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OF COUNSEL JOHN T. PETERS, JR. HAROLD E. FISCHER, JR. RUSSELL B. BAUGH

VINCENT T. EARLY (1922-2001) JOSEPH J. BURGIE (1926-1992) THOMPSON BENNETT )MPSON \_\_\_ (1912-2004)

November 2, 2007

Blanca Bayó Florida Public Service Commission Capital Circle Office Center 2540 Shumard Oak Blvd. Tallahassee, FL 32399-0850

Sterling Telecom, Inc.

Dear Ms. Bayó:

Enclosed herewith for filing with the Commission, please find an original and 2 (two) copies of the above captioned corporation's APPLICATION FOR AUTHORITY TO PROVIDE COMPETITIVE LOCAL EXCHANGE SERVICE WITHIN THE STATE OF FLORIDA, along with checks in the amount of \$400.00 to cover filing fees relating to same.

| CMP | · · · · · · · · · · · · · · · · · · ·       | etter. Please stamp the duplicate received and return   |
|-----|---|---|
| COM | same in the postage-paid envelope attache   | u thereto.  |
| CTR | Please contact me if you have additional qu | estions or concerns.  |
| ECR |   |   |
| GCL | EARLY, LENNON, CROCKER & BARTOSI            | EWICZ. P.L.C.   |
| OPC |   | _ · · · · <del>_  </del> · · · <del>_ · · · · · · · · · · · · · · · </del>  |
| RCA |   | Charle received with filing and faminated   |
| SCR | AFatrick D. Crocker                         | Check received with filing and forwarded to Fiscal for deposit. Fiscal to forward deposit information to Records. |
| SGA | PDC/pas                                     | tsitials of person who forwarded chack:   |
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DOCUMENT NUMBER - DATE

10034 NOV-56

#### FLORIDA PUBLIC SERVICE COMMISSION



#### DIVISION OF COMPETITIVE MARKETS AND ENFORCEMENT

# APPLICATION FORM for AUTHORITY TO PROVIDE COMPETITIVE LOCAL EXCHANGE TELECOMMUNICATIONS COMPANY SERVICE WITHIN THE STATE OF FLORIDA

#### Instructions

- A. This form is used as an application for an original certificate and for approval of sale, assignment or transfer of an existing certificate. In the case of a sale, assignment or transfer, the information provided shall be for the purchaser, assignee or transferee (See Page 8).
- B. Print or type all responses to each item requested in the application. If an item is not applicable, please explain.
- C. Use a separate sheet for each answer which will not fit the allotted space.
- D. Once completed, submit the original and two (2) copies of this form along with a non-refundable application fee of **\$400.00** to:

Florida Public Service Commission
Division of the Commission Clerk and Administrative Services
2540 Shumard Oak Blvd.
Tallahassee, Florida 32399-0850
(850) 413-6770

- E. A filing fee of \$400.00 is required for the sale, assignment or transfer of an existing certificate to another company (Chapter 25-24.815, F.A.C.).
- F. If you have questions about completing the form, contact:

Florida Public Service Commission
Division of Competitive Markets and Enforcement
2540 Shumard Oak Blvd.
Tallahassee, Florida 32399-0850
(850) 413-6600

FORM PSC/CMP-8 (01/06) Required by Commission Rule Nos. 25-24.810, and 25-24.815 Note: To complete this interactive form using your computer, use the tab key to navigate between data entry fields.

| 1.                                  | . This is an application for (check one):  |  |  |
|-------------------------------------|--|--|--|
| Original certificate (new company). |  |  |  |
|                                     | Approval of transfer of existing certificate: Example, a non-certificated company purchases an existing company and desires to retain the original certificate of authority rather that apply for a new certificate. |  |  |
|                                     | Approval of assignment of existing Certificate: Example, a certificated company purchases an existing company and desires to retain the existing certificate of authority and tariff.                                |  |  |
| 2.                                  | Name of company: Sterling Telecom, Inc.  |  |  |
| 3.                                  | Name under which applicant will do business (fictitious name, etc.):   |  |  |
|                                     |  |  |  |
| 4. Official mailing address:        |  |  |  |
|                                     | Street/Post Office Box: 242 Beverly Road<br>City: Huntington Station<br>State: NY<br>Zip: 11746  |  |  |
| 5.                                  | Florida address:   |  |  |
|                                     | Street/Post Office Box: c/o CLEC Strategies, 5301 W Cypress St, Suite 105<br>City: Tampa<br>State: FL<br>Zip: 33607  |  |  |
| 6.                                  | Structure of organization:   |  |  |
|                                     | ☐ Individual ☐ Corporation ☐ Foreign Corporation ☐ Foreign Partnership ☐ General Partnership ☐ Limited Partnership ☐ Other,  |  |  |
|                                     |  |  |  |

| 7.  | If individual, provide:   |
|-----|---|
|     | Name: Title: Street/Post Office Box: City: State: Zip: Telephone No.: Fax No.: E-Mail Address: Website Address:   |
| 8.  | <u>If incorporated in Florida</u> , provide proof of authority to operate in Florida. The Florida Secretary of State corporate registration number is:  |
| 9.  | <u>If foreign corporation</u> , provide proof of authority to operate in Florida. The Florida Secretary of State corporate registration number is: F07000004531   |
| 10. | If using fictitious name (d/b/a), provide proof of compliance with fictitious name statute (Chapter 865.09, FS) to operate in Florida. The Florida Secretary of State fictitious name registration number is: |
| 11. | <u>If a limited liability partnership,</u> please proof of registration to operate in Florida. The Florida Secretary of State registration number is:   |
| 12. | <b>If a partnership</b> , provide name, title and address of all partners and a copy of the partnership agreement.  |
|     | Name: Title: Street/Post Office Box: City: State: Zip: Telephone No.: Fax No.: E-Mail Address: Website Address:   |
| 13. | If a foreign limited partnership, provide proof of compliance with the foreign limited partnership statute (Chapter 620.169, FS), if applicable. The Florida registration number is:                          |

- 14. Provide F.E.I. Number(if applicable): 113623388
- 15. Who will serve as liaison to the Commission in regard to the following?
  - (a) The application:

Name: Patrick D. Crocker

Title: Attorney

Street name & number: 900 Comerica Building

Post office box: City: Kalamazoo

State: MI Zip: 49007

Telephone No.: 269-381-8844

Fax No.: 269-381-8822

E-Mail Address: pcrocker@earlylennon.com

Website Address:

(b) Official point of contact for the ongoing operations of the company:

Name: William Honor Title: Project Manager

Street name & number: 242 Beverly Road

Post office box:

City: Huntington Station

State: NY Zip: 11746

Telephone No.: 631-425-7143

Fax No.: 631-427-6116

E-Mail Address: whonor@yahoo.com

Website Address: www.sterlingtelecominc.com

(c) Complaints/Inquiries from customers:

Name: Thea Esposito

Title: Customer Service Manager

Street/Post Office Box: 242 Beverly Road

City: Huntington Station

State: NY Zip: 11746

Telephone No.: 631-425-7143

Fax No.: 631-427-6116

E-Mail Address: theaespo@yahoo.com

Website Address: www.sterlingtelecominc.com

**16.** List the states in which the applicant:

(a) has operated as a Competitive Local Exchange Telecommunications Company.

Applicant has operated as a Competitive Local Exchange Telecommunications Company in New York.

(b) has applications pending to be certificated as a Competitive Local Exchange Telecommunications Company.

Applicant has Competitive Local Exchange Telecommunications Company applications pending in Illinois, North Carolina, Ohio, and South Carolina.

(c) is certificated to operate as a Competitive Local Exchange Telecommunications Company.

Applicant is certificated to operate as a Competitive Local Exchange Telecommunications Company in New York.

(d) has been denied authority to operate as a Competitive Local Exchange Telecommunications Company and the circumstances involved.

Applicant has not been denied authority to operate as a Competitive Local Exchange Telecommunications Company in any state.

(e) has had regulatory penalties imposed for violations of telecommunications statutes and the circumstances involved.

Applicant has had no regulatory penalties imposed for violation of telecommunications statutes

(f) has been involved in civil court proceedings with an interexchange carrier, local exchange company or other telecommunications entity, and the circumstances involved.

Applicant has not been involved in civil court proceeding with any interexchange carrier, local exchange company or other telecommunications entity.

- **17.** Indicate if any of the officers, directors, or any of the ten largest stockholders have previously been:
  - (a) adjudged bankrupt, mentally incompetent (and not had his or her competency restored), or found guilty of any felony or of any crime, or whether such actions may result from pending proceedings. If so, <u>provide explanation</u>.

No officers, directors, or stockholders, have been adjudged bankrupt, mentally incompetent or found guilty of any felony or crime.

(b) granted or denied a competitive local exchange certificate in the State of Florida (this includes active and canceled competitive local exchange certificates). If yes, provide explanation and list the certificate holder and certificate number.

Applicant has not been granted or denied a competitive local exchange certificate in the State of Florida.

(c) an officer, director, partner or stockholder in any other Florida certificated or registered telephone company. If yes, give name of company and relationship. If no longer associated with company, give reason why not.

No officer, director, partner or stockholder is affiliated with any other Florida certificated telephone company.

#### **18.** Submit the following:

- (a) <u>Managerial capability:</u> resumes of employees/officers of the company that would indicate sufficient managerial experiences of each.
- (b) <u>Technical capability:</u> resumes of employees/officers of the company that would indicate sufficient technical experiences or indicate what company has been contracted to conduct technical maintenance.
- (c) <u>Financial Capability:</u> applicant's audited financial statements for the most recent three (3) years. If the applicant does not have audited financial statements, it shall so be stated. Unaudited financial statements should be signed by the applicant's chief executive officer and chief financial officer affirming that the financial statements are true and correct and should include:
  - 1. the balance sheet,
  - 2. income statement, and
  - 3. statement of retained earnings.

**Note:** This documentation may include, but is not limited to, financial statements, a projected profit and loss statement, credit references, credit bureau reports, and descriptions of business relationships with financial institutions.

#### THIS PAGE MUST BE COMPLETED AND SIGNED

**REGULATORY ASSESSMENT FEE:** I understand that all telephone companies must pay a regulatory assessment fee. Regardless of the gross operating revenue of a company, a minimum annual assessment fee, as defined by the Commission, is required.

**RECEIPT AND UNDERSTANDING OF RULES:** I acknowledge receipt and understanding of the Florida Public Service Commission's rules and orders relating to the provisioning of competitive local exchange telecommunications company (CLEC) service in Florida.

APPLICANT ACKNOWLEDGEMENT: By my signature below, I, the undersigned officer, attest to the accuracy of the information contained in this application and attached documents and that the applicant has the technical expertise, managerial ability, and financial capability to provide competitive local exchange telecommunications company service in the State of Florida. I have read the foregoing and declare that, to the best of my knowledge and belief, the information is true and correct. I attest that I have the authority to sign on behalf of my company and agree to comply, now and in the future, with all applicable Commission rules and orders.

Further, I am aware that, pursuant to Chapter 837.06, Florida Statutes, "Whoever knowingly makes a false statement in writing with the intent to mislead a public servant in the performance of his official duty shall be guilty of a misdemeanor of the second degree, punishable as provided in s. 775.082 and s. 775.083."

#### Company Owner or Officer

Print Name: Veronica Honor

Title: President

Telephone No.: 631-425-7143

E-Mail Address: vhonor@yahoo.com

Signature:

Date.\_

### **EXHIBIT A**

Managerial Capability

#### **Veronica Honor**

8 Highview Road Stony Brook, NY 11790

> (631) 751-1922 vhonor@yahoo.com

#### **Objective**

Continue to grow existing Competitive Local Exchange Carrier by expanding into other states

#### **Employment History**

#### Owner/Operator

Summer 2001-present Sterling Telecom, Inc. Huntington Station, NY 11746

- Established and maintain telecommunications business offering business, residential and payphone low cost dial tone in NY area.
- Involved in day to day operations: customer service, order writing, repair, billing, accounts payable, accounts receivable

#### **Business Administrator**

Winter 2001-Summer 2001 American Network Services Bronx, NY 10550

- Formed Competitive Local Exchange Carrier (CLEC) for existing payphone business
- Acted as liaison with Verizon in establishing and maintaining wholesale account
- Handled payroll, accounts payable, accounts receivable

#### Staff Accountant

Spring 1999-Winter 2001 Cirrus Healthcare Products Locust Valley, NY

- Manager of accounts payable and accounts receivable
- Customer Service
- Monthly reconciliations and year end

#### Office Manager

Spring 1994-Spring 1999 Coin Power Inc. Huntington Station, NY

Responsible for running and maintaining all aspects of pay telephone

#### Education

1993-1994 Long Island University - C.W. Post Campus, Brookville, NY

- B.A. Political Science
- Minor in Criminal Justice and History

1990-1993 State of New York University at Albany, Albany, NY

#### **Honors & Activities**

Golden Key National Honor Society Scholarship recipient 1993 Member of Phi Sigma Sigma

#### References

References are available on request.

## James Rapaccioli

#### **Experience**

1980 - 1995

New York City Department of Finance

New York, NY

#### **Unit Supervisor**

Supervise audits of large corporations in the telecommunications industry

1995 - 2000

NYS Insurance Fund

New York, NY

#### **Internal Audit Director**

- Supervise the audits and investigations of all internal departments within the agency.
- Co-ordinate all investigations between the outside agencies and internal investigators.

2000-2003

American Payphone Inc.

Mt. Vernon, NY

#### Controller/Manager

- Maintained the books and records of the corporation.
- Insured compliance with all governmental agencies for taxes as well as telecommunication filings

2003 - 2006

Sterling Telecom Inc.

Huntington St., NY

#### Treasurer/Controller

• Responsible for all aspects of the business not related to operations.(e.g. Tax filings, health insurance, license filing requirements

#### **Education**

1976 - 1980

Manhattan College

Bronx, NY

**B.S.** Accounting

#### References

References are available on request.

#### Paul D. Contino 242 Beverly Rd. Huntington Station, NY 11746 631 425 0790

#### pcontino@yahoo.com

#### Education

Hofstra University; Uniondale, New York 1982 – 1986 Finance degree

#### Experience

1987 – 1994 Crescent Communications; New Hyde Park, New York

Payphone service technician and installer

1994 - Present Labra Telecom, Inc.; Huntington Station, New York

Owner/Manager: Public Payphone Company

Aug. 2001 - Present Sterling Telecom, Inc.; Huntington Station, New York

Consultant: Competitive Local Exchange Carrier

#### Computer Skills

Languages and Software
Mist, PNM, Payphone software programs

## Thea Esposito

Objective

Customer Service Manager

**Experience** 

2004-2007

Sterling Telecom Inc. Huntington Station, NY

#### **Customer Service Manager**

- Handles customer objectives
- Direct contact with Verizon for repair and installation of service
- Account Payables / Receivables

1997-2004

Cirrus Healthcare Prod. Cold Spring Harbor, NY

#### Order Entry / Customer Service Manager

- EDI Order Entry
- EDI Billing
- Customer Service

1989-1997

Coldwell Banker Real Estate Locust Valley, NY

#### **Licensed Real Estate Agent**

- Worked with buyers and sellers
- Commercial and residential real estate
- Developed sales training courses

1972 Locust Valley High School

**Education** 

1985-1988 Empire State credits

Interests

American Red Cross Volunteer, CERT Volunteer, Tennis, Gardening

#### **EXHIBIT B**

## **Technical Capability**

See managerial resumes in Exhibit A

## **EXHIBIT C**

Financial Capability

## **Balance Sheet**

## **Sterling Telecom Inc.**

As of August 31, 2007

| ASSETS                          |          | LIABILITIES                        |          |
|---------------------------------|----------|------------------------------------|----------|
| Current Assets                  |          | Current Liabilities                |          |
| Cash                            | \$20,762 | Accounts payable                   | \$2,103  |
| Accounts receivable             |          | Short-term notes                   |          |
| (less doubtful accounts)        |          | Current portion of long-term notes |          |
| Inventory                       |          | Interest payable                   |          |
| Other Assets                    | 4,599    | Taxes payable                      |          |
| Prepaid expenses                |          | Accrued payroll                    |          |
| Total Current Assets            | \$25,361 | Total Current Liabilities          | \$2,103  |
| Fixed Assets                    |          | Long-term Liabilities              |          |
| Long-term investments           |          | Mortgage                           |          |
| Intagible                       | 1,989    | Other long-term liabilities        |          |
| Buildings                       |          | Total Long-Term Liabilities        |          |
| (less accumulated depreciation) |          |                                    |          |
| Plant and equipment             |          |                                    |          |
| (less accumulated depreciation) |          | Shareholders' Equity               |          |
| Furniture and fixtures          | 2,243    | Capital stock                      | \$1,000  |
| (less accumulated depreciation) |          | Retained earnings                  | 26,490   |
| Total Net Fixed Assets          | \$4,232  | Total Shareholders' Equity         | \$27,490 |
|                                 |          |                                    |          |
| TOTAL ASSETS                    | \$29,593 | TOTAL LIABILITIES & EQUITY         | \$29,593 |

## **Income Statement**

## Sterling Telecom Inc For the Period Ending August 31, 2007

| Revenue                                      | 960422 |        |
|--|--------|--------|
| Gross Sales                                  | 860433 |        |
| Less: Sales Returns and Allowances Net Sales |        | 860433 |
| Cost of Goods So                             | 570000 |        |
| Purchases                                    | 578600 |        |
| Cost of Goods Sold                           |        | 578600 |
| Gross Profit (Loss)                          |        | 281833 |
| Expenses                                     |        |        |
| Advertising                                  | 3772   |        |
| Auto Expense                                 | 34684  |        |
| Bank Charges                                 | 10     |        |
| Commissions                                  | 13857  |        |
| Dues and Subscriptions                       | 1039   |        |
| Insurance                                    | 23408  |        |
| Miscellaneous                                | 486    |        |
| Office Expense                               | 1109   |        |
| Payroll                                      | 22099  |        |
| Postage                                      | 36     |        |
| Printing                                     | 731    |        |
| Professional Fees                            | 10926  |        |
| Taxes  | 63878  |        |
| Total Expenses                               |        | 176035 |
| Net Operating Income                         |        | 105798 |

## **Balance Sheet**

## **Sterling Telecom Inc.**

## As of December 31, 2006

| ASSETS                          |          | LIABILITIES                        |          |
|---------------------------------|----------|------------------------------------|----------|
| Current Assets                  |          | Current Liabilities                |          |
| Cash                            | \$22,838 | Accounts payable                   | \$1,475  |
| Accounts receivable             |          | Short-term notes                   |          |
| (less doubtful accounts)        |          | Current portion of long-term notes |          |
| Inventory                       |          | Interest payable                   |          |
| Other Assets                    | 4,599    | Taxes payable                      |          |
| Prepaid expenses                |          | Accrued payroll                    |          |
| Total Current Assets            | \$27,437 | <b>Total Current Liabilities</b>   | \$1,475  |
| Fixed Assets                    |          | Long-term Liabilities              |          |
| Long-term investments           |          | Mortgage                           |          |
| Intagible                       | 2,173    | Other long-term liabilities        |          |
| Buildings                       |          | Total Long-Term Liabilities        |          |
| (less accumulated depreciation) |          |                                    |          |
| Plant and equipment             |          |                                    |          |
| (less accumulated depreciation) |          | Shareholders' Equity               |          |
| Furniture and fixtures          | 2,512    | Capital stock                      | \$1,000  |
| (less accumulated depreciation) |          | Retained earnings                  | 29,647   |
| Total Net Fixed Assets          | \$4,685  | Total Shareholders' Equity         | \$30,647 |
|                                 |          |                                    |          |
| TOTAL ASSETS                    | \$32,122 | TOTAL LIABILITIES & EQUITY         | \$32,122 |

## **Income Statement**

## Sterling Telecom Inc For the Period Ending December 31, 2006

| Revenue                            |         |       |
|------------------------------------|---------|-------|
| Gross Sales                        | 1395732 |       |
| Less: Sales Returns and Allowances |         |       |
| Net Sales                          | 139     | 95732 |
| Cost of Goods So                   |         |       |
| Purchases                          | 1188790 |       |
| Cost of Goods Sold                 | 118     | 8790  |
| Gross Profit (Loss)                | 20      | 06942 |
| Expenses                           |         |       |
| Advertising                        | 1063    |       |
| Consultants                        | 6263    |       |
| Management Fees                    | 25000   |       |
| Commissions                        | 24099   |       |
| Dues and Subscriptions             | 4568    |       |
| Insurance                          | 5765    |       |
| Miscellaneous                      | 942     |       |
| Office Expense                     | 3227    |       |
| Payroll                            | 36400   |       |
| Professional Fees                  | 15499   |       |
| Taxes                              | 45715   |       |
| Total Expenses                     | 16      | 8541  |
| Net Operating Income               | 3       | 8401  |

#### **VERIFICATION OF FINANCIAL STATEMENTS**

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|   | •   |   |
|---|---|---|
| STATE OF NEW YORK   | )   |   |
| COUNTY OF Suffolk )   | ) ss.   |   |
| Telecom, Inc., the Application I have read the foregoing matters that are therein started and the started are the started are therein started are the started are | first duly sworn and deposed, state ant in this matter, and am authorize financial statements and know the ated on information or belief, I believe the state of | ed to make this verification; that contents thereof; and as to those eve them to be true. |
| Notary Public in and for the State  | e of New York,  |   |
| residing at:  |   | ·   |
| ANN S. S<br>Notary Public, Si<br>No. 01ST<br>Qualified in S<br>Commission Expire  | tate of New York<br>5082013   |   |
| My commission expires   | en Strong   |   |