

State of Florida



Public Service Commission

CAPITAL CIRCLE OFFICE CENTER • 2540 SHUMARD OAK BOULEVARD
TALLAHASSEE, FLORIDA 32399-0850

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

DATE: September 1, 2023

TO: Adam J. Teitzman, Commission Clerk, Office of Commission Clerk

FROM: Samuel Day, Public Utility Analyst II, Office of Industry Development & Market Analysis *SD*

RE: Docket No. 20230091-TX – Application for certificate to provide local telecommunications service by BIF IV Intrepid OpCo LLC.

Attached includes information requested of BIF IV Intrepid OpCo LLC that supplements Exhibit D. Unlike Exhibit D, this document is not confidential. Please add to docket file.

If you have any questions, please contact me at 850-413-6504.

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2023 SEP -1 AM 10:41
COMMISSION
CLERK

DOCKET NO. 20230091-TX
BIF IV Intrepid OpCo LLC ("Intrepid")
Response to Staff Inquiry
Dated: September 1, 2023

1. What year is your company expected to see a positive Net Income?

Response: Intrepid does not see positive Net Income on the immediate horizon. Intrepid's build plan includes investment in ongoing construction through 2030 and the correspondingly there will be significant depreciation and amortization. Intrepid could possibly see Net Income flip positive in 2029 or 2030 depending on build timing and customer ramps.

2. What year is your company expected to see a positive Income from Operations?

Response: 2027

3. Explain why, in the 4 year pro forma, Depreciation and Amortization is positive in the Statement of Cash Flows but negative in the Income Statement.

Response: Depreciation and Amortization is positive in the statement of cash flow and negative in the income statement in all years. The indirect method is used (add/subtract differences resulting from non-cash transactions) to find total cash. The cash associated with the Depreciation and Amortization was already spend in prior years via the capital expenditures.

4. It appears that the data you provided relating to total assets and total liabilities from the pro forma Financial Statements for 2023 does not match the data from the "Balance Sheet As of December 31, 2023." Please Explain the differences.

Response: Pro Forma Financial Statements are forecasted through year end. 2023 financial statements are actuals YTD (when pulled in July) and were mislabeled as December 2023 because the report pulled all of 2023 as of the report date.