

Subj: **Sorenson Communications**
Date: 05/25/10 10:03:48 A.M. Eastern Daylight Time

Dear FCC Commissioners,

After reading some news article, It apparently Sorenson Communications has been telling their investors that they are doing about \$240 million dollars profit yearly, Sorenson has total debt obligations of \$1.545 Billion Dollars, the debt is funded by various investors, and they would need to pay their investors in the amount of \$130 million dollars per year in interest alone. (Please see the attachment for more details)

First Lien Note is in the amount of \$810 Million at the LIBOR+250bps maturity date is April 2012

Sorenson's USD 735m 10.5% senior secured second lien bond due 2015 included a payment of \$178.9m equity distribution (to the GTCR Golder Rauner LLC) which was payable in January 2010.

After doing some calculations based on National Exchange Carrier Association, Inc's Annual Submission of TRS Payment and Revenue Requirements, for July 2010 –June 2011, In this report, NECA has stated total disbursements of \$623,113,586 dollars in the 2009 year for Video Relay Section portion. Sorenson has been claiming they do between 80%-85% of the VRS market . Lets err on the low end, 80% of the total disbursements is \$498,490868.80. With the \$240 Million claimed by Sorenson to the investors compared with the estimated income of \$498,490868.80 , Sorenson's Earnings before interest, tax, depreciation and amortization would be about **48%**.

48% profit????? at the expense of TRS Fund (Public funded by Phone Companies), I am at total loss of words because this deal represented a transfer of wealth from the public – phone bill taxes fund the reimbursements – to the investors.

I would say that it is time for FCC to speak up and take a stand on the 11.25% profit margin that FCC has implemented! I do not think its right that FCC allows HUGE profit of \$240 million dollars siphoned off to the investor's people while the other VRS companies are barely making it.

Thank you

Jon Ziev
Deaf Consumer

Attachment: Sorenson-Info.pdf