Decision No. C23-0815

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF COLORADO

PROCEEDING NO. 23A-0517T

IN THE MATTER OF THE APPLICATION OF TEXAS TELCOM LLC FOR A CERTIFICATE OF PUBLIC CONVENIENCE AND NECESSITY (CPCN) TO PROVIDE PART IV SERVICES (4 CCR 723-2-2103).

COMMISSION DECISION GRANTING APPLICATION WITH CONDITIONS

Mailed Date: December 11, 2023 Adopted Date: December 6, 2023

I. <u>BY THE COMMISSION</u>

A. Statement

1. By this Decision, we grant the application of Texas Telcom, LLC (Texas Telcom) for a Certificate of Public Convenience and Necessity (CPCN) to Provide Part IV Services in the state of Colorado, as discussed below.

B. Background

1. On October 20, 2023, Texas Telcom filed an Application for a CPCN to provide Part IV services. Texas Telcom plans to provide voice and internet services throughout the state of Colorado, pursuant to Rule 2103 of the Rules Regulating Telecommunications Services and Providers of Telecommunications Services, 4 *Code of Colorado Regulations* (CCR) 723-2.

2. On October 31, 2023, notice of the Application was provided to all persons, firms, or corporations, interested in, or affected by the grant or denial of the request. Interventions were due on or before November 30, 2023. No interventions were received in this proceeding.

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On November 29, 2023, Texas Telcom filed a Statement of Willingness to Provide
Financial Assurance pursuant to a Commission Staff calculation based upon projected revenues.
Texas Telcom agrees to provide the Commission financial assurance in the form of a bond or a
letter of credit in the amount of \$11, 160 as a condition of obtaining its CPCN.

C. Discussion

3. No one has filed an intervention opposing the Application. We, therefore, find that the Application is unopposed and considered it without a formal hearing pursuant to § 406-109(5), C.R.S.

4. The Commission modified its Rules Regulating Telecommunications Services and Providers of Telecommunications Services, 4 CCR 723-2 (Proceeding No. 16R-0453T, with an issuance date of June 10, 2016). The modified rules allow providers offering Part IV services under § 40-15-401, C.R.S., to apply to the Commission to obtain a CPCN. No CPCN is required for services classified in Part IV of Article 15 of Title 40 of the Colorado Revised Statutes. Pursuant to § 40-15-503.5, C.R.S., and Commission Rule 2111, 4 CCR 723-2, the Commission may require an applicant requesting an operating authority to post a bond or provide other security as a condition of obtaining a Commission operating authority.

5. Due to the financial information provided by Texas Telcom, we conclude that financial assurance for the issuance of a CPCN is necessary and appropriate in the form of either a bond or a letter of credit and shall be required to be posted with the Commission under the terms and conditions specified in the Attachments to this Decision. The issuance of a bond or letter of credit is consistent with previously issued Commission decisions granting CPCNs when financial fitness is an issue. Section 40-15-503.5, C.R.S., and Commission Rule 2111 allow the Commission to impose a bond or other security as a condition of obtaining an operating authority.

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6. With the issuance of this authority, Texas Telcom must: (1) file a bond or letter of credit consistent with the terms and conditions in the Attachments to this Decision; and (2) comply with all applicable statutory and regulatory requirements pursuant to Rule 2103(a)(XVI), 4 CCR 723-2.

II. <u>ORDER</u>

A. The Commission Orders That:

1. Texas Telcom LLC is granted a Certificate of Public Convenience and Necessity to provide wholesale Part IV services on a statewide basis with the conditions included herein.

2. Texas Telcom LLC is not required to create and provide tariffs to the Commission.

3. Texas Telcom LLC shall not unjustly discriminate among customers in the same class of service, per Commission Rule 4 *Code of Colorado Regulations* 723-2-2103.

4. Before commencing operations under this CPCN to provide Part IV services, Texas Telcom LLC shall file with the Commission, financial assurance in the form of a bond or letter of credit consistent with the terms and conditions as described in the Attachments to this Decision.

5. If Texas Telcom LLC fails to file financial assurance within one year from the Mailed Date of this Decision, this CPCN to provide Part IV services shall be deemed null and void without further action of the Commission. For good cause shown, and if a proper request is filed within one year of the Mailed Date of this Decision, the Commission may grant additional time within which to file financial assurance.

6. Consistent with terms and conditions established in previous Commission decisions, Texas Telcom LLC will be required to contribute, as prescribed by statute, rule, or order of the Commission, based on the entirety of its intrastate services regardless of the technology, to the Public Utilities Commission's Telecommunications Utilities Fund, the Colorado High-Cost

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Support Mechanism, the Colorado Telephone Users Disabilities Fund, the Statewide 9-1-1 Surcharge Trust Cash Fund, the Statewide 9-8-8 Surcharge, and other financial support mechanisms that may be created in the future by the Commission to implement §§ 4015-502(4) and (5), C.R.S.

7. The 20-day period provided for in § 40-6-114, C.R.S., within which to file applications for rehearing, reargument, or reconsideration begins on the first day following the effective date of this Decision.

8. This Decision is effective on its Mailed Date.

B. ADOPTED IN COMMISSIONERS' WEEKLY MEETING December 6, 2023

(S E A L)



ATTEST: A TRUE COPY

Rebecca Suboto

Rebecca E. White, Director

THE PUBLIC UTILITIES COMMISSION OF THE STATE OF COLORADO

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Commissioners