



Public Service Commission

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

DATE: June 3, 1996
 TO: Tom Williams, Division of Communications
 FROM: Sonja Jones, Division of Auditing and Financial Analysis *SJS*
 RE: Docket No. 960498-TI, D.D.D. Calling, Inc., Financial Analysis for Certificate
 Application for Intrastate Interexchange Telecommunications Service *APC*

ALM
185

Section 364.357 (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 unaudited financial statements of D.D.D. Calling, Inc. (DDD) for the four-month period ending April 30, 1996. An audit could change one's opinion of the company's financial condition. As the attached schedule shows, DDD has adequate liquidity and profitability but marginal ownership equity.

In this matter, DDD is asking for a certificate to provide IXC service. Staff notes the limited nature of the application and that no customer provided funds appear to be at risk. For purposes of granting a certificate based on the financial information provided, the financial capability appears adequate.

cc: Division of Legal Services
Division of Records and Reporting

DOCUMENT NUMBER-DATE

06284 JUN 11 96

FPSC-RECORDS/REPORTING

 HIO
 WAS
 SVW
 I

 LEG

 cc:

 CTR

 CMU

 CAF

 APP

 AFA

 ACK

DOCKET NO. 960498-T1
D.D.D. CALLING, INC.
IXC CERTIFICATE
FINANCIAL ANALYSIS

FROM UNAUDITED FINANCIAL STATEMENTS

FOR THE FOUR
MONTHS ENDING
APRIL 30, 1996

CURRENT ASSETS	\$43,464
CURRENT LIABILITIES	0
CURRENT RATIO	NMF
CASH	43,464
COMMON EQUITY	13,464
TOTAL DEBT	30,000
TOTAL INVESTOR CAPITAL	43,464
COMMON EQUITY RATIO	31%
NET INCOME	13,364
RETURN ON EQUITY	99%

NMF = No Meaningful Figure