

State of Florida



Public Service Commission

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

DATE: September 19, 1996
TO: Tom Williams, Division of Communications
FROM: Pete Lester, Division of Auditing and Financial Analysis *ALM*
RE: Docket ~~960787-TI~~, Global Telemedia International, Inc., Financial Analysis for Certificate Application for Intrastate Interexchange Telecommunications Service *PL APC*

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 unaudited financial statements of Global Telemedia International, Inc. An audit could change one's opinion of the company's financial condition. The company has inadequate liquidity, ownership equity, and profitability. However, the company's president, Roderick A. McClain, attests that the company has the financial capability to provide interexchange telecommunications service.

Based on this representation, the applicant appears to meet the financial capability standard of Section 364.337, Florida Statutes.

- ACK _____
- AFA _____
- APP _____
- CAF _____
- CMU _____
- CTR _____
- EAG _____
- LEG _____ cc: Division of Legal Services
- LIN _____ Division of Records and Reporting
- OPC _____
- RCH _____
- SEC 1
- WAS _____
- OTH _____

DOCUMENT NUMBER-DATE

10052 SEP 20 96

FPSC-RECORDS/REPORTING

DOCKET NO. 960787-T1
GLOBAL TELEMEDIA INTERNATIONAL, INC.
INTEREXCHANGE CERTIFICATE
FINANCIAL ANALYSIS
ATTESTATION DONE

FROM UNAUDITED FINANCIAL STATEMENTS

AS OF
DECEMBER 31, 1995

CURRENT ASSETS	289,000
CURRENT LIABILITIES	492,000
CURRENT RATIO	0.59
CASH	10,258
COMMON EQUITY	(397,000)
TOTAL DEBT	0
TOTAL INVESTOR CAPITAL	(397,000)
COMMON EQUITY RATIO	NMF
NET INCOME	(2,321,000)
RETURN ON EQUITY	NMF

NMF=NO MEANINGFUL FIGURE