



Public Service Commission

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

DATE: September 8, 1997
 TO: Tom Williams, Division of Communications
 FROM: Pete Lester, Division of Auditing and Financial Analysis *PL ALM APC*
 RE: Docket No. 970987-TX, MiComm Services, Inc., Financial Analysis for Certificate Application for Alternative Local Exchange Telecommunications Service *Williams*

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, tax-basis balance sheet of Ronald L. Jensen, the sole shareholder of MiComm Services, Inc. (MiComm) for the period ending December 31, 1996. An audit could change one's opinion of the owner's financial condition. As the attached schedule shows, MiComm's shareholder has adequate liquidity and ownership equity. He did not provide his income, and MiComm, as a start-up company, does not have income yet.

In this matter, MiComm is asking for a certificate to provide alternative local exchange telecommunications 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 the financial strength of its owner, and that the owner will provide the necessary capital to the company. 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. 970987-TX
MICOMM SERVICES, INC.
ALEC CERTIFICATE
FINANCIAL ANALYSIS
ATTESTATION DONE

FROM UNAUDITED, TAX-BASIS BALANCE SHEET OF
RONALD L. JENSEN, SOLE SHAREHOLDER OF MICOMM, WHICH
IS A START-UP COMPANY.

YEAR
ENDED
DECEMBER 31, 1996

CURRENT ASSETS	11,816,967
CURRENT LIABILITIES	2,000
CURRENT RATIO	5.908
CASH	11,816,967
COMMON EQUITY	100,536,369
TOTAL DEBT	215,616
PREFERRED STOCK	0
TOTAL INVESTOR CAPITAL	100,751,985
COMMON EQUITY RATIO	100%
NET INCOME	NONE
RETURN ON EQUITY	NONE

* ONLY BALANCE SHEET PROVIDED.