



Public Service Commission

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

DATE: August 21, 2000
TO: Tommy Williams, Division of Regulatory Oversight
FROM: David J. Draper, Division of Economic Regulation
RE: Docket No. 000840-TI, Broadband Communications Corporation, Financial Analysis for Certificate Application for Intrastate Interexchange Telecommunications Service

ALM csh

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 Broadband Communications Corporation (BCC) for the six month period ending June 20, 2000. An audit could change one's opinion of the company's financial condition. As the attached schedule shows, BCC has adequate liquidity and sufficient common equity. BCC is a start-up company and is currently not in operations. The company reported a net loss for the six month period.

In this matter, BCC 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 by noting that it has adequate liquid assets to provide and maintain the proposed telecommunications service. Based on this showing, the applicant appears to meet the financial capability standard of Section 364.337, Florida Statutes.

- APP _____
- CAF _____
- CMP _____
- COM _____
- CTR _____
- ECR _____
- LEG _____
- OPC _____
- PAI _____
- RGO _____
- SEC +
- SER _____
- OTH _____

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

DOCUMENT NUMBER-DATE

10298 AUG 22 00

FDSC-RECORDS/REPORTING

DOCKET NO. 000840-
BROADBAND COMMUNICATIONS CORPORATION

IXC APPLICATION
FINANCIAL ANALYSIS

FROM UNAUDITED FINANCIAL STATEMENTS

	AS OF 06/20/2000
CURRENT ASSETS	\$25,000
CURRENT LIABILITIES	0
CURRENT RATIO	NMF
CASH	25,000
COMMON EQUITY	25,851
TOTAL DEBT	0
TOTAL INVESTOR CAPITAL	25,851
COMMON EQUITY RATIO	100%
NET INCOME	(2,500)
RETURN ON EQUITY	NMF

NMF = No Meaningful Figure