



Public Service Commission

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

DATE: November 5, 1996
TO: Tom Williams, Division of Communications
FROM: Pete Lester, Division of Auditing and Financial Analysis *PLAR ALM*
RE: Docket No. 961105-TX, Easy Cellular, Inc., Financial Analysis for Certificate *1996*
Application for 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 audited financial statements of Easy Cellular, Inc. for the period ending June 20, 1996. As the attached schedule shows, the applicant has adequate liquidity and ownership equity. Regarding profitability, the applicant is a development stage company and reported a loss for the period. The applicant attests that it has sufficient financial capability to provide local exchange telecommunications service.

Based on this representation, 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

DOCUMENT NUMBER-DATE

12046 NOV 13 1996

FPSC-RECORDS/REPORTING

DOCKET NO. 961105-TX
EASY CELLULAR, INC.
ALEC CERTIFICATE
FINANCIAL ANALYSIS
ATTESTATION DONE

FROM AUDITED FINANCIAL STATEMENTS

AS
OF
JUNE 20, 1996

CURRENT ASSETS	98,977
CURRENT LIABILITIES	166
CURRENT RATIO	596.25
CASH	98,977
COMMON EQUITY	114,283
TOTAL DEBT	19,715
TOTAL INVESTOR CAPITAL	133,998
COMMON EQUITY RATIO	85%
NET INCOME	(4,602)*
RETURN ON EQUITY	NMF

NMF=NO MEANINGFUL FIGURE

*FROM MARCH 22, 1996 TO JUNE 20, 1996

COMPANY IS A DEVELOPMENT STAGE COMPANY.