BEFORE THE TENNESSEE PUBLIC UTILITY COMMISSION NASHVILLE, TENNESSEE

March 26, 2025

IN RE:)	
)	
APPLICATION OF TELIAX, INC. FOR A)	
CERTIFICATE TO PROVIDE COMPETING)	
LOCAL EXCHANGE AND LONG DISTANCE)	DOCKET NO.
TELECOMMUNICATIONS SERVICES ON A)	24-00072
FACILITIES AND RESOLD BASIS)	
THROUGHOUT THE STATE OF TENNESSEE	E)	
)	

INITIAL ORDER GRANTING CERTIFICATE OF PUBLIC CONVENIENCE AND NECESSITY

This matter came before the Administrative Judge of the Tennessee Public Utility Commission (the "Commission" or "TPUC") at a Hearing held on March 13, 2025 to consider the Application of Teliax, Inc. for a Certificate to Provide Competing Local Exchange and Long Distance Telecommunications Services on a Facilities and Resold Basis Throughout the State of Tennessee (the "Application") filed by Teliax, Inc. ("Teliax," "Applicant," or "Company") on October 3, 2024. In its Application, Teliax seeks a Certificate of Public Convenience and Necessity ("CCN") for authority to provide intrastate telecommunications services within the State of Tennessee.

I. LEGAL STANDARD

Teliax's *Application* was made in accordance with and is considered in light of the criteria for granting a CCN as set forth in Tenn. Code Ann. § 65-4-201 which provides, in pertinent part:

(a) No public utility shall establish or begin the construction of, or operate any line, plant, or system, or route in or into a municipality or other territory already receiving a like service from another public utility, or establish service therein, without first having obtained from the commission, after written application and hearing, a certificate that the present or future public convenience and necessity

require or will require such construction, establishment, and operation, and no person or corporation not at the time a public utility shall commence the construction of any plant, line, system, or route to be operated as a public utility, or the operation of which would constitute the same, or the owner or operator thereof, a public utility as defined by law, without having first obtained, in like manner, a similar certificate

* * *

- (c) (1) After notice to the incumbent local exchange telephone company and other interested parties and following a hearing, the commission shall grant a certificate of convenience and necessity to a competing telecommunications service provider if after examining the evidence presented, the authority finds:
- (A) The applicant has demonstrated that it will adhere to all applicable commission policies, rules and orders; and
- (B) The applicant possesses sufficient managerial, financial and technical abilities to provide the applied for services.

* * *

Furthermore, pursuant to Tenn. Code Ann. § 65-5-112, a competing telecommunications provider is required to file with the Commission a small and minority-owned telecommunications business participation plan which provides the provider's plan for purchasing goods and services from small and minority-owned telecommunications businesses and information on programs that might provide technical assistance to such businesses.

II. HEARING ON THE MERITS

In accordance with the requirements of Tenn. Code Ann. § 65-4-204, a public notice of the Hearing in this matter was issued by the Administrative Judge on March 3, 2025 setting the case for Hearing on March 13, 2025. No persons sought intervention prior to or during the Hearing. Mr. David Aldworth, President and CEO of Teliax, appeared at the Hearing and provided testimony.

Mr. Aldworth participated in the Hearing, adopting and summarizing his Pre-Filed Testimony with no corrections, revisions, or amendments. Mr. Aldworth testified that the Company will comply with all applicable laws, and TPUC rules, policies, and orders and stated that it is in the public interest to grant the *Application*. He also provided a summary of the Company's financial, technical, and managerial qualifications and provided responses to the questions of the Administrative Judge.

The Administrative Judge opened the floor for public comment, but no member of the public came forward to comment. Upon conclusion of the presentation of its proof, the Administrative Judge granted Teliax's *Application* based upon the findings of fact and conclusions of law stated herein.

III. FINDINGS AND CONCLUSIONS

A. TELIAX'S QUALIFICATIONS

- Teliax is a Colorado corporation authorized to do business in the State of Tennessee.
- 2. The Company's principal office is located at 21699 E Quincy Ave., Unit F #285, Aurora, Colorado 80015. The Company's telephone number is (888) 483-5429.
- 3. The *Application* and information in the record indicate that Teliax has the requisite technical and managerial ability to provide competitive local and intrastate telecommunications services within the State of Tennessee. Specifically, Teliax's management team possesses extensive business, technical, operational, and regulatory experience in the telecommunications industry.
- 4. Teliax has the necessary capital and financial ability to provide the services it proposes to offer.

5. Teliax has represented that it will adhere to all applicable statutes, policies, rules, and orders of the Commission.

B. PROPOSED SERVICES

Teliax intends to offer retail local exchange services to enterprise customers and wholesale local exchange services, including switched access services, using its own switching facilities as well as well as leased and resold transport facilities and services from other carriers. Teliax currently owns a network that is based in the state of Colorado providing CLEC services by collocating in the LEC wire-centers. Teliax will use the same model as it expands into other states. Teliax requests authority to offer service throughout the entire state of Tennessee. It initially intends to offer service in areas where AT&T is the incumbent local exchange company. It may extend service into other areas that are designated open to competition as it builds out its network in Tennessee and finds additional opportunities. ¹

C. PERMITTING COMPETITION TO SERVE THE PUBLIC CONVENIENCE AND NECESSITY

Teliax's *Application* and its proposed services would inure to the benefit of the present and future public convenience by permitting competition in the telecommunications services markets in the State and fostering the development of an efficient, technologically advanced statewide system of telecommunications services. Teliax's proposed services would also assist in ensuring that persons are able to obtain competitive pricing, increased accountability through reliable and responsive customer service, and advanced technological innovation.

D. SMALL AND MINORITY-OWNED TELECOMMUNICATIONS BUSINESS PARTICIPATION PLAN AND BUSINESS ASSISTANCE PROGRAM

Teliax has filed a satisfactory small and minority-owned telecommunications business participation plan, pursuant to Tenn. Code Ann. § 65-5-112 and the Commission's Rules.

-

¹ Application, p. 3 (October 3, 2024).

IT IS THEREFORE ORDERED THAT:

- 1. The Application of Teliax Inc. for a Certificate to Provide Local Competing Local Exchange and Long Distance Telecommunications Services on a Facilities and Resold Basis Throughout the State of Tennessee, filed by Teliax, Inc., is approved.
- 2. Any party aggrieved by the Hearing Officer's decision in this matter may file a petition for reconsideration within fifteen (15) days from the date of this Order.
- 3. This Initial Order shall become a Final Order of the Tennessee Public Utility Commission, if no petition for reconsideration or appeal of this Order is filed prior to the expiration of the fifteen (15) day appeal period.

Aaron J. Conklin, Administrative Judge