



Public Service Commission

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

DATE: May 7, 1996
TO: Tom Williams, Division of Communications
FROM: Sonja Jones, Division of Auditing and Financial Analysis *ALM APC*
RE: Docket No. 960347-TI, Brittan Communications International Corporation, Financial Analysis for Certificate Application for Intrastate Interexchange Telecommunications Service

This is a Revision of AFAD's April 25, 1996 memo.

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 Brittan Communications International Corporation (BCI) for the period ending January 31, 1996. An audit could change one's opinion of the company's financial condition. As the attached schedule shows, BCI has adequate liquidity and adequate profitability but reports negative common equity.

In this matter, BCI 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.

cc: Division of Legal Services
Division of Records and Reporting

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DOCKET NO. 960347-TI
BRITTAN COMMUNICATIONS INTERNATIONAL, INC.
IXC CERTIFICATE
FINANCIAL ANALYSIS

FROM UNAUDITED FINANCIAL STATEMENTS

AS
OF
01/31/96

CURRENT ASSETS	\$3,778,900
CURRENT LIABILITIES	3,991,916
CURRENT RATIO	0.95
CASH	275,159
COMMON EQUITY	(21,344)
TOTAL DEBT	0
TOTAL INVESTOR CAPITAL	(21,344)
COMMON EQUITY RATIO	NMF
NET INCOME	358,166
RETURN ON EQUITY	NMF

NMF = No Meaningful Figure