BEFORE THE PUBLIC SERVICE COMMISSION

OF THE STATE OF DELAWARE

IN THE MATTER OF ZAYO GROUP, LLC FOR A) CERTIFICATE OF PUBLIC CONVENIENCE AND) NECCESSITY TO PROVIDE COMPETITIVE LOCAL EXCHANGE AND INTRASTATE) TELECOMMUNICATIONS SERVICES WITHIN THE) STATE OF DELAWARE, AND FOR REVIEW OF A) PLAN FOR PROVIDING INTRALATA TOLL) PARITY IN ACCORDANCE DIALING WITH) FEDERAL COMMUNICATIONS COMMISSION) REQUIREMENTS (FILED FEBRUARY 7, 2011))

PSC DOCKET NO. 11-55

ORDER NO. 7956

AND NOW, this 10th day of May 2011:

WHEREAS, on February 7, 2011, Zayo Group, LLC ("Zayo" or "the Company"), filed with the Commission an application for a Certificate of Public Convenience and Necessity ("CPCN") to allow it to provide local exchange and competitive intrastate telecommunications services within Delaware. Zayo has also filed an illustrative tariff setting forth the terms and conditions for its proposed services; and

WHEREAS, public notice of the application, including a period for filing objections, was published in <u>The News Journal</u> newspaper on March 29, 2011 and the <u>Delaware State News</u> newspaper on March 25, 2011. No comments or objections to the application have been received. The Commission Staff reports that Zayo has shown that it has the financial, technical, and managerial capabilities as required for a CPCN as set forth in the Commission's "Rules for the Provision of Telecommunications Services." (the "Rules"). See 26 *Del. C.* §4001, et. seq. Zayo currently has a Surety Bond Rider in the amount of Ten Thousand Dollars (\$10,000)1; and

WHEREAS, the Commission determines that a conditional CPCN should be granted to Zayo authorizing it, as a public utility, to offer local exchange and competitive intrastate telecommunications services under the provisions of the Commission's Rules until the Company completes the conditions described in Ordering Paragraph 3.

NOW, THEREFORE, IT IS HEREBY ORDERED BY THE AFFIRMATIVE VOTE OF NOT FEWER THAN THREE COMMISSIONERS:

1. That, pursuant to 26 *Del. C.* §§203A and 703(3) and the Commission's "Rules for the Provision of Telecommunications Services," a conditional Certificate of Public Convenience and Necessity is granted to Zayo Group. LLC to operate as a public utility and provide local exchange and interstate telecommunications services as described in the application filed on February 7, 2011.

2. That Zayo Group, LLC shall provide local exchange and competitive intrastate telecommunications services in the manner required by the Commission's "Rules for the Provision of Telecommunications Services," and shall, at all times, comply with all applicable provisions of such Rules. Zayo Group, LLC shall also file all returns and pay all assessments and fees as may be required by the provisions of 26 *Del. C.* §§114 and 115.

¹ This Application is being filed in connection with an intra-corporate reorganization that Zayo will undertake with certain of its various subsidiaries to simply tis existing corporate structure. Among other things, the reorganization will include the merger of Zayo Bandwidth, LLC WITH AND INTO Zayo with Zayo using a Rider to use Zayo Bandwidth's \$10,000 surety bond.

3. That the Certificate for local exchange telecommunications services is awarded upon, and subject to, the following conditions:²

- (a) That ten (10) days prior to the date Zayo Group, LLC intends to offer and implement local exchange telecommunications services, Zayo Group, LLC shall file a tariff or price list with rules, regulations, terms, and conditions of service specifically adopted for Delaware; and
- (b) That Zayo Group, LLC has a Commission approved interconnection agreement or a filed "opt-in" agreement between Zayo Group, LLC and Verizon Delaware LLC, or another certificated local exchange carrier.

4. That the provisions of 26 Del. C. §208(b) are waived, and Zayo Group, LLC is authorized to maintain its books and records relating to its Delaware operations outside of the State of Delaware provided, however, and upon the condition that, all such books and records relating to Delaware operations as the Commission may deem it reasonably necessary from time to time, to review and copy, shall be provided to the Commission at the Commission's Office within the State of Delaware in a timely manner upon written request by the Commission's Deputy Director or Executive Director. The conduct of such a review at a location other than Delaware shall be at the Company's expense.

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 $^{^{2}\}mbox{These}$ conditions must be completed within 6 months of the date of this Order.

5. That a violation of this Order, the Commission rules and regulations, or other applicable law may result in suspension or revocation of this Certificate.

6. That the Commission reserves the jurisdiction and authority to enter such further Orders in this proceeding as may be deemed necessary or proper.

BY ORDER OF THE COMMISSION:

/s/ Arnetta McRae Chair

/s/ Joann T. Conaway Commissioner

/s/ Jaymes B. Lester Commissioner

/s/ Dallas Winslow Commissioner

/s/ Jeffrey J. Clark Commissioner

ATTEST:

/s/ William F. O'Brien Executive Director