



Public Service Commission

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

DATE: December 13, 1996
 TO: Tom Williams, Division of Communications
 FROM: Pete Lester, Division of Auditing and Financial Analysis *ALM*
 RE: Docket No. 961259-TI, All American Telephone, Inc., Financial Analysis for Certificate Application for Intrastate Interexchange Telecommunications Service

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, projected financial statements for the 12 months ending December 31, 1996 for All American Telephone, Inc. An audit could change one's opinion of the company's financial condition. The company has adequate liquidity, ownership equity, and profitability. The company attests that it has the financial capability to provide IXC service.

ACK _____ Based on this representation, the application appears adequate for certification purposes.

AFA _____

APP _____

CAF _____ cc: Division of Legal Services

CMU _____ Division of Records and Reporting

CTR _____

EAG _____

LEG _____

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OPC _____

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SEC 1

WAS _____

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DOCUMENT NUMBER-DATE

13376 DEC 17 96

FPSC-RECORDS/REPORTING

DOCKET NO. 961259-T1
ALL AMERICAN TELEPHONE, INC.
IXC CERTIFICATE
FINANCIAL ANALYSIS
ATTESTATION DONE

FROM UNAUDITED, PROJECTED FINANCIAL STATEMENTS

PERIOD
ENDED
DECEMBER 31, 1996

CURRENT ASSETS	614,483
CURRENT LIABILITIES	411,648
CURRENT RATIO	1.49
CASH	256,196
COMMON EQUITY	202,835
TOTAL DEBT	0
TOTAL INVESTOR CAPITAL	202,835
COMMON EQUITY RATIO	100%
NET INCOME	77,835
RETURN ON EQUITY	38%