



# Public Service Commission

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

**DATE:** March 13, 1997  
**TO:** Tom Williams, Division of Communications  
**FROM:** David Draper, Division of Auditing and Financial Analysis *DD*  
**RE:** Docket No. **970300-TI**, Telecommunications Company of the Americas, Inc.,  
 Financial Analysis for Certificate Application for Intrastate Interexchange  
 Telecommunications Service *ALM APC [Signature]*

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 Telecommunications Company of the Americas, Inc. (TELCAM) for the period ending December 31, 1995. As the attached schedule presents, TELCAM has adequate liquidity, sufficient common equity, and reports a positive net income.

ACK \_\_\_\_\_  
 AFA \_\_\_\_\_  
 APP \_\_\_\_\_  
 CAF \_\_\_\_\_  
 CMU \_\_\_\_\_  
 CTR \_\_\_\_\_  
 EAG \_\_\_\_\_  
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 OPC \_\_\_\_\_  
 RCH \_\_\_\_\_  
 SEC \_\_\_\_\_  
 WAS \_\_\_\_\_  
 OTH \_\_\_\_\_

In this matter, TELCAM 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. In addition, the applicant attests to its financial capability by noting that it is an ongoing business that produces sufficient internal capital 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.

cc: Division of Legal Services  
 Division of Records and Reporting

DOCUMENT NUMBER-DATE

02762 MAR 17 97

FPSC-RECORDS/REPORTING

DOCKET NO. : 97030 TI  
TELCAM, TELECOMMUNICATION OF THE AMERICAS, INC.

IXC TELECOMMUNICATION SERVICE  
FINANCIAL ANALYSIS

FROM AUDITED FINANCIAL STATEMENTS

	AS OF 12/31/95
CURRENT ASSETS	\$1,220,122
CURRENT LIABILITIES	499,532
CURRENT RATIO	2.44
CASH	883,823
COMMON EQUITY	806,984
TOTAL DEBT	0
TOTAL INVESTOR CAPITAL	806,984
COMMON EQUITY RATIO	100%
NET INCOME	900,370
RETURN ON EQUITY	112%

NMF = No Meaningful Figure

State of Florida

Commissioners:  
JULIA L. JOHNSON, CHAIRMAN  
SUSAN F. CLARK  
J. TERRY DEASON  
JOE GARCIA  
DIANE K. KIESLING



DIVISION OF RECORDS &  
REPORTING  
BLANCA S. BAYÓ  
DIRECTOR  
(904) 413-6770

## Public Service Commission

March 12, 1997

Mr. Miguel A. Huerta  
c/o TELCAM, Telecommunications Company  
of the Americas, Inc.  
10851 Scarsdale, Suite 150  
Houston, Texas 77089

Re: Docket No. 970300-TI

Dear Mr. Huerta:

This will acknowledge receipt of an application for certificate to provide interexchange telecommunications service by TELCAM, Telecommunications Company of the Americas, Inc., which was filed in this office on March 11, 1997 and assigned the above-referenced docket number. Appropriate staff members will be advised.

Mediation may be available to resolve any dispute in this docket. If mediation is conducted, it does not affect a substantially interested person's right to an administrative hearing. For more information, contact the Office of General Counsel at (904) 413-6078 or FAX (904) 413-6079.

Division of Records and Reporting  
Florida Public Service Commission

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\*\* Licensed in Mexico only

March 10, 1997

970300-TI

## VIA FEDERAL EXPRESS

Florida Public Service Commission  
Division of Administration  
2540 Schumard Oak Blvd.  
Gunter Building  
Tallahassee, FL 32399-0850  
(904) 413-6600

RE: Application of Telecommunications Company of the Americas  
Inc. for Authority to Provide Interexchange  
Telecommunications Service Within the State of Florida

Dear Filing Clerk:

Enclosed is the original and six copies of Telecommunications  
Company of the Americas Inc.'s Application for Authority to Provide  
Interexchange Telecommunications Service Within the State of  
Florida. - 02582

Also enclosed is a check made payable to the Florida Public  
Service Commission in the amount of \$250.00 to cover the charge of  
the filing fee.

Please file stamp the extra copy and return to me in the  
enclosed self-addressed envelope.

Sincerely,

*Miguel A. Huerta*

Miguel A. Huerta

Check received with filing and  
forwarded to Fiscal for deposit.  
Fiscal to forward a copy of check  
to RAR with proof of deposit.

Initials of person who forwarded check:

*BA*