

50 SE Cascade Ave.
PO Box 857
Stevenson, WA 98648-0857
Tel. 509.427.4865
Fax: 509.427.4828

RECEIVED
2009 JUN -4 PM 2:53
IDAHO PUBLIC
UTILITIES COMMISSION

Tanager
Telecom

TTL-T-09-01

June 1, 2009

Idaho Public Utilities Commission
Commission Secretary
472 W. Washington
P. O. Box 83720
Boise, ID 83720-0074

Re: Application for Certificate of Public Convenience and Necessity

Dear Madam:

Enclosed for filing with the Idaho Public Utilities Commission are three (3) originals of Tanager Telecommunications, LLC.'s Application for Certificate of Public Convenience and Necessity, along with the accompanying required exhibits: Certificate of Existence from the Idaho Secretary of State, Illustrative Tariff, and Tanager's Balance Sheets and P&L Statements for the current and preceding year.

If you have any questions or require anything further in order to process this application, please do not hesitate to let us know.

Sincerely,



Brian J. Adams
Manager

Enclosures

APPLICATION TO THE IDAHO PUBLIC UTILITIES COMMISSION

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FOR CERTIFICATION AS A COMPETITIVE LOCAL EXCHANGE CARRIER

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IDAHO PUBLIC
UTILITIES COMMISSION

Tanager Telecommunications, LLC. d/b/a Tanager Telecom

Tanager Telecommunications, LLC. d/b/a Tanager Telecom ("Tanager") hereby applies for a Certificate of Public Convenience and Necessity to provide basic local exchange service within the state of Idaho, in accordance with Title 62 of the *Idaho Code*, the IPUC Rules of Procedure, and Commission Procedural Order No. 26665:

I. Proposed Services

Tanager Telecommunications, LLC. resells telecommunications services from Qwest and other CLECs, in the geographical territories served by them. Services are marketed and provided to commercial entities governmental agencies, as well as to the public. Marketing is performed through government bidding, word of mouth, and the websites www.tanagertel.com and www.saw.net. With its sister company, Sawtooth Technologies, LLC., Tanager has recently designed and managed the conversion of nine VA facilities in Idaho, Oregon, and Washington from traditional TDM network to new fiber optic based Ethernet service.

As a reseller, Tanager at present maintains a small amount of equipment in Idaho as required to provide services to the VA. Tanager anticipates installing additional equipment and facilities as needed to meet the requirements of new customers in Idaho.

II. Form of Business

Tanager Telecommunications, LLC. is a limited liability company organized June 30, 2003, under the laws of the State of Washington (UBI No. 602-306-371) and registered with the Idaho Secretary of State as a foreign LLC. A certificate in good standing from the Idaho Secretary of State is attached as Exhibit A to this application.

Tanager is currently certified as a Competitive Local Exchange Carrier (CLEC) by the Washington State Utilities and Transportation Commission and by the Public Utility Commission of Oregon.

Principal Business Address: 50 SE Cascade Ave.
P. O. Box 857
Stevenson, WA 98648

Registered Agent in WA: Brian J. Adams
P. O. Box 857
Stevenson, WA 98648

Idaho Registered Agent: National Registered Agents, Inc.

Address of Idaho Registered Agent: 1423 Tyrell Lane
P.O. Box 359
Boise, ID 83701

Principle Parties:

Name and Address	Capital Contribution	Units Owned	Percentage of All Units	Percentage of Interest
Cheryl M. Adams	\$1,000.00	100	100%	100%

III. Telecommunication Service

Customer classes served by Tanager:

1. Government
2. Commercial
3. Residential and small business

Services provided by Tanager:

1. Business phone lines (single or multiple)
2. TI and PRI
3. Fiber Optic Ethernet
4. Broadband Internet

IV. Service Territory

1. Location and incumbent local competing local exchange carriers: The services to be provided are in or around the geographical territories served by Qwest and Verizon.

2. Intended manner of service: The services are provided through resale from ILECs and CLECs, such as Qwest and American Fiber Systems.

3. Likely competing CLECs: Time-Warner Telecommunications, Integra Telecom, and American Fiber Systems.

4. Property owned by Tanager: Tanager provides Internet services on a resale basis and at the present time owns no major facilities in the state of Idaho, aside from the equipment necessary for the provision of services. However, it is anticipated that may change in the future in order to meet the needs of its Idaho customers.

V. Financial Information

Current detailed balance sheets, including a detailed income and profit and loss statements of applicant reflecting current and prior year balances (for calendar year 2008 and January through April, 2009) are attached as Exhibit B to this application.

VI. "Illustrative" Tariff Filings

An "illustrative tariff", containing proposed initial tariff and price sheets setting forth rates (subject to finalization of interconnection agreements), rules, terms, and regulations applicable to the contemplated service, is attached Exhibit C to this application.

VII. Customer Contact

1. Contacts for customer inquiries and complaints:

Tammy Branom, Government Customer Service Manager
Tel.: 509-427-4865
FAX: 509-427-4828
Email: tammy.branom@tanagertel.com

Ray Hill, Government Sales Manager
Tel.: 509-427-4865
FAX: 509-427-4828
Email: ray.hill@tanagertel.com

2. Toll-free number: 1-888-427-4865

3. Contact for Idaho Public Utilities Commission inquiries:

Brian J. Adams
Tel.: 509-427-4865 ext.111
FAX: 509-427-4828
Email: brian.adams@tanagertel.com

VIII. Interconnection Agreements

Tanager has current interconnection agreements with Qwest in other geographical areas and is actively pursuing resale arrangements with them for Idaho. Tanager is seeking

agreements with other CLECs and local independent phone companies in the areas covered by this contract.

IX. Compliance with Commission Rules

Tanager has reviewed all of the Commission rules and agrees to comply with them.

X. Escrow Account or Security Bond

Tanager does not require advance deposits from its customers.

Respectfully submitted this 1st day of June, 2009, by:

Tanager Telecommunications, LLC.

A handwritten signature in black ink, appearing to read "Brian J. Adams", is written over the printed name.

Brian J. Adams
Manager

11:45 AM
 05/28/09
 Accrual Basis

Tanager Telecommunications, LLC

Profit & Loss

January through December 2008

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Jan - Dec 08
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IDAHO PUBLIC
 UTILITIES COMMISSION

Ordinary Income/Expense	
Income	
4100 · Tower Rental	
4110 · Biddle Butte	57,488.88
4125 · Fir Mtn Ridge	6,130.00
Total 4100 · Tower Rental	63,628.88
4200 · Sawtooth QMOE	177,436.30
4210 · WHSL Data Network	71,080.70
4220 · WHSL Telecom	38,584.60
4300 · Consulting	16,580.00
4450 · Non Recurring Installations	7,390.80
Total Income	374,701.28
Expense	
5100 · Tower Property Expenses	
5110 · Tower Property Leases	46,815.40
5120 · Tower Maintenance	2,355.03
Total 5100 · Tower Property Expenses	49,170.43
5200 · Qwest QMOE	162,186.54
5210 · Data Network	57,172.89
5220 · Telecom	21,800.31
6000 · Personnel Expenses	
6800 · Sub Contracting	500.00
Total 6000 · Personnel Expenses	500.00
8000 · Other Operating Expenses	
8020 · Storage Facility Occupancy	2,191.80
8101 · Bad Debt	0.01
8300 · Dues and Subscriptions	25.00
8400 · Office Expenses	59.50
8500 · Legal/Acct/Consulting	150.00
8600 · Taxes/Licenses	3,888.17
8800 · Meals/Entertainment	771.23
8810 · Repairs and Maintenance	469.91
8830 · Travel/Auto	4,401.39
Total 8000 · Other Operating Expenses	11,957.01
8150 · Other Expense	0.00
Total Expense	302,787.18
Net Ordinary Income	71,914.10
Other Income/Expense	
Other Income	
4120 · Utilities Reimbursement	3,213.17
Total Other Income	3,213.17
Other Expense	
9100 · Simple IRA	10,500.00
9600 · Interest Expense	1,526.92
9900 · SUSPENSE	0.00
Total Other Expense	12,026.92
Net Other Income	-8,813.75
Net Income	63,100.35

11:45 AM
05/28/09
Accrual Basis

Tanager Telecommunications, LLC
Balance Sheet
As of December 31, 2008

	<u>Dec 31, 08</u>
ASSETS	
Current Assets	
Checking/Savings	
1000 · Riverview Bank	10,465.84
1010 · Riverview Community Bank	-1,015.20
Total Checking/Savings	<u>9,450.64</u>
Accounts Receivable	
1200 · Accounts Receivable	37,052.17
Total Accounts Receivable	<u>37,052.17</u>
Total Current Assets	46,502.81
Fixed Assets	
1570 · Lincoln County Land	25,554.00
1580 · Stevenson Storage Facility	7,113.96
1600 · Telecommunication Towers	21,615.38
1680 · Vehicles	35,136.00
1690 · Accumulated Depreciation	-14,416.00
Total Fixed Assets	<u>75,003.34</u>
TOTAL ASSETS	<u><u>121,506.15</u></u>
LIABILITIES & EQUITY	
Liabilities	
Current Liabilities	
Accounts Payable	
2000 · Accounts Payable	16,381.89
Total Accounts Payable	<u>16,381.89</u>
Other Current Liabilities	
2200 · Sales Tax Payable	1,435.89
Total Other Current Liabilities	<u>1,435.89</u>
Total Current Liabilities	17,817.78
Long Term Liabilities	
2700 · Note Payable - Lincoln County S	19,223.45
Total Long Term Liabilities	<u>19,223.45</u>
Total Liabilities	37,041.23
Equity	
3200 · Owners Contribution	
3650 · SawNet Contribution	-3,221.41
3700 · SawNet Draw	-5,440.00
3800 · Owners Draw	-21,153.67
3200 · Owners Contribution - Other	24,055.87
Total 3200 · Owners Contribution	<u>-5,759.21</u>
3900 · Retained Earnings	27,123.78
Net Income	63,100.35
Total Equity	<u>84,464.92</u>
TOTAL LIABILITIES & EQUITY	<u><u>121,506.15</u></u>

11:46 AM
05/28/09
Accrual Basis

Tanager Telecommunications, LLC
Balance Sheet
As of April 30, 2009

Apr 30, 09

	<u>Apr 30, 09</u>
ASSETS	
Current Assets	
Checking/Savings	
1010 · Riverview Community Bank	10,379.27
Total Checking/Savings	<u>10,379.27</u>
Accounts Receivable	
1200 · Accounts Receivable	45,369.66
Total Accounts Receivable	<u>45,369.66</u>
Total Current Assets	55,748.93
Fixed Assets	
1570 · Lincoln County Land	25,554.00
1580 · Stevenson Storage Facility	7,113.96
1600 · Telecommunication Towers	21,615.38
1680 · Vehicles	29,886.00
1690 · Accumulated Depreciation	-14,416.00
Total Fixed Assets	<u>69,753.34</u>
TOTAL ASSETS	<u><u>125,502.27</u></u>
LIABILITIES & EQUITY	
Liabilities	
Current Liabilities	
Accounts Payable	
2000 · Accounts Payable	25,281.64
Total Accounts Payable	<u>25,281.64</u>
Other Current Liabilities	
2200 · Sales Tax Payable	475.43
Total Other Current Liabilities	<u>475.43</u>
Total Current Liabilities	25,757.07
Long Term Liabilities	
2700 · Note Payable - Lincoln County S	18,500.25
Total Long Term Liabilities	<u>18,500.25</u>
Total Liabilities	44,257.32
Equity	
3200 · Owners Contribution	
3625 · Tanager NM Draw	-6,000.00
3650 · SawNet Contribution	-3,056.41
3700 · SawNet Draw	-5,440.00
3800 · Owners Draw	-36,403.67
3200 · Owners Contribution - Other	24,055.87
Total 3200 · Owners Contribution	<u>-26,844.21</u>
3900 · Retained Earnings	90,224.13
Net Income	17,865.03
Total Equity	<u>81,244.95</u>
TOTAL LIABILITIES & EQUITY	<u><u>125,502.27</u></u>

11:46 AM
05/28/09
Accrual Basis

Tanager Telecommunications, LLC
Profit & Loss
January through April 2009

	<u>Jan - Apr 09</u>
Ordinary Income/Expense	
Income	
4100 · Tower Rental	
4110 · Biddle Butte	19,354.88
4115 · Augspurgen	1,800.00
4125 · Fir Mtn Ridge	2,720.00
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Total 4100 · Tower Rental	23,874.88
4200 · Sawtooth QMOE	67,085.62
4210 · WHSL Data Network	43,283.87
4220 · WHSL Telecom	16,152.82
4450 · Non Recurring Installations	2,517.12
	<hr/>
Total Income	152,914.31
Expense	
5100 · Tower Property Expenses	
5110 · Tower Property Leases	18,815.21
5120 · Tower Maintenance	228.60
	<hr/>
Total 5100 · Tower Property Expenses	19,043.81
5200 · Qwest QMOE	60,986.92
5210 · Data Network	46,855.63
5220 · Telecom	3,454.81
66900 · Reconciliation Discrepancies	0.01
8000 · Other Operating Expenses	
8020 · Storage Facility Occupancy	317.21
8400 · Office Expenses	25.75
8500 · Legal/Acct/Consulting	400.00
8600 · Taxes/Licenses	1,015.10
8830 · Travel/Auto	165.00
	<hr/>
Total 8000 · Other Operating Expenses	1,923.06
	<hr/>
Total Expense	132,264.24
	<hr/>
Net Ordinary Income	20,650.07
Other Income/Expense	
Other Income	
4120 · Utilities Reimbursement	1,191.76
	<hr/>
Total Other Income	1,191.76
Other Expense	
9100 · Simple IRA	3,500.00
9600 · Interest Expense	476.80
	<hr/>
Total Other Expense	3,976.80
	<hr/>
Net Other Income	-2,785.04
	<hr/>
Net Income	<u><u>17,865.03</u></u>

State of Idaho

Office of the Secretary of State

**CERTIFICATE OF EXISTENCE
OF
TANAGER TELECOMMUNICATIONS, LLC**

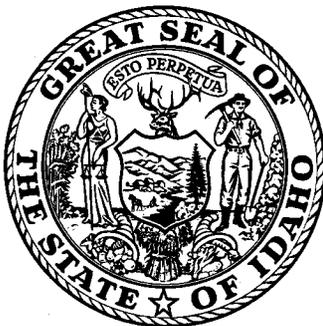
File Number W 54813

I, BEN YSURSA, Secretary of State of the State of Idaho, hereby certify that I am the custodian of the limited liability company records of this State.

I FURTHER CERTIFY That the records of this office show that the above-named limited liability company was organized under the laws of WASHINGTON and filed an application for registration of foreign limited liability company in Idaho on 25 September 2006.

I FURTHER CERTIFY That the limited liability company's registration has not been canceled.

Dated: May 14, 2009



Ben Yursa
SECRETARY OF STATE

By *Kirkuzkerman*