



4004

ANNUAL REPORT

OF

Name: GRANTLAND TELECOM, INC.

Principal Office: 216 CONGRESS STREET
BLOOMINGTON, WI 53804

For the Year Ended: DECEMBER 31, 1996

TELECOMMUNICATIONS UTILITY
TO
PUBLIC SERVICE COMMISSION OF WISCONSIN

P.O. Box 7854
Madison, WI 53707-7854
(608) 267-9504

This form is required under Wis. Stat. § 196.07. Failure to file the form by the statutory filing date can result in the imposition of a penalty under Wis. Stat. § 196.66. The penalty which can be imposed by this section of the statutes is a forfeiture of not less than \$25 nor more than \$5,000 for each violation. Each day subsequent to the filing date constitutes a separate and distinct violation. The filed form is available to the public and personally identifiable information may be used for purposes other than those related to public utility regulation.

GENERAL RULES FOR REPORTING

1. Unless otherwise indicated, the information requested in this report should be taken from the accounts and other records in conformity with the Uniform System of Accounts prescribed by the Public Service Commission of Wisconsin in docket 05-US-102. The definitions and instructions contained therein should also apply to the report wherever applicable. A query or response concerning information contained in this report regarding any practice or transaction should not be construed as indicating conformity to accounting or other pertinent regulations.
2. Please follow all instructions and answer each question fully and accurately. Provide additional information as necessary to avoid misunderstandings or misleading responses. Abbreviations listed on page 6 may be used, however please show the exact name of the respondent in full on the "Identification and Ownership" page.
3. Wherever information is requested in a "note", please show that information in the space provided, or make reference to the adjacent page or insert where the note may be found. Please also identify each note. Footnote capability is included in the annual report software program. Please use it where necessary to fully explain particulars in the annual report.
4. Numeric items are limited to digits (0-9). A minus sign "-" should be entered in the software program to indicate negative values. Do not use parentheses for numeric values. The program will convert the minus sign to parentheses when a hard copy of the annual report is printed. Negative values may not be allowed for certain entries in the annual report due to restrictions contained in the software program.
5. Please report all dollar amounts to the nearest whole dollar.
6. This annual report should be complete in all respects. Unless otherwise authorized, avoid references to returns of former years or to other reports.
7. Wherever schedules call for data from the previous year and such data were reported in the previous annual report, that previous year's data should be reported without modification. If modified, an appropriate footnote indicator and explanation should be included in the current year's annual report.
8. Where part or all of the report is prepared by other than utility personnel, a disclosure is required in the notes to the income statement or the balance sheet, which describes the nature and extent of work performed.
9. Please print a hard copy of the annual report on 20 pound or heavier paper, sign it and compare with the electronic copy before officially filing it with the Public Service Commission of Wisconsin.

SIGNATURE PAGE

I GERALD A RINGLUND of
(Person responsible for accounts)

GRANTLAND TELECOM, INC., certify that I
(Utility Name)

am the person responsible for accounts; that I have examined the following report and, to the best of my knowledge, information and belief, it is a correct statement of the business and affairs of said utility for the period covered by the report in respect to each and every matter set forth therein.

GERALD A RINGLUND 05/08/1997
(Person responsible for accounts) (Date)

ASSISTANT TREASURER
(Title)

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ANNUAL TELECOMMUNICATIONS REPORT GLOSSARY OF TERMS

Access Line	Central office line equipment, or equivalent, and all outside plant facilities, or equivalent, required to connect the serving central office with the customer premises via physical connection, frequency transmission, and/or time slot transmission. From an engineering perspective, a channel connection is at a DS0 level. A DS0 level is a 4 KHz voice channel or a 64 kilobits per second digital channel.
Analog Signal	A signal that varies in a continuous manner such as voice or music. An analog signal must be contrasted with a digital signal which can assume only discrete values.
Cellular System	A high capacity land mobile radio system in which an assigned frequency spectrum is divided into discrete channels that are assigned to a cellular geographic serving area.
Central Office	A switching unit in a telephone system providing service to the general public, having the necessary equipment and operating arrangements for terminating and interconnecting lines and trunks.
Centrex	A service for customers with many stations that permits station-to-station dialing, one listed directory number for the customer, direct inward dialing to a particular station and station identification on outgoing calls. The switching functions are performed in a central office (stand alone, host or remote).
Channel	An electrical communications path between two or more points. A single pair of wires may provide more than one channel. A channel may also be provided by microwave.
Customer	A person who uses a telephone as a subscriber.
Digital Signal	A signal that has a limited number of discrete states. This may be contrasted with an analog signal that varies in a continuous manner and may have an infinite number of states.
Equal Access	The ability of the subscriber to use any long distance service by dialing the same number of digits.
Exchange	A defined area served by one or more central offices regardless of technical serving arrangements within which the company furnishes service at rates and rules prescribed for that area in the company's filed tariffs. The area is not necessarily marked by political boundaries or the location of host or remote switching units.
Extended Area Service (EAS)	The ability of a customer to call customers in other exchanges at no additional charge or at an additional charge per tariff.
Extended Community Calling (ECC)	The ability of a customer to call customers in other exchanges at rates usually above EAS rates but below toll rates for comparable distances. Rates generally include a duration element.
Feature Group A	Line-side originating and terminating LATA access for which an originating subscriber dials an assigned telephone number that connects to a specific interexchange carrier (IC). The IC returns a tone to signal the caller to input additional generated digits of the called number.

ANNUAL TELECOMMUNICATIONS REPORT GLOSSARY OF TERMS

Feature Group B	Trunk-side originating and terminating LATA access for which an originating subscriber dials a 950-WXXX number (where W=0, 1 and XXX is the carrier access code (CAC)), which is translated to a specific XXX carrier trunk group. Optional rotary dial service and ANI may be available.
Feature Group C	Trunk-side LATA access for AT&T-Communications generally on a direct basis between each end office (EO) and an AT&T-C switching system.
Feature Group D	Also referred to as equal access. It is trunk-side LATA access affording call supervision of an interexchange carrier, a uniform access code (10XXXXX), optional calling party identification, recording of access-charge billing details and presubscription to a customer specified interexchange carrier.
FX-IN	A nonswitched service where the customer of the company is connected to and receives switching service through central office equipment located in another exchange area.
FX-OUT	A switched service where facilities are provided from the central office out to the exchange boundary where it meets the line from a foreign exchange subscriber.
Host Switching System	A switching system that provides centralized control over most of the switching functions of one or more remote switching units. The host switching system usually provides trunk access to the operating company intraLATA networks.
Local Access Transport Area (LATA)	A geographic area within which an operating company may offer its telecommunications services.
Mobile Telephone	A service which provides radio telephone communication from a mobile vehicle to another vehicle or to a regular telephone.
Paging	A service which provides one-way signal or voice communication over a radio channel to a miniature receiver carried by the customer.
Pair	Two wires of a single circuit.
Pay Station	A telephone which normally requires all users to deposit one or more coins or use a credit card to complete a call.
Private Line Service	Channel or circuit rented for private use and not intended to be connected to the general distribution system.
Private Branch Exchange (PBX)	A manually, or operator controlled switching system, usually on the customer's premises, which serves that customer's telephones over a common group of lines from the central office.
Radio Common Carrier (RCC)	A company which furnishes public telecommunications service using one or more radio channels.
Remote Switching Unit (RSU)	An electronic switching system that is remote from its host or control office. All of the central control equipment for the RSU is located in the host switching system.

ANNUAL TELECOMMUNICATIONS REPORT GLOSSARY OF TERMS

Route Miles	Total number of route miles (to the nearest mile) of operating plant facilities including drop wire in the exchange. One route mile may consist of: <ol style="list-style-type: none">1. One mile of roadway with any combination of outside plant facilities on any number of rights-of-way.2. One mile of a cross country route with any combination of outside plant facilities.3. One mile of point-to-point microwave or radio link.4. One mile of plant on either side of a limited access highway or natural barrier, such as a navigable waterway.5. One mile of joint use line where the utility either owns the facility or leases space.
Stand Alone Switch	A central office switch which has no remote switching units (RSUs) subtending it.
Trunk	A communications path connecting two switching systems in the establishment of an end-to-end connection.
Wide Area Telephone Service (WATS)	Customer leased access line or lines connected to the nationwide network over which an unlimited number of calls can be made for a fixed monthly charge.
Wire Center	The location of one or more local switching systems. A point at which customers' loops converge.

ABBREVIATIONS USED IN ANNUAL REPORTS

Acct	.....	Account
Accum	.....	Accumulated
Acq	.....	Acquisition
Admin	.....	Administrative
Alloc	.....	Allocation
Amort	.....	Amortization
CO	.....	Central Office
Depr	.....	Depreciation
Equip	.....	Equipment
Exp	.....	Expenses
EOY	.....	End of Year
FOY	.....	First of Year
Info	.....	Information
ITC	.....	Investment Tax Credit
Misc	.....	Miscellaneous
Nonoper	.....	Nonoperating
Nonreg	.....	Nonregulated
Oper	.....	Operating
Opns	.....	Operations
Orig	.....	Originating
Prop	.....	Property
Receiv	.....	Receivable
Reg	.....	Regulated
Rev	.....	Revenues
Svcs	.....	Services
Telecom	.....	Telecommunications
Term	.....	Terminating
TPIS	.....	Telecommunications Plant in Service
TPUC	.....	Telecommunications Plant Under Construction
Uncoll	.....	Uncollectible

IDENTIFICATION AND OWNERSHIP

Exact Utility Name: GRANTLAND TELECOM, INC.
Utility Location: 216 CONGRESS STREET
BLOOMINGTON, WI 53804

Utility Web Site Address:

When was utility organized?: 06/01/1897

Report any change in name and the effective date:

Officer in charge of correspondence concerning this report

Name: MR GERALD A . RINGLUND
Title: ASSISTANT TREASURER

Office Address: 301 S. WESTFIELD
P.O. BOX 5158
MADISON , WI 53705-0158

Fax Number: (608) 845 - 4519
Telephone Number: (608) 845 - 4554

Email Address:

Individual or firm, if other than utility employee, preparing this report

Name: MS JANET A . THOMAS
Title: STAFF ACCOUNTANT
Firm:

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P.O. BOX 5158
MADISON , WI 53705-0158

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Email Address: janet.thomas@teldta.com

Person responsible for financial information contained in report

Name: MR GERALD A . RINGLUND
Title: ASSISTANT TREASURER

Office Address: 301 S. WESTFIELD RD
P.O. BOX 5158
MADISON , WI 53705-0158

Fax Number: (608) 845 - 4519
Telephone Number: (608) 845 - 4554 EXT

Email Address:

Person responsible for statistical information contained in report

Name: VARIOUS CONTACTS A
Title:

Office Address: 301 S. WESTFIELD RD
P.O. BOX 5158
MADISON , WI 53717-1707

Fax Number: (608) 999 - 9999
Telephone Number: (605) 999 - 9999

Email Address:

IDENTIFICATION AND OWNERSHIP

List names, addresses, and number of shares held by persons owning 5 percent or more of outstanding voting securities. If any stock is held by a nominee, give known particulars as to the beneficial owner (See Wis. Stat. § 196.795(1)(c), for definition of beneficial owner).

Name:	TDS TELECOMMUNICATIONS CORPORATION 98.4%
Address:	301 S. WESTFIELD RD PO BOX 5158 MADISON , WI 53705-5158
Number of Shares Held:	27,498
Beneficial Owner:	NONE

List companies owned, controlled, or operated and form and extent of such ownership, control or operation.

Company Name:
Form of Interest:
Extent Of Interest:

INCOME STATEMENT - TOTAL COMPANY

Particulars (a)	This Year (b)	Last Year (c)	
Operating Revenues (5000-5300)	2,642,818	2,524,726	1
Operating Expenses			
Plant Specific Operations Expense (6110-6410)	220,101	219,634	2
Plant Nonspecific Operations Expense	772,834	690,741	3
Customer Operations Expense (6610-6620)	486,602	477,828	4
Corporate Operations Expense (6710-6790)	404,339	429,117	5
Other Operating Income and Expense (7100)	2,052	2,052	6
Operating Taxes (7200)	334,722	318,621	7
Total Operating Expenses	2,216,546	2,133,889	8
Net Operating Income	426,272	390,837	9
Other Income			
Nonoperating Income and Expense (7300)	22,330	5,512	10
Nonoperating Taxes (7400)	8,532	1,844	11
Interest and Related Items (7500)	120,731	122,065	12
Extraordinary Items (7600)	0	0	13
Nonregulated Net Income (7990)	22,475	31,443	14
Total Nonoperating Income	(84,458)	(86,954)	15
Net Income	341,814	303,883	16

NOTES TO INCOME STATEMENT OR BALANCE SHEET

In the space provided below, disclose all material information not included elsewhere in this report that is necessary to make the financial statements clear and understandable. Included should be:

-
1. A summary of significant accounting policies. (The summaries should disclose, but not be limited to, the utility's accounting policies with regard to pension cost, unbilled revenues, depreciation, and income taxes.)

1. Summary of Significant accounting policies.

TELEPHONE PLANT

Telephone plant is stated as the original cost of construction including capitalized costs such as taxes, pensions, and other fringe benefits, and an allowance for funds used during construction (AFUDC).

DEPRECIATION

The company provides depreciation for financial reporting purposes using the straight-line method. Renewals and betterments of units of property are charged to telephone plant in service. The original cost of depreciable property retired, together with removal cost less any salvage realized, is charged to accumulated depreciation. Repairs and renewals of minor items of property are charged to maintenance expense. No gain or loss is recognized in connection with ordinary retirements of depreciable property.

REVENUES

Operating and nonoperating revenues are recognized when earned regardless of the period in which they are billed.

Compensation for all intrastate service is received through tariffed access charges billed to the long distance carrier and retained by the company.

Compensation for interstate access services is received through tariffed access charges filed by the National Exchange Carrier Association (NECA) with the Federal Communications Commission (FCC) on behalf of the member companies. These access charges are billed by the company to the interstate long distance carrier, and pooled with like revenues from all NECA member companies.

PENSION

The company is a member of the Telephone and Data Systems, Inc. Employees' Pension Trust I. This qualified, noncontributory defined contribution pension plan covers substantially all company employees. Under this plan, pension benefits and costs are funded currently.

INCOME TAXES

The company is included in the TDS consolidated federal income tax return. For financial reporting purposes, the company computes its federal income tax by applying the statutory rate to all its taxable income.

The company uses the full-normalization method for all timing differences with the resulting book-tax differences being provisioned through the deferred tax accounts. Deferred income taxes resulting from accelerated depreciation used for income tax purposes had previously been provided through the depreciation accounts. Such deferred taxes are credited to

NOTES TO INCOME STATEMENT OR BALANCE SHEET

In the space provided below, disclose all material information not included elsewhere in this report that is necessary to make the financial statements clear and understandable. Included should be:

income as the related timing differences reverse. Investment tax credits resulting from investments in qualifying telephone plant and equipment have been deferred and are being amortized to income over the service lives of the related property.

-
2. A summary of significant contingent assets and liabilities existing at year end, including a brief explanation of any action initiated by the Internal Revenue Service, Wisconsin Department of Revenue, or the utility involving a possible assessment or refund of taxes.

None

-
3. The notes should include an explicit and precise explanation of any retained earnings restrictions and should state the amount of retained earnings affected by such restrictions.

The company is restricted from transferring funds to the parent or other affiliates in the form of cash dividends until certain financial requirements of its mortgage indentures have been met. At December 31, 1996, the company has invested no funds with Telecommunications Technologies Fund, Inc., and could distribute up to \$1,383,633 to the parent or other affiliates in the form of cash dividends.

BALANCE SHEET - ASSETS (CLASS B USE ACCOUNTS DESIGNATED BY *)

Particulars (a)	Balance--EOY (b)	Balance--FOY (c)	
CURRENT ASSETS			
CASH AND EQUIVALENTS			
Cash and Equivalents (1120)*		0	1
Cash (1130)	277,790	317,619	2
Special Cash Deposits (1140)	0	0	3
Working Cash Advances (1150)	900	900	4
Temporary Investments (1160)	0	0	5
TOTAL CASH AND EQUIVALENTS	278,690	318,519	
RECEIVABLES AND ALLOWANCES FOR DOUBTFUL ACCOUNTS			
Telecommunications Accounts Receivable (1180)*	80,416	49,803	6
Accounts Receivable Allowance-Telecom (1181)*	0	0	7
Net: Telecommunications Accounts Receivable	80,416	49,803	
Other Accounts Receivable (1190)*	380,874	232,894	8
Accounts Receivable Allowance--Other (1191)*	0	0	9
Net: Other Accounts Receivable	380,874	232,894	
Notes Receivable (1200)*	0	0	10
Notes Receivable Allowance (1201)*	0	0	11
Net: Notes Receivable	0	0	
Interest and Dividends Receivable (1210)*	2,814	1,496	12
TOTAL RECEIVABLES AND ALLOWANCES FOR DOUBTFUL	464,104	284,193	
SUPPLIES			
Inventories (1220)*	33,460	23,755	13
TOTAL SUPPLIES	33,460	23,755	
PREPAYMENTS			
Total Prepayments (1280)*		0	14
Prepaid Rents (1290)	300	300	15
Prepaid Taxes (1300)	0	4,343	16
Prepaid Insurance (1310)	0	0	17
Prepaid Directory Expenses (1320)	0	2,608	18
Other Prepayments (1330)	7,322	73,110	19
TOTAL PREPAYMENTS	7,622	80,361	
OTHER CURRENT ASSETS			
Other Current Assets (1350)*	150	385	20
TOTAL OTHER CURRENT ASSETS	150	385	
TOTAL CURRENT ASSETS	784,026	707,213	
NONCURRENT ASSETS			
INVESTMENTS			
Investment in Affiliated Companies (1401)*	0	0	21
Investments in Nonaffiliated Companies (1402)*	32,384	38,906	22
Nonregulated Investments (1406)*	23,054	27,149	23
Unamortized Debt Issuance Expense (1407)*	3,648	3,954	24
Sinking Funds (1408)*	0	0	25

BALANCE SHEET - ASSETS (CLASS B USE ACCOUNTS DESIGNATED BY *)

Particulars (a)	Balance--EOY (b)	Balance--FOY (c)	
NONCURRENT ASSETS			
INVESTMENTS			
Other Noncurrent Assets (1410)*	0	0	26
TOTAL INVESTMENTS	59,086	70,009	
DEFERRED CHARGES			
Deferred Tax Regulatory Asset (1437)*	4,323	5,360	27
Deferred Maintenance and Retirements (1438)*	0	0	28
Deferred Charges (1439)*	0	9,000	29
TOTAL DEFERRED CHARGES	4,323	14,360	
TOTAL NONCURRENT ASSETS	63,409	84,369	
PLANT			
TELECOMMUNICATIONS PLANT IN SERVICE			
Telecommunications Plant in Service (2001)*	8,845,136	8,344,100	30
Less: Accumulated Depreciation (3100)*	3,840,686	3,317,204	31
Less: Accumulated Amortization--Capitalized Leases (3410)*	0	0	32
Less: Accumulated Amortization--Leasehold Improvements (3420)*	0	0	33
Less: Accumulated Amortization--Intangible (3500)*	0	0	34
NET TELECOMMUNICATIONS PLANT IN SERVICE	5,004,450	5,026,896	
PROPERTY HELD FOR FUTURE USE			
Prop. Held for Future Telecommun. Use (2002)*	0	0	35
Less: Accumulated Depreciation--Held for Future Telecommunications Use (3200)*	0	0	36
NET PROPERTY HELD FOR FUTURE USE	0	0	
NONOPERATING PLANT			
Nonoperating Plant (2006)*	0	0	37
Less: Accumulated Depreciation--Nonoperating (3300)*	0	0	38
NET NONOPERATING PLANT	0	0	
TPUC			
TPUC (2003)*	157,575	63,181	39
TOTAL TPUC	157,575	63,181	
TELECOMMUNICATIONS PLANT ADJUSTMENT			
Telecommunications Plant Adjustment (2005)*	0	0	40
Less: Accumulated Amortization--Other (3600)*	0	0	41
NET TELECOMMUNICATIONS PLANT ADJUSTMENT	0	0	
TOTAL PLANT	5,162,025	5,090,077	
TOTAL ASSETS AND OTHER DEBITS*	6,009,460	5,881,659	

BALANCE SHEET - LIABILITIES (CLASS B USE ACCOUNTS DESIGNATED BY *)

Particulars (a)	Balance--EOY (b)	Balance--FOY (c)	
CURRENT LIABILITIES			
Accounts Payable (4010)*	338,862	237,344	1
Notes Payable (4020)*	600,000	725,000	2
Advance Billing and Payments (4030)*	8,604	9,839	3
Customer Deposits (4040)*	4,145	4,354	4
Current Maturities--Long-Term Debt (4050)*	81,289	59,400	5
Current Maturities--Capital Leases (4060)*	0	0	6
Income Taxes--Accrued (4070)*	57,733	(33,438)	7
Other Taxes--Accrued (4080)*	7,795	(17,751)	8
Net Current Deferred Operating Income Taxes (4100)*	0	0	9
Net Current Deferred Nonoperating Income Taxes (4110)*	0	0	10
Other Accrued Liabilities (4120)*	22,845	36,082	11
Other Current Liabilities (4130)*	7,541	7,749	12
TOTAL CURRENT LIABILITIES*	1,128,814	1,028,579	
LONG-TERM DEBT			
Funded Debt (4210)*	1,232,668	1,329,937	13
Premium on Long-Term Debt (4220)*	0	0	14
Discount on Long-Term Debt (4230)*	0	0	15
Reacquired Debt (4240)*	0	0	16
Obligations Under Capital Leases (4250)*	0	0	17
Advances from Affiliated Companies (4260)*	0	0	18
Other Long-Term Debt (4270)*	0	0	19
TOTAL LONG-TERM DEBT*	1,232,668	1,329,937	
OTHER LIABILITIES AND DEFERRED CREDITS			
Other Long-Term Liabilities (4310)*	(1,583)	2,832	20
Unamortized Operating ITC--Net (4320)*	23,491	34,015	21
Unamortized Nonoperating ITC--Net (4330)*	0	0	22
Net Noncurrent Deferred Operating Income Taxes (4340)*	600,633	651,474	23
Net Deferred Tax Liability Adjustments (4341)*	(38,281)	(52,846)	24
Net Noncurrent Deferred Nonoperating Income Taxes (4350)*	0	0	25
Other Deferred Credits (4360)*	0	24	26
Deferred Tax Regulatory Liability (4361)*	42,605	58,208	27
TOTAL OTHER LIABILITIES AND DEFERRED CREDITS*	626,865	693,707	
STOCKHOLDERS' EQUITY			
Capital Stock (4510)*	439,968	439,968	28
Additional Paid-in Capital (4520)*	0	0	29
Treasury Stock (4530)*	0	0	30
Other Capital (4540)*	0	0	31
Retained Earnings (4550)*	2,581,142	2,389,467	32
TOTAL STOCKHOLDERS' EQUITY*	3,021,110	2,829,435	
TOTAL LIABILITIES AND OTHER CREDITS*	6,009,457	5,881,658	

STATEMENT OF CASH FLOWS

Item (a)	Amount (b)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net Income	341,814	1
Adjustments to Reconcile Net Income to Net Cash Provided by Operating Activities:		
Depreciation and amortization	632,372	2
Interest during construction	(1,779)	3
Changes in assets and liabilities:		
Current assets (net)	0	4
Other noncurrent assets	9,731	5
Other current liabilities	203,346	6
Other liabilities and deferred credits	(66,842)	7
Other (specify):		
TOTAL ADJUSTMENTS	776,828	
NET CASH PROVIDED BY OPERATING ACTIVITIES (NET INCOME & ADJUST.)	1,118,642	
CASH FLOWS FROM INVESTING ACTIVITIES		
Capital Expenditures:		
Changes in plant (net)	(702,541)	8
Investments in affiliated companies	0	9
Nonoperating Investments	10,617	10
Other (specify):		
NET CASH USING IN INVESTING ACTIVITIES	(691,924)	
CASH FLOWS FROM FINANCING ACTIVITIES		
Change in capital lease obligations (net)	0	11
Change in long-term debt (net)	(74,768)	12
Net changes in stockholder equity other than retained earnings	0	13
Change in short term borrowing (net)	(125,000)	14
Dividends paid	(150,139)	15
Miscellaneous debits/credits to retained earnings	0	16
Other (specify):		
Net Cash Provided by Financing Activities	(349,907)	
NET INCREASE IN CASH AND CASH EQUIVALENTS	76,811	
Cash and cash equivalents at beginning of year (Accts. 1130-1160 for Class A; 1120 for Class B)		
Cash and cash equivalents at end of year (Accts. 1130-1160 for Class A; 1120 for Class B)		

IMPORTANT CHANGES DURING THE YEAR

1. Give the name and address of all companies which during the year came under the direct control of the respondent otherwise than through title to securities, stating whether such control is sole or joint, how control was established, names of other parties to a joint agreement for control, the extent of control exercised by each party, and any other pertinent data requisite to a clear understanding of the arrangements relating to control (See Section 32.9000 of the Uniform System of Accounts). Where important details relating to control of a company have changed, give particulars. If during the year a company ceased to be controlled by the respondent, its name and a statement of fact will be sufficient.

None

2. Give the name and address of all companies which during the year came under the indirect control of the respondent through non-reporting intermediaries, stating whether such control is sole or joint, how control was established, names of other parties to a joint agreement for control, the extent of control exercised by each party, the name and address of the intermediary through which the indirect control exists, and any other pertinent data requisite to a clear understanding of the arrangements relating to control (See Section 32.9000 of the Uniform System of Accounts). Where important details relating to control of a company have changed, give particulars. If during the year a company ceased to be controlled by the respondent, its name and a statement of fact will be sufficient.

None

3. Important leaseholds acquired, given, assigned or surrendered, giving effective dates, lengths of terms, names of parties, rents, and other conditions.

None

4. List extension of system (other than additions supplementing existing facilities of the respondent) whether by purchase, construction, donation, or otherwise, such as a substantially complete telephone system, exchange or toll line. Give the location, new territory covered, and dates of beginning operation, and in case of purchase give also the name and address of the company from which purchased, date of acquisition, the consideration given, and reference to Commission authorization.

None

5. Estimated increase or decrease in annual revenues due to important rate changes, giving bases of estimates.

None

6. Obligation incurred or assumed by respondent as guarantor for the performance by another of any agreement or obligation, excluding ordinary commercial paper maturing on demand or not later than one year after date of issue.

None

7. Changes in articles of incorporation or amendments to charter.

None

8. Additional matters of fact (not elsewhere provided for) which respondent may desire to include in its report.

None

AFFILIATE ABBREVIATIONS

In column (b) provide the abbreviation for the name of the affiliate shown in column (a). Limit abbreviations to 10 characters or less. Use these abbreviations when completing the affiliated interest schedules. Insert "Other" in the Abbreviations column if the activity to be reported for a particular record in the Affiliated Interest Transactions or Affiliated Assets and Liabilities schedule represents an aggregation of activity not exceeding the dollar or percentage limits set forth in the header of that schedule.

Name of Affiliate (a)	Abbreviations (b)	
		1
Black Earth Telephone Company	BLACK	2
Central State Telephone Company	CENTRAL	3
Central Region Telephone Systems Services Div	CR-TSSD	4
Mt. Vernon Telephone Company	MT VERNON	5
Other	OTH	6
Suttle Press, Inc.	SUTTLE	7
TDS Computing Services, Inc.	TDS/CS	8
TDS Telecommunications, Inc.	TDS-TEL	9
Telephone Systems Services Division, Inc. Chicago	TSSD-CHIC	10
Telephone Systems Services Division, Inc. Madison	TSSD-MDN	11

AFFILIATED INTEREST TRANSACTIONS

Provide a summary of transactions under established affiliated interest contracts and arrangements (see Wis. Stat. § 196.52, for "affiliated interest" definitions). Use the space below to report transactions with individual affiliates and multiple affiliated interest agreements or, at the utility's option, with individual affiliates and a single agreement. Activity associated with affiliated contracts or arrangements not in excess of \$25,000 or 5 percent of the equity of the utility, whichever is smaller, may be aggregated in a single record. For utilities whose intrastate gross operating revenues of the previous year exceeded \$100,000,000, individual contracts or arrangements not exceeding \$100,000 may be aggregated in a single record. Where an affiliate is both providing and receiving service use one record to show billings to and a second record for billings from. When billings to or from an affiliate are recorded on the books of the utility, the records underlying such billings shall be sufficient to show all the detail maintained to identify the associated accounts related to the billing and categorize billings according to the account categories shown below.

Particulars (a)	(b)	(c)	(d)	(e)	
Docket	05 -TI- 1024	None	05 -TI- 124	05 -TI-124	
Name of Affiliate	OTH	SUTTLE	TDS/CS	TDS-TEL	1
Designate whether billed to or from:	FROM	FROM	FROM	FROM	2
Cost Based (C), Market Price (M), Prevailing Price (P), Tariff (T), Other (O)	C	M	C	C	3
Revenues	0	0	0	202	4
Expenses:					
Plant Specific Operations Expense	0	0	0	1,199	5
Plant Nonspecific Operations Expense	0	12	4,790	90,563	6
Customer Operations Expense	197	1,767	87,317	110,305	7
Corporate Operations Expense	1,628	0	21,689	288,124	8
Total Operating Expenses	1,825	1,779	113,796	490,191	9
Other:					
Plant Accounts	5,469	0	0	86,038	10
Accumulated Depreciation	0	0	0	0	11
Accumulated Amortization	0	0	0	0	12
Clearing	317	0	0	1,330	13
All Other	1,364	0	59	4,039	14
Total	8,975	1,779	113,855	581,800	15
Percent of affiliate's business billed to all affiliated regulated utilities		58.60			16
If cost based, rate of return on equity or markup incorporated in billings	0.00		15.10	0.00	17
Footnotes					

AFFILIATED ASSETS AND LIABILITIES

This schedule should be used to report affiliated activity concerning balances at the end of the year for the following accounts: 1120, Cash and Equivalents; 1160, Temporary Investments; 1180, Telecommunications Accounts Receivable; 1190, Other Accounts Receivable; 1210, Interest and Dividends Receivable; 1401, Investment in Affiliated Companies; 4010, Accounts Payable; and 4260, Advances from Affiliated Companies. Amounts at the end of the year for each affiliate should be identified by respective affiliate and account number. Report information below consecutively by respective account number; affiliated amounts of less than \$5,000 may be reported in aggregate as "other" for a particular account. Affiliated amounts recorded in accounts 1200, Notes Receivable, 1408, Sinking Funds, and 4020, Notes Payable, should not be reported in this schedule, but rather in the respective schedules contained elsewhere in this report.

Name of Affiliate (a)	Account Number (b)	Balance EOY (c)	
Telephone Systems Services Division, Inc. Madison	1190	76,114	1
Other	4010	6,548	2
Telephone Systems Services Division, Inc. Chicago	4010	7,541	3
Telephone Systems Services Division, Inc. Madison	4010	44,119	4

ACCOUNTS RECEIVABLE NET WRITE OFFS - TELECOMMUNICATIONS

This schedule should be used to report accounts receivable net write off activity.

Particulars (a)	Amount (b)	
Collection of amounts previously written off	0	1
Uncollectibles written off during the year	0	2
Net write offs during the year	0	

NOTES RECEIVABLE (ACCT. 1200) AND ALLOWANCES (ACCT. 1201)

For affiliates, list by issue or note by affiliate. Other, list by issue or note by entity. Separately identify economic development loans and associated particulars.

Name of Maker and purpose (a)	Issue Date (b)	Maturity (c)	Interest Rate (d)	Amount EOY (e)	Allowance Acct. 1201 (f)
----------------------------------------------	-------------------------------	-------------------------	----------------------------------	-------------------------------	-----------------------------------------

INVESTMENTS IN NONAFFILIATED COMPANIES (ACCT. 1402)

Name (a)	Balance EOY (b)	
RTB Class B Stock	28,384	1
Other:		
RTB CLASS C STOCK	4,000	2
Total Investments in Nonaffiliated Companies	32,384	

NONREGULATED INVESTMENTS (ACCT. 1406)

Report below the name and end-of-year balance of total net investment and inventory (accts. 1406.10, 1406.11 and 1406.12) for each nonregulated activity. Telephone utilities not subject to dual jurisdiction should report materials and supplies held for resale in account 1406.

Name (a)	Balance EOY (b)	
Total Net Investment and Inventory (Accts. 1406.10, 1406.11, and 1406.12):		
Terminal Equipment	23,054	1

DEFERRED MAINTENANCE AND RETIREMENTS (ACCT. 1438)

List items individually by Commission approval noting the date of approval.

Description of Item (a)	Balance EOY (b)	
None	0	1
Total	0	

TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B

Plant Account (a)	Account (b)	Balance FOY (c)	Additions (d)	
GENERAL SUPPORT ASSETS				
Land	2111	22,292	0	1
Motor Vehicles	2112	111,230	49,040	2
Aircraft	2113	0	0	3
Special Purpose Vehicles	2114	0	0	4
Garage Work Equipment	2115	0	0	5
Other Work Equipment	2116	117,720	8,702	6
Buildings	2121	353,692	1,438	7
Furniture	2122	34,895	0	8
Office Equipment	2123	50,109	0	9
General Purpose Computers	2124	362,127	89,300	10
TOTAL--GENERAL SUPPORT ASSETS:		1,052,065	148,480	
CENTRAL OFFICE ASSETS				
Analog Electronic Switching	2211	0	0	11
Digital Electronic Switching	2212	1,665,217	1,188	12
Electro-Mechanical Switching	2215	0	0	13
Operator Systems	2220	0	0	14
Radio Systems	2231	0	0	15
Circuit Equipment	2232	898,660	26,095	16
TOTAL--CENTRAL OFFICE ASSETS:		2,563,877	27,283	
INFORMATION ORIGATION/TERMINATION ASSETS				
Station Apparatus	2311	0	0	17
Customer Premises Wiring	2321	0	0	18
Large Private Branch Exchanges	2341	0	0	19
Public Telephone Terminal Equipment	2351	39,887	0	20
Other Terminal Equipment	2362	0	0	21
TOTAL--INFORMATION ORIG/TERM ASSETS:		39,887	0	
CABLE WIRE FACILITIES ASSETS				
Poles	2411	30,081	0	22
Aerial Cable	2421	201,897	2,756	23
Underground Cable	2422	71,327	1,574	24
Buried Cable	2423	4,357,619	432,292	25
Submarine Cable	2424	0	0	26
Deep Sea Cable	2425	0	0	27
Intrabuilding Network Cable	2426	0	0	28
Aerial Wire	2431	2,092	58	29
Conduit Systems	2441	25,257	433	30
TOTAL--CABLE WIRE FACILITIES ASSETS:		4,688,273	437,113	
AMORTIZABLE ASSETS				
Capital Leases	2681	0	0	31

TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B (cont.)

Account (e)	Retirements (f)	Transfers / Adjustments (g)	Balance EOY (h)	
2111	0	0	22,292	1
2112	33,571	0	126,699	2
2113	0	0	0	3
2114	0	0	0	4
2115	0	0	0	5
2116	0	0	126,422	6
2121	0	0	355,130	7
2122	0	0	34,895	8
2123	0	0	50,109	9
2124	47,900	0	403,527	10
	81,471	0	1,119,074	
2211	0	0	0	11
2212	0	0	1,666,405	12
2215	0	0	0	13
2220	0	0	0	14
2231	0	0	0	15
2232	0	0	924,755	16
	0	0	2,591,160	
2311	0	0	0	17
2321	0	0	0	18
2341	0	0	0	19
2351	0	0	39,887	20
2362	0	0	0	21
	0	0	39,887	
2411	394		29,687	22
2421	11,297	0	193,356	23
2422	0	0	72,901	24
2423	18,680	0	4,771,231	25
2424	0	0	0	26
2425	0	0	0	27
2426	0	0	0	28
2431	0	0	2,150	29
2441	0	0	25,690	30
	30,371	0	5,095,015	
2681	0	0	0	31

TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B

Plant Account (a)	Account (b)	Balance FOY (c)	Additions (d)	
AMORTIZABLE ASSETS				
Leasehold Improvements	2682	0	0	32
Intangibles	2690	0	0	33
TOTAL--AMORTIZABLE ASSETS:		0	0	
TOTAL TELECOM. PLANT IN SERVICE	2001	8,344,102	612,876	
Less: Allocation to Nonregulated Activity - EOY	2001			34
NET REG. TOTAL TELE. PLANT IN SERV. - EOY	2001			

Explain all amounts shown in column (g).

TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B (cont.)

Account (e)	Retirements (f)	Transfers / Adjustments (g)	Balance EOY (h)	
2682	0	0	0	32
2690	0	0	0	33
	0	0	0	
	111,842	0	8,845,136	
2001				34
			8,845,136	

TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B (SUB-CLASS ACCOUNTS)

Report telecommunications plant data for each subaccount where primary plant accounts have subclassifications. Amounts pertaining to subaccount 2212.4, Test Equipment, should be reported in account 2212.2, Digital Switching - Central Office; amounts for subaccounts 2231.3, Microwave, 2231.4, Cellular, 2231.5, Mobile Radio, and 2231.6, Paging, should be included in 2231.2, Other Radio Facilities; amounts pertaining to subaccounts 2232.4, Digital Data Services, 2232.5, Digital Circuit - Subscriber, 2232.6, Digital Circuit - Trunk - Toll, and 2232.7, Concentrators, should be reported in 2232.1, Digital Circuit Equipment. Any other separate accounting for telephone plant at an individual telephone company should be consolidated and reported in the primary accounts as defined in the uniform system of accounts.

Plant Subaccount (a)	Subaccount (b)	Balance FOY (c)	Additions (d)	
Office Support Equipment	2123.1	3,964	0	1
Company Communications Equipment	2123.2	46,145	0	2
Software	2212.1	131,788	0	3
Digital Switching - Central Office	2212.2	999,311	1,188	4
Digital Switching - Remote	2212.3	534,118	0	5
Step by Step Switching	2215.1	0	0	6
Crossbar Switching	2215.2	0	0	7
Satellite and Earth Station Facilities	2231.1	0	0	8
Other Radio Facilities	2231.2	0	0	9
Digital Circuit Equipment	2232.1	707,997	26,095	10
Analog Circuit Equipment	2232.2	0	0	11
Light Wave Circuit Equipment	2232.3	190,663	0	12
Aerial Cable - Nonmetallic	2421.1	201,897	0	13 c
Aerial Cable - Metallic	2421.2	0	2,756	14 c
Underground Cable - Nonmetallic	2422.1	4,370	0	15
Underground Cable - Metallic	2422.2	66,957	1,574	16
Buried Cable - Nonmetallic	2423.1	506,010	5,190	17
Buried Cable - Metallic	2423.2	3,851,609	427,102	18
Submarine Cable - Nonmetallic	2424.1	0	0	19
Submarine Cable - Metallic	2424.2	0	0	20
Intrabuilding Cable - Nonmetallic	2426.1	0	0	21
Intrabuilding Cable - Metallic	2426.2	0	0	22

Explain all amounts shown in column (g).

TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B (SUB-CLASS ACCOUNTS)
(cont.)

Subaccount (e)	Retirements (f)	Transfers / Adjustments (g)	Balance EOY (h)	
2123.1	0	0	3,964	1
2123.2	0	0	46,145	2
2212.1	0	0	131,788	3
2212.2	0	0	1,000,499	4
2212.3	0	0	534,118	5
2215.1	0	0	0	6
2215.2	0	0	0	7
2231.1	0	0	0	8
2231.2	0	0	0	9
2232.1	0	0	734,092	10
2232.2	0	0	0	11
2232.3	0	0	190,663	12
2421.1	0	(198,900)	2,997	13 c
2421.2	11,297	198,900	190,359	14 c
2422.1	0	0	4,370	15
2422.2	0	0	68,531	16
2423.1	0	0	511,200	17
2423.2	18,680	0	4,260,031	18
2424.1	0	0	0	19
2424.2	0	0	0	20
2426.1	0	0	0	21
2426.2	0	0	0	22

ACCUMULATED DEPRECIATION CLASS A & B

Primary Plant Account (a)	Acct (b)	Balance FOY (c)	Depr Rate (d)	Annual Accrual (e)	Additional Accrual (f)
GENERAL SUPPORT ASSETS					
Motor Vehicles	2112	65,501	14.29	21,860	0 1
Aircraft	2113	0	.0	0	0 2
Special Purpose Vehicles	2114	0	.0	0	0 3
Garage Work Equipment	2115	0	.0	0	0 4
Other Work Equipment	2116	85,765	11.11	13,320	0 5
Buildings	2121	160,843	3.33	11,784	0 6
Furniture	2122	11,567	7.14	2,496	0 7
Office Equipment	2123	32,115	12.59	6,336	0 8
General Purpose Computers	2124	154,003	12.5	49,295	0 9
Total-- GENERAL SUPPORT ASSETS		509,794		105,091	0
CENTRAL OFFICE ASSETS					
Analog Electronic Switching	2211	0	.0	0	0 10
Digital Electronic Switching	2212	932,417	11.92	184,631	0 11
Electro-Mechanical Switching	2215	0	.0	0	0 12
Operator Systems	2220	0	.0	0	0 13
Radio Systems	2231	0	.0	0	0 14
Circuit Equipment	2232	387,886	10.61	95,028	0 15
Total-- CENTRAL OFFICE ASSETS		1,320,303		279,659	0
INFORMATION ORIG/TERM ASSETS					
Station Apparatus	2311	0	.0	0	0 16
Customer Premises Wiring	2321	0	.0	0	0 17
Large Private Branch Exchanges	2341	0	.0	0	0 18
Public Telephone Terminal Equipment	2351	18,020	10.0	3,984	0 19
Other Terminal Equipment	2362	0	.0	0	0 20
Total-- INFORMATION ORIG/TERM ASSETS		18,020		3,984	0
CABLE WIRE FACILITIES ASSETS					
Poles	2411	31,175	12.5	9,522	0 21
Aerial Cable	2421	108,550	7.02	25,719	0 22
Underground Cable	2422	21,289	4.0	2,881	0 23
Buried Cable	2423	1,308,928	14.86	204,635	0 24
Submarine Cable	2424	0	.0	0	0 25
Deep Sea Cable	2425	0	.0	0	0 26
Intrabuilding Network Cable	2426	0	.0	0	0 27
Aerial Wire	2431	(10,922)	.0	3,504	0 28

ACCUMULATED DEPRECIATION CLASS A & B (cont.)

Acct (g)	Retired (h)	Cost of Removal (i)	Salvage (j)	Other (k)	Balance EOY (l)	
2112	33,571	0	7,982	0	61,772	1
2113	0	0	0	0	0	2
2114	0	0	0	0	0	3
2115	0	0	0	0	0	4
2116	0	0	0	0	99,085	5
2121	0	0	0	0	172,627	6
2122	0	0	0	0	14,063	7
2123	0	0	0	0	38,451	8
2124	47,900	0	0	0	155,398	9
	81,471	0	7,982	0	541,396	
2211	0	0	0	0	0	10
2212	0	0	0	0	1,117,048	11
2215	0	0	0	0	0	12
2220	0	0	0	0	0	13
2231	0	0	0	0	0	14
2232	0	0	0	0	482,914	15
	0	0	0	0	1,599,962	
2311	0	0	0	0	0	16
2321	0	0	0	0	0	17
2341	0	0	0	0	0	18
2351	0	0	0	0	22,004	19
2362	0	0	0	0	0	20
	0	0	0	0	22,004	
2411	394	0	0	0	40,303	21
2421	11,297	7,034	0	0	115,938	22
2422	0	0	0	0	24,170	23
2423	18,680	1,213	0	0	1,493,670	24
2424	0	0	0	0	0	25
2425	0	0	0	0	0	26
2426	0	0	0	0	0	27
2431	0	217	0	0	(7,635)	28

ACCUMULATED DEPRECIATION CLASS A & B

Primary Plant Account (a)	Acct (b)	Balance FOY (c)	Depr Rate (d)	Annual Accrual (e)	Additional Accrual (f)
CABLE WIRE FACILITIES ASSETS					
Conduit Systems	2441	10,069	3.33	809	0 29
Total-- CABLE WIRE FACILITIES ASSETS		1,469,089		247,070	0
Total Accumulated Depreciation	3100	3,317,206		635,804	0
Less: Allocation to Nonregulated Activity - Columns e, f and I	3100				30
Net Regulated Total Accum Depreciation - 3100 Columns e, f and I				635,804	0

ACCUMULATED DEPRECIATION CLASS A & B (cont.)

Acct (g)	Retired (h)	Cost of Removal (i)	Salvage (j)	Other (k)	Balance EOY (l)	
2441	0	0	0	0	10,878	29
	30,371	8,464	0	0	1,677,324	
3100	111,842	8,464	7,982	0	3,840,686	
3100						30
3100					3,840,686	

ACCUMULATED DEPRECIATION CLASS A & B (SUB-CLASS ACCOUNTS)

Where subclassifications of primary plant accounts are used, report below the accumulated depreciation details for each subaccount. Amounts pertaining to subaccount 2212.4, Test Equipment, should be reported in account 2212.2, Digital Switching - Central Office; amounts for subaccounts 2231.3, Microwave, 2231.4, Cellular, 2231.5, Mobile Radio, and 2231.6, Paging, should be included in 2231.2, Other Radio Facilities; amounts pertaining to subaccounts 2232.4, Digital Data Services, 2232.5, Digital Circuit - Subscriber, 2232.6, Digital Circuit - Trunk - Toll, and 2232.7, Concentrators, should be reported in 2232.1, Digital Circuit Equipment. Any other separate accounting for telephone accumulated depreciation at an individual telephone company should be consolidated and reported in the primary accounts as defined in the uniform system of accounts.

Plant Subaccount (a)	Subacct (b)	Balance FOY (c)	Depr Rate (d)	Annual Accrual (e)	Additional Accrual (f)	
Office Support Equipment	2123.1	1,459	14.29	564	0	1
Company Communications Equipment	2123.2	30,656	12.5	5,772	0	2
Software	2212.1	932,417	50.0	65,892	0	3 c
Digital Switching - Central Office	2212.2	0	7.91	76,811	0	4 c
Digital Switching - Remote	2212.3	0	7.85	41,928	0	5 c
Step by Step Switching	2215.1	0	.0	0	0	6
Crossbar Switching	2215.2	0	.0	0	0	7
Satellite and Earth Station Facilities	2231.1	0	.0	0	0	8
Other Radio Facilities	2231.2	0	.0	0	0	9
Digital Circuit Equipment	2232.1	387,886	9.5	67,788	0	10 c
Analog Circuit Equipment	2232.2	0	.0	0	0	11
Light Wave Circuit Equipment	2232.3	0	14.29	27,240	0	12 c
Aerial Cable - Nonmetallic	2421.1	671	4.58	132	0	13
Aerial Cable - Metallic	2421.2	107,879	7.03	25,587	0	14
Underground Cable - Nonmetallic	2422.1	895	4.07	180	0	15
Underground Cable - Metallic	2422.2	20,394	4.0	2,701	0	16
Buried Cable - Nonmetallic	2423.1	1,209,262	4.59	22,914	0	17
Buried Cable - Metallic	2423.2	99,666	15.75	181,721	0	18
Submarine Cable - Nonmetallic	2424.1	0	.0	0	0	19
Submarine Cable - Metallic	2424.2	0	.0	0	0	20
Intrabuilding Cable - Nonmetallic	2426.1	0	.0	0	0	21
Intrabuilding Cable - Metallic	2426.2	0	.0	0	0	22

ACCUMULATED DEPRECIATION CLASS A & B (SUB-CLASS ACCOUNTS) (cont.)

Subacct (g)	Retired (h)	Cost of Removal (i)	Salvage (j)	Other (k)	Balance EOY (l)	
2123.1	0	0	0	0	2,023	1
2123.2	0	0	0	0	36,428	2
2212.1	0	0	0	(867,184)	131,125	3 c
2212.2	0	0	0	552,920	629,731	4 c
2212.3	0	0	0	314,264	356,192	5 c
2215.1	0	0	0	0	0	6
2215.2	0	0	0	0	0	7
2231.1	0	0	0	0	0	8
2231.2	0	0	0	0	0	9
2232.1	0	0	0	(87,208)	368,466	10 c
2232.2	0	0	0	0	0	11
2232.3	0	0	0	87,208	114,448	12 c
2421.1	0	0	0	0	803	13
2421.2	11,297	7,034	0	0	115,135	14
2422.1	0	0	0	0	1,075	15
2422.2	0	0	0	0	23,095	16
2423.1	0	0	0	0	1,232,176	17
2423.2	18,680	1,213	0	0	261,494	18
2424.1	0	0	0	0	0	19
2424.2	0	0	0	0	0	20
2426.1	0	0	0	0	0	21
2426.2	0	0	0	0	0	22

NET DEFERRED OPERATING INCOME TAXES (ACCT. 1350, 1410, 1437, 4100, 4340, 4341 & 4361)

This schedule should be used to report the deferred operating income tax portion of the stated accounts. In addition, column (e) of this schedule should be used to report the flowback of property related excess deferred taxes (e.g., 46 percent versus 34 percent federal tax rates). Credit amounts should be shown in ().

Particulars (a)	Balance FOY (b)	
PROPERTY RELATED		
Other Current Assets (1350)	0	1
Other Noncurrent Assets (1410)	0	2
Deferred Tax Regulatory Asset (1437)	5,360	3
Net Current Deferred Operating Income Taxes (4100)	0	4
Net Noncurrent Deferred Operating Income Taxes (4340)	(665,576)	5
Net Deferred Tax Liability Adjustments (4341)	52,846	6
Deferred Tax Regulatory Liability (4361)	(58,208)	7
Net Property Related Deferred Operating Income Taxes	(665,578)	
Less: Allocation to Nonregulated Activity	0	8
Net Regulated Total Property Related Deferred Operating Income Taxes	(665,578)	
NONPROPERTY RELATED		
Other Current Assets (1350)	385	9
Other Noncurrent Assets (1410)	0	10
Deferred Tax Regulatory Asset (1437)	0	11
Net Current Deferred Operating Income Taxes (4100)	0	12
Net Noncurrent Deferred Operating Income Taxes (4340)	14,102	13
Net Deferred Tax Liability Adjustments (4341)	0	14
Deferred Tax Regulatory Liability (4361)	0	15
Total Nonproperty Related Deferred Operating Income Taxes	14,487	

NET DEFERRED OPERATING INCOME TAXES (ACCT. 1350, 1410, 1437, 4100, 4340, 4341 & 4361) (cont.)

Acct (c)	Current Year Accrual (d)	Current Year Amortization (e)	Adjustments Debit or (Credit) (f)	Balance EOY (g)	
7250	0	0	0	0	1
7250	0	0	0	0	2
	(1,037)	0	0	4,323	3
7250	0	0	0	0	4
7250	40,277	0	24,666	(600,633)	5
	(14,565)	0	0	38,281	6
	15,603	0	0	(42,605)	7
	40,278	0	24,666	(600,634)	
	0	0	0	0	8
	40,278	0	24,666	(600,634)	
7250	0	0	(235)	150	9
7250	0	0	0	0	10
	0	0	0	0	11
7250	0	0	0	0	12
7250	0	0	(14,102)	0	13
	0	0	0	0	14
				0	15
	0	0	(14,337)	150	

NOTES PAYABLE (ACCT. 4020)

For affiliate, list note by affiliate. For a particular affiliate, the identical affiliate name, as shown in the Affiliate Abbreviations schedule, should be reported in this schedule. For other, list by note by entity.

Name (a)	Issue Date (b)	Maturity (c)	Interest Rate (d)	Balance EOY (e)	
Affiliated:					
TDS Telecommunications, Inc.	07/01/1996	07/01/1997	.0900	600,000	1
Total Affiliated				<u>600,000</u>	
Total Notes Payable				<u><u>600,000</u></u>	

LONG-TERM DEBT

Report data requested and show total for each long-term debt account at end of year. Information concerning the following debt issues may be reported on individual lines in aggregate: REA/RTB 2%, REA/RTB 5%, & REA/RTB 7%. In addition, REA/RTB and FFB debt, respectively, within a range of 200 basis points may also be reported in aggregate on individual lines. If reported in aggregate, a range of dates may be reported in columns (b) and (c) as well as a range of interest rates in column (d) and a composite interest rate in column (e). If aggregation is not utilized, column (e) should contain the same interest rate as reported in column (d). For account 4050 report only the amount of debt anticipated to be repaid in one year or less.

Description of Debt (a)	Specific or Range of Stated Dates of Issue (b)	Specific or Range of Stated Dates of Maturity (c)	Specific or Range of Interest Rates (d)	
Funded Debt (Account 4210):				
REA/RTB	09/10/1968-06/15/1982	09/19/2000-06/15/2014	2.0000	1
REA/RTB	06/15/1982-10/07/1985	06/15/2011-10/07/2017	5.0000	2
REA/RTB	11/15/1982	11/15/2011	7.0000	3
REA/RTB	09/05/1979-09/28/1992	04/29/2011-03/05/2014	6.1400-7.5000	4
Total Funded Debt				

LONG-TERM DEBT (cont.)

Composite Interest Rate (e)	Held by Utility		Total Principal EOY (h)	Current Maturities Included in Acct. 4050 (i)	Total Amount Outstanding (j)	
	Reacquired Debt Acct. 4240 (f)	Sinking Funds Acct. 1408 (g)				
2.0000	0	0	303,898	39,188	343,086	1
5.0000	0	0	472,091	23,051	495,142	2
7.0000	0	0	39,231	1,634	40,865	3
6.9917	0	0	417,448	17,416	434,864	4
	0	0	1,232,668	81,289	1,313,957	

CAPITAL STOCK ACCOUNTS AT END OF YEAR

In column (a) indicate the stated dividend rate applicable to each series of preferred stock.

Class and Series (a)	Shares Authorized by Charter (b)	Par Value per Share (c)	Call Price End of Year (d)	
COMMON STOCK:				
	30,000	16.00	.00	1
TOTAL COMMON STOCK	30,000			
TOTAL	<u>30,000</u>			

CAPITAL STOCK ACCOUNTS AT END OF YEAR (cont.)

	Acct. 4510 - Capital Stock		Acct. 4530 - Treasury Stock		
	Shares (e)	Amount (f)	Shares (g)	Amount (h)	
COMMON STOCK:					
	27,498	439,968	0	0	1
	27,498	439,968	0	0	
TOTAL	<u>27,498</u>	<u>439,968</u>	<u>0</u>	<u>0</u>	

RETAINED EARNINGS (ACCT. 4550)

Particulars (a)	This Year (b)	Last Year (c)	
Balance-First of Year	2,389,467	2,223,069	1
Changes:			
Balance Transferred from Income	341,814	303,883	2
Dividends Declared:			
Common	150,139	137,490	3
Preferred	0	0	4
Total Dividends Declared	150,139	137,490	
Miscellaneous Debits to Retained Earnings	0	0	5
Miscellaneous Credits to Retained Earnings	0	0	6
Balance--End of Year	<u>2,581,142</u>	<u>2,389,462</u>	

DISTRIBUTION OF TAXES

1. Report hereunder the summary accounts and functions charged with taxes accrued during the year.
2. Where allocation is necessary, explain the basis used.
3. Report in a footnote the amounts and kind of taxes cleared from prepaid taxes, if any.

Summary Account/ Function Charged (a)	Wisconsin License Fee (b)	Wisconsin Income Tax (c)	Federal Income Tax (d)	
Operating Taxes (Accts. 7210 - 7250)	143,884	39,668	137,704	1
Nonoperating Taxes (Accts. 7410 - 7450)		1,642	6,890	2
Extraordinary Items (Accts. 7630 & 7640)				3
Nonregulated Net Income (Acct. 7990)		2,353	9,338	4
Clearing Accounts				5
Construction				6
Payroll Taxes: FICA				7
Payroll Taxes: State Unemployment				8
Payroll Taxes: Federal Unemployment				9
Other (specify):				
TOTAL	<u>143,884</u>	<u>43,663</u>	<u>153,932</u>	

DISTRIBUTION OF TAXES (cont.)

PSC Remainder Assessment (e)	Local Property Tax (f)	State & Local Taxes Other than Wisconsin (g)	Other Taxes (h)	Payroll Taxes (i)	Total (j)	
12,861	0	0	605	0	334,722	1
					8,532	2
					0	3
					11,691	4
					0	5
					0	6
					0	7
					0	8
					0	9
12,861	0	0	605	0	354,945	

REVENUES - CLASS A & B (CLASS B USE ACCOUNTS DESIGNATED BY *)

Particulars (a)	This Year (b)	Last Year (c)	
LOCAL NETWORK SERVICES REVENUES			
Basic Local Service Revenue (5000)*			1
Basic Area Revenue (5001)	886,860	857,499	2
Optional Extended Area Revenue (5002)	0	0	3
Cellular Mobile Revenue (5003)	0	0	4
Other Mobile Services Revenue (5004)	1,645	1,349	5
Public Telephone Revenue (5010)	4,930	3,439	6
Local Private Line Revenue (5040)	3,661	2,008	7
Customer Premises Revenue (5050)	39	196	8
Other Local Exchange Revenue (5060)	85,516	71,809	9
Other Local Exchange Revenue Settlements (5069)	0	0	10
TOTAL BASIC LOCAL SERVICE REVENUE (5000)	982,651	936,300	
NETWORK INTERSTATE ACCESS SERVICES REV.			
End User Revenue (5081)*	168,088	161,631	11
Switched Access Revenue (5082)*	650,236	667,785	12
Special Access Revenue (5083)*	0	0	13
TOTAL INTERSTATE ACCESS REVENUES (5080)	818,324	829,416	
NETWORK INTRASTATE ACCESS SERVICES REV.			
End User Revenue (5084.1)*	0	0	14
Switched Access Revenue (5084.2)*	465,161	432,624	15
Special Access Revenue (5084.3)*	136,226	78,177	16 E
TOTAL INTRASTATE ACCESS REVENUES (5084)	601,387	510,801	
LONG DISTANCE NETWORK SERVICES MESSAGE REV.			
Long Distance Message Revenue (5100)*	0	0	17
Long Distance Inward-Only Revenue (5111)	0	0	18
Long Distance Outward-Only Revenue (5112)	0	0	19
Unidirectional Long Distance Revenue (5110)	0	0	
Long Distance Private Network Revenues			
Subvoice Grade Revenue (5121)	0	0	20
Voice Grade Revenue (5122)	0	0	21
Audio Program Grade Revenue (5123)	0	0	22
Video Program Grade Revenue (5124)	0	0	23
Digital Transmission Revenue (5125)	0	0	24
Switching Revenue (5126)	0	0	25
Other Revenue (5128)	0	0	26
Other Revenue Settlements (5129)	0	0	27
Total Long Distance Private Network Revenue	0	0	
Other Long Distance Revenue (5160)	0	0	28
Other Long Distance Revenue Settlements (5169)	0	0	29
TOTAL LONG DISTANCE NET. SERVICES MESSAGE REV.	0	0	

REVENUES - CLASS A & B (CLASS B USE ACCOUNTS DESIGNATED BY *)

Particulars (a)	This Year (b)	Last Year (c)	
MISCELLANEOUS REVENUES			
Directory Revenue (5230)*	83,145	83,113	30
Rent Revenue (5240)*	1,550	1,696	31
Corporate Operations Revenue (5250)*	0	0	32
Miscellaneous:			
Miscellaneous Revenue (5260)*			33
Special Billing Arrangements Revenue (5261)		0	34
Customer Operations Revenue (5262)	237	0	35
Plant Operations Revenue (5263)	0	0	36
Other Incidental Regulated Revenue (5264)	6,432	778	37 F
Other Revenue Settlements (5269)	952	1,022	38
Total Miscellaneous Revenue (5260)	7,621	1,800	
Interstate Billing and Collection Revenue*	66,456	38,702	39 G
Intrastate Billing and Collection Revenue*	83,764	124,804	40 H
Total Carrier Billing and Collection Revenue (5270)*	150,220	163,506	
Nonregulated Operating Revenue (5280)**			41
TOTAL MISCELLANEOUS REVENUES	242,536	250,115	
GROSS OPERATING REVENUES	2,644,898	2,526,632	
UNCOLLECTIBLE REVENUES			
Uncollectible Revenue (5300)*			42
Uncollectible Revenue--Telecommunications (5301)	2,080	1,906	43
Uncollectible Revenue--Other (5302)	0	0	44
TOTAL UNCOLLECTIBLE REVENUE (5300)	2,080	1,906	
TOTAL OPERATING REVENUES	2,642,818	2,524,726	

** Account 5280 is to be used only by those companies subject to dual jurisdiction.

EXPENSE MATRIX - CLASS A & B

Particulars (a)	Total Last Year (b)	Total This Year (c)	Salaries / Wages (d)	
PLANT SPECIFIC OPERATIONS EXPENSE				
Total Network Support Expense (6110)	4,629	4,452	3,659	1
Less: Nonregulated		0	0	2
Net Regulated	4,629	4,452	3,659	3
Total General Support Expense (6120)	44,760	51,294	6,730	4
Less: Nonregulated		0	0	5
Net Regulated	44,760	51,294	6,730	6
Total Central Office Switching Expense (6210)	67,785	67,322	18,509	7
Less: Nonregulated		0	0	8
Net Regulated	67,785	67,322	18,509	9
Total Operator Systems Expense (6220)	0	0	0	10
Less: Nonregulated		0	0	11
Net Regulated	0	0	0	12
Total Central Office Transmission Expenses (6230)	32,228	16,349	9,822	13
Less: Nonregulated		0	0	14
Net Regulated	32,228	16,349	9,822	15
Total Information Orig. / Term. Expense (6310)	5,071	2,037	1,049	16
Less: Nonregulated		0	0	17
Net Regulated	5,071	2,037	1,049	18
Total Cable and Wire Fac. Expense (6410)	65,161	78,647	42,931	19
Less: Nonregulated		0	0	20
Net Regulated	65,161	78,647	42,931	21
TOTAL PLANT SPECIFIC OPERATIONS EXPENSE	219,634	220,101	82,700	
Less: Nonregulated	0	0	0	
Net Regulated	219,634	220,101	82,700	
PLANT NONSPECIFIC OPERATIONS EXPENSE				
Total Other Property, Plant and Equip. Exp. (6510)	1	2,590	1,786	22
Less: Nonregulated		0	0	23
Net Regulated	1	2,590	1,786	24
Total Network Operations Expense (6530)	120,660	137,872	38,307	25
Less: Nonregulated		0	0	26
Net Regulated	120,660	137,872	38,307	27
Access Expense (6540)		0	0	28
Less: Nonregulated		0	0	29
Net Regulated	0	0	0	30
Total Depreciation and Amortization Expense (6560)	570,080	632,372		31
Less: Nonregulated		0		32
Net Regulated	570,080	632,372		33
TOTAL PLANT NONSPECIFIC OPERATIONS EXP.	690,741	772,834	40,093	
Less: Nonregulated	0	0	0	
Net Regulated	690,741	772,834	40,093	

EXPENSE MATRIX - CLASS A & B (cont.)

Account (e)	Benefits (f)	Rents (g)	Other (h)	Clearances to (from) (i)	
6110	1,808	500	26,305	(27,820)	1
	0	0	0	0	2
	1,808	500	26,305	(27,820)	3
6120	6,763	4,400	33,401	0	4
	0	0	0	0	5
	6,763	4,400	33,401	0	6
6210	11,837	1,254	35,722	0	7
	0	0	0	0	8
	11,837	1,254	35,722	0	9
6220	0	0	0	0	10
	0	0	0	0	11
	0	0	0	0	12
6230	4,932	0	1,595	0	13
	0	0	0	0	14
	4,932	0	1,595	0	15
6310	923	0	65	0	16
	0	0	0	0	17
	923	0	65	0	18
6410	27,877	1,625	6,214	0	19
	0	0	0	0	20
	27,877	1,625	6,214	0	21
	54,140	7,779	103,302	(27,820)	
	0	0	0	0	
	54,140	7,779	103,302	(27,820)	
6510	982	0	(146)	(32)	22
	0		0	0	23
	982		(146)	(32)	24
6530	19,427	0	109,707	(29,569)	25
	0	0	0	0	26
	19,427	0	109,707	(29,569)	27
6540	0	0	0	0	28
	0	0	0	0	29
	0	0	0	0	30
6560			632,372		31
			0		32
			632,372		33
	20,409	0	741,933	(29,601)	
	0	0	0	0	
	20,409	0	741,933	(29,601)	

EXPENSE MATRIX - CLASS A & B

Particulars (a)	Total Last Year (b)	Total This Year (c)	Salaries / Wages (d)	
CUSTOMER OPERATIONS EXPENSE				
Total Marketing (6610)	84,426	97,255	874	34
Less: Nonregulated		0	0	35
Net Regulated	84,426	97,255	874	36
<hr/>				
Total Services (6620)	393,402	389,347	50,791	37
Less: Nonregulated		0	0	38
Net Regulated	393,402	389,347	50,791	39
<hr/>				
TOTAL CUSTOMER OPERATIONS EXPENSE	477,828	486,602	51,665	
Less: Nonregulated	0	0	0	
Net Regulated	477,828	486,602	51,665	
<hr/>				
CORPORATE OPERATIONS EXPENSE				
Total Exec. and Planning (6710)	152,268	84,208	20,707	40
Less: Nonregulated		0	0	41
Net Regulated	152,268	84,208	20,707	42
<hr/>				
Total General and Administrative (6720)	276,849	320,131	11,059	43
Less: Nonregulated		0	0	44
Net Regulated	276,849	320,131	11,059	45
<hr/>				
Provision for Uncollectible Notes Receiv. (6790)		0		46
Less: Nonregulated		0		47
Net Regulated	0	0		48
<hr/>				
TOTAL CORPORATE OPERATIONS EXPENSE	429,117	404,339	31,766	
Less: Nonregulated	0	0	0	
Net Regulated	429,117	404,339	31,766	
<hr/>				
TOTAL EXPENSES	1,817,320	1,883,876	206,224	
Less: Nonregulated	0	0	0	
Net Regulated	1,817,320	1,883,876	206,224	

EXPENSE MATRIX - CLASS A & B (cont.)

Account (e)	Benefits (f)	Rents (g)	Other (h)	Clearances to (from) (i)	
6610	393	550	95,438	0	34
	0	0	0	0	35
	393	550	95,438	0	36
6620	26,266		312,290	0	37
	0		0	0	38
	26,266		312,290	0	39
	26,659	550	407,728	0	
	0	0	0	0	
	26,659	550	407,728	0	
6710	8,301		55,200	0	40
	0		0	0	41
	8,301		55,200	0	42
6720	5,873		303,199	0	43
	0		0	0	44
	5,873		303,199	0	45
6790			0		46
			0		47
			0		48
	14,174	0	358,399	0	
	0	0	0	0	
	14,174	0	358,399	0	
	115,382	8,329	1,611,362	(57,421)	
	0	0	0	0	
	115,382	8,329	1,611,362	(57,421)	

EXPENSE MATRIX - CLASS A & B (DETAIL)

Particulars (a)	Total Last Year (b)	Total This Year (c)	Salaries/ Wages (d)	
Property Held for Future Tele. Use Exp. (6511)		0	0	1
Provisioning Expense (6512)	1	2,590	1,786	2
Total: Reported in Account 6510	1	2,590	1,786	
Depreciat. Exp.--Tele. Plant in Service (6561)	570,080	632,372		3
Depreciat. Exp.--Prop. Held for Future Tele. Use (6562)		0		4
Amortization Expense--Tangible (6563)		0		5
Amortization Expense--Intangible (6564)		0		6
Amortization Expense--Other (6565)		0		7
Total: Reported in Account 6560	570,080	632,372		

EXPENSE MATRIX - CLASS A & B (DETAIL) (cont.)

Account (e)	Benefits (f)	Rents (g)	Other (h)	Clearances to (from) (i)	
6511	0		0	0	1
6512	982		(146)	(32)	2
	982		(146)	(32)	
6561			632,372		3
6562			0		4
6563			0		5
6564			0		6
6565			0		7
			632,372		

OUT-OF-STATE OPERATING REVENUES

1. This schedule is to be completed only by those companies having out-of-state revenues. For the purpose of completing this schedule, and for PSCW use in calculating Wisconsin remainder assessment revenues, out-of-state revenues are specifically defined in headnote 2.
2. Out-of-state revenues are those derived exclusively from communications physically originating outside of Wisconsin. Out-of-state revenues do not include a) access revenues from "inbound" communications originating outside the state, or b) revenues from communications originating in Wisconsin and terminating outside the state, or c) revenues allocable to Wisconsin-based facilities used for communications originating and terminating outside of the state.

Description (a)	This Year (b)	
Out-of-state operating revenues	0	1
Less: current year write-offs of uncollectible accounts - out-of-state utility customers only	0	2
Plus: current year collection of out-of-state utility customer accounts previously written off	0	3
Net out-of-state operating revenues	0	

OTHER INCOME ACCOUNTS (CLASS B USE ACCOUNTS DESIGNATED BY *)

Particulars (a)	This Year (b)	Last Year (c)	
OTHER OPERATING INCOME AND EXPENSE			
Income from Custom Work (7110)*	0	0	1
Return from Nonregulated Use of Regulated Facilities (7130)*	2,052	2,052	2
Gains and (Losses) from Foreign Exchange (7140)	0	0	3
Gains or (Losses) from the Disposition of Land and Artworks (7150)	0	0	4
Other Operating Gains and (Losses) (7160)*	0	0	5
TOTAL OTHER OPERATING INCOME AND (EXPENSE) (7100)*	2,052	2,052	
OPERATING TAXES			
Operating Investment Tax Credits--Net (7210)*	(10,524)	(10,521)	6
Operating Federal Income Taxes (7220)*	189,893	127,685	7
Operating State and Local Income Taxes (7230)*	48,845	32,897	8
Operating Other Taxes (7240)*	157,350	149,622	9
Provision for Deferred Operating Income Taxes--Net (7250)*	(50,842)	18,938	10
TOTAL OPERATING TAXES (7200)*	334,722	318,621	
NONOPERATING INCOME AND EXPENSE			
Dividend Income (7310)*	300	300	11
Interest Income (7320)*	20,178	19,688	12
Income from Sinking and Other Funds (7330)*	0	0	13
Allowance for Funds Used During Construction (7340)*	1,779	818	14
Gains or (Losses) from the Disposition of Certain Property (7350)*	0	0	15
Other Nonoperating Income (7360)*	3,757	0	16
Special Charges (7370)*	3,684	15,294	17
TOTAL NONOPERATING INCOME AND EXPENSE (7300)*	22,330	5,512	
NONOPERATING TAXES			
Nonoperating Investment Tax Credits--Net (7410)*	0	0	18
Nonoperating Federal Income Taxes (7420)*	6,890	1,481	19
Nonoperating State and Local Income Taxes (7430)*	1,642	363	20
Nonoperating Other Taxes (7440)*	0	0	21
Provision for Deferred Nonoperating Income Taxes-Net (7450)*	0	0	22
TOTAL NONOPERATING TAXES (7400)*	8,532	1,844	
INTEREST AND RELATED ITEMS			
Interest on Funded Debt (7510)*	65,579	70,235	23
Interest Expense--Capital Leases (7520)*	0	0	24
Amortization of Debt Issuance Expense (7530)*	306	306	25
Other Interest Deductions (7540)*	54,846	51,524	26
TOTAL INTEREST AND RELATED ITEMS (7500)*	120,731	122,065	
EXTRAORDINARY ITEMS			
Extraordinary Items (7600)*		0	27
Extraordinary Income Credits (7610)	0	0	28
Extraordinary Income Charges (7620)	0	0	29
Current Income Tax Effect of Extraordinary Items--Net (7630)	0	0	30
Provision for Deferred Income Tax Effect of Extraordinary Items--Net (7640)	0	0	31
TOTAL EXTRAORDINARY ITEMS (7600)*	0	0	
NONREGULATED NET INCOME			
Nonregulated Net Income (7990)*	22,475	31,443	32

NONREGULATED NET INCOME (ACCT. 7990)

Particulars (a)	Amount (b)	
Revenues (Acct. 7990.1)		
Gross Sales	155,928	1
Less: Cost of Goods Sold	31,891	2
Net Sales	124,037	3
Expenses (Acct. 7990.2)	101,562	4
Nonregulated Net Income	<u><u>22,475</u></u>	5

List the type of nonregulated activities that company is involved in:

Nonregulated activities include the sale, leasing, installation and maintenance of 1 & 2 line phones, key systems, PBSx and data modems. In addition, nonregulated activities include sales and leasing of mobile and pager equipment where the tariff allows.

If the revenues from an individual nonregulated activity represent in excess of 5% of the total operating revenues for the company, please provide the amounts, as requested above, for that individual activity:

No revenues in excess of 5% of total operating revenues.

DISTRIBUTION OF SALARIES AND WAGES

Description (a)	Amount (b)	
Regulated Expense	206,224	1
Nonregulated Expense	25,996	2
Plant Accounts	52,321	3
Accumulated Depreciation Accounts	0	4
All Other Accounts	52,710	5
Total Salaries and Wages	337,251	6

EMPLOYEE DATA

Compensation includes wages, commissions, bonuses and any other cash allowances paid to employees.

Employee Category (a)	Number of Equivalent Full-Time Employees		Total Compensation (d)	
	FOY (b)	EOY (c)		
Officers	1.00	.00		1
Supervision and Other Management	1.00	1.00	51,179	2
Other Employees	10.00	9.00	273,041	3
Total	12.00	10.00	324,220	

DISTRIBUTION OF SALARIES AND WAGES

Description (a)	Amount (b)	
Regulated Expense	206,224	1
Nonregulated Expense	25,996	2
Plant Accounts	52,321	3
Accumulated Depreciation Accounts	0	4
All Other Accounts	52,710	5
Total Salaries and Wages	337,251	6

EMPLOYEE DATA

Compensation includes wages, commissions, bonuses and any other cash allowances paid to employees.

Employee Category (a)	Number of Equivalent Full-Time Employees		Total Compensation (d)	
	FOY (b)	EOY (c)		
Officers	1.00	.00		1
Supervision and Other Management	1.00	1.00	51,179	2
Other Employees	10.00	9.00	273,041	3
Total	12.00	10.00	324,220	

TELEPHONE CALLS AND MINUTES OF USE PER MONTH

Enter average number, in thousands, of calls and minutes of use per month. The averages may be based on actual counts taken periodically during the year. Please provide level of detail available.

Item (a)	Telephone Calls (000's) (b)	Minutes of Use (000's) (c)	
LOCAL			
Intra-Exchange			1
Extended Area Service			2
Extended Community Calling	0		3
Other Local-Undefined			4
Total Local	0	0	
TOLL			
Operator Handled: State--intraLATA			5
Operator Handled: State--interLATA			6
Operator Handled: Interstate			7
Customer Dialed: State--intraLATA		564	8 B
Customer Dialed: State--interLATA		228	9
Customer Dialed: Interstate		551	10
WATS			11
Other Toll-Undefined			12
Total Toll	0	1,343	
Total Local & Toll	0	1,343	

ACCESS USAGE

Enter number, in thousands, of Billed Minutes.

Description (a)	Billed Minutes (000's)				
	Interstate InterLATA (b)	Intrastate InterLATA (c)	Intrastate IntraLATA (d)	Interstate IntraLATA (e)	
Feature Group A -- Orig.	0	0	0	0	1
Feature Group A -- Term.	0	0	0	0	2
Feature Group B -- Orig.	0	0	0	0	3
Feature Group B -- Term.	11	0	0	3	4
Feature Group C -- Orig.	0	0	0	0	5
Feature Group C -- Term.	0	0	0	0	6
Feature Group D -- Orig.	3,113	1	1,417	3,268	7
Feature Group D -- Term.	3,049	1	1,114	3,057	8

OUTSIDE PLANT STATISTICS AT END OF YEAR

Description of Item (a)	Amount (b)	
Sheath miles of plant - aerial	12	1
Sheath miles of plant - buried	426	2
Sheath miles of plant - fiber optics	39	3
Strand miles of plant - fiber optics	449	4
Route miles of plant - microwave	0	5

SPECIAL ACCESS CIRCUITS IN USE AT END OF YEAR

Circuit Type (a)	InterLATA Chan. Terms. (b)	IntraLATA Chan. Terms. (c)	
Voice grade	1	28	1
56 kbps	3	19	2
64 kbps (DS0)	0	0	3
1.54 Mbps (DS-1)	3	4	4
45 Mbps (DS-3)	0	0	5
SONET OC-1	0	0	6
SONET OC-3	0	0	7
SONET OC-12	0	0	8
SONET OC-48	0	0	9
SONET OC-192	0	0	10

OUTSIDE PLANT STATISTICS AT END OF YEAR

Description of Item (a)	Amount (b)	
Sheath miles of plant - aerial	12	1
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SONET OC-1	0	0	6
SONET OC-3	0	0	7
SONET OC-12	0	0	8
SONET OC-48	0	0	9
SONET OC-192	0	0	10

SERVICE DATA

Access Line--Central office line equipment, or equivalent, and all outside plant facilities, or equivalent, required to connect the serving central office with the customer premises via physical connection, frequency, and/or time slot. From an engineering perspective, a channel connection is at a DS0 level. A DS0 level is a 4 KHz voice or 64 Kilobits/second. Customer--A person who uses a telephone as a subscriber.

Item (a)	FOY (b)	EOY (c)	
Business			
1 Party	405	544	3
2 Party	0	0	4
4 Party	0	0	5
PBX Trunks/System Trunks	12	14	6
Centrex Trunks	0	0	7
Centrex Lines	168	75	8
Key System Trunks	101	106	9
Mobile (Utility Provided Service)	0	0	10
Paging (Utility Provided Service)	16	0	11
FX-Out (Switched)	8	8	12
Pay Telephone			13
Coin-Operated Pay Telephone			14
Independent Pay Telephone Provider			15
Pay Stations - Public	119	19	16
- Semi-Public	5	5	17
- Cust. Owned	0	4	18
Other	0	0	19
Total Business Lines	834	775	20
Residential (Incl. Emp. Concess.)			
1 Party	2,913	2,990	22
2 Party	0	0	23
4 Party	0	0	24
FX-Out (Switched)	1	1	25
Other	1	1	26
Total Residential Lines	2,915	2,992	27
Total Bus & Res Lines	3,749	3,767	28
Company Used Lines	74	100	29
Total Lines Used	3,823	3,867	30

SERVICE DATA (cont.)

Access Line--Central office line equipment, or equivalent, and all outside plant facilities, or equivalent, required to connect the serving central office with the customer premises via physical connection, frequency, and/or time slot. From an engineering perspective, a channel connection is at a DS0 level. A DS0 level is a 4 KHz voice or 64 Kilobits/second. Customer--A person who uses a telephone as a subscriber.

Item (a)	FOY (b)	EOY (c)	
Miscellaneous			
WATS Lines - OutWATS	0	0	3
WATS Lines - 800 Service	0	0	4
FX-In-intraLATA	0	0	5
Special Access-intraLATA			6
(expressed in equiv. access lines)	0	143	7
Special Access-interLATA			8
(expressed in equiv. access lines)	0	76	9
Feature Group A Lines	0	0	10
Feature Group B Trunks	0	0	11
Feature Group C Trunks	0	0	12
Feature Group D Trunks	268	148	13
TSPS - Trunks	24	24	14
EAS - Trunks	22	144	15
Cellular Trunks (Pub. Sw. Net.)	0	0	16
Video Distance Learning			17
- discounted (special tariff)	0	0	18
Customers			
Business - 2 Party Customers	0	0	20
Business - 4 Party Customers	0	0	21
Residential - 2 Party Customers	0	0	22
Residential - 4 Party Customers	0	0	23
Other			
Total Central Office, Info. Orig./Term., & Cable			25
Wire Fac. Assets (based on physical location of plant)			26
	7,292,037	7,726,058	27
Total Company Square Miles	279	279	28
Total Company Route Miles	417	417	29
Footnotes			30

SERVICE DATA - END OF YEAR

Access Line--Central office line equipment, or equivalent, and all outside plant facilities, or equivalent, required to connect the serving central office with the customer premises via physical connection, frequency, and/or time slot. From an engineering perspective, a channel connection is at a DS0 level. A DS0 level is a 4 KHz voice or 64 Kilobits/second. Customer--A person who uses a telephone as a subscriber.

Item (a)	Exchange (b)	Exchange (c)	Exchange (d)	Exchange (e)	
PSCW Exchange ID	0270	0590	1870	3560	1
Business					2
1 Party	32	120	326	60	3
2 Party	0	0	0	0	4
4 Party	0	0	0	0	5
PBX Trunks/System Trunks	0	0	14	0	6
Centrex Trunks	0	0	0	0	7
Centrex Lines	0	64	11	0	8
Key System Trunks	1	9	93	3	9
Mobile (utility provided service)	0	0	0	0	10
Paging (utility provided service)	0	0	0	0	11
FX-Out (Switched)	0	0	8	0	12
Pay Telephone					13
Coin-Operated Pay Telephone					14
Independent Pay Telephone Provider					15
Pay Stations - Public	4	4	7	3	16
- Semi-Public	0	0	5	0	17
- Cust. Owned	2	0	1	1	18
Other		0	0	0	19
Total Business Lines	39	197	465	67	20
Residential (Incl. Emp. Concess.)					21
1 Party	413	666	1,371	415	22
2 Party	0	0	0	0	23
4 Party	0	0	0	0	24
FX-Out (Switched)	0	0	1	0	25
Other	0	0	1	0	26
Total Residential Lines	413	666	1,373	415	27
Total Bus & Res Lines	452	863	1,838	482	28
Company Used Lines	4	18	47	28	29
Total Lines Used	456	881	1,885	510	30

SERVICE DATA - END OF YEAR

Access Line--Central office line equipment, or equivalent, and all outside plant facilities, or equivalent, required to connect the serving central office with the customer premises via physical connection, frequency, and/or time slot. From an engineering perspective, a channel connection is at a DS0 level. A DS0 level is a 4 KHz voice or 64 Kilobits/second. Customer--A person who uses a telephone as a subscriber.

Item (a)	Exchange (b)	Exchange (c)	Exchange (d)	Exchange (e)	
PSCW Exchange ID	6020				1
Business					2
1 Party	6				3
2 Party	0				4
4 Party	0				5
PBX Trunks/System Trunks	0				6
Centrex Trunks	0				7
Centrex Lines	0				8
Key System Trunks	0				9
Mobile (utility provided service)	0				10
Paging (utility provided service)	0				11
FX-Out (Switched)	0				12
Pay Telephone					13
Coin-Operated Pay Telephone					14
Independent Pay Telephone Provider					15
Pay Stations - Public	1				16
- Semi-Public	0				17
- Cust. Owned	0				18
Other	0				19
Total Business Lines	7	0	0	0	20
Residential (Incl. Emp. Concess.)					21
1 Party	125				22
2 Party	0				23
4 Party	0				24
FX-Out (Switched)	0				25
Other	0				26
Total Residential Lines	125	0	0	0	27
Total Bus & Res Lines	132	0	0	0	28
Company Used Lines	3				29
Total Lines Used	135	0	0	0	30

SERVICE DATA - END OF YEAR (cont.)

Access Line--Central office line equipment, or equivalent, and all outside plant facilities, or equivalent, required to connect the serving central office with the customer premises via physical connection, frequency, and/or time slot. From an engineering perspective, a channel connection is at a DS0 level. A DS0 level is a 4 KHz voice or 64 Kilobits/second. Customer--A person who uses a telephone as a subscriber.

Item (a)	Exchange (b)	Exchange (c)	Exchange (d)	Exchange (e)	
PSCW Exchange ID	0270	0590	1870	3560	1
Miscellaneous					2
WATS Lines - OutWATS	0	0	0	0	3
WATS Lines - 800 Service	0	0	0	0	4
FX-In-intraLATA	0	0	0	0	5
Special Access-intraLATA					6
(equiv. access lines)	5	9	128	1	7
Special Access-interLATA					8
(equiv. access lines)	0	0	76	0	9
Feature Group A Lines	0	0	0	0	10
Feature Group B Trunks	0	0	0	0	11
Feature Group C Trunks	0	0	0	0	12
Feature Group D Trunks	0	0	148	0	13
TSPS - Trunks	0	0	24	0	14
EAS - Trunks	0	0	144	0	15
Cellular Trunks (Pub. Sw. Net.)	0	0	0	0	16
Video Distance Learning					17
- discounted (special tariff)	0	0	0	0	18
Customers					19
Business - 2 Party Customers	0	0	0	0	20
Business - 4 Party Customers	0	0	0	0	21
Residential - 2 Party Customers	0	0	0	0	22
Residential - 4 Party Customers	0	0	0	0	23
Other					24
Exchange C.O., Info. Orig./Term., & Cable					25
Wire Fac. Assets (based on physical					26
location of plant)	797,183	1,546,206	3,642,705	1,406,417	27
Exchange Square Miles	75	51	70	54	28
Exchange Route Miles	41	86	134	121	29
Footnotes					30

SERVICE DATA - END OF YEAR (cont.)

Access Line--Central office line equipment, or equivalent, and all outside plant facilities, or equivalent, required to connect the serving central office with the customer premises via physical connection, frequency, and/or time slot. From an engineering perspective, a channel connection is at a DS0 level. A DS0 level is a 4 KHz voice or 64 Kilobits/second. Customer--A person who uses a telephone as a subscriber.

Item (a)	Exchange (b)	Exchange (c)	Exchange (d)	Exchange (e)	
PSCW Exchange ID	6020				1
Miscellaneous					2
WATS Lines - OutWATS	0				3
WATS Lines - 800 Service	0				4
FX-In-intraLATA	0				5
Special Access-intraLATA					6
(equiv. access lines)	0				7
Special Access-interLATA					8
(equiv. access lines)	0				9
Feature Group A Lines	0				10
Feature Group B Trunks	0				11
Feature Group C Trunks	0				12
Feature Group D Trunks	0				13
TSPS - Trunks	0				14
EAS - Trunks	0				15
Cellular Trunks (Pub. Sw. Net.)	0				16
Video Distance Learning					17
- discounted (special tariff)	0				18
Customers					19
Business - 2 Party Customers	0				20
Business - 4 Party Customers	0				21
Residential - 2 Party Customers	0				22
Residential - 4 Party Customers	0				23
Other					24
Exchange C.O., Info. Orig./Term., & Cable					25
Wire Fac. Assets (based on physical					26
location of plant)	333,547				27
Exchange Square Miles	29				28
Exchange Route Miles	35				29
Footnotes					30

MANUFACTURER ABBREVIATIONS

Use these abbreviations when completing the central office data schedule.

Manufacturer Name (a)	Abbreviation (b)	
Alcatel	AL	1
ATTC	ATT	2
GTE	GTE	3
ITT	ITT	4
Nippon Electric	NEC	5
Northern Telecom	NTI	6
Siemens	SI	7
Stromberg-Carlson	SC	8
VIDAR	VI	9

EQUIPMENT ABBREVIATIONS

Use these abbreviations when completing the central office data schedule.

Equipment Type (a)	Abbreviation (b)	
Electromechanical	EM	1
Electronic--Analog	A	2
Electronic--Digital	D	3
Electronic--Video	V	4

MANUFACTURER ABBREVIATIONS

Use these abbreviations when completing the central office data schedule.

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EQUIPMENT ABBREVIATIONS

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Electronic--Digital	D	3
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CENTRAL OFFICE DATA - END OF YEAR

When an exchange has more than one central office, data must be reported for each central office.

Description (a)	Central Off. (b)	Central Off. (c)	Central Off. (d)	Central Off. (e)	
Exchange Name	BAGLEY	BLOOMINGTON	FENNIMORE	MOUNT HOPE	1
PSCW Exchange ID	0270	0590	1870	3560	2
Central Office Name	BAGLEY	BLOOMINGTON	FENNIMORE	MOUNT HOPE	3
PSCW Central Office ID	1	1	1	1	4
Manufacturer of COE (Page 54)	SC	SC	SC	SC	5
Year COE Installed	1992	1992	1990	1990	6
Type of Equipment (Page 54)	D	D	D	D	7
(S)tandalone, (H)ost, (R)emote	R	R	H	R	8
Remote Host PSCW Exchange ID	Fenn	Fenn		FENN	9
Remote Host PSCW Central Office ID	1870	1870	0	1870	10
COE Generic Software Release No.	19.0	19	19	19	11
SS7?	Yes	Yes	Yes	Yes	12
9-1-1?	Yes	Yes	Yes	Yes	13
Access Lines - In Use	456	881	1,885	510	14
- Equipped	540	1,080	2,160	675	15
- Wired	540	1,080	2,160	675	16
Trunks - In Use	0	0	292	0	17
- Equipped	0	0	493	0	18
- Wired	0	0	493	0	19
ISDN Available?	No	No	No	No	20
ISDN Lines - In Use (BRI)	0	0	0	0	21
- In Use (PRI)	0	0	0	0	22
Switched 56 Service?	No	No	No	No	23
Switched 56 lines in use	0	0	0	0	24
Digital Transmission Facilities: DS-1 - In Use	0	13	38	29	25
DS-3 - In Use	0	1	34	3	26
Advanced Data Service Available:					
Packet Switching?	No	No	No	No	27
SMDS?	No	No	No	No	28
Frame Relay?	No	No	No	No	29
ATM (Asynchronous Trans. Mode)?	No	No	No	No	30
Video Information - Service Available?	No	No	No	No	31
- In Use (# lines) ¹	0	0	0	0	32
Fiber Transmission Facilities:					
No. of fiber strands entering C.O.	0	2,210	64	28	33
No. of fiber strands working (LIT) in C.O.	0	10	14	14	34
No. of fiber strands for interoffice use	0	10	32	8	35
Miles of fiber sheath in wire center	0	10	19	10	36
Access Tandem Serving this C.O.:					
- C.O. Name	BOSCOBEL	BOSCOBEL	BOSCOBEL	BOSCOBEL	37
- PSCW C.O. ID	0640-01	0640-01	0640-01	0640-01	38
Does this C.O. do access tandem switching?	No	No	No	No	39
Equal Access: InterLATA (1+)?	Yes	Yes	Yes	Yes	40
Equal Access: IntraLATA (1+)?	No	No	No	No	41
Footnotes					42

¹ Teleco provided end-to-end facility.

CENTRAL OFFICE DATA - END OF YEAR

When an exchange has more than one central office, data must be reported for each central office.

Description (a)	Central Off. (b)	Central Off. (c)	Central Off. (d)	Central Off. (e)	
Exchange Name	WOODMAN				1
PSCW Exchange ID	6020				2
Central Office Name	WOODMAN				3
PSCW Central Office ID	1				4
Manufacturer of COE (Page 54)	SC				5
Year COE Installed	1990				6
Type of Equipment (Page 54)	D				7
(S)tandalone, (H)ost, (R)emote	R				8
Remote Host PSCW Exchange ID	1870				9
Remote Host PSCW Central Office ID	1				10
COE Generic Software Release No.	19.0				11
SS7?	Yes				12
9-1-1?	Yes				13
Access Lines - In Use	135				14
- Equipped	137				15
- Wired	137				16
Trunks - In Use	0				17
- Equipped	0				18
- Wired	0				19
ISDN Available?	No				20
ISDN Lines - In Use (BRI)					21
- In Use (PRI)					22
Switched 56 Service?	No				23
Switched 56 lines in use					24
Digital Transmission Facilities: DS-1 - In Use	0				25
DS-3 - In Use	0				26
Advanced Data Service Available:					
Packet Switching?	No				27
SMDS?	No				28
Frame Relay?	No				29
ATM (Asynchronous Trans. Mode)?	No				30
Video Information - Service Available?	No				31
- In Use (# lines) ¹					32
Fiber Transmission Facilities:					
No. of fiber strands entering C.O.	0				33
No. of fiber strands working (LIT) in C.O.	0				34
No. of fiber strands for interoffice use	0				35
Miles of fiber sheath in wire center	0				36
Access Tandem Serving this C.O.:					
- C.O. Name	BOSCOBEL				37
- PSCW C.O. ID	0640-01				38
Does this C.O. do access tandem switching?	No				39
Equal Access: InterLATA (1+)?	Yes				40
Equal Access: IntraLATA (1+)?	No				41
Footnotes					42

¹ Teleco provided end-to-end facility.

GENERAL, SCHEDULE LEVEL AND SCHEDULE LINE FOOTNOTES

General Footnote

Schedule Footnotes**Identification and Ownership Footnote. Page 7**

Schedule Line Footnotes

- A)** Contact Gerald Ringlund at (608) 845-4554 with questions on page 47, page 48, page 49 Special Access circuits only, page 50 lines 1-31, and page 52 lines 1-35. Contact Dave Esser at (608) 845-4530 with questions on page 49 Outside Plant only, page 52 lines 36-44, page 53 and page 55.
- B)** The information requested by number of telephoen calls in column (b) is not available due to a change in our companies method of tracking call traffic. we no longer track by the number of calls.
- C)** Amounts listed in columns (g) and (k) are reclasses between accounts, transfers with affiliates, or adjustments to the beginning balances pulled in incorrectly from last years report.
- E)** Special access revenues increased in 1996 due to an increase in the number of special access circuits.
- F)** Other incidental regulated revenues increased in 1996 due to compensation for 9-1-1 services started in 1996.
- G)** Interstate billing and collections revenue increased in 1996 due to programming development charges for an inter-exchange carrier in 1996.
- H)** Intrastate billing and collection revenue decreased in 1996 due to rate change from Ameritech that resulted in a straight rate for all Wisconsin companies.