



Public Service Commission

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

DATE: December 15, 1997
 TO: Brenda Hawkins, Division of Communications
 FROM: Pete Lester, Division of Auditing and Financial Analysis *PL*
 RE: Docket No. 971508-TX, Tin Can Communications Company, LLC, Financial Analysis *ALM*
 for Certificate Application for Alternative Local Exchange Telecommunications Service *APC*

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 financial statements of Tin Can Communications Company, LLC (Tin Can) for the period ending October 31, 1997. An audit could change one's opinion of the company's financial condition. As the attached schedule shows, Tin Can has adequate liquidity and ownership equity. For the period, the company reports a loss.

ACK _____
 AFA _____
 APP _____ In this matter, Tin Can is asking for a certificate to provide alternative local exchange
 CAF _____ telecommunications service. Staff notes the limited nature of the application. For purposes of
 CMU _____ granting a certificate based on the financial information provided, the financial capability appears
 CTR _____ adequate.
 EAG _____ The applicant attests to its financial capability to provide and maintain the proposed
 LEG _____ telecommunications service by noting that its limited partners have committed \$250,000 in cash
 LIN _____ and have committed an additional \$250,000 which has yet to be called on. The company states
 OPC _____ that these investors are ready to provide additional funds if necessary. Based on this showing,
 RCH _____ the applicant appears to meet the financial capability standard of Section 364.337, Florida
 SEC _____ Statutes.
 WAS _____ cc: Division of Legal Services
 DTH _____ Division of Records and Reporting (2)

DOCUMENT NUMBER-DATE

12898 DEC 17 97

FPSC-RECORDS/REPORTING

DOCKET NO. 971508-TX
TIN CAN COMMUNICATIONS COMPANY, LLC
ALEC CERTIFICATE
FINANCIAL ANALYSIS
ATTESTATION DONE

FROM UNAUDITED FINANCIAL STATEMENTS

AS
OF
OCTOBER 31, 1997

CURRENT ASSETS	93,154
CURRENT LIABILITIES	1,634
CURRENT RATIO	57.01
CASH	93,154
COMMON EQUITY	236,233
TOTAL DEBT	0
PREFERRED STOCK	0
TOTAL INVESTOR CAPITAL	236,233
COMMON EQUITY RATIO	100%
NET INCOME	(113,766)
RETURN ON EQUITY	NEGATIVE