



# Public Service Commission

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

**DATE:** August 16, 1996  
**TO:** Tom Williams, Division of Communications  
**FROM:** Pete Lester, Division of Auditing and Financial Analysis *PL APC ALM*  
**RE:** Docket No. 960631-TI, North American Intelcom, Inc., Financial Analysis for Certificate Application for Intrastate Interexchange Telecommunications Service *mm76*

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 North American Intelcom, Inc. The company has adequate liquidity, ownership equity, and profitability. The applicant attests that it has sufficient financial capability to provide interexchange telecommunications service.

Based on this financial analysis, 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

DOCUMENT NUMBER-DATE

08748 AUG 20 1996

FPSC-RECORDS/REPORTING

DOCKET NO. 960631-T1  
NORTH AMERICAN INTELECOM, INC.  
INTEREXCHANGE CERTIFICATE  
FINANCIAL ANALYSIS  
ATTESTATION DONE

FROM UNAUDITED FINANCIAL STATEMENTS

TWELVE MONTHS  
ENDING  
12/31/95

CURRENT ASSETS	9,467,260
CURRENT LIABILITIES	4,915,469
CURRENT RATIO	1.93
CASH	390,359
COMMON EQUITY	17,770,666
PREFERRED STOCK	0
TOTAL DEBT	0
TOTAL INVESTOR CAPITAL	17,770,666
COMMON EQUITY RATIO	100%
NET INCOME	3,322,965
RETURN ON EQUITY	19%