



Public Service Commission

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

DATE: February 23, 1999
TO: Tommy Williams, Division of Communications
FROM: David J. Draper, Division of Auditing and Financial Analysis *ALM*
RE: Docket No. 990048-TX, Atlantic.Net Broadband, Inc., Financial Analysis for Certificate Application for Alternative Local Exchange Telecommunications Service

Section 364.337 (1), Florida Statutes, requires the following:

The commission shall grant a certificate of authority to provide alternative local exchange 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 Atlantic.Net Broadband, Inc. (ANB) for the seven month period ending July 31, 1998. An audit could change one's opinion of the company's financial condition. The applicant requested confidential treatment of its financial statements.

In this matter, ANB is asking for a certificate to provide alternative local exchange telecommunications service. For purposes of granting a certificate based on the financial information provided, the financial capability appears adequate. The applicant attests to its financial capability to provide and maintain the proposed telecommunications service by noting that the applicant can rely upon the financial support of its parent company if needed. Based on this showing, the applicant appears to meet the financial capability standard of Section 364.337, Florida Statutes.

cc: Division of Legal Services
Division of Records and Reporting (2)

ICK _____
 IFA _____
 JPP _____
 JAF _____
 JMU _____
 JTF _____
 JAG _____
 JEG _____
 JIN _____
 JPC _____
 JCH _____
 JEC _____
 JAS _____
 JTH _____

DOCUMENT NUMBER DATE

02551 FEB 26 99

FPCD RECORDS/REPORTING