



Low Income Broadband Service Exemption Filings

MIDTEL Cable TV, Inc.

Matter 21-00914

Please accept this Exemption Request in the above-mentioned Matter 21-00914 for MIDTEL Cable TV, Inc., marketed as MIDTEL. In response to Low Income Broadband Service Exemption Filing requirements the Company provides the following responses:

1. A demonstration of the number of broadband subscribers as of December 31, 2020. This demonstration should include an attestation that the number reported in the exemption filing is consistent with the most recently filed data with the Federal Communications Commission, or in the alternative include the most recently filed data provided to the FCC;

Response: See attached Attestation – Low Income Broadband Attestation

2. A copy of the company's audited income statement, balance sheet and statement of cash flows for the company's most recent fiscal year;

Response: See Attached, The Middleburgh Telephone Company, Financial Statements for the year ended December 31, 2020.

Note – The audited financial statements are prepared on a consolidated basis at the ILEC Telephone Company level. The affiliate companies do not have separate audited financials, however, are reviewed subjected to auditing procedures applied in the audit of the consolidated financial statements and are included on a consolidated basis.

3. Pro forma income statement, balance sheet and statement of cash flows assuming no impact from the requirement to offer the Low-Income Broadband Service;

Response: See attached Exhibit

4. An estimate of the number of current subscribers eligible for the Low-Income Service offering;

[REDACTED]

6. Any other service offerings that will be available to Low-Income households during the upcoming year (i.e. any offers the company will be making available to Low-Income households under the Federal Emergency Broadband Benefit program).

Response: [REDACTED]
[REDACTED]
[REDACTED]
[REDACTED]
[REDACTED]

[REDACTED]
[REDACTED]
[REDACTED]



MIDTEL

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Low-Income Broadband Attestation

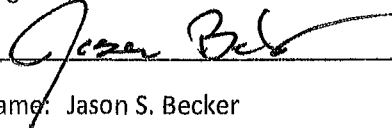
MIDTEL Cable TV, Inc.

Item 1: Broadband Subscribers as of December 31, 2020

Business / Gov't	
Residential	
Total	

In accordance with New York State Department of Public Service Matter 21-00914, In the Matter of Company Exemptions from the Requirement to Offer a Low-Income Broadband Product. I attest that the number of reported broadband subscribers are true and correct, matching our FCC 477, Fixed Broadband Deployment filing as of December 31, 2020.

Regards,



Name: Jason S. Becker

Title: President

Date: May 14, 2021



THE MIDDLEBURGH TELEPHONE COMPANY

Exhibit A

CONSOLIDATED BALANCE SHEETS

DECEMBER 31, 2020 and 2019

<u>ASSETS</u>	<u>2020</u>	<u>2019</u>
CURRENT ASSETS:		
Cash and cash equivalents	\$ [REDACTED]	\$ [REDACTED]
Telecommunications accounts receivable - net of reserve for uncollectibles	[REDACTED]	[REDACTED]
Other accounts receivable	[REDACTED]	[REDACTED]
Materials and supplies	[REDACTED]	[REDACTED]
Materials for resale	[REDACTED]	[REDACTED]
Prepaid expenses	[REDACTED]	[REDACTED]
Refundable taxes	[REDACTED]	[REDACTED]
	<hr/>	<hr/>
NONCURRENT ASSETS:		
Note receivable - affiliate	[REDACTED]	[REDACTED]
Investments	[REDACTED]	[REDACTED]
Cash surrender value - officer's life insurance	[REDACTED]	[REDACTED]
Deferred tax assets	[REDACTED]	[REDACTED]
	<hr/>	<hr/>
PROPERTY, PLANT, AND EQUIPMENT:		
Plant in service	[REDACTED]	[REDACTED]
Plant under construction	[REDACTED]	[REDACTED]
Plant adjustment	[REDACTED]	[REDACTED]
Less: Depreciation reserve	[REDACTED]	[REDACTED]
	<hr/>	<hr/>
TOTAL ASSETS	<hr/>	<hr/>

The accompanying notes are an integral part of the financial statements.

THE MIDDLEBURGH TELEPHONE COMPANY

Exhibit A

CONSOLIDATED BALANCE SHEETS

DECEMBER 31, 2020 and 2019

	<u>2020</u>	<u>2019</u>
<u>LIABILITIES AND STOCKHOLDER'S EQUITY</u>		
CURRENT LIABILITIES:		
Current maturities - long-term debt	\$ [REDACTED]	\$ [REDACTED]
Accounts payable	[REDACTED]	[REDACTED]
Line of credit	[REDACTED]	[REDACTED]
Advance billing and payments	[REDACTED]	[REDACTED]
Accrued interest	[REDACTED]	[REDACTED]
Other current liabilities	[REDACTED]	[REDACTED]
Deferred compensation	[REDACTED]	[REDACTED]
LONG-TERM DEBT		
	[REDACTED]	[REDACTED]
DEFERRED CREDITS:		
Regulatory liabilities	[REDACTED]	[REDACTED]
Deferred compensation	[REDACTED]	[REDACTED]
STOCKHOLDERS' EQUITY:		
Common stock - \$100 par value; 4,000 shares authorized; 642 shares issued and 580 shares outstanding	[REDACTED]	[REDACTED]
Retained earnings	[REDACTED]	[REDACTED]
Less: Treasury stock at cost, 62 shares	[REDACTED]	[REDACTED]
 TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	 [REDACTED]	 [REDACTED]

The accompanying notes are an integral part of the financial statements.

THE MIDDLEBURGH TELEPHONE COMPANY

Exhibit B

CONSOLIDATED STATEMENTS OF INCOME

FOR THE YEARS ENDED DECEMBER 31, 2020 and 2019

	<u>2020</u>	<u>2019</u>
OPERATING REVENUES:		
Local network service	[REDACTED]	\$ 961,592
Network access and long distance network service	[REDACTED]	[REDACTED]
Cable T.V. and internet	[REDACTED]	[REDACTED]
Long Distance	[REDACTED]	[REDACTED]
Miscellaneous	[REDACTED]	[REDACTED]
Uncollectible operating revenues	[REDACTED]	[REDACTED]
Total operating revenues	[REDACTED]	[REDACTED]
OPERATING EXPENSES:		
Plant specific	[REDACTED]	[REDACTED]
Plant nonspecific:		
Depreciation	[REDACTED]	[REDACTED]
Other	[REDACTED]	[REDACTED]
Customer operations	[REDACTED]	[REDACTED]
Corporate operations	[REDACTED]	[REDACTED]
Cable T.V. and internet expenses	[REDACTED]	[REDACTED]
Long distance access charges	[REDACTED]	[REDACTED]
Other operating taxes	[REDACTED]	[REDACTED]
Total operating expenses	[REDACTED]	[REDACTED]
Net operating income	[REDACTED]	[REDACTED]
OTHER INCOME AND (EXPENSE) - NET	[REDACTED]	[REDACTED]
Income before provision for income taxes	[REDACTED]	[REDACTED]
FEDERAL INCOME TAX (EXPENSE)	[REDACTED]	[REDACTED]
NET INCOME	[REDACTED]	[REDACTED]

The accompanying notes are an integral part of the financial statements.



THE MIDDLEBURGH TELEPHONE COMPANY

CONSOLIDATED STATEMENTS OF CASH FLOWS

FOR THE YEARS ENDED DECEMBER 31, 2020 and 2019

	<u>2020</u>	<u>2019</u>
CASH FLOW FROM OPERATING ACTIVITIES:		
Net Income (loss)	\$ [REDACTED]	\$ [REDACTED]
Adjustments to reconcile net income to net cash provided by operating activities:		
Depreciation and amortization	[REDACTED]	[REDACTED]
Deferred income tax	[REDACTED]	[REDACTED]
(Income) Loss from investments	[REDACTED]	[REDACTED]
PPP loan forgiveness	[REDACTED]	[REDACTED]
Change in assets and liabilities:		
(Increase) Decrease in accounts receivable	[REDACTED]	[REDACTED]
(Increase) Decrease in materials for resale	[REDACTED]	[REDACTED]
(Increase) Decrease in prepaid expenses	[REDACTED]	[REDACTED]
(Increase) Decrease in refundable taxes	[REDACTED]	[REDACTED]
Increase (Decrease) in accounts payable	[REDACTED]	[REDACTED]
Increase (Decrease) in accrued expenses	[REDACTED]	[REDACTED]
Increase (Decrease) in other liabilities	[REDACTED]	[REDACTED]
Increase (Decrease) in deferred compensation	[REDACTED]	[REDACTED]
Increase (Decrease) in regulatory liabilities	[REDACTED]	[REDACTED]
Net cash provided by operating activities	[REDACTED]	[REDACTED]
CASH FLOW FROM INVESTING ACTIVITIES:		
Purchase of property, plant and equipment	[REDACTED]	[REDACTED]
(Increase) Decrease in materials and supplies	[REDACTED]	[REDACTED]
(Increase) Decrease in note receivable - affiliate	[REDACTED]	[REDACTED]
Distributions received from operating investments	[REDACTED]	[REDACTED]
Premium paid for life insurance	[REDACTED]	[REDACTED]
Net cash (used in) investing activities	[REDACTED]	[REDACTED]
CASH FLOW FROM FINANCING ACTIVITIES:		
Proceeds from line of credit	[REDACTED]	[REDACTED]
Proceeds from long-term debt	[REDACTED]	[REDACTED]
Repayments of long-term debt	[REDACTED]	[REDACTED]
Net cash provided by (used in) financing activities	[REDACTED]	[REDACTED]
Increase (decrease) in cash and cash equivalents	[REDACTED]	[REDACTED]
Cash and cash equivalents at beginning of year	[REDACTED]	[REDACTED]
Cash and cash equivalents at end of year	[REDACTED]	[REDACTED]

The accompanying notes are an integral part of the financial statements.

[REDACTED]

MIDTEL Cable TV, Inc.

Exhibit 3 - Income Statement Proforma

	From Audited F/S 12 Months Ending 12/31/20	Projected 12 Months Ending 12/31/21 1Q Actual + 2Q-4Q Projected Ending 12/31/21	12/31/22 Assumption Adj Rev = PY +3%; Exp = PY +5%	Projected 12 Months Ending 12/31/22
Operating Revenue	[REDACTED]	[REDACTED]	[REDACTED]	[REDACTED]
Operating Expenses	[REDACTED]	[REDACTED]	[REDACTED]	[REDACTED]
Other Income/(expense)	[REDACTED]	[REDACTED]	[REDACTED]	[REDACTED]
Income tax benefit/(exp)	[REDACTED]	[REDACTED]	[REDACTED]	[REDACTED]
Net Income (Loss)	[REDACTED]	[REDACTED]	[REDACTED]	[REDACTED]

MIDTEL Cable TV, Inc.

Exhibit 3 - Balance Sheet Proforma

	From Audited F/S 12 Months Ending 12/31/20	Projected 12 Months Ending 12/31/21	Projected 12 Months Ending 12/31/22
Current Assets	[REDACTED]	[REDACTED]	[REDACTED]
Non-Current Assets	[REDACTED]	[REDACTED]	[REDACTED]
Property Plant & Equip	[REDACTED]	[REDACTED]	[REDACTED]
Total Assets	[REDACTED]	[REDACTED]	[REDACTED]
Liabilities	[REDACTED]	[REDACTED]	[REDACTED]
LT Liabilities	[REDACTED]	[REDACTED]	[REDACTED]
Stockholders Equity	[REDACTED]	[REDACTED]	[REDACTED]
Total Liabilities & Stockholders Equity	[REDACTED]	[REDACTED]	[REDACTED]

MIDTEL Cable TV, Inc.

Exhibit 3 - Cash Flow Statement Proforma

	From Audited F/S 12 Months Ending 12/20	Projected 12 Months Ending 12/21	Projected 12 Months Ending 12/22
Cash Flow from Operating Activities			
Net Income	\$ [REDACTED]	\$ [REDACTED]	\$ [REDACTED]
Adjustments to reconcile net income to net cash provided by operating activities:			
Depreciation	\$ [REDACTED]	\$ [REDACTED]	\$ [REDACTED]
Deferred Tax	\$ [REDACTED]	\$ [REDACTED]	\$ [REDACTED]
(Income) loss from P'ship	\$ [REDACTED]	\$ [REDACTED]	\$ [REDACTED]
Change in assets and liabilities	\$ [REDACTED]	\$ [REDACTED]	\$ [REDACTED]
Net cash provided by operating activities	\$ [REDACTED]	\$ [REDACTED]	\$ [REDACTED]
Cash Flow from Investing Activities			
Purchase of property, plant and equipment	\$ [REDACTED]	\$ [REDACTED]	\$ [REDACTED]
Proceeds from sale of property	\$ [REDACTED]	\$ [REDACTED]	\$ [REDACTED]
(Increase)/Decrease in note rec from affiliate	\$ [REDACTED]	\$ [REDACTED]	\$ [REDACTED]
Net cash provided by investing activities	\$ [REDACTED]	\$ [REDACTED]	\$ [REDACTED]
Cash Flow from Financing Activities			
Dividends paid	\$ [REDACTED]	\$ [REDACTED]	\$ [REDACTED]
Net cash provided by financing activities	\$ [REDACTED]	\$ [REDACTED]	\$ [REDACTED]
Increase (Decrease) In cash and cash equivalents	\$ [REDACTED]	\$ [REDACTED]	\$ [REDACTED]
Cash and cash equivalents at BOY	\$ [REDACTED]	\$ [REDACTED]	\$ [REDACTED]
Cash and cash equivalents at EOY	\$ [REDACTED]	\$ [REDACTED]	\$ [REDACTED]