



# Public Service Commission

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

**DATE:** June 21, 1999  
**TO:** Tommy Williams, Division of Communications  
**FROM:** David J. Draper, Division of Auditing and Financial Analysis *DD APC A-L-M*  
**RE:** Docket No. 990660-TI, Voice Vision International, 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 twelve month balance sheet and the three month income statement of Voice Vision International, Inc. (VVI) for the period ending December 31, 1998. An audit could change one's opinion of the company's financial condition. As the attached schedule shows, VVI has adequate liquidity, sufficient common equity and positive income for the period.

In this matter, VVI 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.

AFA \_\_\_\_\_  
 APP \_\_\_\_\_  
 CAF \_\_\_\_\_  
 CMU \_\_\_\_\_  
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 OTH \_\_\_\_\_

The applicant attests to its financial capability to provide and maintain the proposed telecommunications service by noting that VVI will increase available capital from continuing operations. In addition, VVI has the ability to obtain additional financing through traditional commercial lending institutions. 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)

DOCUMENT NUMBER DATE  
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DOCKET NO. 990660-  
VOICE VISION INTERNATIONAL, INC.

IXC TELECOMMUNICATION SERVICE  
FINANCIAL ANALYSIS

FROM UNAUDITED FINANCIAL STATEMENTS

	AS OF 12/31/98
CURRENT ASSETS	\$467,200
CURRENT LIABILITIES	389,014
CURRENT RATIO	1.20
CASH	172,866
COMMON EQUITY	323,679
TOTAL DEBT	580,009
TOTAL INVESTOR CAPITAL	903,688
COMMON EQUITY RATIO	36%
NET INCOME (THREE MONTH INCOME STATEMENT ENDING 12/31/98)	116,816
RETURN ON EQUITY	36%

NMF = No Meaningful Figure