



Public Service Commission

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

DATE: July 31, 1997
TO: Tom Williams, Division of Communications
FROM: Pete Lester, Division of Auditing and Financial Analysis *PL APC*
RE: Docket No. **970716-TI**, Golden Harbor of Florida, 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 audited financial statements of Thrifty Call, Inc., the parent company of Golden Harbor of Florida, Inc. (Golden), for the year ended December 31, 1996. As the attached schedule shows, Golden's parent company has adequate liquidity, ownership equity, and profitability. Golden is a development stage company.

In this matter, Golden is asking for a certificate to provide IXC service. Staff notes the limited nature of the application. For purposes of granting a certificate based on the financial information provided, the financial capability appears adequate.

The applicant attests to its financial capability to provide and maintain the proposed telecommunications service by noting its parent company's financial strength and that it can obtain resources from the parent company. Also, Golden is a reseller with low capital investment needs. Based on this showing, 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 (2) ✓

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DOCKET NO. 970716-TI
GOLDEN HARBOR OF FLORIDA, INC.
IXC CERTIFICATE
FINANCIAL ANALYSIS
ATTESTATION DONE

FROM AUDITED FINANCIAL STATEMENTS
OF THRIFTY CALL, INC, THE PARENT CO. OF GOLDEN HARBOR
OF FLORIDA, INC.

YEAR
ENDED
DECEMBER 31, 1996

CURRENT ASSETS	8,613,248
CURRENT LIABILITIES	6,813,256
CURRENT RATIO	1.26
CASH	120,428
COMMON EQUITY	7,791,564
TOTAL DEBT	9,785,178
PREFERRED STOCK	0
TOTAL INVESTOR CAPITAL	17,576,742
COMMON EQUITY RATIO	44%
NET INCOME	5,846,509
RETURN ON EQUITY	75%

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