



Public Service Commission

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

DATE: October 22, 1997
TO: Tom Williams, Division of Communications
FROM: David J. Draper, Division of Auditing and Financial Analysis *DD ALM APC*
RE: Docket No. ~~971343-TI~~, Vox Populi Telecommunications, Inc., Financial Analysis for Certificate Application for Intrastate Interexchange Telecommunications Service *DD*

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 Vox Populi Telecommunications, Inc. (VPT) for the nine month period ending September 30, 1997. An audit could change one's opinion of the company's financial condition. As the attached schedule shows, VPT has adequate liquidity, sufficient common equity and reported a positive net income for the period.

In this matter, VPT is asking for a certificate to provide IXC service. 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 that the Company will maintain capital from internally generated funds. The Company also has the ability to borrow funds for any additional financial 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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FPSC-RECORDS/REPORTING

DOCKET NO. : 971343-
VOX POPULI TELECOMMUNICATIONS, INC.

IXC TELECOMMUNICATION SERVICE
FINANCIAL ANALYSIS

FROM UNAUDITED FINANCIAL STATEMENTS

	AS OF 09/30/97
CURRENT ASSETS	\$94,686
CURRENT LIABILITIES	0
CURRENT RATIO	NMF
CASH	62,575
COMMON EQUITY	94,686
TOTAL DEBT	0
TOTAL INVESTOR CAPITAL	94,686
COMMON EQUITY RATIO	100%
NET INCOME	11,228
RETURN ON EQUITY	12%

NMF = No Meaningful Figure