State of Florida



Hublic Serbice Commission -M-E-M-O-R-A-N-D-U-M-

DATE: January 31, 2002

TO: Blanca Bayó, Director, Division of Commission Clerk and Administrative Services

FROM: Kimberley Peña, Bureau of Telecommunications, Division of Legal Services VMV

RE: Request for Permission from Comptroller's Office to Write-Off the RAFs for the years

1999 and 2000 for World Telecommunications, Inc. d/b/a WTI (TX220).

On September 15, 2000, Docket No. 001421-TX was established to address TX220's failure to remit RAFs for the year 1999. By Order No. PSC-01-0818-FOF-TX, issued on March 29, 2001, the Commission approved the cancellation of TX220's Alternative Local Exchange Telecommunications Certificate No. 5686 due to bankruptcy. The Commission further ordered that the outstanding Regulatory Assessment Fees not be sent to the Comptroller's Office for collection, but instead, that the Division of the Commission Clerk and Administrative Services should request permission to write-off the uncollectible amount.

Therefore, staff requests that Bureau of Administrative Services/Fiscal Services Section take the appropriate steps to seek permission from the Comptroller's Office to write-off the uncollectible RAFs for the years 1999 and 2000 for TX220.

KMP

cc: Jackie Knight

Paula Isler

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MMS SEC

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STATE OF FLORIDA OFFICE OF THE COMPTROLLER BUREAU OF AUDITING DELINQUENT ACCOUNTS RECEIVABLE TRANSMITTAL

(PLEASE PRINT OR TYPE)

DATE: <u>1/31/02</u>

AGENCY: FLORIDA PUBLIC SERVICE COMMISSION

CONTACT: KAREN	BELCHER, DIRECTOR	R, FISCAL SERVICES		
PHONE NUMBER: 4	13-6273			
SAMAS ACCOUNT CO		003 610000 00 000 331 610000 00 001		
TX220 001421-TX	World Telecommunicati			
AGENCY REFERENCE #	LASI NAME FI	RST MIDDLE	SOCIAL SECURITY NUMBER	COMPTROLLER USE ONLY
World Telecommunications,	Inc. d/b/a WTI, 330 South		, FL 34236	
		LAST KNOWN ADDRESS (INCLUDE ZIP)		
		\$100	\$25/\$18.50	\$143.50
HOME TELEPHONE	WORK TELEPHONE	PRINCIPLE AMOUNT	PENALTY/INTEREST AMOUNT	TOTAL
§ 364.336, F.S. § 350.113, F.S. Rule 25-4.0161, F.A.C.			February 1, 2000	8
	FENALTY/INTEREST AUTHORITY		DATE DEBT INCURRED	DEBT TYPE
1999 and 2000 REGULATO	RY ASSESSMENT FEES	1		
	DEBT DESCRIPTION, e.g.,	DRIVER LICENSE, SALARY OVERPAYMEN	T, PROPERTY DAMAGE	
	ADDITIONAL INFORM	IATION, e.g., DATE OF BIRTH, DRIVER LICE	ENSE NUMBER, ETC.	

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Cancellation by Florida Public Service Commission of Alternative Local Exchange Telecommunications Certificate No. 5686 issued to World Telecommunications, Inc. d/b/a WTI for violation of Rule 25-4.0161, F.A.C., Regulatory Assessment Fees; Telecommunications Companies.

DOCKET NO. 001421-TX
ORDER NO. PSC-01-0818-FOF-TX
ISSUED: March 29, 2001

The following Commissioners participated in the disposition of this matter:

E. LEON JACOBS, JR., Chairman
J. TERRY DEASON
LILA A. JABER
BRAULIO L. BAEZ
MICHAEL A. PALECKI

ORDER GRANTING CANCELLATION OF ALTERNATIVE LOCAL EXCHANGE TELECOMMUNICATIONS CERTIFICATE DUE TO BANKRUPTCY

BY THE COMMISSION:

World Telecommunications, Inc. d/b/a WTI (WTI) currently holds Certificate of Public Convenience and Necessity No. 5686, issued by the Commission on September 15, 1998, authorizing the provision of Alternative Local Exchange Telecommunications service. The Division of Administration advised our staff by memorandum that WTI had not paid the 1999 Regulatory Assessment Fees (RAFs). Also, accrued statutory penalties and interest charges for late RAFs payments for the year 1999 had not been paid. WTI was scheduled to remit its RAFs by January 31, 2000.

Pursuant to Section 364.336, Florida Statutes, certificate holders must pay a minimum annual RAF of \$50 if the certificate was active during any portion of the calendar year. Pursuant to Rule

DOCUMENT NUMBER-DATE
03907 MAR 29 5

TP30-RETURNS THE PORTING

ORDER NO. PSC-01-0818-FOF-TX DOCKET NO. 001421-TX PAGE 2

25-4.0161 (2), Florida Administrative Code, the form and applicable fees are due to the Florida Public Service Commission by January 30 of the subsequent year. All entities that apply for certification receive a copy of our rules governing Alternative Local Exchange Telecommunications service.

On April 7, 2000, the Commission received a notice that advised the company had filed for protection under Chapter 7 of the Federal Bankruptcy Code on May 4, 1999. Chapter 7 of Section 109 of the Federal Bankruptcy Code provides for total liquidation of the business entity. The filing of a bankruptcy petition under Chapter 7 invokes an automatic injunction known as the Automatic Stay, codified in Bankruptcy Code Section 362. Upon such filing, an interim Trustee in Bankruptcy is immediately appointed who has the duty to collect and secure the non-exempt assets of the debtor and distribute them to creditors in the manner set forth in the Bankruptcy Code. Secured creditors are given the highest priority in the distribution and, normally, receive all of the distributed assets. Regulatory fees and penalties owed by a company to the Florida Public Service Commission are not secured debts and, as a practical matter, are uncollectible in a Chapter 7 proceeding.

We are prevented by the automatic stay provision of the Bankruptcy Code from taking action against this company for its failure to pay RAFs. In a Chapter 7 proceeding, however, the company ceases to exist and, accordingly, its certificate must be reclaimed. We note that the Division of Administration will be notified that the past due RAFs should not be sent to the Comptroller's Office for collection, but that permission for the Commission to write-off the uncollectible amount should be requested.

Accordingly, we find it appropriate to cancel Alternative Local Exchange Telecommunications Certificate No. 5686, effective April 7, 2000. WTI shall return to this Commission the Order granting authority to provide Alternative Local Exchange Telecommunications services. The Commission is vested with jurisdiction over this matter pursuant to Sections 364.336, 364.285, and 364.335, Florida Statutes.

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Based on the foregoing, it is

ORDERED by the Florida Public Service Commission that World Telecommunications, Inc. d/b/a WTI's Certificate No. 5686 to provide Alternative Local Exchange Telecommunications services is hereby canceled. It is further

ORDERED that this Docket is closed.

By ORDER of the Florida Public Service Commission this 29th day of March, 2001.

BLANCA S. BAYÓ, Director

Division of Records and Reporting

(SEAL)

KMP

NOTICE OF FURTHER PROCEEDINGS OR JUDICIAL REVIEW

The Florida Public Service Commission is required by Section 120.569(1), Florida Statutes, to notify parties of any administrative hearing or judicial review of Commission orders that is available under Sections 120.57 or 120.68, Florida Statutes, as well as the procedures and time limits that apply. This notice should not be construed to mean all requests for an administrative hearing or judicial review will be granted or result in the relief sought.

Any party adversely affected by the Commission's final action in this matter may request: 1) reconsideration of the decision by filing a motion for reconsideration with the Director, Division of ORDER NO. PSC-01-0818-FOF-TX DOCKET NO. 001421-TX PAGE 4

Records and Reporting, 2540 Shumard Oak Boulevard, Tallahassee, Florida 32399-0850, within fifteen (15) days of the issuance of this order in the form prescribed by Rule 25-22.060, Florida Administrative Code; or 2) judicial review by the Florida Supreme Court in the case of an electric, gas or telephone utility or the First District Court of Appeal in the case of a water and/or wastewater utility by filing a notice of appeal with the Director, Division of Records and reporting and filing a copy of the notice of appeal and the filing fee with the appropriate court. This filing must be completed within thirty (30) days after the issuance of this order, pursuant to Rule 9.110, Florida Rules of Appellate Procedure. The notice of appeal must be in the form specified in Rule 9.900(a), Florida Rules of Appellate Procedure.