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## Public Service Commission

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

DATE:   September 18, 2000

TO:     Tommy Williams, Division of Regulatory Oversight

FROM:   Christine G. Romig, Division of Economic Regulation

RE:     Docket No. 001201-TI, Eureka Telecom, L.L.C., Financial Analysis for Certificate Application for Intrastate Interexchange Telecommunications Service

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 financial statements of Eureka Broadband, the parent corporation of Eureka Telecom, L.L.C. (Eureka) for the period ended March 31, 2000.   The applicant requested confidential treatment of Eureka Broadband's financial statements.

The applicant attests to its financial capability to provide and maintain the proposed telecommunications service by noting that with the resources of Eureka Broadband, Eureka possesses the financial support necessary to effectively procure, install and operate the facilities and services requested in this application.

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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