



# Public Service Commission

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

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**DATE:** March 4, 1995  
**TO:** Tom Williams, Division of Communications ALM  
**FROM:** Pete Lester, Division of Auditing and Financial Analysis } L  
**RE:** Docket No. 960069-TI, PTT Telekom, Inc., Financial Analysis for Certificate Application for Intrastate Interexchange Telecommunications Service

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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

- ACK \_\_\_\_\_
- AFA \_\_\_\_\_ Regarding the showing of financial capability, the Finance staff has analyzed the unaudited financial statements of PTT Telekom, Inc. (PTT). An audit and disclosures could change
- APP \_\_\_\_\_ one's opinion of the company's financial position. The attached schedule shows that PTT
- CAF \_\_\_\_\_ has 100% equity and adequate liquidity but is unprofitable.
- CMU \_\_\_\_\_
- GTR \_\_\_\_\_ PTT plans to offer debit cards. Since PTT does not have 3 years of financial information and is unprofitable, staff recommends that the company be required to post a surety bond
- EAG \_\_\_\_\_ For purposes of granting a certificate under the minimal requirements of the statute, the
- LEG \_\_\_\_\_ application appears adequate if the company can secure a bond.
- LIN \_\_\_\_\_
- OPC \_\_\_\_\_ cc: Division of Legal Services
- RCH \_\_\_\_\_ Division of Records and Reporting
- SEC \_\_\_\_\_ J
- WAS \_\_\_\_\_
- OTH \_\_\_\_\_

DOCUMENT NUMBER-DATE  
 02684 MAR-5 95  
 FPSC-RECORDS/REPORTING

DOCKET NO. 960069-TI  
PTT TELEKOM, INC.  
IXC CERTIFICATE  
FINANCIAL ANALYSIS  
COMPANY OFFER DEBIT CARDS

FROM UNAUDITED FINANCIAL STATEMENTS

AS  
OF  
11/30/95

CURRENT ASSETS	\$67,851
CURRENT LIABILITIES	15,188
CURRENT RATIO	4.47
CASH	33,981
COMMON EQUITY	12,867
TOTAL DEBT	0
COMMON EQUITY RATIO	100%
NET INCOME	(12,133)
RETURN ON EQUITY	NMF

NMF = NO MEANINGFUL FIGURE