



Public Service Commission

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

**DATE:** November 18, 1999  
**TO:** Nancy Pruitt, Division of Communications  
**FROM:** David J. Draper, Division of Auditing and Financial Analysis  
**RE:** Docket No. 991654-TI, Uki Communications, Inc., Financial Analysis for Certificate Application for Intrastate Interexchange Telecommunications Service

ALM  
*[Handwritten signature]*

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 financial statements of Uki Communications, Inc. (UCI) for the nine month period ending September 24, 1999. An audit could change one's opinion of the company's financial condition. As the attached schedule shows, UCI has adequate liquidity and sufficient common equity. UCI was incorporated in August 1999, and as such, does not have a relevant income statement at this time.

In this matter, UCI 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. The applicant attests to its financial capability to provide and maintain the proposed telecommunications service by noting that it has sufficient funds for its initial service offerings and will maintain its financial funds through growth. 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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DOCKET NO. 991654 . .  
UKI COMMUNICATIONS, INC.

IXC TELECOMMUNICATION SERVICE  
FINANCIAL ANALYSIS

FROM UNAUDITED FINANCIAL STATEMENTS

	AS OF 09/24/99
CURRENT ASSETS	\$32,561
CURRENT LIABILITIES	0
CURRENT RATIO	ERR
CASH	32,561
COMMON EQUITY	32,561
TOTAL DEBT	0
TOTAL INVESTOR CAPITAL	32,561
COMMON EQUITY RATIO	100%
NET INCOME	0
RETURN ON EQUITY	0%

NMF = No Meaningful Figure