

APPENDIX B

SUMMARY OF UNCORRECTED MISSTATEMENTS - DECEMBER 31, 2020

Description	Type of Error	Assets Dr (Cr)	Liabilities Dr (Cr)	Equity Dr (Cr)	Pre-tax Dr (Cr)	Tax Dr (Cr)	Net Income Dr (Cr)
Pension Aging Assumption Adjustment							
Accrued pension and post-retirement benefit costs	Judgmental		(3,352,000)				
Regulatory assets (noncurrent)		3,352,000					
To true-up the ATU Regulatory Asset (Liability)							
Regulatory asset (current)		(1,064,000)					
Electric operating revenue	Factual				1,064,000		
Accrued Taxes			299,000				
Income Tax Expense (Benefit)						(299,000)	
To Reverse Equity Carrying Charges							
Allowance for equity funds used during construction and stranded cost carrying charges					1,005,000		
Regulatory Assets (Noncurrent)	Factual	(1,005,000)					
Accrued Taxes			282,000				
Income Tax Expense (Benefit)						(282,000)	
Record Reserve for Fairpoint/CC A/R¹							
Other operating and maintenance expenses					3,445,000		
Allowance for Doubtful Accounts (A/R)	Judgmental	(3,445,000)					
Accrued Taxes			966,000				
Income Tax Expense (Benefit)						(966,000)	
Total Iron Curtain Impact		\$ (2,162,000)	\$ (1,805,000)	\$ -	\$ 5,514,000	\$ (1,547,000)	\$ 3,967,000

¹ The \$3,445,000 represents the total Fairpoint Communications / Consolidated Communications accounts receivable outstanding as of December 31, 2020 for which collection is uncertain, the majority of which has been outstanding for greater than one year.

SUMMARY OF OMITTED DISCLOSURES - DECEMBER 31, 2020

Statement / Footnote Number	Statement Line Items / Footnote Name	Description of Disclosure Misstatement	Amount of Omitted or Unclear Disclosure (if applicable)
Footnote 1	Nature of Operations and Summary of Significant Accounting Policies	The Company did not disclose the amount of removal costs presented in accumulated depreciation as required by ASC 980-410-25-2.	This is not applicable as the amount is not known.

SUMMARY OF UNCORRECTED MISSTATEMENTS - DECEMBER 31, 2019

Description	Type of Error	Assets Dr (Cr)	Liabilities Dr (Cr)	Equity Dr (Cr)	Pre-tax Dr (Cr)	Tax Dr (Cr)	Net Income Dr (Cr)
ASU 2017-17 Presentation Reclass							
Regulatory amortization	Factual				1,427,000		
Other (expense) income					(1,427,000)		
Unapplied Cash Presentation Reclass							
Customer accounts receivable	Factual	(1,063,000)					
Accounts payable			1,063,000				
MEPCo Receivable Presentation Reclass							
Due from affiliated companies	Factual	2,326,000					
Other long-term assets		(2,326,000)					
Cash Overdraft Presentation Reclass							
Accounts payable	Factual		1,516,000				
Other current liabilities			(1,516,000)				
RWIP Presentation Reclass							
Construction work in progress	Factual	(1,375,000)					
Accumulated depreciation		1,375,000					
Total Iron Curtain Impact		\$ (1,063,000)	\$ 1,063,000	\$ -	\$ -	\$ -	\$ -

SUMMARY OF OMITTED DISCLOSURES - DECEMBER 31, 2019

Statement / Footnote Number	Statement Line Items / Footnote Name	Description of Disclosure Misstatement	Amount of Omitted or Unclear Disclosure (if applicable)
Footnote 1	Nature of Operations and Summary of Significant Accounting Policies	The Company did not disclose the amount of removal costs presented in accumulated depreciation as required by ASC 980-410-25-2.	This is not applicable as the amount is not known.
Footnote 1	Nature of Operations and Summary of Significant Accounting Policies	The Company omitted the required supplemental cash flow disclosure related to non-cash investing activities.	2,993,000
Footnote 11	Pension and Post-Retirement Benefits	The ASC 820 leveling disclosure did not disclose the common collective trust investment measured at net asset value per share (or its equivalent) as a practical expedient and instead incorrectly stated that all investments were at Level 1 in the ASC 820 leveling hierarchy.	23,703,000