



Public Service Commission

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

ORIGINAL
FILE

DATE: June 21, 1996
TO: Tom Williams, Division of Communications
FROM: Sonja Jones, Division of Auditing and Financial Analysis *SLT*
RE: Docket No. 960476-TX, Datacomm International Company, Ltd., Financial Analysis for Certificate Application for Alternative Local Exchange Telecommunications Service *ALM APC 1996*

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 Datacomm International Company, Ltd. (DATA) for the period ending January 1, 1995. An audit could change one's opinion of the company's financial condition. As the attached schedule shows, DATA has adequate liquidity, ownership equity, and profitability.

ACK _____
 AFA _____
 APP _____ In this matter, DATA is asking for a certificate to provide alternative local exchange telecommunications 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.
 CAF _____
 CMU _____

CTR _____
 EAG _____
 LEG _____ cc: Division of Legal Services
 _____ Division of Records and Reporting

LIN _____
 CPC _____
 RCH _____
 SEC /
 WAS _____
 OTH _____

DOCUMENT NUMBER-DATE
 06933 JUN 27 1996
 FPSC-RECORDS/REPORTING

DOCKET NO. 960476-TX
DATACOMM INTERNATIONAL COMPANY, LTD.
LEC CERTIFICATE
FINANCIAL ANALYSIS

FROM UNAUDITED FINANCIAL STATEMENTS

AS
OF
1/01/95

CURRENT ASSETS	\$96,300
CURRENT LIABILITIES	77,821
CURRENT RATIO	1.24
CASH	38,705
COMMON EQUITY	47,029
TOTAL DEBT	0
TOTAL INVESTOR CAPITAL	47,029
COMMON EQUITY RATIO	100%
NET INCOME	25,799
RETURN ON EQUITY	55%