



# Public Service Commission

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

**DATE:** July 10, 1997  
**TO:** Tom Williams, Division of Communications  
**FROM:** David Draper, Division of Auditing and Financial Analysis *DD ARC ALM*  
**RE:** Docket No. 970740-TI, Call Plus, Inc., Financial Analysis for Certificate Application for Intrastate Interexchange Telecommunications Service *DD*

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 Call Plus, Inc. (CPI) for the two month period ending February 28, 1997. An audit could change one's opinion of the company's financial condition. As the attached schedule shows, CPI has adequate liquidity, sufficient common equity and produced a positive net income for the period.

In this matter, CPI is asking for a certificate to provide IXC service. For purposes of granting a certificate based on the financial information provided, the financial capability appears adequate. The applicant attests to its financial capability to provide and maintain the proposed telecommunications service. In addition, Call Plus has obtained a five-hundred thousand dollar line of credit with Sprint, its underlying carrier. 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 (2)

ACK \_\_\_\_\_  
 AFA \_\_\_\_\_  
 APP \_\_\_\_\_  
 CAF \_\_\_\_\_  
 CMU \_\_\_\_\_  
 CTR \_\_\_\_\_  
 EAG \_\_\_\_\_  
 LEG \_\_\_\_\_  
 LIN \_\_\_\_\_  
 OPC \_\_\_\_\_  
 RCH \_\_\_\_\_  
 SEC   1    
 WAS \_\_\_\_\_  
 OTH \_\_\_\_\_

DOCUMENT NUMBER-DATE  
 07002 JUL 14 97  
 FPSC-RECORDS/REPORTING

DOCKET NO. : 970740-1  
CALL PLUS, INC.

IXC TELECOMMUNICATION SERVICE  
FINANCIAL ANALYSIS

FROM UNAUDITED FINANCIAL STATEMENTS

	AS OF 02/28/97
CURRENT ASSETS	\$33,793
CURRENT LIABILITIES	0
CURRENT RATIO	NMF
CASH	12,288
COMMON EQUITY	271,830
TOTAL DEBT	0
TOTAL INVESTOR CAPITAL	271,830
COMMON EQUITY RATIO	100%
NET INCOME	4,604
RETURN ON EQUITY	2%

NMF = No Meaningful Figure