



ITS TELECOMMUNICATIONS SYSTEMS, INC.  
15925 SW Warfield Blvd. • P.O. Box 397 • Indiantown, Florida 34956  
772-597-2111 • www.itstelecom.net

June 28, 2018

**CONFIDENTIAL DOCUMENTS ENCLOSED**

Ms. Carlotta S. Stauffer  
Commission Clerk  
Florida Public Service Commission  
2540 Shumard Oak Boulevard  
Tallahassee, FL 32399-0850

**REDACTED**

RE: FPSC Docket No. 20180122-TP  
2019 State Certification §54.313 and §54.314 – Annual Reporting Requirements for  
High-cost Recipients and Certification of Support for Eligible Telecommunication Carriers

Dear Ms. Stauffer:

Enclosed is a copy of the FCC Form 481 for ITS Telecommunications Systems, Inc. as filed with the required information pursuant to sections §54.313 and §54.422 of the FCC's rules. Also enclosed for filing in the above referenced docket is the signed Affidavit of Bruce Russell on behalf of ITS Telecommunications certifying that all federal high cost support received by ITS Telecommunications in 2019 will only be used for the provisioning, maintenance, and upgrading of facilities and services for which such support is intended.

ITS Telecommunications Systems, Inc. has filed the financial information with the FCC under a claim of confidentiality and pursuant to the Section 364.183(1) of the Florida Statutes, and Rule 25-22-006(5)(a) of the Florida Administrative Code, we are filing this with the FPSC under the same claim of confidentiality. One highlighted copy is sealed in an envelope marked "CONFIDENTIAL" with the confidential information highlighted in yellow and one redacted copy that is available for public inspection are enclosed.

Please contact Donna Marreel at 772-597-3161 if you have any questions regarding this filing.

Sincerely,

Bruce Russell  
Chief Financial Officer

Enclosure

RECEIVED-FPSC  
2018 JUN 29 AM 10:23  
COMMISSION  
CLERK

*Serving our community for over 50 years.*

AFFIDAVIT

STATE OF FLORIDA  
COUNTY OF MARTIN

BEFORE ME, the undersigned authority, personally appeared Bruce Russell, known to me to be a credible person and of lawful age, who deposed and said:

My name is Bruce Russell. I am employed by ITS Telecommunications Systems, Inc. ("ITS" or the "Company") as Chief Financial Officer. I possess substantial knowledge of the Company's operations and am an officer authorized to give this affidavit on behalf of the Company. This affidavit is being given to support the certification of the Florida Public Service Commission ("Commission") as contemplated in 47 C.F.R. §54.313 and §54.314.

ITS hereby certifies that all federal high-cost support was used in the preceding calendar year, and will utilize it during 2019, only for the provision, maintenance and upgrading of facilities and services for which the support is intended, consistent with 47 U.S.C. §254(e) of the Telecommunications Act of 1996.

1. In lieu of providing progress reports on a five-year service quality improvement plan, ITS submits that certain requirements, procedures and processes to which the Company adheres, and which are further explained in the following paragraphs, constitute the Company's progress report with respect to the receipt and utilization of federal universal service support. Under the existing rules and processes discussed the federal support funds received by the Company and other rural incumbent local exchange carriers ("ILECs") are, in fact, an integral part of the rural ILEC's recovery of expenditures incurred in the provision, maintenance and upgrading of its provision of universal service. Essentially, the Company receives federal universal service support ("USF") through various programs which are administered through the Universal Service Administrative Company ("USAC"). USAC has contracted with the National Exchange Carrier Association, Inc. ("NECA") to assist in data collection necessary for the remittance of USF. The company submits, not less frequently than annually, detailed information requested by NECA in the USF data collection process. USF data used in the USF calculations by NECA must also be filed with the FCC by November 1<sup>st</sup> of each year.

Rural ILECs must attest to the information submitted. Further, NECA and its auditors must attest to the validity and integrity of NECA's process. In other words, the ILEC's cost studies and responses to data collection requests are subject to audit. The information provided in response to all of the universal service fund mechanisms utilizes FCC accounts for regulated costs and must be in compliance with FCC rules in Parts 32, 36, 54 and 64.

All cost studies submitted by rural ILECs and all USF funding submitted by rural ILECs must be based upon financial statements. In addition, NECA performs focus reviews of cost studies as well as the USF filings for the cost companies involved in the NECA process. In addition, an officer of the rural ILEC must certify the accuracy and validity of the filed information. This process ensures that the Company will not be deprived of the USF funding upon which the Company depends to provide rural telephone customers with affordable and quality telecommunications services.

The Federal USF received by the Company and other rural ILECs is divided into three categories: High Cost Loop Support ("HCLS"); Interstate Common Line Support ("ICLS"), hereby known as Connect America Fund – Broadband Loop Support ("CAF BLS") per the FCC Reform Order of 2016; and CAF ICC Support ("CAF ICC"). Each of these mechanisms has been created by the FCC in conjunction with the Federal-State Joint Board on Universal Service. This means that representatives from State Commissions have also been involved in the development of these mechanisms through their representation in the Joint Board process.

HCLS for rural ILECs is based upon each company's embedded, unseparated loop cost. These costs are calculated using a set of complex algorithms approved by the FCC, the inputs for which are scrutinized by NECA. Therefore, HCLS is reimbursing ILECs for investments and expenses already incurred.

ICLS is a universal service mechanism, which is based upon each company's embedded, interstate loop cost and allows rate-of-return companies to offset interstate common line access charges and recover its interstate common line revenue requirement and still allow SLCs to remain affordable to customers. ICLS is reimbursing ILECs for investments and expenses already incurred. The ICLS calculation uses the interstate cost structure of a rural incumbent local exchange carrier ("ILEC") based upon annual interstate cost studies that are submitted and certified by the companies and received by NECA. The difference between the interstate common line revenue requirement, again as set forth in the Company's annual interstate cost study and the SLC revenue collected from end users, makes up the ICLS. With the change of the ICLS mechanism to CAF BLS, support now includes broadband only loops and establishes build-out obligations in areas that do not currently have broadband deployment of 10 Mbps downstream/1 Mbps upstream.

CAF ICC includes a recovery mechanism designed to partially offset revenues reduced as a result of the intercarrier compensation ("ICC") rate transition. The recovery mechanism begins with the calculation of Base Period Revenue ("BPR"). BPR is the sum of certain ICC intrastate switched access revenues and net reciprocal compensation revenues received by March 31, 2012 for services provided during the Funding Year 2011 and the projected revenue requirement for interstate switched access services provided during the 2011 – 2012 period. BPR is then reduced by 5% initially and by an additional 5% each preceding year. BPR has been reduced by a total of 26% as of December, 2017.

2. ITS hereby certifies that it follows appropriate procedures for network outage reporting as per the Federal Outage Reporting Order and State Outage Reporting Requirements. For the period between March 1, 2017 and March 1, 2018, ITS did not have any Federal FCC or Florida Public Service Commission reportable outages.
3. ITS hereby certifies that it did fulfill all requests for service from potential customers.
4. ITS hereby certifies that it received one (1) FCC complaint during the period of March 1, 2017 through March 1, 2018. ITS received zero (0) complaints filed with the FPSC during the period March 1, 2017 to March 1, 2018.
5. ITS hereby certifies that it complies with the applicable state PSC quality of service standards and state consumer protection rules in accordance with Florida Statutes and the Florida Administrative Code.
6. ITS hereby certifies that it is able to function in emergency situations.

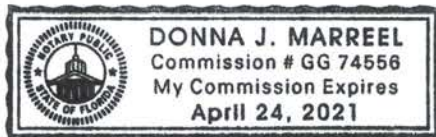
**FURTHER AFFIANT SAYETH NOT.**



\_\_\_\_\_  
Bruce Russell  
Chief Financial Officer  
ITS Telecommunications Systems, Inc.

STATE OF FLORIDA  
COUNTY OF MARTIN

Acknowledged before me this 28 day of June, 2018 by Bruce Russell, as Chief  
Financial Officer of ITS Telecommunications Systems, Inc., who is personally known to me and  
did not take an oath.

  
\_\_\_\_\_  
Donna J. Marreel  
Notary Public

Personally known ✓  
Produced Identification \_\_\_\_\_  
Type of Identification Produced \_\_\_\_\_

<b>FCC Form 481 - Carrier Annual Reporting Data Collection Form</b>	<b>FCC Form 481</b> OMB Control No. 3060-0986/OMB Control No. 3060-0819 July 2018
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<010> Study Area Code	210331
<015> Study Area Name	ITS TELECOMM. SYS.
<020> Program Year	2019
<030> Contact Name: Person USAC should contact with questions about this data	Donna Marreel
<035> Contact Telephone Number: Number of the person identified in data line <030>	7725973161 ext.
<039> Contact Email Address: Email of the person identified in data line <030>	donnam@itstelecom.net
Form Type	54.313 and 54.422

(600) Functionality in Emergency Situations Data Collection Form	FCC Form 481 OMB Control No. 3060-0986/ OMB Control No. 3060-0819 July 2018
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<010> Study Area Code	210331
<015> Study Area Name	ITS TELECOMM. SYS.
<020> Program Year	2019
<030> Contact Name - Person USAC should contact regarding this data	Donna Marreel
<035> Contact Telephone Number - Number of person identified in data line <030>	7725973161 ext.
<039> Contact Email Address - Email Address of person identified in data line <030>	donna@itstelecom.net
<600> Certify compliance regarding ability to function in emergency situations	Yes
<610> Descriptive document for Functionality in Emergency Situations	210331f1610 .pdf

### **Functionality in Emergency Situations**

ITS Telecommunications Systems, Inc., DBA, ITS Telecom, certifies that our company is compliant in emergency situations as set forth in the Code of Federal Regulations. We have a Disaster and Hurricane Preparedness Plan in place and update it periodically as needed. ITS Telecom has employees that attend yearly emergency scenario training sessions with both the Florida State Emergency Operations Department and the County Emergency Operations Department. There are ongoing communications with these Emergency Operations Departments when potential emergencies are identified. We have an IT Steering Committee that meets several times a year to review our Emergency Preparedness Policies.

ITS Telecom's central office is designed to withstand power failures through the use of batteries and backup generators. We also have backup generators for our remotes which will keep running until commercial power is restored as long as fuel is available. The IT Department and the Outside Plant Department perform scheduled routine maintenance of our batteries and generators. Our IT Department monitors our network 24/7/365 which ensures timely responses when a problem arises. Our serving area has network redundancy that provides an alternate route when needed.



(900) Tribal Lands Reporting Data Collection Form	FCC Form 481 OMB Control No. 3060-0986/ OMB Control No. 3060-0819 July 2018
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<010> Study Area Code	210331
<015> Study Area Name	ITS TELECOMM. SYS.
<020> Program Year	2019
<030> Contact Name - Person USAC should contact regarding this data	Donna Harreel
<035> Contact Telephone Number - Number of person identified in data line <030>	7725973161 ext.
<039> Contact Email Address - Email Address of person identified in data line <030>	donna@itstelecom.net

<900> Does the filing entity offer tribal land services? (Y/N) No

<910> Tribal Land(s) on which ETC Serves

<920> Tribal Government Engagement Obligation

Name of Attached Document

If your company serves Tribal lands, please select (Yes, No, NA) for each these boxes to confirm the status described on the attached PDF, on line 920, demonstrates coordination with the Tribal government pursuant to § 54.313(a)(5) includes:

- <921> Needs assessment and deployment planning with a focus on Tribal community anchor institutions.
- <922> Feasibility and sustainability planning;
- <923> Marketing services in a culturally sensitive manner;
- <924> Compliance with Rights of way processes
- <925> Compliance with Land Use permitting requirements
- <926> Compliance with Facilities Siting rules
- <927> Compliance with Environmental Review processes
- <928> Compliance with Cultural Preservation review processes
- <929> Compliance with Tribal Business and Licensing requirements.

Select Yes or No or Not Applicable

(1000) Voice and Broadband Service Rate Comparability  
Data Collection Form

FCC Form 481  
OMB Control No. 3060-0986/ OMB Control No. 3060-0819  
July 2018

<010>	Study Area Code	210331
<015>	Study Area Name	ITS TELECOMM. SYS.
<020>	Program Year	2019
<030>	Contact Name - Person USAC should contact regarding this data	Donna Marreel
<035>	Contact Telephone Number - Number of person identified in data line <030>	7725973161 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	donna@itstelecom.net

<1000> Voice services rate comparability certification Yes

<1010> Attach detailed description for voice services rate comparability compliance 210331f11010.pdf

\_\_\_\_\_  
Name of Attached Document

<1020> Broadband comparability certification Yes - Pricing is no more than the most recent applicable benchmark announced by the Wireline Competition Bureau

<1030> Attach detailed description for broadband comparability compliance 210331f11030 .pdf

\_\_\_\_\_  
Name of Attached Document

**Voice Services Rate Comparability Certification**

ITS Telecommunications Systems, Inc. hereby certifies that the price of our fixed residential voice service of \$23.00, effective July 1, 2018, is below the two standard deviations above the national average urban rate of \$45.38 as required in 47 C.F.R. § 54.313(a)(10).

**Broadband Comparability Certification**

ITS Telecommunications Systems, Inc. hereby certifies that the rates of our fixed broadband for the download speeds of 10 Mbps and 25 Mbps with the upload speeds of 1 Mbps and 5 Mbps do not exceed the benchmark rates as required in 47 C.F.R. § 54.313(g).

REDACTED

(1100) No Terrestrial Backhaul Reporting Data Collection Form	FCC Form 481 OMB Control No. 3060-0986/ OMB Control No. 3060-0819 July 2018
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<010> Study Area Code	210331
<015> Study Area Name	ITS TELECOMM. SYS.
<020> Program Year	2019
<030> Contact Name - Person USAC should contact regarding this data	Donna Marreel
<035> Contact Telephone Number - Number of person identified in data line <030>	7725973161 ext.
<039> Contact Email Address - Email Address of person identified in data line <030>	donna@itstelecom.net

<1100> Certify whether terrestrial backhaul options exist (Y/N)

<1130> Please select the appropriate response (Yes, No, Not Applicable) to confirm the reporting carrier offers broadband service of at least 1 Mbps downstream and 256 kbps upstream within the supported area pursuant to § 54.313(g).

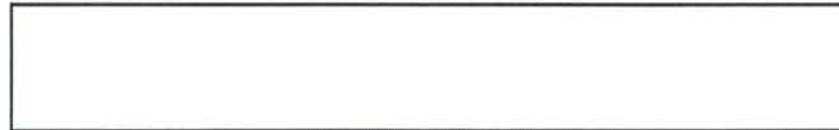
<1140> Alaska Plan rate-of-return certification (yes, no, or not applicable) of compliance with approved performance plan.

REDACTED

(1200) Terms and Condition for Lifeline Customers Lifeline Data Collection Form	FCC Form 481 OMB Control No. 3060-0986/ OMB Control No. 3060-0819 July 2018
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<010> Study Area Code	210331
<015> Study Area Name	ITS TELECOMM. SYS.
<020> Program Year	2019
<030> Contact Name - Person USAC should contact regarding this data	Donna Marreel
<035> Contact Telephone Number - Number of person identified in data line <030>	7725973161 ext.
<039> Contact Email Address - Email Address of person identified in data line <030>	donnam@itstelecom.net

<1210> Terms & Conditions of Voice Telephony Lifeline Plans



Name of Attached Document

<1220> Link to Public Website

HTTP [www.itsfiber.com/](http://www.itsfiber.com/)

\* Please check these boxes below to confirm that the attached document(s), on line 1210, or the website listed, on line 1220, contains the required information pursuant to § 54.422(a)(2) annual reporting for ETCs receiving low-income support, carriers must annually report:

- <1221> Information describing the terms and conditions of any voice telephony service plans offered to Lifeline subscribers,
- <1222> Details on the number of minutes provided as part of the plan,
- <1223> Additional charges for toll calls, and rates for each such plan.

**REDACTED****(3005) Rate Of Return Carrier Additional Documentation  
Data Collection Form**FCC Form 481  
OMB Control No. 3060-0986/OMB Control No. 3060-0819  
July 2018

<010>	Study Area Code	210331
<015>	Study Area Name	ITS TELECOMM. SYS.
<020>	Program Year	2019
<030>	Contact Name - Person USAC should contact regarding this data	Donna Marreel
<035>	Contact Telephone Number - Number of person identified in data line <030>	7725973161 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	donnam@itstelecom.net

## CAF BLS Reporting

		(Yes/No)	Yes
(3008A)	Please indicate whether new locations were deployed during the prior calendar year.		
(3008B)	Please enter the number of new locations deployed in the prior calendar year associated with each of the following speed tiers.		
(3008B1)	Number of newly built locations with access to broadband speeds of at least 10/1 Mbps but less than 25/3 Mbps.		0
(3008B2)	Number of newly built locations with access to broadband speeds of 25/3 Mbps or higher.		140
(3008C)	Please provide the percentage of deployment across the entire study area.		81

(3005) Rate Of Return Carrier Additional Documentation  
Data Collection Form

FCC Form 481  
OMB Control No. 3060-0986/OMB Control No. 3060-0819  
July 2018

<010>	Study Area Code	210331
<015>	Study Area Name	ITS TELECOMM. SYS.
<020>	Program Year	2019
<030>	Contact Name - Person USAC should contact regarding this data	Donna Marreel
<035>	Contact Telephone Number - Number of person identified in data line <030>	7725973161 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	donnam@itstelecom.net

Select from the drop down menu or check the boxes below to note compliance with 54.313(f)(1). Privately held carriers must ensure compliance with the financial reporting requirements set forth in 47 CFR 54.313(f)(2). I further certify that the information reported on this form and in the documents attached below is accurate.

(3009) Progress Report on 5 Year Plan  
Carrier certifies to 54.313(f)(1)(iii)

Yes - Attach Certification

(3010A) Certification of Public Interest Obligations {47 CFR § 54.313(f)(1)(i)}

(3010B) Please Provide Attachment

Name of Attached Document Listing Required Information

210331FL3010B .pdf

(3012A) Community Anchor Institutions {47 CFR § 54.313(f)(1)(ii)}

(3012B) Please Provide Attachment

No - No New Community Anchors

Name of Attached Document Listing Required Information

(3013) Is your company a Privately Held ROR Carrier {47 CFR § 54.313(f)(2)}

(Yes/No)

(3014) If yes, does your company file the RUS annual report

(Yes/No)

Please check these boxes to confirm that the attached PDF, on line 3017, contains the required information pursuant to § 54.313(f)(2) compliance requires:

(3015) Electronic copy of their annual RUS reports (Operating Report for Telecommunications Borrowers)

(3016) Document(s) with Balance Sheet, Income Statement and Statement of Cash Flows

(3017) If the response is yes on line 3014, attach your company's RUS annual report and all required documentation

Name of Attached Document Listing Required Information

210331FL3017.pdf



**Certification of Public Interest Obligations**

ITS Telecommunications Systems, Inc. hereby certifies that we have been able to provide speeds of at least 4Mbps down/1Mbps up for a majority of our broadband service subscribers. ITS Telecommunications Systems, Inc.'s provides broadband speeds of 10Mbps down/1Mbps up and higher to 81% of the units in our service area.

As an update to last year's narration, ITS Telecommunications Systems, Inc. continued their construction on Fox Brown Road to include the remaining thirty-four (34) locations for a total of eighty-four (84) locations. There was another seven customers who signed up for service, with 14 of these locations subscribing to speeds of 500 Mbps symmetrical bandwidth and the others are using the 200 Mbps symmetrical bandwidth.

Since May, 2016, ITS Telecommunications Systems, Inc. has completed Minute Maid Road which had thirteen (13) locations. The company started a new project in 2017 which when completed will have one hundred and eight (108) lots and all of them will have fiber-to-the-home. With this in mind, ITS Telecommunications Systems, Inc. will be able to provide bandwidth speeds up to 1 Gigabit symmetrical. We completed building fiber to forty-three (43) lots for this project at the end of 2017.

According to the Paperwork Reduction Act of 1995, an agency may not conduct or sponsor, and a person is not required to respond to, a collection of information unless it displays a valid OMB control number. The valid OMB control number for this information collection is xxx. The time required to complete this information collection is estimated to average x hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information.

USDA-RUS  <b>FINANCIAL AND STATISTICAL REPORT FOR BROADBAND BORROWERS</b>	This data will be used by RUS to review your financial situation. Your response is required by 7 U.S.C. 901 et seq. and, subject to federal laws and regulations regarding confidential information, will be treated as confidential.	
	BORROWER NAME ITS Telecommunications Systems, Inc.	
	ADDRESS Indiantown, Florida	
INSTRUCTIONS-Submit report to RUS within 15 days after close of the period.	PERIOD ENDING December, 2017	BORROWER DESIGNATION FL1103

**CERTIFICATION**

We hereby certify that:

1. the entries in this report are in accordance with the accounts and other records of the system and reflect the status of the system to the best of our knowledge and belief; and
2. we have fulfilled our obligations under the Loan Documents throughout the year in all material respects

**ALL INSURANCE REQUIRED BY 7 CFR PART 1788, CHAPTER XVII, RUS, WAS IN FORCE DURING THE REPORTING PERIOD AND RENEWALS HAVE BEEN OBTAINED FOR ALL POLICIES.**

All of the obligations under the RUS loan documents have been fulfilled in all material respects.
  There has been a default in the fulfillment of the obligations under the RUS loan documents. Said default(s) is/are specifically described in the notes section of this report.

Jeffrey Leslie 06/05/2018  
DATE

**PART A. BALANCE SHEET**

ASSETS	BALANCE END OF PERIOD	LIABILITIES AND STOCKHOLDERS' EQUITY	BALANCE END OF PERIOD
<b>CURRENT ASSETS</b>		<b>CURRENT LIABILITIES</b>	
1. Cash and Equivalents		16. Accounts Payable	
2. Cash-RUS Construction Fund		17. Notes Payable	
3. Accounts Receivable		18. Current Mat. L/T Debt - RLIS	
4. Notes Receivable		19. Current Mat. UT Debt-Other	
5. Materials and Inventory		20. Current Mat.-Capital Leases	
6. Other Current Assets		21. Other Current Liabilities	
<b>Total Current</b>		<b>Total Current</b>	
7. <b>Assets (1 thru 6)</b>		22. <b>Liabilities (16 thru 21)</b>	
<b>NONCURRENT ASSETS</b>		<b>LONG-TERM DEBT</b>	
8. <b>Investment in Affiliated Companies</b>		23. Funded Debt-RUS Notes	
9. Other Noncurrent Assets		24. Funded Debt-RTB Notes	
<b>PLANT, PROPERTY, AND EQUIPMENT</b>		25. Funded Debt-FFB Notes	
10. Telecom. Plant-in-Service		26. Funded Debt-Other	
		<b>Total Long-Term</b>	
11. Plant Under Construction		27. <b>Debt (23 thru 26)</b>	
12. Plant Adj., Nonop. Plant, & Goodwill		<b>OTHER LIAB. &amp; DEF. CREDITS</b>	
13. Less Accumulated Depreciation		28. Other Long-Term Liabilities	
<b>Net Plant</b>		<b>EQUITY</b>	
14. <b>(10 thru 12 less 13)</b>		29. Cap. Stock Outstand. & Subscribed	
		30. Additional Paid-in-Capital	
		31. Membership and Cap. Certificates	
		32. Patronage Capital Credits	
		33. Retained Earnings or Margins	
		34. <b>Total Equity (29 thru 34)</b>	
<b>TOTAL ASSETS</b>		<b>TOTAL LIABILITIES AND</b>	
15. <b>(7+8+9+14)</b>		35. <b>EQUITY (22+27+28+34)</b>	

Total Equity =  % of Total Assets

USDA-RUS  <b>FINANCIAL AND STATISTICAL REPORT FOR BROADBAND BORROWERS</b>	BORROWER DESIGNATION
	FL1103
	PERIOD ENDING December, 2017

**PART B. STATEMENTS OF INCOME AND RETAINED EARNINGS OR MARGINS**

ITEM	YEAR-TO-DATE
1. Local Network Services Revenues	
a. Voice	
b. Video	
c. Internet	
i. Broadband	
ii. Other	
2. Network Access Services and Long Distance Revenues	
3. Miscellaneous Revenues	
4. Other Operating Income	
5. Uncollectible Revenues	
<b>6. Net Operating Revenues (11 thru 4 less 5)</b>	
7. Plant Specific Operations Expense	
8. Plant Nonspecific Operations Expense (Excluding Depreciation & Amortization)	
9. Customer Operations Expense	
10. Corporate Operations Expense	
11. Other Operating Expenses	
<b>12. Total Operating Expenses (7 thru 11)</b>	
13. Operating Income or Margins (6 less 12)	
14. Nonoperating/Nonregulated Net Income	
<b>15. EBIDTA (13 + 14)</b>	
16. Depreciation Expense	
17. Amortization Expense	
<b>18. EBIT (15 - 16 - 17)</b>	
19. Interest on Funded Debt	
20. Other Interest Expense	
21. Taxes	
a. Property	
b. Income	
<b>22. Total Net Income or Margins (18-19-20-21)</b>	
23 Dividends Declared (Common)	
24 Dividends Paid	
25 Transfers to Patronage Capital	
26 Principal Payments on Long Term Debt and Capital Leases	
<b>27 TIER (19 + 20 + 22) / (19 + 20)</b>	

USDA-RUS

**FINANCIAL AND STATISTICAL REPORT  
FOR BROADBAND BORROWERS**

BORROWER DESIGNATION

FL1103

PERIOD ENDING

December, 2017

**PART C. SERVICES**

		1. RATES		2. SUBSCRIBERS		
		Residential	Business	Residential	Business	Total
No.	SERVICE OFFERINGS	(a)	(b)	(a)	(b)	(c)
	Broadband Data Packages					
1	256K					
2	768K					
3	SYMMETRIC GIGABIT					
4	50M					
5	16M					
6	100m					
7	SYMMETRIC 50/50					
8	15M					
9	30M					
10	3M					
11	SYMMETRIC 25/25					
12	SYMMETRIC 200/200					
13	12M					
14	SYMMETRIC 10/10					
15	SYMMETRIC 500/500					
16	60M					
17	6.1M					
18	1M					
19	10M					
20	6M					
21	Symmetric 100/100					
22	25M					

<i>USDA-RUS</i>  <b>FINANCIAL AND STATISTICAL REPORT FOR BROADBAND BORROWERS</b>	<b>BORROWER DESIGNATION</b> FL1103 <hr/> <b>PERIOD ENDING</b> December, 2017
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<b>PART C. COMMUNITIES</b>					
No.	Community	County	State	No. Broadband Data Customers	Broadband Application
1	Indiantown CDP	Martin	FL	[REDACTED]	X

USDA-RUS		BORROWER DESIGNATION
FINANCIAL AND STATISTICAL REPORT FOR BROADBAND BORROWERS		FL1103
		PERIOD ENDING
		December, 2017
<b>PART D. STATEMENT OF CASH FLOWS</b>		
1.	Beginning Cash	[REDACTED]
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
2.	Net Income	[REDACTED]
<i>Adjustments to Reconcile Net Income to Net Cash Provided by Operating Activities</i>		
3.	Add: Depreciation	[REDACTED]
4.	Add: Amortization	
5.	Other (Explain) Adjustment to reconcile to Accounts Receivable and Inventory balances.	[REDACTED]
<i>Changes in Operating Assets and Liabilities:</i>		
6.	Decrease/(Increase) in Accounts Receivable	[REDACTED]
7.	Decrease/(Increase) in Materials and Inventory	[REDACTED]
8.	Decrease/(Increase) in Other Current Assets	[REDACTED]
9.	Increase/(Decrease) in Accounts Payable	[REDACTED]
10.	Increase/(Decrease) in Other Current Liabilities	0
11.	Net Cash Provided/(Used) by Operations	[REDACTED]
<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>		
12.	Decrease/(Increase) in Notes Receivable	0
13.	Increase/(Decrease) in Notes Payable	0
14.	Plus/(Less) Net Increase/(Decrease) in Long Term Debt (including current maturities)	[REDACTED]
15.	Plus: Increase/(Less: Decrease) in Capital Stock, Paid-in Capital or Membership and Capital Certificates	0
16.	Less: Payment of Dividends	
17.	Other (Explain)	
18.	Net Cash Provided/ (Used) by Financing Activities	[REDACTED]
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
19.	Net Capital Expenditures	
20.	Long-Term Investments	
21.	Other (Explain) Other changes in assets not covered in cash flow items listed here.	[REDACTED]
22.	Net Cash Provided (Used) by Investing Activities	[REDACTED]
23.	Net Increase/ (Decrease) in Cash	[REDACTED]
24.	Ending Cash	[REDACTED]

USDA-RUS

**FINANCIAL AND STATISTICAL REPORT  
FOR BROADBAND BORROWERS**

BORROWER DESIGNATION

FL1103

PERIOD ENDING

December, 2017

**Notes to Operating Report - Broadband**

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

(305) Rate Of Return Other Additional Documentation (Continued)

Data Collection Form

FCC Form 481

OMB Control No. 3000-0064 OMB Control No. 3000-0019

July 2018

<010> Study Area Code	210331
<015> Study Area Name	IRS TELECOMM. SYS.
<020> Program Year	2019
<030> Contact Name - Person USAC should contact regarding this data	Donna Marteel
<035> Contact Telephone Number - Number of person identified in data line <030>	7725973161 ext.
<039> Contact Email Address - Email Address of person identified in data line <030>	dunnam@its.telecom.net

Financial Data Summary

(3027) Revenue	[REDACTED]
(3028) Operating Expenses	[REDACTED]
(3029) Net Income	[REDACTED]
(3030) Telephone Plant In Service(TPIS)	[REDACTED]
(3031) Total Assets	[REDACTED]
(3032) Total Debt	[REDACTED]
(3033) Total Equity	[REDACTED]
(3034) Dividends	0



## Attachments



Certification - Reporting Carrier Data Collection Form	FCC Form 481 OMB Control No. 3060-0988/ OMB Control No. 3060-0819 July 2018
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<010> Study Area Code	210331
<015> Study Area Name	ITS TELECOMM. SYS.
<020> Program Year	2019
<030> Contact Name - Person USAC should contact regarding this data	Donna Marreel
<035> Contact Telephone Number - Number of person identified in data line <030>	7725973161 ext.
<039> Contact Email Address - Email Address of person identified in data line <030>	donnam@itstelecom.net

TO BE COMPLETED BY THE REPORTING CARRIER IF THE REPORTING CARRIER IS FILING ANNUAL REPORTING ON ITS OWN BEHALF:

Certification of Officer as to the Accuracy of the Data Reported for the Annual Reporting for CAF or LI Recipients	
I certify that I am an officer of the reporting carrier; my responsibilities include ensuring the accuracy of the annual reporting requirements for universal service support recipients, and, to the best of my knowledge, the information reported on this form and in any attachments is accurate.	
Name of Reporting Carrier:	ITS TELECOMM. SYS.
Signature of Authorized Officer:	<i>Bruce Russell</i> Date 6/29/19
Printed name of Authorized Officer:	Bruce Russell
Title or position of Authorized Officer:	Chief Financial Officer
Telephone number of Authorized Officer:	772-597-206
Study Area Code of Reporting Carrier:	210331 Filing Due Date for this form: 07/02/2018
Persons willfully making false statements on this form can be punished by fine or forfeiture under the Communications Act of 1934, 47 U.S.C. §§ 502, 503(b), or fine or imprisonment under Title 18 of the United States Code, 18 U.S.C. § 1001.	