



# Public Service Commission

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

DATE: September 21, 1998  
 TO: Louis Yambor, Division of Communications  
 FROM: David J. Draper, Division of Auditing and Financial Analysis *DD* *APC* *ACM*  
 RE: Docket No. 981119-TI, Facilities Communications International, Ltd. d/b/a US  
 Telcom, 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 audited financial statements of Facilities Communications International, Ltd. d/b/a US Telcom (FCI) for the period ending December 31, 1997. The applicant requested confidential treatment of its financial statements. Based on the review of the applicant's financial information, FCI has adequate liquidity, sufficient common equity and shows a positive net income.

ACK \_\_\_\_\_  
 AFA \_\_\_\_\_  
 APP \_\_\_\_\_  
 CAF \_\_\_\_\_  
 CMU \_\_\_\_\_  
 CTR \_\_\_\_\_  
 EAG \_\_\_\_\_

In this matter, FCI is asking for a certificate to provide IXC 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 by noting that it has adequate liquid assets to provide and maintain the proposed telecommunications service. Based on this showing, the applicant appears to meet the financial capability standard of Section 364.337, Florida Statutes.

LEG \_\_\_\_\_ cc: Division of Legal Services  
 LIN \_\_\_\_\_ Division of Records and Reporting (2)

OPC \_\_\_\_\_  
 RCH \_\_\_\_\_  
 SEC I \_\_\_\_\_  
 WAS \_\_\_\_\_  
 OTH \_\_\_\_\_

DOCUMENT NUMBER - DATE  
 10811 OCT-1 98  
 FPSC-RECORDS/REPORTING