

## ORIGINAL Public Service Commission

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

DATE:

March 9, 2000

TO:

Tommy Williams, Division of Communications

ALM

FROM:

Pete Lester, Division of Auditing and Financial Analysis

\_\_\_

RE:

Docket No. 000049-TI, ACN Communication Services, Inc., Financial Analysis

for Certificate Application for Intrastate Interexchange Telecommunications Service

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 financial statements of American Communications Network, Inc., the parent company of ACN Communication Services, Inc. (ACN). The applicant requested and was granted confidentiality for its financial statements.

In this matter, ACN is asking for a certificate to provide IXC service. Staff notes the limited nature of the application. 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. ACN states that its parent company will provide financial backing if — required. Based on this showing, the applicant appears to meet the financial capability standard of Section 364.337, Florida Statutes.

-cc

OTH

Division of Legal Services

Division of Records and Reporting (2)

DOCUMENT NUMBER-DATE

03190 MAR 138

FPSC-RECORDS/REPORTING