

BEFORE THE NEBRASKA PUBLIC SERVICE COMMISSION

In the Matter of the Application)	Application No. C-4714
of GC Pivotal, LLC d/b/a Global)	
Capacity, Chicago, Illinois,)	
seeking authority to provide)	GRANTED
resold and facilities-based)	
local exchange and interexchange)	
services in the State of)	
Nebraska.)	Entered: November 24, 2014

BY THE COMMISSION:

On September 24, 2014, an application was filed by GC Pivotal, LLC d/b/a Global Capacity ("GC Pivotal" or "Applicant") of Chicago, Illinois, seeking authority to operate as a resold and facilities-based local exchange and interexchange telecommunications carrier in the State of Nebraska. Notice of the application was published in The Daily Record, Omaha, Nebraska, on September 29, 2014. No protests were filed; therefore, this application is processed pursuant to the Commission's Rule of Modified Procedure.

O P I N I O N A N D F I N D I N G S

Applicant is a privately held limited liability company, organized under the laws of the State of Delaware. Applicant is a subsidiary of Pivotal Global Capacity, LLC. Applicant will do business as Global Capacity in Nebraska. Applicant has been authorized by the Secretary of State to operate in Nebraska as a foreign corporation. Applicant holds authorization to provide telecommunications services in approximately forty states. Applicant has been subject to a regulatory enforcement proceeding in the State of Nevada for an incomplete annual report filing. It was also the subject of a proceeding in West Virginia for failing to commence operations within a year of receiving its certificate. The proceeding was ultimately dismissed without penalty.

Applicant proposes to offer telecommunications services through a combination of its own facilities, facilities leased from other carriers, and resale of facilities and equipment of incumbent local exchange carriers ("ILECs"). Applicant's facilities may include ducts, wires, cables, end-office switches, telecommunications equipment, and other telecommunications transmission facilities. Applicant does not propose to require deposits for retail customers.

Applicant does not intend to provide voice telecommunications services at this time. Accordingly, it does

not intend to provide directory assistance, operator assistance or alternative operator services to its customers. It does not intend to provide emergency 911 services because it does not intend to provide voice services at this time. Applicant will provide 911 to its customers should it begin provisioning voice telecommunications services in Nebraska in the future. Applicant does not intend to provide telephone relay services to its customers because it does not intend to provide voice services. Applicant will provide relay services to its customers should it begin provisioning voice telecommunications services in Nebraska in the future.

In support of its managerial, technical and financial capabilities, Applicant submitted a description of its senior officer's management and telecommunications experience in Exhibit D to its application. Applicant also provided evidence of its financial competence through Exhibit E to its application. Exhibit E was filed under confidential seal.

Applicant stated approval of its application will promote the public interest by increasing competition in the provision of telecommunications services in the State of Nebraska. Applicant proposes to provide high quality, cost effective telecommunications services with an emphasis on customer service. Applicant agrees to adhere to all state laws and all Commission policies, rules and orders.

O P I N I O N A N D F I N D I N G S

The Commission considers this application for authority in light of the following criteria and standards established in the Commission's telecommunications rules:

- (a) Whether the Applicant has provided the information required by the Commission;
- (b) Whether the Applicant has provided a performance bond, if required;
- (c) Whether the Applicant possesses adequate financial resources to provide the proposed service;
- (d) Whether the Applicant possesses adequate technical competence and resources to provide the proposed service;
- (e) Whether the Applicant possesses adequate managerial competence to provide the proposed service; and

(f) Whether granting the Applicant a certificate preserves and advances universal service, protects the public safety and welfare, ensures the continued quality of telecommunications services, and safeguards the rights of consumers, pursuant to Section 253(b) of the Act.

Applicant has demonstrated that it meets the standards of financial, technical and managerial competence and all other criteria necessary to provide the proposed services in the State of Nebraska.

These opinions and findings carry no precedential value other than establishing minimum standards and criteria to apply when considering applications to provide local exchange service in the above-mentioned territories. All telecommunications carriers seeking such a certificate must demonstrate that they meet, at a minimum, the standards and criteria set forth herein.

Before the Applicant is allowed to provide local exchange service to its users, it must either:

(a) Through negotiation or arbitration, reach an interconnection/resale agreement with the pertinent incumbent local exchange carrier and receive Commission approval of the interconnection/resale agreement; or

(b) In the event a certified local exchange carrier provides a wholesale tariff, purchase rates from that tariff, file its own tariff and receive Commission approval of its tariff.

This order does not terminate, waive or in any manner diminish the exemptions and protections created by the Act for rural carriers, as defined by the Act. This order does not address the issue of the rural local exchange carrier exemption under the Act. Rural exemptions may be terminated, suspended or modified only as provided in Section 251(f) of the Act.

Prior to providing service in any area in the State of Nebraska, Applicant must file tariffs in accordance with the provisions of Section 002.21 of the Neb. Admin. R. & Regs. Title 291, Chapter 5.

Upon the offering of local exchange and interexchange services in the State of Nebraska, Applicant would be subject to the same laws, rules and regulations, both federal and state (including any laws, rules or regulations regarding universal service, restrictions on joint marketing and quality of service), applicable to any other local exchange and

interexchange carriers, except those obligations imposed on ILECs pursuant to Section 251(c) of the Act.

O R D E R

IT IS THEREFORE ORDERED by the Nebraska Public Service Commission that Application No. C-4714, be, and it is hereby, approved.

IT IS FURTHER ORDERED that the Applicant comply with Section 251(f)(1)(B) of the Telecommunications Act of 1996 and that the Applicant submit any bona fide request(s) for interconnection, services or network elements from a rural telephone company to the Commission for its approval.

IT IS FURTHER ORDERED that Applicant is obligated to abide by the same laws, rules and regulations, both federal and state (including any laws, rules or regulations regarding universal service, restrictions on joint marketing and quality of service), applicable to any other interexchange and local exchange carriers, except obligations imposed on incumbent local exchange carriers pursuant to Section 251(c) of the Act.

IT IS FURTHER ORDERED that, to the extent Applicant provides access line service as referenced in the Telecommunications Relay System Act, Neb. Rev. Stat. §§ 86-301 through 86-315 (Relay Act) and defined in Neb. Admin. R. & Reg. Title 291, Chapter 5 § 001.01B, the Applicant shall collect from its subscribers a surcharge (Relay Surcharge) pursuant to the relay act and the Commission's annual orders establishing the amount of the surcharge, and shall remit to the Commission the proceeds from the relay surcharge as provided by the relay act.

IT IS FURTHER ORDERED that the Applicant comply with all necessary statutes and Commission Rules and Regulations as they pertain to the Nebraska Universal Service Fund.

IT IS FURTHER ORDERED that Applicant shall file, in accordance with the applicable statutes, on or before April 30 of each year, an annual report with the Commission consisting of: (a) a copy of the ARMIS Report filed with the Federal Communications Commission if applicable; (b) a copy of any annual report to stockholders; and (c) a copy of the latest Form 10-K filed with the Securities and Exchange Commission. If such reports are unavailable, Applicant shall file a balance sheet and income statement for the previous year of operation, and for the State of Nebraska on a combined interstate-intrastate basis, the investment in the telephone plant and equipment located

within the state, accumulated depreciation thereon, operating revenues, operating expenses and taxes.

IT IS FURTHER ORDERED that within 30 days from the entry of this order that the Applicant file a tariff with the Commission as required by state statutes and the Commission's regulations.

IT IS FINALLY ORDERED that this order be, and hereby is, made the Commission's official Certificate of Public Convenience and Necessity to the Applicant to provide resold and facilities-based local exchange and interexchange telecommunications services in the State of Nebraska.

MADE AND ENTERED at Lincoln, Nebraska, this 24th day of November, 2014.

NEBRASKA PUBLIC SERVICE COMMISSION

COMMISSIONERS CONCURRING:

Chairman

ATTEST:

Executive Director

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COMMISSIONERS CONCURRING:

Aure Boege
Tim Schram
Bob Johnson
Guadalupe

Frank E. Landis
Chairman

ATTEST:

Steve Meradit
Executive Director

//s//Frank E. Landis