



Public Service Commission

-M-E-M-O-R-A-N-D-U-M-

DATE: April 17, 1996
TO: Tom Williams, Division of Communications
FROM: Pete Lester, Division of Auditing and Financial Analysis *PL*
RE: Docket No. 960294-TI, Business Options, Inc., Financial Analysis for Certificate Application for Intrastate Interexchange Telecommunications Service *ALM* *183*

Section 364.337 (3), Florida Statutes, requires the following:

The commission shall grant a certificate of authority to provide intrastate interexchange telecommunications service upon a showing that the applicant has sufficient technical, financial, and managerial capability to provide such service in the geographic area proposed to be served.

Also Section 364.01 (3) and (4) states that:

- (3) The Legislature finds that the competitive provision of telecommunications service, including local exchange telecommunications service, is in the public interest.
- and
- (4)(d) The Commission shall exercise its exclusive jurisdiction in order to: (d) Promote competition by encouraging new entrants into telecommunications markets

Regarding the showing of financial capability, the Finance staff has analyzed the unaudited financial statements of Business Options, Inc. An audit could change one's opinion of the company's financial condition. The company has adequate liquidity, ownership equity, and profitability.

For certification purposes, the application appears adequate.

TCK _____
WFA _____
JPP _____
GRF _____
GWU _____
DWR _____
Z/G _____

cc: Division of Legal Services
Division of Records and Reporting

DOCKET NO. 960294-TI
BUSINESS OPTIONS, INC
INTEREXCHANGE CERTIFICATE
FINANCIAL ANALYSIS

FROM UNAUDITED FINANCIAL STATEMENTS

	TWELVE MONTHS ENDING <u>12/31/95</u>
CURRENT ASSETS	182,012
CURRENT LIABILITIES	15,661
CURRENT RATIO	11.62
CASH	58,171
COMMON EQUITY	180,817
TOTAL DEBT	0
NET INVESTOR CAPITAL	180,817
COMMON EQUITY RATIO	100%
NET INCOME	269,019
RETURN ON EQUITY	149%