



# Public Service Commission

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

**DATE:** March 19, 1997  
**TO:** Tom Williams, Division of Communications  
**FROM:** David Draper, Division of Auditing and Financial Analysis *DD*  
**RE:** Docket No. 970086-TI, Accutel Communications, Inc.), Financial Analysis for Certificate Application for Intrastate Interexchange Telecommunications Service *ALM*

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 Accutel Communications, Inc. (ACI) for the period ending June 30, 1996. An audit could change one's opinion of the company's financial condition. As the attached schedule shows, ACI has adequate liquidity, sufficient common equity and reports a positive net income.

ACK \_\_\_\_\_  
 AFA \_\_\_\_\_  
 APP \_\_\_\_\_  
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cc: Division of Legal Services  
Division of Records and Reporting

DOCUMENT NUMBER-DATE  
 02857 MAR 19 97  
 FPSC-RECORDS/REPORTING

DOCKET NO. : 97008  
ACCUTEL COMMUNICATION, INC.

IX TELECOMMUNICATION SERVICE  
FINANCIAL ANALYSIS

FROM UNAUDITED FINANCIAL STATEMENTS

	AS OF 08/30/96
CURRENT ASSETS	\$740,380
CURRENT LIABILITIES	203,583
CURRENT RATIO	3.64
CASH	41,688
COMMON EQUITY	773,464
TOTAL DEBT	107,441
TOTAL INVESTOR CAPITAL	880,905
COMMON EQUITY RATIO	88%
NET INCOME	648,575
RETURN ON EQUITY	84%