

Public Service Commission

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

DATE: October 20, 2000

TO: Nancy Pruitt, Division of Regulatory Oversight

FROM: Christine G. Romig, Division of Economic Regulation

RE: Docket No. 001511-TX, Dynamic Telcom Engineering I, L.L.C., Financial Analysis for Certificate Application for Alternative Local Exchange Telecommunications Service

Section 364.337 (1), Florida Statutes, requires the following:

The commission shall grant a certificate of authority to provide alternative local exchange 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

APP CAF

CMP

COM

CTR

ECR LEG OPC

PAI

OTH

RGO SEC SER (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 Dynamic Telcom Engineering, LLC (Dynamic Engineering), the parent company of Dynamic Telcom Engineering I, L.L.C. (Dynamic) for the six month period ended June 30, 2000. Dynamic is a recently formed subsidiary and new entrant and does not have its own financial statements. The Applicant requested confidential treatment of Dynamic Engineering's financial statements.

In this matter, Dynamic is asking for a certificate to provide alternative local exchange telecommunications service. Staff notes the limited nature of the application.

The applicant attests to its financial capability to provide and maintain the proposed telecommunications service by noting that with the it has access to financing and capital necessary to conduct its Florida operations as it will rely on the financial resources of its parent company, Dynamic Engineering.

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)

DOCUMENT NUMBER-DATE

