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November 23, 1999

FILED

Dec. 8
~~NOV 29~~ 1999 *nh*

Missouri Public
Service Commission

Mr. Dale Hardy Roberts
Public Service Commission
301 West High Street, Suite 530
Jefferson City, MO 65101

Re: In the Matter of the Application of CAT Communications International, Inc. for a Certificate of Service Authority to Provide Interexchange and Basic Local Exchange Telecommunications Services in the State of Missouri and to Classify Said Services and the Company as Competitive
Our File No.: 343 TA-2000-347

Dear Sir or Madam:

Enclosed please find an original and fourteen (14) copies of an Application regarding the above-referenced corporation. Please file these applications accordingly. I am enclosing two extra copies of the Application for return in the enclosed self-addressed, stamped envelopes.

Additionally, please be advised that a copy of the Application has been sent to the Office of Public Counsel.

Thank you for your cooperation and assistance in this regard.

Sincerely,

Sharon Marlow

Sharon Marlow
Legal Assistant

sm
Enclosures
cc: Office of Public Counsel
(w/Enclosures)
Monica Borne

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FILED

NOV 29 1999

BEFORE THE PUBLIC SERVICE COMMISSION
OF THE STATE OF MISSOURI

Missouri Public
Service Commission

IN THE MATTER OF THE APPLICATION OF)
CAT COMMUNICATIONS INTERNATIONAL,)
INC. FOR A CERTIFICATE OF SERVICE)
AUTHORITY TO PROVIDE INTEREXCHANGE)
AND BASIC LOCAL EXCHANGE)
TELECOMMUNICATIONS SERVICES IN THE)
STATE OF MISSOURI AND TO CLASSIFY)
SAID SERVICES AND THE COMPANY AS)
COMPETITIVE)

Case No. TA-2000-347

APPLICATION FOR CERTIFICATE OF SERVICE AUTHORITY
AND FOR COMPETITIVE CLASSIFICATION

Comes now CAT COMMUNICATIONS INTERNATIONAL, INC. ("Applicant"), by its undersigned counsel, and hereby applies pursuant to Sections 392.361 and 392.410 through 392.455 RSMo 1994, and the Federal Telecommunications Act of 1996, for authority to provide resold interexchange and basic local exchange telecommunications service in the State of Missouri and to classify said services and the company as competitive. In support of its applications, the Company states as follows:

1. Applicant is a corporation duly organized and existing under and by virtue of the laws of the State of Virginia. (Articles of Incorporation attached as **Exhibit A.**) The Company is authorized to conduct business within Missouri as evidenced by its certificate of authority issued by the Missouri Secretary of State which is attached hereto as **Exhibit B.**

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2. All inquiries, correspondence, communications, pleadings, notices, orders and decisions relating to the case should be addressed to:

Monica R. Borne
Nowalsky, Bronston & Gothard
3500 N. Causeway Blvd.
Suite 1442
Metairie, Louisiana 70002
Phone: (504) 832-1984
Fax: (504) 831-0892

with copies to local counsel:

William M. Wunderlich
Wunderlich & Associates
1504 Gravois
High Ridge, MO 63049
Phone: (314) 677-5669

All general correspondence from the Commission should be forwarded to the Company at its principal address as follows:

Norman D. Mason, President
CAT Communications Internatioanl, Inc.
5650 Hollins Road
Roanoke, VA 24019
Phone: Ph. (540) 265-2555; Ext. 118

3. Applicant proposes to provide resold long distance interexchange service on a statewide basis and basic local exchange telecommunications service throughout all exchanges currently served by the underlying incumbent local exchange telecommunications company. Applicant may seek authority to provide service in other areas of the state in a subsequent proceeding.
4. Pursuant to this application, the Applicant seeks to offer and provide prepaid interexchange long distance and basic local telecommunications service to residential customers. The Company will not provide operator service, as toll block will be applied.
5. The Company possesses the technical and managerial expertise and experience necessary to provide the services it proposes. Profiles of the Company's management team experience and expertise, are attached hereto as **Exhibit C**. The Applicant also possesses the necessary financial resources as evidenced by its most current financial statements attached hereto as **Exhibit D**.
6. Applicant seeks classification of itself and its services as competitive.

7. Applicant will offer basic local telecommunications service as a separate and distinct service in accordance with applicable law. Applicant will give consideration to equitable access for all Missourians, regardless of where they might reside or their income, to affordable telecommunications services in Applicant's proposed service areas in accordance with applicable law.
8. Applicant is willing to comply with all applicable Commission rules and is willing to meet all relevant service standards, including, but not limited to billing, quality of service, and tariff filing and maintenance. Consistent with the Commission's treatment of other certificated competitive telecommunications companies, Applicant requests that the following statutes and regulations be waived for Applicant and its service offerings:

Waivers for Competitive Basic Local Exchange Service:

Statutes:

392.210.2	Uniform System of Accounts
392.270	Valuation of Property (Ratemaking)
392.280	Depreciation Accounts
392.290.1	Issuance of Securities
392.300.2	Acquisition of Stock
392.310	Stock and Debt Issuance
392.320	Stock Dividend Payment
392.330	Issuance of Securities, Debts and Notes
392.340	Reorganization (s)

Missouri Public Service Commission Rules:

4 CSR 240-10.020	Depreciation Fund Income
4 CSR 240-30.040	Uniform System of Accounts
4 CSR 240-35	Reporting of Bypass and Customer-Specific Arrangements

Waivers for Interexchange Service:

Statutes:

- 392.240(1) - ratemaking
- 392.270 - valuation of property (ratemaking)
- 392.280 - depreciation accounts
- 392.290 - issuance of securities
- 392.310 - stock and debt issuance
- 392.320 - stock dividend payment
- 392.330 - issuance of securities, debt and notes
- 392.340 - reorganization(s)

Missouri Public Service Commission Rules:

- 4 CSR 240-10.020 - depreciation fund income
- 4 CSR 240-30.010(2)(C) - rate schedules
- 4 CSR 240-30.040 - Uniform System of Accounts
- 4 CSR 240-32.030(1)(B) - exchange boundary maps
- 4 CSR 240-32.030(1)(C) - record keeping
- 4 CSR 240-32.030(2) - in-state record keeping
- 4 CSR 240-32.050(3) - local office record keeping
- 4 CSR 240-32.050(4) - telephone directories
- 4 CSR 240-32.050(5) - call intercept
- 4 CSR 240-32.050(6) - telephone number changes
- 4 CSR 240-32.070(4) - public coin telephone
- 4 CSR 240-33.030 - minimum charges rule
- 4 CSR 240-33.040(5) - financing fees

9. In accordance with 4 CSR 240-2.060(4)(H) which requires that an application for a certificate of service authority to provide interexchange, non-switched local exchange or basic local exchange telecommunications service shall include a proposed tariff with a forty-five day effective date, the Applicant has attached its tariff as **Exhibit E**. The Company requests that the Commission approve MO P.S.C. Tariff No. 1 simultaneously with a granting of authority in this Case.

10. Applicant is willing to comply with all applicable Commission rules now in effect or hereinafter enacted, and is willing to meet all relevant service standards, including, but not limited to, quality of service, billing, and tariff filing and maintenance.
11. Applicant submits that the public interest will be served by Commission approval of this application because Applicant's proposed services will create and enhance competition and expand customer service options, and offer service options consistent with the legislative goals set forth in the federal Telecommunications Act of 1996 and Chapter 392 RSMo. Prompt approval of this application also will expand the availability of innovative, high quality, and reliable telecommunications services within the State of Missouri.
12. The Company will not resell its services to other telecommunications companies.
13. The Company's Officers and Directors and major shareholders are as follows:

Norman D. Mason (65% shareholder)
CEO/President/Director
5650 Hollins Road
Roanoke, VA 24019

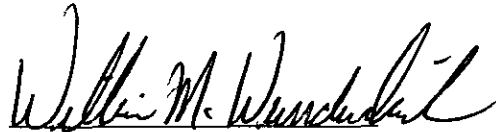
Barbara Mason (15% shareholder)
Secretary/V.P. Marketing/Director
5650 Hollins Road
Roanoke, VA 24019

Patricia Spencer (5% shareholder)
V.P. Operations/Director
5650 Hollins Road
Roanoke, VA 24019

Doyal Bryant (15% shareholder)
V.P. Technology/Director
5650 Hollins Road
Roanoke, VA 24019

WHEREFORE, Applicant, **CAT Communications International, Inc.** respectfully requests that the Commission (i) grant it a certificate of service authority to provide interexchange and basic local exchange telecommunications services as requested herein; (ii) classify the Company and its proposed services as competitive; (iii) grant waivers of certain statutes and regulations as they apply to the Company; and (iv) approve its tariff submitted with this Application.

Respectfully submitted,



William M. Wunderlich
Bar No. 23302
Wunderlich & Associates
1504 Gravois
High Ridge, MO 63049
Phone: (314) 677-5669

Local Counsel for Applicant

EXHIBIT A

ARTICLES OF ORGANIZATION

Commonwealth of Virginia



State Corporation Commission

I Certify the Following from the Records of the Commission:

The foregoing is a true copy of all documents constituting the charter of CAT COMMUNICATIONS INTERNATIONAL, INC..

Nothing more is hereby certified.



*Signed and Sealed at Richmond on this Date:
June 1, 1999*

Joel H. Peck

Joel H. Peck, Clerk of the Commission

ARTICLES OF AMENDMENT OF
CAT COMMUNICATIONS INTERNATIONAL, INC.

NOW COMES Tommy Joe Williams, the Incorporator, pursuant to Section 13.1-709 of the Code of Virginia, as amended, and states as follows:

- 1) The corporation is CAT Communications International, Inc.
- 2) No shares of stock have yet been issued.
- 3) That the Board of Directors is comprised of Norman D. Mason, Chris Sedrone, Howard Swartz and Barbara S. Mason.
- 4) An Article of Amendment is hereby unanimously adopted by the Board of Directors as follows:

- a) Paragraph B authorizing 2,000 common shares of \$1.00 par is hereby amended to read as follows: "The authorized number of shares which the corporation shall have authority to issue and the par value per share are as follows:

Class - Common
Number of Shares = 2,000
Par Value = \$1.00

Class - Common-Nonvoting
Number of Shares = 2,000
Par Value = \$1.00

This Amendment was adopted on the 24th day of November, 1997.

This Amendment was adopted without shareholder approval there being no shares issued at the date of adoption.

Given my hand this 24th day of November, 1997.


Norman D. Mason, President

CAT Communications International, Inc.

COMMONWEALTH OF VIRGINIA
STATE CORPORATION COMMISSION

April 14, 1998

The State Corporation Commission has found the accompanying articles submitted on behalf of

CAT COMMUNICATIONS INTERNATIONAL, INC.

to comply with the requirements of law, and confirms payment of all related fees.

Therefore, it is ORDERED that this

CERTIFICATE OF AMENDMENT

be issued and admitted to record with the articles of amendment in the Office of the Clerk of the Commission, effective April 14, 1998 at 01:01 PM.

The corporation is granted the authority conferred on it by law in accordance with the articles, subject to the conditions and restrictions imposed by law.

STATE CORPORATION COMMISSION

By *T. V. Morrison*

Commissioner

AMENACT
C1820436
98-04-13-0177

ARTICLES OF INCORPORATION
OF
CAT COMMUNICATIONS INTERNATIONAL, INC.

We, the undersigned, hereby associate to form a stock corporation under the provisions of Chapter 9 of Title 13.1 of the Code of Virginia, 1950, as amended to date, and to that end we do by this, our Articles of Incorporation, set forth the following information:

- A. The name of this corporation is to be CAT COMMUNICATIONS INTERNATIONAL, INC.
- B. The authorized number of shares which the corporation shall have authority to issue and the par value per share are as follows: class - common, number of shares - 2,000, par value -\$1.00.
- C. Post Office address of the initial registered office of the corporation is Bramblewood Park, 2721 Brambleton Avenue, S. W., P. O. Box 21681, City of Roanoke, Virginia 24018.
- D. The name of the initial registered agent of this corporation is Tommy Joe Williams, who is a resident of the State of Virginia and a member of the Virginia State Bar and whose business office is the same as the registered office of the corporation.
- E. The number of directors constituting the initial Board of Directors are four (4) and their names and addresses are: Norman D. Mason, P. O. Box 539, Cloverdale, Virginia, 24077; Barbara S. Mason, P. O. Box 539, Cloverdale, Virginia, 24077; Chris Sedone, P. O. Box 539, Cloverdale, Virginia, 24077; and Howard Swartz, P. O. Box 539, Cloverdale, Virginia, 24077.
- F. The period of time for which this corporation shall endure shall be unlimited.
- G. The Shareholders shall have no preemptive rights.

GIVEN under my hand this 31 day of October, 1997.


Tommy Joe Williams, Incorporator

COMMONWEALTH OF VIRGINIA
STATE CORPORATION COMMISSION

November 3, 1997

The State Corporation Commission has found the accompanying articles submitted on behalf of

CAT COMMUNICATIONS INTERNATIONAL, INC.

to comply with the requirements of law, and confirms payment of all related fees.

Therefore, it is ORDERED that this

CERTIFICATE OF INCORPORATION

be issued and admitted to record with the articles of incorporation in the Office of the Clerk of the Commission, effective November 3, 1997.

The corporation is granted the authority conferred on it by law in accordance with the articles, subject to the conditions and restrictions imposed by law.

STATE CORPORATION COMMISSION

By



Commissioner

CORPACPT
CIS20423
97-11-03-0068

EXHIBIT B

MISSOURI SECRETARY OF STATE
CERTIFICATE OF AUTHORITY

STATE OF MISSOURI



Rebecca McDowell Cook
Secretary of State

CORPORATION DIVISION - CERTIFICATE OF AUTHORITY

WHEREAS,
CAT COMMUNICATIONS INTERNATIONAL, INC.

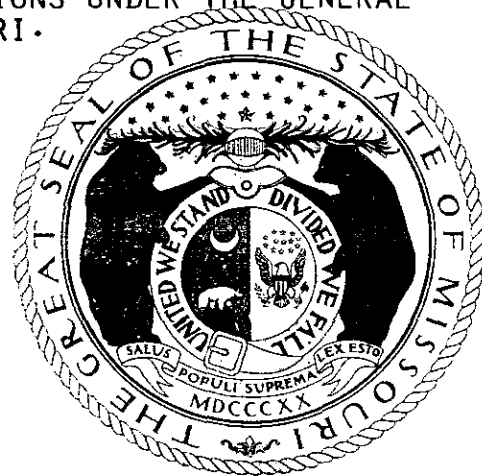
USING IN MISSOURI THE NAME
CAT COMMUNICATIONS INTERNATIONAL, INC.

HAS COMPLIED WITH THE GENERAL AND BUSINESS CORPORATION LAW WHICH GOVERNS FOREIGN CORPORATIONS; BY FILING IN THE OFFICE OF THE SECRETARY OF STATE OF MISSOURI AUTHENTICATED EVIDENCE OF ITS INCORPORATION AND GOOD STANDING UNDER THE LAWS OF THE STATE OF VIRGINIA.

NOW, THEREFORE, I, REBECCA MCDOWELL COOK, SECRETARY OF STATE OF THE STATE OF MISSOURI, DO HEREBY CERTIFY THAT SAID CORPORATION IS FROM THIS DATE DULY AUTHORIZED TO TRANACT BUSINESS IN THIS STATE, AND IS ENTITLED TO ALL RIGHTS AND PRIVILEGES GRANTED TO FOREIGN CORPORATIONS UNDER THE GENERAL AND BUSINESS CORPORATION LAW OF MISSOURI.

IN TESTIMONY WHEREOF, I HAVE SET MY HAND AND IMPRINTED THE GREAT SEAL OF THE STATE OF MISSOURI, ON THIS, THE 2ND DAY OF JULY, 1999.

Rebecca McDowell Cook
Secretary of State



\$155.00



State of Missouri

Rebecca McDowell Cook, Secretary of State

P.O. Box 778, Jefferson City, Mo. 65102

Corporation Division

Application for Foreign Corporation For a Certificate of Authority

(Submit in duplicate with filing fee of \$155.00)

JUL 02 1999

(1) The corporation's name is CAT Communications International, Inc.
and it is organized and existing under the laws of Virginia

Rebecca McDowell Cook
SECRETARY OF STATE

(2) The name it will use in Missouri is _____

(3) The date of its incorporation was 11/03/97, and the period of its duration is perpetual
month/day/year

(4) The address of its principal place of business 5650 Hollins Rd., Roanoke, VA 24019
Address City/State/Zip

(5) The name and address of its registered agent and office in the State of Missouri is
National Registered Agents, Inc. 300-B East High Street, Jefferson City, MO 65101
Name Address City/State/Zip

(6) The specific purpose(s) of its business in Missouri are:
The provision of telecommunications service.

(7) The name of its officers and directors and their business addresses are as follows:

(Officers)	Name	Address	City/State/Zip
President	<u>Norman D. Mason</u>	<u>5650 Hollins Rd.,</u>	<u>Roanoke, VA 24019</u>
Vice President	_____	_____	_____
Secretary	<u>Barbara Mason</u>	<u>5650 Hollins Rd.,</u>	<u>Roanoke, VA 24019</u>
Treasurer	_____	_____	_____

(Board of Directors)

Director	<u>Norman D. Mason</u>	<u>5650 Hollins Rd.,</u>	<u>Roanoke, VA 24019</u>
Director	<u>Barbara Mason</u>	<u>5650 Hollins Rd.,</u>	<u>Roanoke, VA 24019</u>
Director	<u>Joe Clark</u>	<u>5650 Hollins Rd.,</u>	<u>Roanoke, VA 24019</u>
Director	<u>Patricia Spencer</u>	<u>5650 Hollins Rd.,</u>	<u>Roanoke, VA 24019</u>

(8) The effective date of this document is the date it is filed by the Secretary of State of Missouri, unless you indicate a future date, as follows: _____

(Date may not be more than 90 days after the filing date in this office)

In affirmation thereof, the facts stated above are true.

[Signature]
(Authorized signature of officer or chairman of the board)

President
(Title)

6/17/99
(Date of Signature)

Note: You must have a current certificate of good standing or certificate of existence with this application. This may be obtained from the Secretary of State or other authority that issues corporate charters.

Commonwealth of Virginia



State Corporation Commission

I Certify the Following from the Records of the Commission:

CAT COMMUNICATIONS INTERNATIONAL, INC. is a corporation existing under and by virtue of the laws of Virginia, and is in good standing.

The date of incorporation is November 03, 1997.

Nothing more is hereby certified.

*Signed and Sealed at Richmond on this Date:
June 17, 1999*

Joel H. Peck
Joel H. Peck, Clerk of the Commission



EXHIBIT C

MANAGEMENT PROFILES ATTACHED

and

TECHNICAL CAPABILITY

The Company will provide service on a resale basis. Therefore, its technical capability is reliant on that of its underlying local exchange company, whose technical capability has been proven to this Commission. The Company will utilize the services of only Commission certificated carriers.

The Company is currently operating in New Jersey and New York. The Company is currently certified an initiating operations in California, Florida, Kentucky, New Jersey, New York, South Carolina and Washington D.C. Applications are pending in Alabama, Illinois, Louisiana, Maryland, North Carolina, Pennsylvania, Tennessee and Virginia.

CAT Communications International, Inc.

Key Management Profiles:

Norman D. Mason, President/CEO/Director

Norman D. Mason has been the President and Chief Executive Officer of CAT Communications International, Inc. since its inception in 1997. Mr. Mason has had over twenty (20) years of experience as CEO of a multi-state lease purchase business with thirty-two stores in six states. He has had numerous years of experience providing quality products and services to credit challenged consumers.

Barbara Mason, Senior V.P. of Advertising and Marketing

Barbara Mason, B.A., has been the director of CCI's own in-house advertising and marketing agency since the start of the company. Mrs. Mason has had over twenty years of experience working with all forms of advertising and distribution. she has been recognized for her excellence on numerous occasions by winning ADDY awards for superior performances in her field.

Patricia Spencer, V.P. Operations

Ms. Spencer is in charge of CCI's call center operations. she has had over ten years of call center management and has become the Company's primary liaison with the Bell Atlantic upper management group. Prior to her call center experience, Ms. Spencer managed her own computer business.

Hugh Dalton, Director of Outside Sales

Mr. Dalton is head of CCI's sales team responsible for maintaining and developing a reliable and efficient network of outside agents who can service the needs of CCI's customers. Mr. Dalton has over fifteen years of sales experience throughout the southeastern United States.

Steve Fralin, MIS Director

Mr. Fralin has 5 years experience as MIS Director trained on telecommunications systems management.

COMPANY CONSULTANTS

Mr. Michael Fizulich, Consultant

Mr. Fizulich has 10 years of telecommunications experience. He is currently working with Axess Communications' carrier sales and marketing. Prior to his position with Axess, Mr. Fizulich was the National Directory of Carrier Sales for Call Sciences, a provider of enhanced services through both voice and internet mediums. His background is extensive in the local telecommunications market as well. He has held positions at Teleport Communications Group (currently AT&T Local Services) as a National Account Manager and Senior Director of Sales at MFS Communications (today MCI/WorldCom).

Mr. Doyal Bryant, Consultant

Mr. Bryant holds a B.S. degree in Business Administration from Drury College in Springfield, Missouri. Mr. Bryant is a member of the Society of Telecommunication Consultants (STC) and has worked for many years as a consultant to the telecommunications industry. Among his many clients are such companies as Avon Products, Mailboxes, Etc., CSX Corp., Direct TV, and Knight Ridder. Mr. Bryant has had extensive experience with the Regional Bell Companies such as Bell Atlantic, Bell South, and Pacific Bell, as well as with major interexchange carriers such as Sprint, AT&T, MCI/WorldCom, and LCI. In addition to domestic work, Mr. Bryant has consulted with international network and private line providers such as Telenet, ICON, and PrimeTEC International. He has been featured in numerous trade publications and has been speaker at various industry trade shows.

EXHIBIT D

FINANCIAL STATEMENTS

CAT COMMUNICATIONS
Income Statement Summarized By Division and Department
Current, YTD, and Ratios
9 Period(s) Ending September 30, 1999

	Current	%	Year-to-Date	%
Income				
Communications Services	675,513.82	100.0	4,006,833.99	100.0
Total Income	675,513.82	100.0	4,006,833.99	100.0
Cost of Sales				
Network Services	378,493.00	56.0	1,963,917.49	49.0
Agent Services	37,480.23	5.5	202,285.02	5.0
Long Distance Services	2,670.58	0.4	19,214.01	0.5
Total Cost of Sales	418,643.81	62.0	2,185,416.52	54.5
Gross Profit (Loss)	256,870.01	38.0	1,821,417.47	45.5
Expenses				
Accounting	1,831.25	0.3	1,831.25	0
Advertising	45,430.58	6.7	396,631.44	9.9
Billing Expense	9,218.78	1.4	92,027.10	2.3
Vehicle Repair	67.03	0	828.45	0
Fuel Expense	159.00	0	311.35	0
Contract Labor	283.31	0	2,062.20	0.1
Depr./Other assets	2,729.00	0.4	24,561.00	0.6
Freight	47.51	0	1,159.00	0
Interest	135.26	0	7,165.84	0.2
Amortization	104.00	0	936.00	0
Insurance, Commercial	757.39	0.1	6,538.35	0.2
Insurance, Medical	1,981.98	0.3	9,912.94	0.2
Legal Expense	0.00	0	2,500.00	0.1
Management Fees	14,007.89	2.1	225,890.31	5.6
Miscellaneous	0.00	0	2,000.00	0
Postage	0.00	0	22,608.08	0.6
Office	3,087.43	0.5	43,160.45	1.1
Payroll Taxes	7,237.92	1.1	45,815.53	1.1
Rent	16,000.00	2.4	48,202.49	1.2
Equipment Maintenance	358.10	0.1	13,908.53	0.3
Salaries	81,525.77	12.1	491,886.11	12.3
Supplies	17,784.56	2.6	62,338.34	1.6
Taxes, Personal Propert	0.00	0	1,067.63	0
Misc. Taxes & Licenses	0.00	0	6,008.30	0.1
Telephone	30,565.70	4.5	216,946.97	5.4
Travel	2,373.36	0.4	26,372.98	0.7
Utilities	2,339.54	0.3	11,084.81	0.3
Charitable Contribution	0.00	0	1,000.00	0
Meals & Entertainment	961.92	0.1	3,029.09	0.1
Total Expenses	238,987.28	35.4	1,767,784.54	44.1
Operating Income (Loss)	17,882.73	2.6	53,632.93	1.3
Other Income				
Leased Equipment Income	625.00	0.1	11,750.00	0.3
Interest Income	156.85	0	156.85	0
Total Other Income	781.85	0.1	11,906.85	0.3

CAT COMMUNICATIONS
 Income Statement Summarized By Division and Department
 Current, YTD, and Ratios
 9 Period(s) Ending September 30, 1999

	Current	%	Year-to-Date	%
Other Expenses				
Loss on Disposal	0.00	0	431.00	0
	-----		-----	
Total Other Expenses	0.00	0	431.00	0
Net Income (Loss)	18,664.58	2.8	65,108.78	1.6
	=====		=====	

CAT COMMUNICATIONS
Balance Sheet Summarized By Division and Department

September 30, 1999

Assets

CURRENT ASSETS

Prepaid Advertising	22,426.94	
Prepaid Services	6,830.02	
Prepaid Long Distance Services	785.99	
Employee Advances & Petty Cash	7,223.24	
Security Deposits	700.00	
Accounts Receivable	3,375.00	
Total Current Assets		41,341.19

FIXED ASSETS

Vehicles	18,402.62	
Furniture and Office Equip	271,902.41	
Organizational Costs	67,883.82	
Accumul. Depreciation	(42,324.00)	
Accumulated Amortization	(936.00)	
Leasehold Improvements	52,327.10	
Total Fixed Assets		367,255.95

Long Term Assets

Stock Subscriptions	125,000.00	
Total Long Term Assets		125,000.00

Total Assets		533,597.14
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Liabilities

CURRENT LIABILITIES

Bank Overdraft	174,689.77	
Payroll Garnishments	960.31	
401K Deferrals	248.02	
Accounts Payable	539,993.93	
Sales & Excise Tax Payable	45,240.65	
Federal Withholding	11,990.77	
State Withholding	1,251.68	
State Unemployment Tax	2,216.98	
Federal Unemployment Tax	4,214.43	
Soc Sec Payable	14,928.88	
Medicare Payable	3,491.56	
Accrued Wages/FICA Tax	66,521.22	
Total Current Liabilities		865,748.20

LONG TERM LIABILITIES

Note Payable - GMAC	15,335.00	
Total Long Term Liabilities		15,335.00

Total Liabilities		881,083.20
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Shareholder's Equity

Capital Stock	1,000.00	
Paid-In Capital	124,000.00	
Retained Earnings	(472,486.06)	
Total Stockholder's Equity		(347,486.06)

CAT COMMUNICATIONS
Balance Sheet Summarized By Division and Department

September 30, 1999

Total Liabilities and Stockholder's Equity	533,597.14 =====
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