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August 11, 2006

RECEIVED  
RECORDS DIVISION  
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STATE OF WASH  
UTIL. AND TRANSP.  
COMMISSION

Ms. Carole J. Washburn, Executive Secretary  
Washington Utilities and Transportation Commission  
1300 South Evergreen Park Drive SW  
Olympia, WA 98504-7250

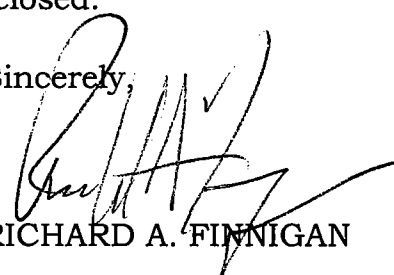
Re: Request for Certification Pursuant to WAC 480-123-060 and  
47 C.F.R. §54.314

Dear Ms. Washburn:

Pursuant to WAC 480-123-060, YCOM Networks, Inc. ("Company") hereby requests that the Washington Utilities and Transportation Commission certify that the Company has met the requirements of 47 C.F.R. §54.314 for eligibility for continued receipt of federal high-cost funds.

The certifications and reports that are specified in WAC 480-123-060, WAC 480-123-070 and WAC 480-123-080 are enclosed.

Sincerely,

  
RICHARD A. FINNIGAN

RAF/km  
Enclosures

cc: Mark Ellmer (via e-mail)  
Michael Brown (via e-mail)  
Audrey Prior (via e-mail)  
Tom Gorman (via e-mail)  
Pat Morse (via e-mail)

**AFFIDAVIT CONTAINING CERTIFICATIONS  
AS REQUIRED BY WAC 480-123-060 AND WAC 480-123-070**

I, Patrick L. Morse, being of lawful age and duly sworn, on my oath state that I am SR/VP Governmental Affairs of YCOM Networks, Inc. ("Company"), that I am authorized to execute this Affidavit on behalf of the Company, and that the facts set forth in this Affidavit are true to the best of my knowledge, information and belief. On this basis, I hereby certify to the Washington Utilities and Transportation Commission ("Commission") for use by the Commission in providing the certification to the Federal Communications Commission and Universal Service Administrative Company required by 47 C.F.R. §54.314, as follows:

- (1) That the funds from the sources described in 47 C.F.R. §54.314 received by the Company will be used only for the provision, maintenance and upgrading of the facilities and services for which the support is intended;
- (2) That during the 2005 calendar year, the Company substantially met the applicable service quality standard found in WAC 480-123-030(1)(h);
- (3) That during the 2005 calendar year, the Company maintained the ability to function in emergency situations under the standard found in WAC 480-123-030(1)(g), as such standard relates to functionality of wireline carriers in emergency situations; and
- (4) That during the 2005 calendar year, the Company publicized the availability of its applicable telephone assistance programs in a manner reasonably designed to reach those likely to qualify for service and in a manner which, in the Company's judgment, included advertisements likely to reach those who are not current customers of the Company within the Company's designated service area.

Dated this 10th day of August, 2006.

Company: YCOM Networks, Inc.

By: \_\_\_\_\_

  
Patrick L. Morse

Its: SR/VP Governmental Affairs

STATE OF KANSAS )

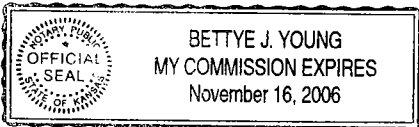
: ss.

County of FORD )

SUBSCRIBED AND SWORN to before me this 10th day of August, 2006.

*Betty J. Young*  
*August 10, 2006*  
Betty J. Young

Notary Public in and for the State of Kansas  
My commission expires November 16, 2006



**REPORTS AS REQUIRED BY WAC 480-123-070  
AND WAC 480-123-080**

YCOM Networks, Inc. (the "Company") hereby submits the following reports in accordance with WAC 480-123-070 and WAC 480-123-080.<sup>1</sup>

Report 1: WAC 480-123-070(1)(a): Attached is a copy of the Company's NECA-1 Report for the calendar year 2005, that, as of the date of the report, the Company has reported as the basis for support from the federal high-cost fund. The report for calendar year 2004 is also provided for the Commission's information.

Report 2: WAC 480-123-070(1)(b): The Company reports that the investments and expenses reported under Report 1, above, benefited customers as follows:

Through the expenditure of these funds, the Company was able to continue to provide services at a level that the Company believes meets the intent set forth in 47 U.S.C. §254 of providing high quality telecommunications services to customers in the service area for which the Company is designated as an ETC.<sup>2</sup> The Company has made substantial investments over the past several years which allow it to provide quality telecommunications services to its customers in its designated ETC service area. Those expenditures and investments, including those reflected in Report 1, above, generally benefit all customers receiving the federal high-cost fund supported services from the Company within its designated service area. In addition, during 2005, the Company was engaged in a major investment project within its designated ETC service area as described below:

The Yelm Exchange has experienced an extraordinary amount of subdivision growth over the past several years. The Company made an investment of \$154,238 in Outside Plant infrastructure to provide service to 161 new lots within these subdivisions. The Company also made an investment of \$215,217 to upgrade its Outside Plant network throughout the serving area. These upgrades provided for a platform to deliver more reliable local service and advanced telecommunications services to the customers throughout the serving area affecting all 13,000 subscribers.

Report 3: WAC 480-123-070(4): The Company reports that the Company did not receive any complaints during calendar year 2005 that were directed to the Federal Communications Commission or the Consumer Protection Division of the Office of the Attorney General of the State of Washington.

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<sup>1</sup> It is the Company's understanding that it is not required to submit the reports described in WAC 480-123-070(2) and (3).

<sup>2</sup> The term "ETC" is used in the same sense as the term is used in Chapter 480-123 WAC.

Report 4: WAC 480-123-080(1)(b): The Company reports as follows:

As they are known to the Company at the date of this Report, the present and planned investment and expenses related to Washington state for the period calendar year 2006, that the Company expects to use as a basis to request federal high-cost support are expected to be relatively similar to those investments and expenses the Company has set forth in its information filed under Report 1, above, taking into account normal fluctuations in investment and expense levels. The Company expects that levels of expenses will remain relatively the same as those it experienced in calendar year 2005, subject to the effects of inflation and other commonly experienced changes in cost of labor and materials. The Company does not anticipate major adjustments in staffing levels for the relevant period. The Company expects that it will have relatively the same level of investment related to maintenance, replacement and minor upgrades of equipment and plant as occurred in calendar year 2005.

In addition to the foregoing, YCOM is forecasted to continue to have extraordinary subdivision growth with 735 new lots being proposed at this time. The cost to provide Outside Plant infrastructure is forecast to be \$407,260. Two new Next Generation Digital Loop Carriers are planned for 2006. One of these Next Generation Digital Loop Carriers will provide improved services to 185 subscribers that are presently served by long copper loops at an investment of \$93,720. The second Next Generation Digital Loop Carriers will also provide service to 385 subscribers at an investment of \$40,682.

The expected benefit to customers from the anticipated investment and expenditures is that customers will continue to receive a high level of telecommunications service. As to the specific investment project identified above, it is expected that customers will benefit by increased reliability of service and the increased availability of a broader range of telecommunications services, including, but not limited to, advanced services.

Report 5: WAC 480-123-080(2): The Company reports as follows:

As they are known to the Company at the date of this Report, the planned investment and expenses related to Washington state for the period January 1, 2007, through December 31, 2007, that the Company expects to use as a basis to request federal high-cost support are expected to be relatively similar to those investments and expenses the Company has set forth in its information filed under Report 1, above, taking into account normal fluctuations in investment and expense levels. The Company expects that levels of expenses will remain relatively the same as those it experienced in calendar year 2005, subject to the effects of inflation and other commonly experienced changes in cost of labor and materials. The Company does not anticipate major adjustments in staffing levels for the relevant period. The Company expects that it will have relatively the same level of investment related to maintenance, replacement and minor upgrades of equipment and plant as occurred in calendar year 2005. The Company has not completed its budgeting process and does not have final numbers prepared for investment and expense levels for 2007.

In addition to the foregoing, the Company is planning on constructing a major project in 2007. That major project is to add Fiber to the Home facilities to support new subdivision growth at an expected cost of \$194,206. These facilities, along with a proposed investment in Outside Plant infrastructure of \$500,000, will provide for service to a forecasted 1262 new subdivision lots. The Company also is planning to install one new Next Generation Digital Loop Carriers in the Bald Hills Exchange which will be fiber fed and provide improved local service and advanced telecommunications services to approximately 52 subscribers at an expected cost of \$76,445. Another Fiber Fed Next Generation Digital Loop Carrier is proposed for the Rainier Exchange at an expected cost of \$123,373 to serve approximately 220 subscribers.

The expected benefit to customers from the anticipated investment and expenditures is that customers will continue to receive a high level of telecommunications service. As to the specific investment project identified above, it is expected that customers will benefit by increased reliability of service and the increased availability of a broader range of telecommunications services, including, but not limited to, advanced services.

APPLIES TO PERIOD: YEAR END 12/2005      REG: 5      PACIFIC  
 CONTACT NAME: Jana Manterola      SST: 2      SUBSET 2  
 CONTACT PHONE: (509)-962-0272 EXT:      OO: 200000037      FairPoint Communications,  
 RELEASE STATUS: RELEASED      CO: 000002453      YCOM Networks, Inc.  
 SOFT EDIT STATUS: PASSED EDIT      SAR: 522453      YCOM NETWORKS, INC.

DESCRIPTION	PENDING VIEW	SOURCE
060 TOTAL LOOPS	12,789	EC
070 CAT. 1.3 LOOPS	12,714	EC
160 ACCOUNT 2001	40,809,844	EC
170 ACCOUNT 1220	64,277	EC
190 ACCOUNT 3100	27,538,955	EC
195 ACCOUNT 3400	23,063	EC
210 ACCOUNT 4340	1,651,841	EC
220 NET PLANT INVESTMENT	11,660,262	EC
230 ACCOUNT 2210	5,424,682	EC
235 ACCOUNT 2220	0	EC
240 ACCOUNT 2230	11,435,803	EC
245 TOTAL CENTRAL OFFICE	16,860,485	EC
250 CKT EQUIP CAT 4.13	9,769,595	EC
255 ACCOUNT 2410	17,213,371	EC
260 ACCOUNT 3100 (2210)	4,129,126	EC
265 ACCOUNT 3100 (2220)	0	EC
270 ACCOUNT 3100 (2230)	8,762,187	EC
275 ACCOUNT 3100 (2210-2230)	12,891,313	EC
280 ACCOUNT 3100 (2410)	9,937,073	EC
310 ACCOUNT 4340 (2210)	219,572	EC
315 ACCOUNT 4340 (2220)	0	EC
320 ACCOUNT 4340 (2230)	462,882	EC
325 NET NONOCURRENT	682,454	EC
330 ACCOUNT 4340 (2410)	696,738	EC
335 ACCOUNT 6110 TOTAL	0	EC
340 ACCOUNT 6110 BENEFITS	0	EC
345 ACCOUNT 6110 RENTS	0	EC
350 ACCOUNT 6120 TOTAL	545,453	EC
355 ACCOUNT 6120 BENEFITS	7,662	EC
360 ACCOUNT 6120 RENTS	0	EC
365 ACCOUNT 6210 TOTAL	493,539	EC
370 ACCOUNT 6210 BENEFITS	43,255	EC
375 ACCOUNT 6210 RENTS	0	EC
380 ACCOUNT 6220 TOTAL	0	EC
385 ACCOUNT 6220 BENEFITS	0	EC
390 ACCOUNT 6220 RENTS	0	EC
395 ACCOUNT 6230 TOTAL	153,423	EC
400 ACCOUNT 6230 BENEFITS	399	EC
405 ACCOUNT 6230 RENTS	0	EC
410 ACCOUNT 6210-6230	646,962	EC
430 ACCOUNT 6410 TOTAL	377,609	EC
435 ACCOUNT 6410 BENEFITS	61,281	EC
440 ACCOUNT 6410 RENTS	4,543	EC
445 TOTAL PLANT SPECIFIC	1,570,024	EC
450 ACCOUNT 6530 TOTAL	709,181	EC
455 ACCOUNT 6530 BENEFITS	93,694	EC
510 ACCOUNT 6560 (2210)	1,067,800	EC
515 ACCOUNT 6560 (2220)	0	EC
520 ACCOUNT 6560 (2230)	758,696	EC
525 ACCOUNT 6560 (2210-2230)	1,826,496	EC
530 ACCOUNT 6560 (2410)	918,760	EC

APPLIES TO PERIOD: YEAR END 12/2005      REG: 5      PACIFIC  
CONTACT NAME:      Jana Manterola      SST: 2      SUBSET 2  
CONTACT PHONE:      (509)-962-0272 EXT:      OO: 200000037      FairPoint Communications,  
RELEASE STATUS:      RELEASED      CO: 000002453      YCOM Networks, Inc.  
SOFT EDIT STATUS:      PASSED EDIT      SAR: 522453      YCOM NETWORKS, INC.

DESCRIPTION	PENDING VIEW	SOURCE
535 ACCOUNT 6710 TOTAL	434,139	EC
540 ACCOUNT 6710 BENEFITS	38,308	EC
550 ACCOUNT 6720 TOTAL	1,769,273	EC
555 ACCOUNT 6720 BENEFITS	43,467	EC
565 SUM OF LINES 535 + 550	2,203,412	EC
600 BEN. POR.OF ALL OP. EXP.	434,623	EC
610 RENT POR. OF ALL OP. EXP	4,543	EC
650 ACCOUNT 7200 OTHER TAXES	1,229,617	EC
700 2410 (C S TOTAL CWF - AV)	17,139,982	EC
710 2410 (C S CWF - CAT.1)	16,639,947	EC
800 ACCOUNT 2680 TOTAL	0	EC
805 ACCOUNT 2680 (2230)	0	EC
810 ACCOUNT 2680 (CAT. 4.13)	0	EC
815 ACC 2680 (2410) TOTAL CWF	0	EC
820 ACC 2680 (2410)CWF-CAT1	0	EC
830 ACCOUNT 6560 (2680)	0	EC

COMMENTS:



APPLIES TO PERIOD: YEAR END 12/2004      REG: 5      PACIFIC  
 CONTACT NAME: Jana Manterola      SST: 2      SUBSET 2  
 CONTACT PHONE: (509)-962-0272 EXT:      OO: 200000037      FairPoint Communications,  
 R USE STATUS: SPECIAL RELEASED      CO: 000002453      YCOM Networks, Inc.  
 SC.. EDIT STATUS: PASSED EDIT      SAR: 522453      YCOM NETWORKS, INC.

DESCRIPTION	PENDING VIEW	SOURCE
060 TOTAL LOOPS	12,558	EC
070 CAT. 1.3 LOOPS	12,480	EC
160 ACCOUNT 2001	40,237,347	EC
170 ACCOUNT 1220	22,435	EC
190 ACCOUNT 3100	24,574,526	EC
195 ACCOUNT 3400	20,757	EC
210 ACCOUNT 4340	1,982,301	EC
220 NET PLANT ADJUSTMENT	13,682,198	EC
230 ACCOUNT 2210	5,435,187	EC
235 ACCOUNT 2220	0	EC
240 ACCOUNT 2230	11,063,754	EC
245 TOTAL CENTRAL OFFICE	16,498,941	EC
250 CKT EQUIP CAT 4.13	9,554,378	EC
255 ACCOUNT 2410	17,066,593	EC
260 ACCOUNT 3100 (2210)	3,599,033	EC
265 ACCOUNT 3100 (2220)	0	EC
270 ACCOUNT 3100 (2230)	7,353,893	EC
275 ACCOUNT 3100 (2210-2230)	10,952,926	EC
280 ACCOUNT 3100 (2410)	9,018,312	EC
310 ACCOUNT 4340 (2210)	267,766	EC
315 ACCOUNT 4340 (2220)	0	EC
320 ACCOUNT 4340 (2230)	545,058	EC
325 NET NONOCURRENT	812,824	EC
330 ACCOUNT 4340 (2410)	840,789	EC
335 ACCOUNT 6110 TOTAL	4,861	EC
340 ACCOUNT 6110 BENEFITS	0	EC
345 ACCOUNT 6110 RENTS	0	EC
350 ACCOUNT 6120 TOTAL	396,718	EC
355 ACCOUNT 6120 BENEFITS	6,316	EC
360 ACCOUNT 6120 RENTS	0	EC
365 ACCOUNT 6210 TOTAL	606,095	EC
370 ACCOUNT 6210 BENEFITS	58,359	EC
375 ACCOUNT 6210 RENTS	0	EC
380 ACCOUNT 6220 TOTAL	0	EC
385 ACCOUNT 6220 BENEFITS	0	EC
390 ACCOUNT 6220 RENTS	0	EC
395 ACCOUNT 6230 TOTAL	150,721	EC
400 ACCOUNT 6230 BENEFITS	15,971	EC
405 ACCOUNT 6230 RENTS	0	EC
410 ACCOUNT 6210-6230	756,816	EC
430 ACCOUNT 6410 TOTAL	356,414	EC
435 ACCOUNT 6410 BENEFITS	64,577	EC
440 ACCOUNT 6410 RENTS	4,246	EC
445 TOTAL PLANT SPECIFIC	1,514,809	EC
450 ACCOUNT 6530 TOTAL	615,428	EC
455 ACCOUNT 6530 BENEFITS	119,473	EC
510 ACCOUNT 6560 (2210)	1,029,942	EC
515 ACCOUNT 6560 (2220)	0	EC
520 ACCOUNT 6560 (2230)	756,579	EC
525 ACCOUNT 6560 (2210-2230)	1,786,521	EC
530 ACCOUNT 6560 (2410)	908,062	EC

APPLIES TO PERIOD: YEAR END 12/2004      REG: 5      PACIFIC  
CONTACT NAME:      Jana Manterola      SST: 2      SUBSET 2  
CONTACT PHONE:      (509)-962-0272 EXT:      OO: 200000037      FairPoint Communications,  
R      ASE STATUS:      SPECIAL RELEASED      CO: 000002453      YCOM Networks, Inc.  
SC      EDIT STATUS:      PASSED EDIT      SAR: 522453      YCOM NETWORKS, INC.

DESCRIPTION	PENDING VIEW	SOURCE
535 ACCOUNT 6710 TOTAL	495,523	EC
540 ACCOUNT 6710 BENEFITS	22,867	EC
550 ACCOUNT 6720 TOTAL	1,442,474	EC
555 ACCOUNT 6720 BENEFITS	63,883	EC
565 SUM OF LINES 535 + 550	1,937,997	EC
600 BEN. POR.OF ALL OP. EXP.	351,447	EC
610 RENT POR. OF ALL OP. EXP	4,246	EC
650 ACCOUNT 7200 OTHER TAXES	1,082,348	EC
700 2410 (C S TOTAL CWF - AV)	16,958,199	EC
710 2410 (C S CWF - CAT.1)	15,977,321	EC
800 ACCOUNT 2680 TOTAL	0	EC
805 ACCOUNT 2680 (2230)	0	EC
810 ACCOUNT 2680 (CAT. 4.13)	0	EC
815 ACC 2680 (2410) TOTAL CWF	0	EC
820 ACC 2680 (2410)CWF-CAT1	0	EC
830 ACCOUNT 6560 (2680)	0	EC

COMMENTS:

1. LINES 250 & 270 - NETWORK CHANGE FROM HOST-REMOTE TO CONCENTRATOR
2. LINE 555 - TOTAL G&A EXPENSES HAVE INCREASED \$348K FROM 2003. G&A BENEFIT LEVELS IN HUMAN RESOURCES & INFO MGMT HAVE INCREASED FROM 2003.