



Public Service Commission

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

DATE: June 1, 2000
TO: Toni McCoy, Division of Regulatory Oversight *ALM*
FROM: Pete Lester, Division of Economic Regulation *PL*
RE: Docket No. 000606-TX, International Web Technologies, 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 International Web Technologies, Inc. (IWT) for the projected period ending June 30, 2001. An audit could change one's opinion of the company's financial condition. As the attached schedule shows, IWT projects adequate liquidity, sufficient common equity and positive net income.

In this matter, IWT is asking for a certificate to provide alternative local exchange telecommunications 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.

- APP _____
- CAF _____
- CMP _____
- COM _____
- CTR _____
- ECR _____
- LEG _____
- OPC _____
- PAI _____
- RGO _____
- SEC _____
- SER _____
- OTH _____

The applicant attests to its financial capability to provide and maintain the proposed telecommunications service by noting that it will obtain internal funding from three officers of the company. 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)

DOCUMENT NUMBER-DATE
06728 JUN-18
FPSC-RECORDS/REPORTING

DOCKET NO. 000606-T.
INTERNATIONAL WEB TECHNOLOGIES, INC.
ALEC CERTIFICATE

FINANCIAL ANALYSIS

FROM UNAUDITED, PROJECTED FINANCIAL STATEMENTS

	PROJECTED <u>06/30/2001</u>
CURRENT ASSETS	\$1,100,000
CURRENT LIABILITIES	300,000
CURRENT RATIO	3.67
CASH	500,000
COMMON EQUITY	650,000
TOTAL DEBT	350,000
PREFERRED STOCK	0
TOTAL INVESTOR CAPITAL	1,000,000
COMMON EQUITY RATIO	65%
NET INCOME	560,000
RETURN ON EQUITY	86%
