



Public Service Commission

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

DATE: May 7, 1997
TO: Tom Williams, Division of Communications
FROM: Pete Lester, Division of Auditing and Financial Analysis *ALM*
RE: Docket No. 970462-TI, Association Administrators, Inc., Financial Analysis for Certificate Application for Intrastate Interexchange Telecommunications Service *APC*

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 Association Administrators, Inc. (Association) for the 12 month period ending March 31, 1997. An audit could change one's opinion of the company's financial condition. As the attached schedule shows, Association has adequate liquidity, ownership equity, and profitability.

- ACK _____
- AFA _____ In this matter, Association is asking for a certificate to provide IXC service. Staff notes the
- APP _____ limited nature of the application. For purposes of granting a certificate based on the financial
- CAF _____ information provided, the financial capability appears adequate.
- CMU _____
- CTR _____ The applicant attests to its financial capability to provide and maintain the proposed
- EAG _____ telecommunications service by noting that it will have no capital investment in Florida, that it
- LEG _____ intends to finance its operations from internally generated cash flow, and that it has the ability
- LIN _____ to borrow funds if necessary. Based on this showing, the applicant appears to meet the financial
- OPC _____ cc: Division of Legal Services capability standard of Section 364.337, Florida Statutes.
- RCH _____ Division of Records and Reporting
- SEC _____ 1
- WAS _____
- OTH _____

DOCUMENT NUMBER-DATE

04764 MAY 13 5

FPSC-RECORDS/REPORTING

DOCKET NO. 970462-TI
ASSOCIATION ADMINISTRATORS, INC.
IXC CERTIFICATE
FINANCIAL ANALYSIS
ATTESTATION DONE

FROM UNAUDITED FINANCIAL STATEMENTS

12 MONTHS ENDING
MARCH 31, 1997

CURRENT ASSETS	263,400
CURRENT LIABILITIES	5,100
CURRENT RATIO	51.65
CASH	215,767
COMMON EQUITY	258,300
TOTAL DEBT	0
TOTAL INVESTOR CAPITAL	258,300
COMMON EQUITY RATIO	100%
NET INCOME	261,290
RETURN ON EQUITY	101%

State of Florida

Commissioners:

JULIA L. JOHNSON, CHAIRMAN
SUSAN F. CLARK
J. TERRY DEASON
JOE GARCIA
DIANE K. KIESLING



DIVISION OF RECORDS &
REPORTING
BLANCA S. BAYÓ
DIRECTOR
(904) 413-6770

Public Service Commission

April 16, 1997

Lance J.M. Steinhart, Esquire
6455 East Johns Crossing, Suite 285
Duluth, Georgia 30155

Re: Docket No. 970462-TI

Dear Mr. Steinhart:

This will acknowledge receipt of an application for certificate to provide interexchange telecommunications service by Association Administrators, Inc., which was filed in this office on April 16, 1997 and assigned the above-referenced docket number. Appropriate staff members will be advised.

Mediation may be available to resolve any dispute in this docket. If mediation is conducted, it does not affect a substantially interested person's right to an administrative hearing. For more information, contact the Office of General Counsel at (904) 413-6078 or FAX (904) 413-6079.

Please make note as well that Commission Rule 25-22.005(7), F.A.C., requires certificated companies to notify the Commission of any changes in name, telephone, address, or contact person. Should your application be granted by the Commission, you will be expected to comply with this rule by advising us of any changes as they occur.

Division of Records and Reporting
Florida Public Service Commission