



Public Service Commission

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

DATE: March 26, 1998
TO: Paula Isler, Division of Communications
FROM: David J. Draper, Division of Auditing and Financial Analysis *Q.D.*
RE: Docket No. 980305-TI, Worldwide Telecommunications & Services, Ltd., Financial Analysis for Certificate Application for Intrastate Interexchange Telecommunications Service *ALM 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 . . .

ACR _____
 AFJ _____
 APP _____
 CDT _____
 CMU _____
 CTR _____
 Regarding the showing of financial capability, the Finance staff has analyzed the unaudited financial statements of Worldwide Telecommunications & Services, Ltd. (WTS) for the four month period ending December 31, 1997. An audit could change one's opinion of the company's financial condition. As the attached schedule shows, WTS reports negative net income for the period, but has adequate liquidity and sufficient common equity.

EAG _____
 LEG _____
 LIN _____
 OFC _____
 RCH _____
 SOT _____
 In this matter, WTS 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. In addition, WTS has obtained a \$24,000 line of credit with Barnett Bank and is presently closing a loan of \$60,000 for additional working capital. Based on this showing, the applicant appears to meet the financial capability standard of Section 364.337, Florida Statutes.

W _____
 cc: Division of Legal Services
 Division of Records and Reporting (2)

DOCUMENT NUMBER-DATE

03984 APR -7 88

FPSC-RECORDS/REPORTING

DOCKET NO. 980305-T1
WORLDWIDE TELECOMMUNICATIONS & SERVICES, LTD.

IXC TELECOMMUNICATION SERVICE
FINANCIAL ANALYSIS

FROM UNAUDITED FINANCIAL STATEMENTS

	AS OF 12/31/97 4 MONTHS
CURRENT ASSETS	\$39,561
CURRENT LIABILITIES	2,935
CURRENT RATIO	13.48
CASH	39,126
COMMON EQUITY	121,214
TOTAL DEBT	0
TOTAL INVESTOR CAPITAL	121,214
COMMON EQUITY RATIO	100%
NET INCOME	(29,595)
RETURN ON EQUITY	NMF

NMF = No Meaningful Figure