



# Public Service Commission

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

**DATE:** February 2, 1996  
**TO:** Tom Williams, Division of Communications  
**FROM:** Sonja Jones, Division of Auditing and Financial Analysis *APC ALM*  
**RE:** Docket No. 960054-TI, Integrated TeleServices, Inc., Financial Analysis for Certificate Application for Intrastate Interexchange Telecommunications Service *MS*

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  
...

- ACK — Regarding the showing of financial capability, the Finance staff has analyzed the unaudited
- AFA — financial statements of Integrated TeleServices, Inc. (ITS) for the period ending June 30,
- APP — 1995. As the attached schedule shows, ITS has adequate liquidity but reports negative
- CAF — common equity and negative net income.
- CMU — Considering the unaudited financial statements and the company's financial condition, staff
- CTR — could not recommend that ITS collect deposits or rates subject to refund without posting a
- EAG — bond or letter of credit. However, in this matter, ITS is asking for a certificate to provide
- LEG — IXC service. Staff notes the limited nature of the application and that no customer provided
- LIN — funds are at risk. Under the minimal requirements of the statute, the application appears
- OPD — adequate.
- RDH —
- SDR — cc: Division of Legal Services
- WAS — Division of Records and Reporting
- OTH —

DOCUMENT NUMBER-DATE

01925 FEB 19 96

FPSC-RECORDS/REPORTING

DOCKET NO. 960054-TI  
Integrated TeleServices, Inc.  
IXC CERTIFICATE  
FINANCIAL ANALYSIS

FROM UNAUDITED FINANCIAL STATEMENTS

	AS OF 6/30/95
CURRENT ASSETS	\$408,402
CURRENT LIABILITIES	278,802
CURRENT RATIO	1.46
CASH	15,937
COMMON EQUITY	(71,949)
TOTAL DEBT	507,752
NET INVESTOR CAPITAL	435,803
COMMON EQUITY RATIO	NMF
NET LOSS	(10,201)
RETURN ON EQUITY	NMF

NMF = No Meaning Figure