



State of Florida



Public Service Commission

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

DATE:	June 21, 1999	AUM
TO:	Tommy Williams, Division of Communications \mathcal{Q}	ev.
FROM:	Eva P. Samaan, Division of Auditing and Financial Analysis \mathcal{H}	Alan.
RE:	Docket No. 990650-TI, P.V. Tel of Florida, LLC, Financial Analysis Application for Intrastate Interexchange Telecommunications Service	s for Certificate

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

FA

(PP

CAF

The Commission shall exercise its exclusive jurisdiction in order to: (d) Promote (4)(d)competition by encouraging new entrants into telecommunications markets . . .

Regarding the showing of financial capability, the Finance staff has analyzed the unaudited financial statements of P.V. Tel of Florida, LLC (PVT) for the period ending March 31, 1999. An audit could change one's opinion of the company's financial condition. As the attached schedule shows, PVT has adequate liquidity, but insufficient common equity and reported a net loss for the period.

In this matter, PVT is asking for a certificate to provide IXC service. Staff notes the limited nature of the application and that no customer provided funds appear to be at risk. For purposes of granting a certificate based on the financial information provided, the financial capability appears minimal. CMC

STR Although an analysis of the financial statements reveals the applicant is in a minimal financial EAG position, the applicant attests to its financial capability to provide and maintain the proposed _EG MAS telecommunications service. PVT's financing consists of a \$250,000 line of credit with Merrill Lynch 070 and \$1,000,000 preferred stock, currently under negotiation. In addition, the company plans on issuing RRR senior notes in the amount of \$45,000,000. Based on this showing, the applicant appears to meet the SEC financial capability standard of Section 364.337, Florida Statutes. WANN ____ OTH ____

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

5.6££0.871%G

DOCKET NC 90650-TI P.V. TEL, INC.

.

IXC TELECOMMUNICATION SERVICE FINANCIAL ANALYSIS

FROM UNAUDITED FINANCIAL STATEMENTS AS OF March 31, 1999

.

CURRENT ASSETS	\$311,048
CURRENT LIABILITIES	133,521
CURRENT RATIO	2.33
CASH	209,239
COMMON EQUITY	95,548
LONG-TERM DEBT	478,032
TOTAL INVESTOR CAPITAL	573,580
COMMON EQUITY RATIO	17%
NET INCOME	(137,084)
RETURN ON EQUITY	NMF
NMF = No Meaningful Figure	



STATE OF FLORIDA



Commissioners: JOE GARCIA, CHAIRMAN J. TERRY DEASON SUSAN F. CLARK JULIA L. JOHNSON E. LEON JACOBS, JR.



Division of Records & Reporting Blanca S. Bayó Director (850) 413-6770

Public Service Commission

May 21, 1999

Vicki Gordon Kaufman, Attorney McWhirter Reeves 117 South Gadsden Tallahassee, Florida 32301

Re: Docket No. 990650-TI

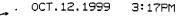
Dear Mr. Kaufman:

This will acknowledge receipt of an application for certificate to provide interexchange telecommunications service by P.V. Tel of Florida, LLC, which was filed with this office on May 20, 1999 and assigned the above-referenced docket number. Appropriate staff members will be advised.

Mediation may be available to resolve any dispute in this docket. If mediation is conducted, it does not affect a substantially interested person's right to an administrative hearing. For more information, contact the Office of General Counsel at (850) 413-6078 or FAX (850) 413-6079.

Please make notes as well that Commission Rule 25-22.005(7), F.A.C., requires certificated companies to notify the Commission of any changes in name, telephone, address, or contact person. Should your application be granted by the Commission, you will be expected to comply with this rule by advising us of any changes as they occur.

Division of Records and Reporting Florida Public Service Commission



.............



NO.325 P.2

Updated 99

October 12, 1999

Mr. Tom Williams Florida Public Utilities Commission

Dear Mr. Williams

PV TEL, Inc. has changed its address to:

444 E. Center Street. Kingsport Tenn. 37660-4804

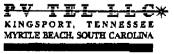
PV TEL's telephone remains the same @ 423-578-1961 my extension is 318 or just dial "0" for the operator.

If you have any questions please call me.

Sincerely, added - as 200 liaison William A Ad P.E. 0 Vice President Ald

1999 East Stone Drive, Sinte 419 Kingsport, TN 37660 75264 m/

TX 32 4 M/ show as above



Old F_{U23-578-1966}

12/14/99

Certification pending P.V. Zel of Florida, AhC 991650-77 990651-7X

F 423-245-0363 to use per Mr. Byrd

(this one is on the executive) floor

Cy To PAR /Ware for penden

