



# Public Service Commission

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

**DATE:** December 4, 1997  
**TO:** Tom Williams, Division of Communications  
**FROM:** David J. Draper, Division of Auditing and Financial Analysis *ED* *ALM*  
**RE:** Docket No. 971532-TX, Burno, Inc. d/b/a Interga Paging, Financial Analysis for Certificate Application for Alternative Local Exchange Telecommunications Service *APC* *WJX*

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 unaudited financial statements of Burno, Inc. d/b/a Interga Paging (IPG) for the period ending December 31, 1996. An audit could change one's opinion of the company's financial condition. As the attached schedule shows, IPG reports negative common equity, but has adequate liquidity and had a positive net income for the period.

In this matter, IPG is asking for a certificate to provide alternative local exchange telecommunications 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 by noting that the Company will increase available capital from continuing operations. 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 \_\_\_\_\_
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- APP \_\_\_\_\_
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- CMU \_\_\_\_\_
- CTR \_\_\_\_\_
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DOCUMENT NUMBER-DATE  
12703 DEC 11 97  
FPSC-RECORDS/REPORTING

DOCKET NO. 9715-TX  
BURNO, INC.  
d/b/a INTEGRA PAGING

ALTERNATIVE LOCAL EXCHANGE  
FINANCIAL ANALYSIS

FROM UNAUDITED FINANCIAL STATEMENTS

	AS OF 12/31/96
CURRENT ASSETS	\$9,830
CURRENT LIABILITIES	3,139
CURRENT RATIO	3.13
CASH	3,966
COMMON EQUITY	(14,205)
TOTAL DEBT	38,581
TOTAL INVESTOR CAPITAL	24,376
COMMON EQUITY RATIO	NMF
NET INCOME	22,992
RETURN ON EQUITY	NMF

NMF = No Meaningful Figure