

ORIGINAL



Public Service Commission

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

DATE: March 6, 1998
 TO: Nancy Pruitt, Division of Communications
 FROM: David J. Draper, Division of Auditing and Financial Analysis *DD* *ACM*
 RE: Docket No. 980289-TX, Microsun Telecommunications, Inc., Financial Analysis for Certificate Application for Alternative Local Exchange Telecommunications Service *APC* *DMZ*

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

(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 balance sheet of Microsun Telecommunications, Inc. (MTI) for the period ending December 31, 1997, and a projected twelve month income statement for the period ending December 31, 1998. An audit could change one's opinion of the company's financial condition. As the attached schedule shows, MTI has adequate liquidity, sufficient common equity and projects a positive net income for a twelve month period.

In this matter, MTI is asking for a certificate to provide alternative local exchange telecommunications 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 established a \$100,000 line of credit with River Bank. 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)

ACK _____
 AFA _____
 APP _____
 CAF _____
 CMB _____
 CTR _____
 ENT _____
 LSA _____
 LSA _____
 LSA _____
 LSA _____
 LSA _____
 LSA _____

DOCUMENT NUMBER-DATE

03034 MAR 10 98

FD-501 RECORDS/REPORTING

DOCKET NO. 980289-1X
MICROSUN TELECOMMUNICATIONS, INC.

ALTERNATIVE LOCAL EXCHANGE SERVICE
FINANCIAL ANALYSIS

FROM UNAUDITED FINANCIAL STATEMENTS

	AS OF 12/31/97
CURRENT ASSETS	\$21,458
CURRENT LIABILITIES	7,500
CURRENT RATIO	2.86
CASH	1,458
COMMON EQUITY	28,958
TOTAL DEBT	0
TOTAL INVESTOR CAPITAL	28,958
COMMON EQUITY RATIO	100%
PROJECTED NET INCOME (1)	145,780
PROJECTED RETURN ON EQUITY (1)	83%

NMF = No Meaningful Figure

(1) BASED ON PROFORMA FINANCIAL STATEMENTS AS OF 12/31/98

STATE OF FLORIDA

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



DIVISION OF RECORDS & REPORTING
BLANCA S. BAYÓ
DIRECTOR
(850) 413-6770

Public Service Commission

February 27, 1998

Eli Bartov, President
Microsun Telecommunications, Inc.
800 West Oakland Park Boulevard, Suite 100
Ft. Lauderdale, Florida 33311

Re: Docket No. 980289-TX

Dear Mr. Bartov:

This will acknowledge receipt of an application for certificate to provide alternative local exchange telecommunications service by Microsun Telecommunications, Inc., which was filed in this office on February 25, 1998 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