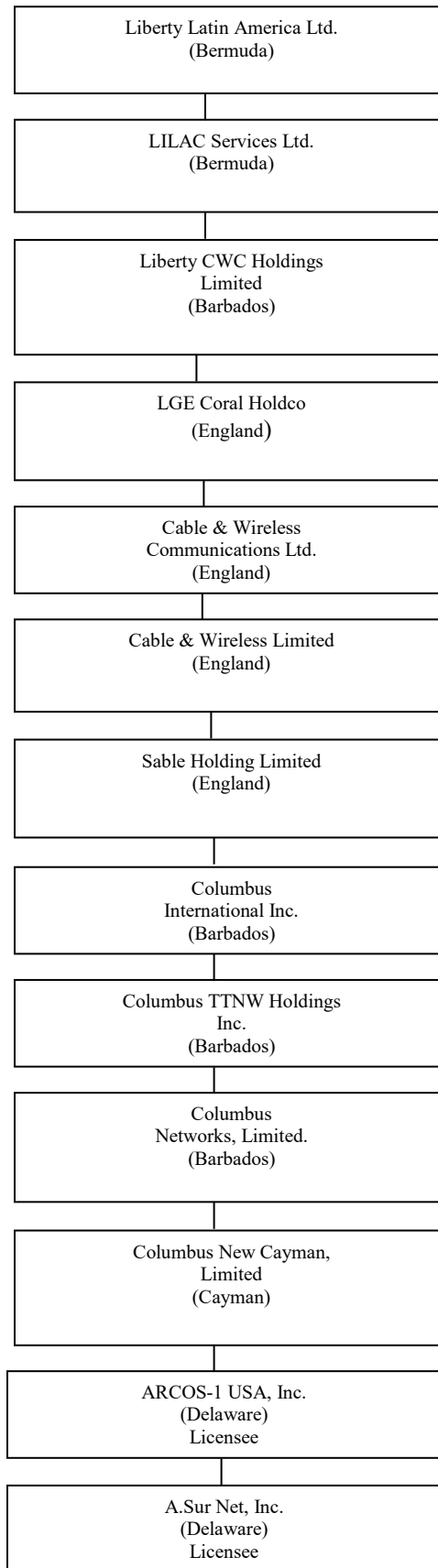
John C. Malone
c/o 1550 Wewatta Street
Suite 710
Denver, Colorado 80202
Citizenship: United States
Business: Cable and telecommunications services
Voting Interest: 25.5%

Genesis Asset Managers
Heritage Hall, Le Marchant Street
St. Peter Port
Guernsey GY1 4WY Channel Islands
Citizenship: Delaware
Business: Institutional investment manager
Voting Interest: 11.5 %

Other than as set forth above, there are no individuals or entities that would have a 10 percent or greater voting or equity interest in Licensees as a result of their voting or equity interest in Liberty Latin America Ltd.

There are no interlocking directors to report.

ARCOS, A.SurNet, Ownership Structure



Unless otherwise indicated, all ownership percentages are 100%.