OPEN MEETING

ORIGINAL MEMORANDUM



AZ CORP CUMMIDSIUN Arizona Corporation Commission

TO:

THE COMMISSION

DOCKETED

2017 MAY 25 P 2:23

DOCKET CONTROL

FROM:

Utilities Division

MAY 2 5 2017

DATE:

May 25, 2017

DOCKETED BY

RE:

IN THE MATTER OF THE APPLICATION OF YMAX COMMUNICATIONS CORP. FOR RESCISSION OF BOND REQUIREMENTS CONTAINED IN ARIZONA CORPORATION COMMISSION DECISION NO. 69644 (DOCKET

NO. T-20434A-17-0056)

Introduction

Enclosed are the Commission Staff's memorandum and proposed order in the matter of the application of YMax Communications Corp. for Rescission of Bond Requirements Contained in Arizona Corporation Commission Decision No. 69644 (Docket No. T-20434A-17-0056).

This is only a Staff recommendation to the Commission; it has not yet become an order of the Commission. The Commission can decide to accept, amend or reject Staff's proposed order.

You may file comments to the recommendation(s) of the proposed order by filing an original and thirteen (13) copies of the comments with the Commission's Docket Control Center at 1200 W. Washington St., Phoenix, AZ 85007 by 4:00 p.m. on or before June 8, 2017.

This matter may be scheduled for Commission deliberation at its Open Meeting on June 13, 2017 at 10:00 a.m. and June 14, 2017, at 10:00 a.m.

If you have any questions about this matter, please contact Beth Soliere of our Staff at (602) 542-0856 or Elijah O. Abinah, Director, at (602) 542-6935.

Background

On February 24, 2017, YMax Communications Corp. ("YMax" or "Applicant") submitted an Application requesting elimination of the bond or letter of credit requirement contained in Decision No. 69644.

In Decision No. 69644, dated June 6, 2007, the Arizona Corporation Commission ("Commission") ordered YMax to procure either a performance bond or an irrevocable sight draft letter of credit ("ISDLOC") equal to \$110,000, file proof of such with Docket Control, and deliver the original to the Commission's Business Office. YMax was also ordered to keep the performance bond on file in effect until further Order of the Commission. On August 6, 2007, YMax filed proof that it had obtained a performance bond in the amount of \$110,000 and had delivered the original to the Commission's Business Office.

Staff has confirmed the Utilities Division is in possession of the following:

- An original Notice of Reinstatement dated November 18, 2016.
- An original Notice of Reinstatement dated November 24, 2015.
- An original Notice of Reinstatement dated November 19, 2013.
- An original Letter of Reinstatement dated November 29, 2011.
- An original Letter of Reinstatement dated November 10, 2010.
- An original Replacement Bond in the amount of \$110,000 dated December 9, 2009.
- An original bond in the amount of \$110,000 dated June 29, 2007.

Compliance

According to the Corporations Division, YMax is in good standing. The Compliance Section of the Utilities Division reports that YMax is currently in compliance. The Consumer Services Section of the Utilities Division reports there were no complaints or opinions about YMax between January 1, 2014 and April 26, 2017. YMax filed its 2015 Utilities Annual Report on April 11, 2016.

Staff Recommendations

The Commission has, in appropriate circumstances, relieved telecommunications providers of the obligation to maintain a performance bond or ISDLOC. Staff recommends YMax be relieved of the \$110,000 performance bond or ISDLOC obligation contained in Decision No. 69644.

The Applicant states that in order to release the bond, it is sufficient for the Commission to include in an ordering paragraph language authorizing the Applicant to cancel, rescind, discontinue and be released from the performance bond or ISDLOC requirements set by Decision No. 69644 and authorizing cancellation of the bond effective with the date of the Order issued in this case.

YMax requested that the bond documentation should be returned to the following name and address:

Mr. Mark Pavol YMax Communications Corp. 222 Lakeview Ave., Suite 1600 West Palm Beach, FL 33401

Elijah O. Abinah Acting Director Utilities Division

EOA:BLS:nr\BAH

ORIGINATOR: Beth Soliere

THE COMMISSION May 25, 2017 Page 3

Service List for: YMax Communications Corp.

Docket No.: T-20434A-17-0056

On this 25th day of May, 2017, the foregoing document was filed with Docket Control as a Utilities Division Memorandum & Proposed Order, and copies of the foregoing were mailed on behalf of the Utilities Division to the following who have not consented to email service. On this date or as soon as possible thereafter, the Commission's eDocket program will automatically email a link to the foregoing to the following who have consented to email service.

Ms. Sharon Thomas Technologies Management 151 Southhall Lane, Suite 450 Maitland, Florida 32751 sthomas@tminc.com imennens@tminc.com

Consented to Service by Email

Mr. Andy Kvesic Director, Legal Division Arizona Corporation Commission 1200 West Washington Street Phoenix, Arizona 85007 LegalDiv@azcc.gov utildivservicebyemail@azcc.gov

Consented to Service by Email

BEFORE THE ARIZONA CORPORATION COMMISSION

1 TOM FORESE 2 Chairman **BOB BURNS** 3 Commissioner DOUG LITTLE 4 Commissioner 5 ANDY TOBIN Commissioner BOYD DUNN 6 Commissioner 7 8 IN THE MATTER OF THE APPLICATION DOCKET NO. T-20434A-17-0056 OF YMAX COMMUNICATIONS CORP. DECISION NO. 9 FOR RESCISSION OF BOND REQUIREMENTS CONTAINED IN **ORDER** 10 ARIZONA CORPORATION COMMISSION DECISION NO. 69644 11 12 Open Meeting 13 June 13 and 14, 2017 Phoenix, Arizona 14 BY THE COMMISSION: 15 FINDINGS OF FACT 16 17 1. On February 24, 2017, YMax Communications Corp. ("YMax" or "Applicant") 18 submitted an Application requesting elimination of the bond or letter of credit requirement contained 19 in Decision No. 69644. 20 Background 21 In Decision No. 69644, dated June 6, 2007, the Arizona Corporation Commission ("Commission") ordered YMax to procure either a performance bond or an irrevocable sight draft 22 letter of credit ("ISDLOC") equal to \$110,000, file proof of such with Docket Control, and deliver the 23 original to the Commission's Business Office. YMax was also ordered to keep the performance bond 24 on file in effect until further order of the Commission. On August 6, 2007, YMax filed proof that it 25 had obtained a performance bond in the amount of \$110,000 and had delivered the original to the 26 Commission's Business Office. 27 2. Staff has confirmed the Utilities Division is in possession of the following:

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- An original Notice of Reinstatement dated November 18, 2016.
- An original Notice of Reinstatement dated November 24, 2015.
- An original Notice of Reinstatement dated November 19, 2013.
- An original Letter of Reinstatement dated November 29, 2011.
- An original Letter of Reinstatement dated November 10, 2010.
- An original Replacement Bond in the amount of \$110,000 dated December 9, 2009.
- An original bond in the amount of \$110,000 dated June 29, 2007.

Compliance

3. According to the Corporations Division, YMax is in good standing. The Compliance Section of the Utilities Division reports that YMax is currently in compliance. The Consumer Services Section of the Utilities Division reports there were no complaints or opinions about YMax between January 1, 2014 and April 26, 2017. YMax filed its 2015 Utilities Annual Report on April 11, 2016.

Staff Recommendations

- 4. The Commission has, in appropriate circumstances, relieved telecommunications providers of the obligation to maintain a performance bond or ISDLOC. Staff recommends YMax be relieved of the \$110,000 performance bond or ISDLOC obligation contained in Decision No. 69644.
- 5. The Applicant states that in order to release the bond, it is sufficient for the Commission to include in an ordering paragraph language authorizing the Applicant to cancel, rescind, discontinue and be released from the performance bond or ISDLOC requirements set by Decision No. 69644 and authorizing cancellation of the bond effective with the date of the Order issued in this case.
- 6. YMax requested that the bond documentation should be returned to the following name and address:

Mr. Mark Pavol YMax Communications Corp. 222 Lakeview Ave., Suite 1600 West Palm Beach, FL 33401

CONCLUSIONS OF LAW

1. YMax Communications Corp. is a public service corporation within the meaning of Article XV of the Arizona Constitution.

Decision	No		
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	Frage 4 Docket 140. 1-204541-17-0050
1	IT IS FURTHER ORDERED that the bond documentation on file with the Commission on
2	behalf of YMax Communications Corp. be returned to the following name and address provided by
3	the Applicant:
4	Mr. Mark Pavol
5	YMax Communications Corp. 222 Lakeview Ave., Suite 1600
6	West Palm Beach, FL 33401
7	IT IS FURTHER ORDERED that this Decision shall become effective immediately.
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9	BY THE ORDER OF THE ARIZONA CORPORATION COMMISSION
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11	CHAIRMAN FORESE COMMISSIONER DUNN
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14	COMMISSIONER TOBIN COMMISSIONER LITTLE COMMISSIONER BURNS
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16	NA WITTH VICE WILLIAM A TOP I OF T
17	IN WITNESS WHEREOF, I, TED VOGT, Executive Director of the Arizona Corporation Commission, have
18	hereunto, set my hand and caused the official seal of this Commission to be affixed at the Capitol, in the City of
19	Phoenix, thisday of, 2017.
20 21	
22	TED VOGT
23	EXECUTIVE DIRECTOR
24	
25	DISSENT:
26	DISSENT:
27	EOA:BLS:nr\BAH
28	
	Decision No

Decision No. ____

- 1	
1	SERVICE LIST FOR: YMax Communications Corp.
2	DOCKET NO. T-20434A-17-0056
3	Ms. Sharon Thomas
4	Technologies Management 151 Southhall Lane, Suite 450
5	Maitland, Florida 32751 sthomas@ttminc.com
6	imennens@tminc.com
7	Consented to Service by Email
8	Mr. Andy Kvesic Director, Legal Division
9	Arizona Corporation Commission 1200 West Washington Street
10	Phoenix, Arizona 85007 LegalDiv@azcc.gov
11	utildivservicebyemail@azcc.gov Consented to Service by Email
12	Consented to Service by Email
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