



ORIGINAL
Public Service Commission

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

DATE: September 15, 1999
TO: Tommy Williams, Division of Communications
FROM: David J. Draper, Division of Auditing and Financial Analysis *ALM*
RE: Docket No. 991108-TI, WebNet Communications, Inc., Financial Analysis for *AD*
Certificate Application for Intrastate Interexchange Telecommunications Service *CS*

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 proforma financial statements of WebNet Communications, Inc. (WNC) for the period ending September 30, 1999. The company is in a start-up phase and does not have relevant financial statements.

Staff has reviewed the company's financial projections and written assumptions and 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 WNC has obtained a \$300,000 line of credit with Global Telecompetition Consultants. Based on this showing, the applicant appears to meet the financial capability standard of Section 364.337, Florida Statutes.

- AFA _____
- APP _____
- CAF _____
- CMU _____
- CTR _____
- EAG _____
- LEG _____
- MAS _____
- OPC _____
- PAI _____
- SEC I
- WAW _____
- OTH _____

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

DOCUMENT NUMBER-DATE
11121 SEP 16 99
FPSC-RECORDS/REPORTING

DOCKET NO. 991108-1
WEBNET COMMUNICATIONS, INC.

IXC TELECOMMUNICATION SERVICE
FINANCIAL ANALYSIS

FROM PRO-FORMA FINANCIAL STATEMENTS

	AS OF 09/30/99
CURRENT ASSETS	\$24,000
CURRENT LIABILITIES	0
CURRENT RATIO	NMF
CASH	24,000
COMMON EQUITY	26,000
TOTAL DEBT	38,000
TOTAL INVESTOR CAPITAL	64,000
COMMON EQUITY RATIO	41%
NET INCOME	0
RETURN ON EQUITY	0%

NMF = No Meaningful Figure