



4004

# ANNUAL REPORT

OF

Name: THE PEOPLES TELEPHONE COMPANY

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Principal Office: 201 STARK STREET  
P.O. BOX 98  
RANDOLPH, WI 53956

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For the Year Ended: DECEMBER 31, 1996

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## 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 MURRAY H. GREER of  
(Person responsible for accounts)

THE PEOPLES TELEPHONE COMPANY , 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.

MURRAY H. GREER 05/01/1997  
(Person responsible for accounts) (Date)

VICE PRESIDENT AND CONTROLLER  
(Title)

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**ANNUAL TELECOMMUNICATIONS REPORT GLOSSARY OF TERMS**

<b>Access Line</b>	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.
<b>Analog Signal</b>	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.
<b>Cellular System</b>	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.
<b>Central Office</b>	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.
<b>Centrex</b>	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).
<b>Channel</b>	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.
<b>Customer</b>	A person who uses a telephone as a subscriber.
<b>Digital Signal</b>	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.
<b>Equal Access</b>	The ability of the subscriber to use any long distance service by dialing the same number of digits.
<b>Exchange</b>	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.
<b>Extended Area Service (EAS)</b>	The ability of a customer to call customers in other exchanges at no additional charge or at an additional charge per tariff.
<b>Extended Community Calling (ECC)</b>	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.
<b>Feature Group A</b>	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**

<b>Feature Group B</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.
<b>Feature Group C</b>	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.
<b>Feature Group D</b>	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.
<b>FX-IN</b>	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.
<b>FX-OUT</b>	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.
<b>Host Switching System</b>	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.
<b>Local Access Transport Area (LATA)</b>	A geographic area within which an operating company may offer its telecommunications services.
<b>Mobile Telephone</b>	A service which provides radio telephone communication from a mobile vehicle to another vehicle or to a regular telephone.
<b>Paging</b>	A service which provides one-way signal or voice communication over a radio channel to a miniature receiver carried by the customer.
<b>Pair</b>	Two wires of a single circuit.
<b>Pay Station</b>	A telephone which normally requires all users to deposit one or more coins or use a credit card to complete a call.
<b>Private Line Service</b>	Channel or circuit rented for private use and not intended to be connected to the general distribution system.
<b>Private Branch Exchange (PBX)</b>	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.
<b>Radio Common Carrier (RCC)</b>	A company which furnishes public telecommunications service using one or more radio channels.
<b>Remote Switching Unit (RSU)</b>	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**

<b>Route Miles</b>	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"><li>1. One mile of roadway with any combination of outside plant facilities on any number of rights-of-way.</li><li>2. One mile of a cross country route with any combination of outside plant facilities.</li><li>3. One mile of point-to-point microwave or radio link.</li><li>4. One mile of plant on either side of a limited access highway or natural barrier, such as a navigable waterway.</li><li>5. One mile of joint use line where the utility either owns the facility or leases space.</li></ol>
<b>Stand Alone Switch</b>	A central office switch which has no remote switching units (RSUs) subtending it.
<b>Trunk</b>	A communications path connecting two switching systems in the establishment of an end-to-end connection.
<b>Wide Area Telephone Service (WATS)</b>	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.
<b>Wire Center</b>	The location of one or more local switching systems. A point at which customers' loops converge.

**ABBREVIATIONS USED IN ANNUAL REPORTS**

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

**IDENTIFICATION AND OWNERSHIP**

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**Exact Utility Name:** THE PEOPLES TELEPHONE COMPANY x  
**Utility Location:** 201 STARK STREET  
P.O. BOX 98  
RANDOLPH, WI 53956

**Utility Web Site Address:**

**When was utility organized?:** 01/01/1901

**Report any change in name and the effective date:**

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**Officer in charge of correspondence concerning this report**

---

**Name:** MR CLAY BAILEY  
**Title:** DIRECTOR OF REGULATORY AFFAIRS

**Office Address:** P.O. BOX 111  
LA CROSSE , WI 54602-0111

**Fax Number:** (608) 796 - 5437  
**Telephone Number:** (608) 796 - 5405  
**Email Address:** DBRAUND@CTENET.COM

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

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**Name:**  
**Title:**

**Office Address:**

**Fax Number:**  
**Telephone Number:**  
**Email Address:**

---

**Person responsible for financial information contained in report**

---

**Name:** MR CLAY BAILEY  
**Title:** DIRECTOR OF REGULATORY AFFAIRS

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**Person responsible for statistical information contained in report**

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### IDENTIFICATION AND OWNERSHIP

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**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).**

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<b>Name:</b>	PECOCO, INC.
<b>Address:</b>	201 STARK STREET PO BOX 98 RANDOLPH           , WI 53956-0001
<b>Number of Shares Held:</b>	2,768
<b>Beneficial Owner:</b>	NONE

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

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**Company Name:**  
**Form of Interest:**  
**Extent Of Interest:**

**INCOME STATEMENT - TOTAL COMPANY**

Particulars (a)	This Year (b)	Last Year (c)	
Operating Revenues (5000-5300)	4,610,274	4,396,819	1
<b>Operating Expenses</b>			
Plant Specific Operations Expense (6110-6410)	740,248	540,546	2
Plant Nonspecific Operations Expense	1,023,805	1,350,267	3
Customer Operations Expense (6610-6620)	536,009	377,413	4
Corporate Operations Expense (6710-6790)	1,217,312	1,177,503	5
Other Operating Income and Expense (7100)	(5,319)	500	6
Operating Taxes (7200)	456,784	385,202	7
<b>Total Operating Expenses</b>	<b>3,979,477</b>	<b>3,830,431</b>	<b>8</b>
<b>Net Operating Income</b>	<b>630,797</b>	<b>566,388</b>	<b>9</b>
<b>Other Income</b>			
Nonoperating Income and Expense (7300)	246,284	279,872	10
Nonoperating Taxes (7400)	25,513	15,135	11
Interest and Related Items (7500)	390,228	390,490	12
Extraordinary Items (7600)	0	0	13
Nonregulated Net Income (7990)	(50,749)	(27,429)	14
<b>Total Nonoperating Income</b>	<b>(220,206)</b>	<b>(153,182)</b>	<b>15</b>
<b>Net Income</b>	<b>410,591</b>	<b>413,206</b>	<b>16</b>

**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.)

**PENSION PLAN - COMPANY PARTICIPATES IN THE NTCA SAVINGS PLAN USING THE DEFINED CONTRIBUTION OPTION.**

**UNBILLED REVENUES - TOLL/ACCESS REVENUES WHICH ARE UNBILLED AT THE END OF THE YEAR ARE ACCRUED IN THE PERIOD EARNED AND APPROXIMATE ACTUAL REVENUE BILLED AND RECEIVED AT A LATER DATE.**

**DEPRECIATION - BOOK DEPRECIATION IS RECORDED ON THE STRAIGHT LINE METHOD. TAX DEPRECIATION IS RECORDED ON A DEFERRED BASIS DUE TO ACCELERATED DEPRECIATION METHODS BEING USED FOR TAX PURPOSES.**

**INCOME TAXES - INCOME TAXES ARE RECORDED ON A SEPARATE CORPORATION BASIS FOR BOOK PURPOSES. FOR FEDERAL INCOME TAX PURPOSES, THE COMPANY IS INCLUDED IN A CONSOLIDATED RETURN WITH PECOCO, INC. AND SUBSIDIARIES.**

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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.

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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.

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

Particulars (a)	Balance--EOY (b)	Balance--FOY (c)	
<b>CURRENT ASSETS</b>			
<b>CASH AND EQUIVALENTS</b>			
Cash and Equivalents (1120 )*	2,389,257	1,810,545	1
Cash (1130 )		0	2
Special Cash Deposits (1140 )		0	3
Working Cash Advances (1150 )		0	4
Temporary Investments (1160 )		0	5
<b>TOTAL CASH AND EQUIVALENTS</b>	<b>2,389,257</b>	<b>1,810,545</b>	
<b>RECEIVABLES AND ALLOWANCES FOR DOUBTFUL ACCOUNTS</b>			
Telecommunications Accounts Receivable (1180 )*	385,290	377,819	6
Accounts Receivable Allowance-Telecom (1181 )*	0	0	7
<b>Net: Telecommunications Accounts Receivable</b>	<b>385,290</b>	<b>377,819</b>	
Other Accounts Receivable (1190 )*	723,174	640,942	8
Accounts Receivable Allowance--Other (1191 )*	0	0	9
<b>Net: Other Accounts Receivable</b>	<b>723,174</b>	<b>640,942</b>	
Notes Receivable (1200 )*	0	0	10
Notes Receivable Allowance (1201 )*	0	0	11
<b>Net: Notes Receivable</b>	<b>0</b>	<b>0</b>	
Interest and Dividends Receivable (1210 )*	0	0	12
<b>TOTAL RECEIVABLES AND ALLOWANCES FOR DOUBTFUL</b>	<b>1,108,464</b>	<b>1,018,761</b>	
<b>SUPPLIES</b>			
Inventories (1220 )*	48,847	34,540	13
<b>TOTAL SUPPLIES</b>	<b>48,847</b>	<b>34,540</b>	
<b>PREPAYMENTS</b>			
Total Prepayments (1280 )*	73,684	140,071	14
Prepaid Rents (1290 )		0	15
Prepaid Taxes (1300 )		0	16
Prepaid Insurance (1310 )		0	17
Prepaid Directory Expenses (1320 )		0	18
Other Prepayments (1330 )		0	19
<b>TOTAL PREPAYMENTS</b>	<b>73,684</b>	<b>140,071</b>	
<b>OTHER CURRENT ASSETS</b>			
Other Current Assets (1350 )*	4,858	15,309	20
<b>TOTAL OTHER CURRENT ASSETS</b>	<b>4,858</b>	<b>15,309</b>	
<b>TOTAL CURRENT ASSETS</b>	<b>3,625,110</b>	<b>3,019,226</b>	
<b>NONCURRENT ASSETS</b>			
<b>INVESTMENTS</b>			
Investment in Affiliated Companies (1401 )*	0	0	21
Investments in Nonaffiliated Companies (1402 )*	985,918	2,088,323	22
Nonregulated Investments (1406 )*	154,559	73,517	23
Unamortized Debt Issuance Expense (1407 )*	14,063	14,799	24
Sinking Funds (1408 )*	0	0	25

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

Particulars (a)	Balance--EOY (b)	Balance--FOY (c)	
<b>NONCURRENT ASSETS</b>			
<b>INVESTMENTS</b>			
Other Noncurrent Assets (1410 )*	33,851	88,815	26
<b>TOTAL INVESTMENTS</b>	<b>1,188,391</b>	<b>2,265,454</b>	
<b>DEFERRED CHARGES</b>			
Deferred Tax Regulatory Asset (1437 )*	760	16,370	27
Deferred Maintenance and Retirements (1438 )*	0	0	28
Deferred Charges (1439 )*	0	0	29
<b>TOTAL DEFERRED CHARGES</b>	<b>760</b>	<b>16,370</b>	
<b>TOTAL NONCURRENT ASSETS</b>	<b>1,189,151</b>	<b>2,281,824</b>	
<b>PLANT</b>			
<b>TELECOMMUNICATIONS PLANT IN SERVICE</b>			
Telecommunications Plant in Service (2001 )*	13,569,915	13,840,464	30
Less: Accumulated Depreciation (3100 )*	5,666,072	7,622,301	31
Less: Accumulated Amortization--Capitalized Leases (3410 )*	3,905	781	32
Less: Accumulated Amortization--Leasehold Improvements (3420 )*	199,611	140,365	33
Less: Accumulated Amortization--Intangible (3500 )*	0	0	34
<b>NET TELECOMMUNICATIONS PLANT IN SERVICE</b>	<b>7,700,327</b>	<b>6,077,017</b>	
<b>PROPERTY HELD FOR FUTURE USE</b>			
Prop. Held for Future Telecommun. Use (2002 )*	0	0	35
Less: Accumulated Depreciation--Held for Future Telecommunications Use (3200 )*	0	0	36
<b>NET PROPERTY HELD FOR FUTURE USE</b>	<b>0</b>	<b>0</b>	
<b>NONOPERATING PLANT</b>			
Nonoperating Plant (2006 )*	0	0	37
Less: Accumulated Depreciation--Nonoperating (3300 )*	0	0	38
<b>NET NONOPERATING PLANT</b>	<b>0</b>	<b>0</b>	
<b>TPUC</b>			
TPUC (2003 )*	17,992	2,171,837	39
<b>TOTAL TPUC</b>	<b>17,992</b>	<b>2,171,837</b>	
<b>TELECOMMUNICATIONS PLANT ADJUSTMENT</b>			
Telecommunications Plant Adjustment (2005 )*	0	0	40
Less: Accumulated Amortization--Other (3600 )*	0	0	41
<b>NET TELECOMMUNICATIONS PLANT ADJUSTMENT</b>	<b>0</b>	<b>0</b>	
<b>TOTAL PLANT</b>	<b>7,718,319</b>	<b>8,248,854</b>	
<b>TOTAL ASSETS AND OTHER DEBITS*</b>	<b>12,532,580</b>	<b>13,549,904</b>	

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

Particulars (a)	Balance--EOY (b)	Balance--FOY (c)	
<b>CURRENT LIABILITIES</b>			
Accounts Payable (4010 )*	409,109	744,968	1
Notes Payable (4020 )*	0	0	2
Advance Billing and Payments (4030 )*	195	3,497	3
Customer Deposits (4040 )*	0	0	4
Current Maturities--Long-Term Debt (4050 )*	223,500	232,400	5
Current Maturities--Capital Leases (4060 )*	2,883	2,623	6
Income Taxes--Accrued (4070 )*	0	0	7
Other Taxes--Accrued (4080 )*	454	1,554	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 )*	72,480	64,783	11
Other Current Liabilities (4130 )*	0	27,000	12
<b>TOTAL CURRENT LIABILITIES*</b>	<b>708,621</b>	<b>1,076,825</b>	
<b>LONG-TERM DEBT</b>			
Funded Debt (4210 )*	6,490,906	6,714,000	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 )*	9,494	12,378	17
Advances from Affiliated Companies (4260 )*	0	0	18
Other Long-Term Debt (4270 )*	0	0	19
<b>TOTAL LONG-TERM DEBT*</b>	<b>6,500,400</b>	<b>6,726,378</b>	
<b>OTHER LIABILITIES AND DEFERRED CREDITS</b>			
Other Long-Term Liabilities (4310 )*	0	0	20
Unamortized Operating ITC--Net (4320 )*	149,410	190,147	21
Unamortized Nonoperating ITC--Net (4330 )*	487	804	22
Net Noncurrent Deferred Operating Income Taxes (4340 )*	633,760	556,935	23
Net Deferred Tax Liability Adjustments (4341 )*	(130,634)	(153,582)	24
Net Noncurrent Deferred Nonoperating Income Taxes (4350 )*	74,422	92,445	25
Other Deferred Credits (4360 )*	47,592	55,469	26
Deferred Tax Regulatory Liability (4361 )*	182,063	215,031	27
<b>TOTAL OTHER LIABILITIES AND DEFERRED CREDITS*</b>	<b>957,100</b>	<b>957,249</b>	
<b>STOCKHOLDERS' EQUITY</b>			
Capital Stock (4510 )*	138,400	138,400	28
Additional Paid-in Capital (4520 )*	0	0	29
Treasury Stock (4530 )*	0	0	30
Other Capital (4540 )*	(1,400)	40,536	31
Retained Earnings (4550 )*	4,229,459	4,610,516	32
<b>TOTAL STOCKHOLDERS' EQUITY*</b>	<b>4,366,459</b>	<b>4,789,452</b>	
<b>TOTAL LIABILITIES AND OTHER CREDITS*</b>	<b>12,532,580</b>	<b>13,549,904</b>	

**STATEMENT OF CASH FLOWS**

Item (a)	Amount (b)	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Net Income	410,591	1
<b>Adjustments to Reconcile Net Income to Net Cash Provided by Operating Activities:</b>		
Depreciation and amortization	925,970	2
Interest during construction	(8,251)	3
<b>Changes in assets and liabilities:</b>		
Current assets (net)	(27,172)	4
Other noncurrent assets	69,838	5
Other current liabilities	(359,564)	6
Other liabilities and deferred credits	(149)	7
<b>Other (specify):</b>		
<b>TOTAL ADJUSTMENTS</b>	<b>600,672</b>	
<b>NET CASH PROVIDED BY OPERATING ACTIVITIES (NET INCOME &amp; ADJUST.)</b>	<b>1,011,263</b>	
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
<b>Capital Expenditures:</b>		
Changes in plant (net)	(387,184)	8
Investments in affiliated companies	0	9
Nonoperating Investments	1,021,363	10
<b>Other (specify):</b>		
<b>NET CASH USING IN INVESTING ACTIVITIES</b>	<b>634,179</b>	
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Change in capital lease obligations (net)	(2,624)	11
Change in long-term debt (net)	(230,522)	12
Net changes in stockholder equity other than retained earnings	(41,936)	13
Change in short term borrowing (net)	0	14
Dividends paid	(791,648)	15
Miscellaneous debits/credits to retained earnings	0	16
<b>Other (specify):</b>		
<b>Net Cash Provided by Financing Activities</b>	<b>(1,066,730)</b>	
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	<b>578,712</b>	
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.

**THE PEOPLES TELEPHONE COMPANY CHANGED ITS NAME TO CENTURY TELEPHONE OF SOUTHERN WISCONSIN, INC. ON JANUARY 17, 1997. THE PARENT COMPANY, PECOCO, INC., BECAME A WHOLLY-OWNED SUBSIDIARY OF CENTURY TELEPHONE ENTERPRISES, INC. ON JANUARY 17, 1997.**

**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.

<b>Name of Affiliate (a)</b>	<b>Abbreviations (b)</b>	
Cable Layers, Inc.	CLI	<b>1</b>
Fairwater-Brandon-Alto Telephone Company	FBA	<b>2</b>
Other	OTH	<b>3</b>
Peoples Broadband Communications Systems Inc.	PBB	<b>4</b>
Pecoco, Inc.	PEC	<b>5</b>

**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	4590-AT-101	4590-AT-101	4590-AT-101	4590-AT-101	
Name of Affiliate	CLI	CLI	FBA	FBA	1
Designate whether billed to or from:	FROM	TO	FROM	TO	2
Cost Based (C), Market Price (M), Prevailing Price (P), Tariff (T), Other (O)	C	C	C	C	3
Revenues		7,553		59,563	4
<b>Expenses:</b>					
Plant Specific Operations Expense	29,735		41,093		5
Plant Nonspecific Operations Expense	100		2,259		6
Customer Operations Expense	395		15,601		7
Corporate Operations Expense	2,575		37,849		8
<b>Total Operating Expenses</b>	<b>32,805</b>	<b>0</b>	<b>96,802</b>	<b>0</b>	<b>9</b>
<b>Other:</b>					
Plant Accounts	116,360		8,463		10
Accumulated Depreciation					11
Accumulated Amortization					12
Clearing			6,303		13
All Other	43	71,986	5,997	407,430	14
<b>Total</b>	<b>149,208</b>	<b>79,539</b>	<b>117,565</b>	<b>466,993</b>	<b>15</b>
Percent of affiliate's business billed to all affiliated regulated utilities					16
If cost based, rate of return on equity or markup incorporated in billings	16.94		15.10		17
Footnotes					

**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	4590-AT-101	4590-AT-101	4590-AT-101	4590-AT-101	
Name of Affiliate	PBB	PBB	PEC	PEC	1
Designate whether billed to or from:	FROM	TO	FROM	TO	2
Cost Based (C), Market Price (M), Prevailing Price (P), Tariff (T), Other (O)	O	C	C	C	3
Revenues		58,900		3,367	4
<b>Expenses:</b>					
Plant Specific Operations Expense	772		54,026		5
Plant Nonspecific Operations Expense					6
Customer Operations Expense			1,130		7
Corporate Operations Expense			117,311		8
<b>Total Operating Expenses</b>	<b>772</b>	<b>0</b>	<b>172,467</b>	<b>0</b>	<b>9</b>
<b>Other:</b>					
Plant Accounts			884		10
Accumulated Depreciation					11
Accumulated Amortization					12
Clearing			29,187		13
All Other		509,195	168	134,697	14
<b>Total</b>	<b>772</b>	<b>568,095</b>	<b>202,706</b>	<b>138,064</b>	<b>15</b>
Percent of affiliate's business billed to all affiliated regulated utilities	0.00				16
If cost based, rate of return on equity or markup incorporated in billings			11.94		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)	
Cable Layers, Inc.	1190	6,135	<b>1</b>
Fairwater-Brandon-Alto Telephone Company	1190	52,930	<b>2</b>
Peoples Broadband Communications Systems Inc.	1190	48,422	<b>3</b>
Pecoco, Inc.	1190	64,123	<b>4</b>
Cable Layers, Inc.	4010	14,416	<b>5</b>
Fairwater-Brandon-Alto Telephone Company	4010	15,177	<b>6</b>
Peoples Broadband Communications Systems Inc.	4010	308	<b>7</b>
Pecoco, Inc.	4010	41,273	<b>8</b>

**ACCOUNTS RECEIVABLE NET WRITE OFFS - TELECOMMUNICATIONS**

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

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

**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.

<b>Name of Maker and purpose (a)</b>	<b>Issue Date (b)</b>	<b>Maturity (c)</b>	<b>Interest Rate (d)</b>	<b>Amount EOY (e)</b>	<b>Allowance Acct. 1201 (f)</b>
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**INVESTMENTS IN NONAFFILIATED COMPANIES (ACCT. 1402)**

Name (a)	Balance EOY (b)	
RTB Class B Stock	218,700	1
<b>Other:</b>		
WITS/ACCESS WISCONSIN	89,900	2
US INTELCO	27,518	3
CELLULAR PARTNERSHIP	649,800	4
<b>Total Investments in Nonaffiliated Companies</b>	<b>985,918</b>	

**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)	
<b>Total Net Investment and Inventory ( Accts. 1406.10, 1406.11, and 1406.12 ):</b>		
NET LEASED STATION EQUIPMENT	14,010	<b>1</b>
NET INTERNET EQUIPMENT	98,712	<b>2</b>
NET LEASED CENTREX EQUIPMENT	5,571	<b>3</b>
NET MISCELLANEOUS PHYSICAL PROPERTY	0	<b>4</b>
MATERIALS AND SUPPLIES	36,266	<b>5</b>

**DEFERRED MAINTENANCE AND RETIREMENTS (ACCT. 1438)**

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

<b>Description of Item (a)</b>	<b>Balance EOY (b)</b>
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**TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B**

Plant Account (a)	Account (b)	Balance FOY (c)	Additions (d)	
<b>GENERAL SUPPORT ASSETS</b>				
Land	2111	38,715	3,900	1
Motor Vehicles	2112	380,665	0	2
Aircraft	2113	0	0	3
Special Purpose Vehicles	2114	11,335	0	4
Garage Work Equipment	2115	827	0	5
Other Work Equipment	2116	295,636	27,787	6 D
Buildings	2121	509,912	33,887	7
Furniture	2122	105,588	46,437	8 E
Office Equipment	2123	231,098	5,679	9 F
General Purpose Computers	2124	569,053	38,059	10
<b>TOTAL--GENERAL SUPPORT ASSETS:</b>		<b>2,142,829</b>	<b>155,749</b>	
<b>CENTRAL OFFICE ASSETS</b>				
Analog Electronic Switching	2211	0		11
Digital Electronic Switching	2212	3,354,410	2,040,289	12 G
Electro-Mechanical Switching	2215	0	0	13
Operator Systems	2220	0	0	14
Radio Systems	2231	7,020	0	15
Circuit Equipment	2232	651,548	23,375	16 H
<b>TOTAL--CENTRAL OFFICE ASSETS:</b>		<b>4,012,978</b>	<b>2,063,664</b>	
<b>INFORMATION ORIGATION/TERMINATION ASSETS</b>				
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	47,523	2,131	20
Other Terminal Equipment	2362	878	0	21
<b>TOTAL--INFORMATION ORIG/TERM ASSETS:</b>		<b>48,401</b>	<b>2,131</b>	
<b>CABLE WIRE FACILITIES ASSETS</b>				
Poles	2411	13,944	0	22
Aerial Cable	2421	13,741	0	23
Underground Cable	2422	0	0	24
Buried Cable	2423	7,307,604	212,269	25
Submarine Cable	2424	0	0	26
Deep Sea Cable	2425	0	0	27
Intrabuilding Network Cable	2426	0	0	28
Aerial Wire	2431	0	0	29
Conduit Systems	2441	33,361	2,913	30
<b>TOTAL--CABLE WIRE FACILITIES ASSETS:</b>		<b>7,368,650</b>	<b>215,182</b>	
<b>AMORTIZABLE ASSETS</b>				
Capital Leases	2681	15,618	0	31

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

<b>Account (e)</b>	<b>Retirements (f)</b>	<b>Transfers / Adjustments (g)</b>	<b>Balance EOY (h)</b>	
2111	0		42,615	1
2112	58,637		322,028	2
2113	0		0	3
2114	11,335		0	4
2115	0		827	5
2116	10,844	2,617	315,196	6 D
2121	6,837		536,962	7
2122	7,785	(1,313)	142,927	8 E
2123	6,618	1,965	232,124	9 F
2124	7,861		599,251	10
	<b>109,917</b>	<b>3,269</b>	<b>2,191,930</b>	
2211	0		0	11
2212	2,752,570	(3,741)	2,638,388	12 G
2215	0	0	0	13
2220			0	14
2231	0	0	7,020	15
2232	0	3,741	678,664	16 H
	<b>2,752,570</b>	<b>0</b>	<b>3,324,072</b>	
2311	0		0	17
2321	0		0	18
2341	0		0	19
2351	145		49,509	20
2362	0		878	21
	<b>145</b>	<b>0</b>	<b>50,387</b>	
2411	0		13,944	22
2421	0	0	13,741	23
2422	0	0	0	24
2423	11,506	0	7,508,367	25
2424	0	0	0	26
2425	0		0	27
2426	0	0	0	28
2431	0		0	29
2441	0		36,274	30
	<b>11,506</b>	<b>0</b>	<b>7,572,326</b>	
2681	0		15,618	31

**TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B**

Plant Account (a)	Account (b)	Balance FOY (c)	Additions (d)	
<b>AMORTIZABLE ASSETS</b>				
Leasehold Improvements	2682	251,988	165,540	<b>32</b>
Intangibles	2690	0	0	<b>33</b>
<b>TOTAL--AMORTIZABLE ASSETS:</b>		<b>267,606</b>	<b>165,540</b>	
<b>TOTAL TELECOM. PLANT IN SERVICE</b>	<b>2001</b>	<b>13,840,464</b>	<b>2,602,266</b>	
Less: Allocation to Nonregulated Activity - EOY	2001			<b>34</b>
<b>NET REG. TOTAL TELE. PLANT IN SERV. - EOY</b>	<b>2001</b>			

Explain all amounts shown in column (g).

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

<b>Account (e)</b>	<b>Retirements (f)</b>	<b>Transfers / Adjustments (g)</b>	<b>Balance EOY (h)</b>	
2682	1,946		415,582	32
2690			0	33
	1,946	0	431,200	
	2,876,084	3,269	13,569,915	
2001			38,124	34
			13,531,791	

**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	74,953	849	<b>1</b>
Company Communications Equipment	2123.2	156,145	4,830	<b>2 I</b>
Software	2212.1	3,354,410	112,300	<b>3 J</b>
Digital Switching - Central Office	2212.2	0	1,927,989	<b>4 K</b>
Digital Switching - Remote	2212.3	0		<b>5</b>
Step by Step Switching	2215.1	0		<b>6</b>
Crossbar Switching	2215.2	0		<b>7</b>
Satellite and Earth Station Facilities	2231.1	7,020		<b>8</b>
Other Radio Facilities	2231.2	0		<b>9</b>
Digital Circuit Equipment	2232.1	285,217	13,880	<b>10 L</b>
Analog Circuit Equipment	2232.2	0		<b>11</b>
Light Wave Circuit Equipment	2232.3	366,331	9,495	<b>12</b>
Aerial Cable - Nonmetallic	2421.1	13,741		<b>13 Y</b>
Aerial Cable - Metallic	2421.2	0		<b>14 Z</b>
Underground Cable - Nonmetallic	2422.1	0		<b>15</b>
Underground Cable - Metallic	2422.2	0		<b>16</b>
Buried Cable - Nonmetallic	2423.1	899,190	8,654	<b>17</b>
Buried Cable - Metallic	2423.2	6,408,414	203,615	<b>18</b>
Submarine Cable - Nonmetallic	2424.1	0		<b>19</b>
Submarine Cable - Metallic	2424.2	0		<b>20</b>
Intrabuilding Cable - Nonmetallic	2426.1	0		<b>21</b>
Intrabuilding Cable - Metallic	2426.2	0		<b>22</b>

Explain all amounts shown in column (g).

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

<b>Subaccount (e)</b>	<b>Retirements (f)</b>	<b>Transfers / Adjustments (g)</b>	<b>Balance EOY (h)</b>	
2123.1	2,268		<b>73,534</b>	<b>1</b>
2123.2	4,350	1,965	<b>158,590</b>	<b>2 I</b>
2212.1		(3,354,410)	<b>112,300</b>	<b>3 J</b>
2212.2	2,752,570	3,350,669	<b>2,526,088</b>	<b>4 K</b>
2212.3			<b>0</b>	<b>5</b>
2215.1			<b>0</b>	<b>6</b>
2215.2			<b>0</b>	<b>7</b>
2231.1			<b>7,020</b>	<b>8</b>
2231.2			<b>0</b>	<b>9</b>
2232.1		3,741	<b>302,838</b>	<b>10 L</b>
2232.2			<b>0</b>	<b>11</b>
2232.3			<b>375,826</b>	<b>12</b>
2421.1		(13,741)	<b>0</b>	<b>13 Y</b>
2421.2		13,741	<b>13,741</b>	<b>14 Z</b>
2422.1			<b>0</b>	<b>15</b>
2422.2			<b>0</b>	<b>16</b>
2423.1			<b>907,844</b>	<b>17</b>
2423.2	11,506		<b>6,600,523</b>	<b>18</b>
2424.1			<b>0</b>	<b>19</b>
2424.2			<b>0</b>	<b>20</b>
2426.1			<b>0</b>	<b>21</b>
2426.2			<b>0</b>	<b>22</b>

**ACCUMULATED DEPRECIATION CLASS A & B**

Primary Plant Account (a)	Acct (b)	Balance FOY (c)	Depr Rate (d)	Annual Accrual (e)	Additional Accrual (f)
<b>GENERAL SUPPORT ASSETS</b>					
Motor Vehicles	2112	216,694		46,636	1A
Aircraft	2113	0			2
Special Purpose Vehicles	2114	11,335	20.0		3
Garage Work Equipment	2115	190	7.92	66	4
Other Work Equipment	2116	200,453	9.09	27,429	5M
Buildings	2121	248,368	3.13	16,503	6
Furniture	2122	54,320	7.5	9,971	7
Office Equipment	2123	189,478		27,037	8N
General Purpose Computers	2124	435,036	20.0	122,366	9B
<b>Total-- GENERAL SUPPORT ASSETS</b>		<b>1,355,874</b>		<b>250,008</b>	<b>0</b>
<b>CENTRAL OFFICE ASSETS</b>					
Analog Electronic Switching	2211	0			10
Digital Electronic Switching	2212	3,049,302		184,632	11O
Electro-Mechanical Switching	2215	0			12
Operator Systems	2220	0			13
Radio Systems	2231	7,020			14
Circuit Equipment	2232	284,778		63,256	15P
<b>Total-- CENTRAL OFFICE ASSETS</b>		<b>3,341,100</b>		<b>247,888</b>	<b>0</b>
<b>INFORMATION ORIG/TERM ASSETS</b>					
Station Apparatus	2311	0			16
Customer Premises Wiring	2321	0			17
Large Private Branch Exchanges	2341	0			18
Public Telephone Terminal Equipment	2351	43,305	12.5	6,089	19
Other Terminal Equipment	2362	878	12.5		20
<b>Total-- INFORMATION ORIG/TERM ASSETS</b>		<b>44,183</b>		<b>6,089</b>	<b>0</b>
<b>CABLE WIRE FACILITIES ASSETS</b>					
Poles	2411	13,944	11.7		21
Aerial Cable	2421	8,074		765	22C
Underground Cable	2422	0			23
Buried Cable	2423	2,852,317		359,813	24
Submarine Cable	2424	0			25
Deep Sea Cable	2425	0			26
Intrabuilding Network Cable	2426	0			27
Aerial Wire	2431	0			28

**ACCUMULATED DEPRECIATION CLASS A & B (cont.)**

Acct (g)	Retired (h)	Cost of Removal (i)	Salvage (j)	Other (k)	Balance EOY (l)	
2112	58,637		23,350		228,043	1 A
2113	0				0	2
2114	11,335				0	3
2115	0				256	4
2116	10,844		6,471	2,617	226,126	5 M
2121	6,837				258,034	6
2122	7,785		3,109		59,615	7
2123	6,618			1,081	210,978	8 N
2124	7,861		378		549,919	9 B
	<b>109,917</b>	<b>0</b>	<b>33,308</b>	<b>3,698</b>	<b>1,532,971</b>	
2211	0				0	10
2212	2,752,570		15,000	(1,914)	494,450	11 O
2215	0				0	12
2220					0	13
2231	0				7,020	14
2232	0			1,914	349,948	15 P
	<b>2,752,570</b>	<b>0</b>	<b>15,000</b>	<b>0</b>	<b>851,418</b>	
2311	0				0	16
2321	0				0	17
2341	0				0	18
2351	145				49,249	19
2362	0				878	20
	<b>145</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>50,127</b>	
2411	0				13,944	21
2421	0			0	8,839	22 C
2422	0				0	23
2423	11,506		469		3,201,093	24
2424	0				0	25
2425	0				0	26
2426	0				0	27
2431	0				0	28

**ACCUMULATED DEPRECIATION CLASS A & B**

<b>Primary Plant Account (a)</b>	<b>Acct (b)</b>	<b>Balance FOY (c)</b>	<b>Depr Rate (d)</b>	<b>Annual Accrual (e)</b>	<b>Additional Accrual (f)</b>
<b>CABLE WIRE FACILITIES ASSETS</b>					
Conduit Systems	2441	6,807	2.5	873	<b>29</b>
<b>Total-- CABLE WIRE FACILITIES ASSETS</b>		<b>2,881,142</b>		<b>361,451</b>	<b>0</b>
<b>Total Accumulated Depreciation</b>		<b>3100</b>	<b>7,622,299</b>	<b>865,436</b>	<b>0</b>
Less: Allocation to Nonregulated Activity - Columns e, f and I	3100			3,612	<b>30</b>
<b>Net Regulated Total Accum Depreciation - 3100 Columns e, f and I</b>				<b>861,824</b>	<b>0</b>

**ACCUMULATED DEPRECIATION CLASS A & B (cont.)**

<b>Acct (g)</b>	<b>Retired (h)</b>	<b>Cost of Removal (i)</b>	<b>Salvage (j)</b>	<b>Other (k)</b>	<b>Balance EOY (l)</b>	
2441	0				7,680	<b>29</b>
	<b>11,506</b>	<b>0</b>	<b>469</b>	<b>0</b>	<b>3,231,556</b>	
<b>3100</b>	<b>2,874,138</b>	<b>0</b>	<b>48,777</b>	<b>3,698</b>	<b>5,666,072</b>	
3100					23,669	<b>30</b>
<b>3100</b>					<b>5,642,403</b>	

**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.

<b>Plant Subaccount (a)</b>	<b>Subacct (b)</b>	<b>Balance FOY (c)</b>	<b>Depr Rate (d)</b>	<b>Annual Accrual (e)</b>	<b>Additional Accrual (f)</b>	
Office Support Equipment	2123.1	74,953	19.0	849		1
Company Communications Equipment	2123.2	114,525	16.67	26,188		2 Q
Software	2212.1	3,049,302	10.0	10,294		3 R
Digital Switching - Central Office	2212.2	0	6.67	174,338		4 S
Digital Switching - Remote	2212.3	0				5
Step by Step Switching	2215.1	0				6
Crossbar Switching	2215.2	0				7
Satellite and Earth Station Facilities	2231.1	7,020	9.5			8
Other Radio Facilities	2231.2	0				9
Digital Circuit Equipment	2232.1	171,452	9.5	27,703		10 T
Analog Circuit Equipment	2232.2	0				11
Light Wave Circuit Equipment	2232.3	113,326	9.5	35,553		12
Aerial Cable - Nonmetallic	2421.1	8,074	5.0			13 1
Aerial Cable - Metallic	2421.2	0	5.0	765		14 2
Underground Cable - Nonmetallic	2422.1	0				15
Underground Cable - Metallic	2422.2	0				16
Buried Cable - Nonmetallic	2423.1	115,330	4.17	37,586		17
Buried Cable - Metallic	2423.2	2,736,987	5.0	322,227		18
Submarine Cable - Nonmetallic	2424.1	0				19
Submarine Cable - Metallic	2424.2	0				20
Intrabuilding Cable - Nonmetallic	2426.1	0				21
Intrabuilding Cable - Metallic	2426.2	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	2,268				73,534	1
2123.2	4,350			1,081	137,444	2 Q
2212.1				(3,049,302)	10,294	3 R
2212.2	2,752,570		15,000	3,047,388	484,156	4 S
2212.3					0	5
2215.1					0	6
2215.2					0	7
2231.1					7,020	8
2231.2					0	9
2232.1				1,914	201,069	10 T
2232.2					0	11
2232.3					148,879	12
2421.1				(8,074)	0	13 1
2421.2				8,074	8,839	14 2
2422.1					0	15
2422.2					0	16
2423.1					152,916	17
2423.2	11,506		469		3,048,177	18
2424.1					0	19
2424.2					0	20
2426.1					0	21
2426.2					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)	
<b>PROPERTY RELATED</b>		
Other Current Assets (1350 )	0	1
Other Noncurrent Assets (1410 )	0	2
Deferred Tax Regulatory Asset (1437 )	0	3
Net Current Deferred Operating Income Taxes (4100 )	0	4
Net Noncurrent Deferred Operating Income Taxes (4340 )	(565,073)	5
Net Deferred Tax Liability Adjustments (4341 )	0	6
Deferred Tax Regulatory Liability (4361 )	0	7
<b>Net Property Related Deferred Operating Income Taxes</b>	<b>(565,073)</b>	
Less: Allocation to Nonregulated Activity		8
<b>Net Regulated Total Property Related Deferred Operating Income Taxes</b>	<b>(565,073)</b>	
<b>NONPROPERTY RELATED</b>		
Other Current Assets (1350 )	11,363	9
Other Noncurrent Assets (1410 )	88,815	10
Deferred Tax Regulatory Asset (1437 )	16,370	11
Net Current Deferred Operating Income Taxes (4100 )	0	12
Net Noncurrent Deferred Operating Income Taxes (4340 )	8,138	13
Net Deferred Tax Liability Adjustments (4341 )	153,582	14
Deferred Tax Regulatory Liability (4361 )	(215,031)	15
<b>Total Nonproperty Related Deferred Operating Income Taxes</b>	<b>63,237</b>	

**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	1
7250				0	2
				0	3
7250	0			0	4
7250	(140,705)			(705,778)	5
				0	6
				0	7
	<b>(140,705)</b>	<b>0</b>	<b>0</b>	<b>(705,778)</b>	
				0	8
	<b>(140,705)</b>	<b>0</b>	<b>0</b>	<b>(705,778)</b>	
7250	(10,449)			914	9
7250	(27,991)		(26,973)	33,851	10
	(15,610)			760	11
7250	0			0	12
7250	63,880			72,018	13
	(22,948)			130,634	14
	32,968			(182,063)	15
	<b>19,850</b>	<b>0</b>	<b>(26,973)</b>	<b>56,114</b>	

**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)
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**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)	
<b>Funded Debt (Account 4210):</b>				
REA 2%	04/23/1962-01/18/1968	04/23/1997-01/18/2004	2.0000	1
REA 5%	07/20/1982	07/20/2017	5.0000	2
RTB 6.04%	05/22/1995	05/22/2016	6.0400	3
RTB 6.14%	06/11/1992	06/11/2016	6.1400	4
RTB 8%	08/31/1979	08/31/2014	8.0000	5
<b>Total Funded Debt</b>				

**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			48,057	38,900	86,957	1
5.0000			3,793,495	108,400	3,901,895	2
6.0400			431,195	13,000	444,195	3
6.1400			1,247,184	35,600	1,282,784	4
8.0000			970,975	27,600	998,575	5
	<b>0</b>	<b>0</b>	<b>6,490,906</b>	<b>223,500</b>	<b>6,714,406</b>	

**CAPITAL STOCK ACCOUNTS AT END OF YEAR**

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

<b>Class and Series (a)</b>	<b>Shares Authorized by Charter (b)</b>	<b>Par Value per Share (c)</b>	<b>Call Price End of Year (d)</b>
<b>COMMON STOCK:</b>			
COMMON STOCK	4,000	50.00	1
<b>TOTAL COMMON STOCK</b>	<b>4,000</b>		
<b>TOTAL</b>	<b><u>4,000</u></b>		

**CAPITAL STOCK ACCOUNTS AT END OF YEAR (cont.)**

	Acct. 4510 - Capital Stock		Acct. 4530 - Treasury Stock		
	Shares (e)	Amount (f)	Shares (g)	Amount (h)	
<b>COMMON STOCK:</b>					
COMMON STOCK	2,768	138,400			1
	<b>2,768</b>	<b>138,400</b>	<b>0</b>	<b>0</b>	
<b>TOTAL</b>	<b><u>2,768</u></b>	<b><u>138,400</u></b>	<b><u>0</u></b>	<b><u>0</u></b>	

**RETAINED EARNINGS (ACCT. 4550)**

<b>Particulars (a)</b>	<b>This Year (b)</b>	<b>Last Year (c)</b>	
Balance-First of Year	4,610,516	4,522,552	<b>1</b>
<b>Changes:</b>			
Balance Transferred from Income	410,591	413,204	<b>2</b>
<b>Dividends Declared:</b>			
Common	791,648	325,240	<b>3</b>
Preferred		0	<b>4</b>
<b>Total Dividends Declared</b>	<b>791,648</b>	<b>325,240</b>	
Miscellaneous Debits to Retained Earnings		0	<b>5</b>
Miscellaneous Credits to Retained Earnings		0	<b>6</b>
<b>Balance--End of Year</b>	<b><u>4,229,459</u></b>	<b><u>4,610,516</u></b>	

**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)	273,387	47,828	128,599	1
Nonoperating Taxes (Accts. 7410 - 7450)		9,969	15,505	2
Extraordinary Items (Accts. 7630 & 7640)				3
Nonregulated Net Income (Acct. 7990)		(6,039)	(22,607)	4
Clearing Accounts				5
Construction				6
Payroll Taxes: FICA				7
Payroll Taxes: State Unemployment				8
Payroll Taxes: Federal Unemployment				9
<b>Other (specify):</b>				
<b>TOTAL</b>	<b><u>273,387</u></b>	<b><u>51,758</u></b>	<b><u>121,497</u></b>	

**DISTRIBUTION OF TAXES (cont.)**

<b>PSC Remainder Assessment (e)</b>	<b>Local Property Tax (f)</b>	<b>State &amp; Local Taxes Other than Wisconsin (g)</b>	<b>Other Taxes (h)</b>	<b>Payroll Taxes (i)</b>	<b>Total (j)</b>	
6,774	196				456,784	1
			39		25,513	2
					0	3
					(28,646)	4
					0	5
					0	6
				121,671	121,671	7
				4,851	4,851	8
				2,849	2,849	9
<b>6,774</b>	<b>196</b>	<b>0</b>	<b>39</b>	<b>129,371</b>	<b>583,022</b>	

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

Particulars (a)	This Year (b)	Last Year (c)	
<b>LOCAL NETWORK SERVICES REVENUES</b>			
Basic Local Service Revenue (5000 )*	1,713,304	1,644,330	1
Basic Area Revenue (5001 )			2
Optional Extended Area Revenue (5002 )			3
Cellular Mobile Revenue (5003 )			4
Other Mobile Services Revenue (5004 )			5
Public Telephone Revenue (5010 )			6
Local Private Line Revenue (5040 )			7
Customer Premises Revenue (5050 )			8
Other Local Exchange Revenue (5060 )			9
Other Local Exchange Revenue Settlements (5069 )			10
<b>TOTAL BASIC LOCAL SERVICE REVENUE (5000)</b>	<b>1,713,304</b>	<b>1,644,330</b>	
<b>NETWORK INTERSTATE ACCESS SERVICES REV.</b>			
End User Revenue (5081 )*	287,682	275,151	11
Switched Access Revenue (5082 )*	905,200	842,752	12
Special Access Revenue (5083 )*	50,014	47,128	13
<b>TOTAL INTERSTATE ACCESS REVENUES (5080)</b>	<b>1,242,896</b>	<b>1,165,031</b>	
<b>NETWORK INTRASTATE ACCESS SERVICES REV.</b>			
End User Revenue (5084.1)*	0	0	14
Switched Access Revenue (5084.2)*	1,023,095	959,024	15
Special Access Revenue (5084.3)*	76,361	69,537	16
<b>TOTAL INTRASTATE ACCESS REVENUES (5084)</b>	<b>1,099,456</b>	<b>1,028,561</b>	
<b>LONG DISTANCE NETWORK SERVICES MESSAGE REV.</b>			
Long Distance Message Revenue (5100 )*	2,810	2,746	17
Long Distance Inward-Only Revenue (5111 )			18
Long Distance Outward-Only Revenue (5112 )			19
<b>Unidirectional Long Distance Revenue (5110)</b>	<b>0</b>	<b>0</b>	
<b>Long Distance Private Network Revenues</b>			
Subvoice Grade Revenue (5121 )			20
Voice Grade Revenue (5122 )			21
Audio Program Grade Revenue (5123 )			22
Video Program Grade Revenue (5124 )			23
Digital Transmission Revenue (5125 )			24
Switching Revenue (5126 )			25
Other Revenue (5128 )			26
Other Revenue Settlements (5129 )			27
<b>Total Long Distance Private Network Revenue</b>	<b>0</b>	<b>0</b>	
Other Long Distance Revenue (5160 )			28
Other Long Distance Revenue Settlements (5169 )			29
<b>TOTAL LONG DISTANCE NET. SERVICES MESSAGE REV.</b>	<b>2,810</b>	<b>2,746</b>	

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

Particulars (a)	This Year (b)	Last Year (c)	
<b>MISCELLANEOUS REVENUES</b>			
Directory Revenue (5230 )*	93,814	91,477	<b>30</b>
Rent Revenue (5240 )*	0	0	<b>31</b>
Corporate Operations Revenue (5250 )*	129,382	139,627	<b>32</b>
<b>Miscellaneous:</b>			
Miscellaneous Revenue (5260 )*	33,559	32,294	<b>33</b>
Special Billing Arrangements Revenue (5261 )			<b>34</b>
Customer Operations Revenue (5262 )			<b>35</b>
Plant Operations Revenue (5263 )			<b>36</b>
Other Incidental Regulated Revenue (5264 )			<b>37</b>
Other Revenue Settlements (5269 )			<b>38</b>
<b>Total Miscellaneous Revenue (5260)</b>	<b>33,559</b>	<b>32,294</b>	
Interstate Billing and Collection Revenue*	59,629	62,947	<b>39</b>
Intrastate Billing and Collection Revenue*	247,276	238,518	<b>40</b>
<b>Total Carrier Billing and Collection Revenue (5270)*</b>	<b>306,905</b>	<b>301,465</b>	
Nonregulated Operating Revenue (5280 )**			<b>41</b>
<b>TOTAL MISCELLANEOUS REVENUES</b>	<b>563,660</b>	<b>564,863</b>	
<b>GROSS OPERATING REVENUES</b>	<b>4,622,126</b>	<b>4,405,531</b>	
<b>UNCOLLECTIBLE REVENUES</b>			
Uncollectible Revenue (5300 )*	11,852	8,712	<b>42</b>
Uncollectible Revenue--Telecommunications (5301 )			<b>43</b>
Uncollectible Revenue--Other (5302 )			<b>44</b>
<b>TOTAL UNCOLLECTIBLE REVENUE (5300)</b>	<b>11,852</b>	<b>8,712</b>	
<b>TOTAL OPERATING REVENUES</b>	<b>4,610,274</b>	<b>4,396,819</b>	

\*\* 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)	
<b>PLANT SPECIFIC OPERATIONS EXPENSE</b>				
Total Network Support Expense ( 6110 )	63,580	62,421	9,621	1
Less: Nonregulated		0		2
<b>Net Regulated</b>	<b>63,580</b>	<b>62,421</b>	<b>9,621</b>	<b>3</b>
Total General Support Expense ( 6120 )	194,930	198,145	38,778	4
Less: Nonregulated		0		5
<b>Net Regulated</b>	<b>194,930</b>	<b>198,145</b>	<b>38,778</b>	<b>6</b>
Total Central Office Switching Expense ( 6210 )	105,339	278,952	64,665	7
Less: Nonregulated		0		8 U
<b>Net Regulated</b>	<b>105,339</b>	<b>278,952</b>	<b>64,665</b>	<b>9</b>
Total Operator Systems Expense ( 6220 )		0	0	10
Less: Nonregulated		0		11
<b>Net Regulated</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>12</b>
Total Central Office Transmission Expenses ( 6230 )	12,894	9,707	4,458	13
Less: Nonregulated		0		14
<b>Net Regulated</b>	<b>12,894</b>	<b>9,707</b>	<b>4,458</b>	<b>15</b>
Total Information Orig. / Term. Expense ( 6310 )	5,323	6,524	2,572	16
Less: Nonregulated		0		17
<b>Net Regulated</b>	<b>5,323</b>	<b>6,524</b>	<b>2,572</b>	<b>18</b>
Total Cable and Wire Fac. Expense ( 6410 )	158,480	184,499	73,954	19
Less: Nonregulated		0		20
<b>Net Regulated</b>	<b>158,480</b>	<b>184,499</b>	<b>73,954</b>	<b>21</b>
<b>TOTAL PLANT SPECIFIC OPERATIONS EXPENSE</b>	<b>540,546</b>	<b>740,248</b>	<b>194,048</b>	
<b>Less: Nonregulated</b>	<b>0</b>	<b>0</b>	<b>0</b>	
<b>Net Regulated</b>	<b>540,546</b>	<b>740,248</b>	<b>194,048</b>	
<b>PLANT NONSPECIFIC OPERATIONS EXPENSE</b>				
Total Other Property, Plant and Equip. Exp. ( 6510 )	0	0	4,600	22
Less: Nonregulated		0		23
<b>Net Regulated</b>	<b>0</b>	<b>0</b>	<b>4,600</b>	<b>24</b>
Total Network Operations Expense ( 6530 )	91,266	97,835	45,551	25
Less: Nonregulated		0		26
<b>Net Regulated</b>	<b>91,266</b>	<b>97,835</b>	<b>45,551</b>	<b>27</b>
Access Expense ( 6540 )		0	0	28
Less: Nonregulated		0		29
<b>Net Regulated</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>30</b>
Total Depreciation and Amortization Expense ( 6560 )	1,259,001	925,970		31
Less: Nonregulated		0		32 V
<b>Net Regulated</b>	<b>1,259,001</b>	<b>925,970</b>		<b>33</b>
<b>TOTAL PLANT NONSPECIFIC OPERATIONS EXP.</b>	<b>1,350,267</b>	<b>1,023,805</b>	<b>50,151</b>	
<b>Less: Nonregulated</b>	<b>0</b>	<b>0</b>	<b>0</b>	
<b>Net Regulated</b>	<b>1,350,267</b>	<b>1,023,805</b>	<b>50,151</b>	

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

Account (e)	Benefits (f)	Rents (g)	Other (h)	Clearances to (from) (i)	
6110	3,393	10,176	100,417	(61,186)	1
	<b>3,393</b>	<b>10,176</b>	<b>100,417</b>	<b>(61,186)</b>	2
					3
6120	11,534	18,589	129,244		4
	<b>11,534</b>	<b>18,589</b>	<b>129,244</b>	<b>0</b>	5
					6
6210	23,942		190,345		7
	<b>23,942</b>	<b>0</b>	<b>190,345</b>	<b>0</b>	8 U
					9
6220					10
	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	11
					12
6230	1,554		3,695		13
	<b>1,554</b>	<b>0</b>	<b>3,695</b>	<b>0</b>	14
					15
6310	925		3,027		16
	<b>925</b>	<b>0</b>	<b>3,027</b>	<b>0</b>	17
					18
6410	26,269		84,276		19
	<b>26,269</b>	<b>0</b>	<b>84,276</b>	<b>0</b>	20
					21
	<b>67,617</b>	<b>28,765</b>	<b>511,004</b>	<b>(61,186)</b>	
	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	
	<b>67,617</b>	<b>28,765</b>	<b>511,004</b>	<b>(61,186)</b>	
6510	1,631	0	996	(7,227)	22
					23
	<b>1,631</b>		<b>996</b>	<b>(7,227)</b>	24
6530	15,999		43,925	(7,640)	25
	<b>15,999</b>	<b>0</b>	<b>43,925</b>	<b>(7,640)</b>	26
					27
6540					28
	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	29
					30
6560			925,970		31
					32 V
			<b>925,970</b>		33
	<b>17,630</b>	<b>0</b>	<b>970,891</b>	<b>(14,867)</b>	
	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	
	<b>17,630</b>	<b>0</b>	<b>970,891</b>	<b>(14,867)</b>	

**EXPENSE MATRIX - CLASS A & B**

Particulars (a)	Total Last Year (b)	Total This Year (c)	Salaries / Wages (d)	
<b>CUSTOMER OPERATIONS EXPENSE</b>				
Total Marketing ( 6610 )	48,824	158,540	58,836	34
Less: Nonregulated		0		35 w
<b>Net Regulated</b>	<b>48,824</b>	<b>158,540</b>	<b>58,836</b>	<b>36</b>
Total Services ( 6620 )	328,589	377,469	142,808	37
Less: Nonregulated		0		38
<b>Net Regulated</b>	<b>328,589</b>	<b>377,469</b>	<b>142,808</b>	<b>39</b>
<b>TOTAL CUSTOMER OPERATIONS EXPENSE</b>	<b>377,413</b>	<b>536,009</b>	<b>201,644</b>	
<b>Less: Nonregulated</b>	<b>0</b>	<b>0</b>	<b>0</b>	
<b>Net Regulated</b>	<b>377,413</b>	<b>536,009</b>	<b>201,644</b>	
<b>CORPORATE OPERATIONS EXPENSE</b>				
Total Exec. and Planning ( 6710 )	524,496	574,531	325,231	40
Less: Nonregulated		0		41
<b>Net Regulated</b>	<b>524,496</b>	<b>574,531</b>	<b>325,231</b>	<b>42</b>
Total General and Administrative ( 6720 )	653,007	642,781	268,849	43
Less: Nonregulated		0		44
<b>Net Regulated</b>	<b>653,007</b>	<b>642,781</b>	<b>268,849</b>	<b>45</b>
Provision for Uncollectible Notes Receiv. ( 6790 )		0		46
Less: Nonregulated		0		47
<b>Net Regulated</b>	<b>0</b>	<b>0</b>		<b>48</b>
<b>TOTAL CORPORATE OPERATIONS EXPENSE</b>	<b>1,177,503</b>	<b>1,217,312</b>	<b>594,080</b>	
<b>Less: Nonregulated</b>	<b>0</b>	<b>0</b>	<b>0</b>	
<b>Net Regulated</b>	<b>1,177,503</b>	<b>1,217,312</b>	<b>594,080</b>	
<b>TOTAL EXPENSES</b>	<b>3,445,729</b>	<b>3,517,374</b>	<b>1,039,923</b>	
<b>Less: Nonregulated</b>	<b>0</b>	<b>0</b>	<b>0</b>	
<b>Net Regulated</b>	<b>3,445,729</b>	<b>3,517,374</b>	<b>1,039,923</b>	

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

Account (e)	Benefits (f)	Rents (g)	Other (h)	Clearances to (from) (i)	
6610	20,244		79,460		34
					35 w
	<b>20,244</b>	<b>0</b>	<b>79,460</b>	<b>0</b>	<b>36</b>
6620	50,846		183,815		37
					38
	<b>50,846</b>		<b>183,815</b>	<b>0</b>	<b>39</b>
	<b>71,090</b>	<b>0</b>	<b>263,275</b>	<b>0</b>	
	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	
	<b>71,090</b>	<b>0</b>	<b>263,275</b>	<b>0</b>	
6710	55,249		194,051		40
					41
	<b>55,249</b>		<b>194,051</b>	<b>0</b>	<b>42</b>
6720	85,151		453,495	(164,714)	43
					44
	<b>85,151</b>		<b>453,495</b>	<b>(164,714)</b>	<b>45</b>
6790					46
					47
			<b>0</b>		<b>48</b>
	<b>140,400</b>	<b>0</b>	<b>647,546</b>	<b>(164,714)</b>	
	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	
	<b>140,400</b>	<b>0</b>	<b>647,546</b>	<b>(164,714)</b>	
	<b>296,737</b>	<b>28,765</b>	<b>2,392,716</b>	<b>(240,767)</b>	
	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	
	<b>296,737</b>	<b>28,765</b>	<b>2,392,716</b>	<b>(240,767)</b>	

**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		1
Provisioning Expense ( 6512 )	0	0	4,600	2
<b>Total: Reported in Account 6510</b>	<b>0</b>	<b>0</b>	<b>4,600</b>	
Depreciat. Exp.--Tele. Plant in Service ( 6561 )	1,211,761	861,826		3
Depreciat. Exp.--Prop. Held for Future Tele. Use ( 6562 )		0		4
Amortization Expense--Tangible ( 6563 )	47,240	64,144		5
Amortization Expense--Intangible ( 6564 )		0		6
Amortization Expense--Other ( 6565 )		0		7
<b>Total: Reported in Account 6560</b>	<b>1,259,001</b>	<b>925,970</b>		

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

<b>Account (e)</b>	<b>Benefits (f)</b>	<b>Rents (g)</b>	<b>Other (h)</b>	<b>Clearances to (from) (i)</b>	
6511					1
6512	1,631		996	(7,227)	2
	<b>1,631</b>		<b>996</b>	<b>(7,227)</b>	
6561			861,826		3
6562					4
6563			64,144		5
6564					6
6565					7
			<b>925,970</b>		

## 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	1
Less: current year write-offs of uncollectible accounts - out-of-state utility customers only	2
Plus: current year collection of out-of-state utility customer accounts previously written off	3
<b>Net out-of-state operating revenues</b>	<b>0</b>

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

Particulars (a)	This Year (b)	Last Year (c)	
<b>OTHER OPERATING INCOME AND EXPENSE</b>			
Income from Custom Work (7110 )*	0	0	1
Return from Nonregulated Use of Regulated Facilities (7130 )*	0	0	2
Gains and (Losses) from Foreign Exchange (7140 )		0	3
Gains or (Losses) from the Disposition of Land and Artworks (7150 )		0	4
Other Operating Gains and (Losses) (7160 )*	(5,319)	500	5
<b>TOTAL OTHER OPERATING INCOME AND (EXPENSE) (7100)*</b>	<b>(5,319)</b>	<b>500</b>	
<b>OPERATING TAXES</b>			
Operating Investment Tax Credits--Net (7210 )*	(40,737)	(41,424)	6
Operating Federal Income Taxes (7220 )*	72,995	222,553	7
Operating State and Local Income Taxes (7230 )*	22,398	45,175	8
Operating Other Taxes (7240 )*	280,357	264,228	9
Provision for Deferred Operating Income Taxes--Net (7250 )*	121,771	(105,330)	10
<b>TOTAL OPERATING TAXES (7200)*</b>	<b>456,784</b>	<b>385,202</b>	
<b>NONOPERATING INCOME AND EXPENSE</b>			
Dividend Income (7310 )*	37,033	42,967	11
Interest Income (7320 )*	78,461	165,426	12
Income from Sinking and Other Funds (7330 )*	0	0	13
Allowance for Funds Used During Construction (7340 )*	8,251	32,381	14
Gains or (Losses) from the Disposition of Certain Property (7350 )*	0	0	15
Other Nonoperating Income (7360 )*	125,834	50,083	16
Special Charges (7370 )*	3,295	10,985	17
<b>TOTAL NONOPERATING INCOME AND EXPENSE (7300)*</b>	<b>246,284</b>	<b>279,872</b>	
<b>NONOPERATING TAXES</b>			
Nonoperating Investment Tax Credits--Net (7410 )*	(317)	(393)	18
Nonoperating Federal Income Taxes (7420 )*	14,880	(6,704)	19
Nonoperating State and Local Income Taxes (7430 )*	9,717	5,571	20
Nonoperating Other Taxes (7440 )*	39	33	21
Provision for Deferred Nonoperating Income Taxes-Net (7450 )*	1,194	16,628	22
<b>TOTAL NONOPERATING TAXES (7400)*</b>	<b>25,513</b>	<b>15,135</b>	
<b>INTEREST AND RELATED ITEMS</b>			
Interest on Funded Debt (7510 )*	388,177	389,387	23
Interest Expense--Capital Leases (7520 )*	1,315	367	24
Amortization of Debt Issuance Expense (7530 )*	736	736	25
Other Interest Deductions (7540 )*	0	0	26
<b>TOTAL INTEREST AND RELATED ITEMS (7500)*</b>	<b>390,228</b>	<b>390,490</b>	
<b>EXTRAORDINARY ITEMS</b>			
Extraordinary Items (7600 )*	0	0	27
Extraordinary Income Credits (7610 )		0	28
Extraordinary Income Charges (7620 )		0	29
Current Income Tax Effect of Extraordinary Items--Net (7630 )		0	30
Provision for Deferred Income Tax Effect of Extraordinary Items--Net (7640 )		0	31
<b>TOTAL EXTRAORDINARY ITEMS (7600)*</b>	<b>0</b>	<b>0</b>	
<b>NONREGULATED NET INCOME</b>			
Nonregulated Net Income (7990 )*	(50,749)	(27,429)	32

**NONREGULATED NET INCOME (ACCT. 7990)**

Particulars (a)	Amount (b)	
Revenues (Acct. 7990.1)		
Gross Sales	285,016	1
Less: Cost of Goods Sold	40,622	2
<b>Net Sales</b>	<b>244,394</b>	<b>3</b>
Expenses (Acct. 7990.2)	295,143	4
<b>Nonregulated Net Income</b>	<b><u>(50,749)</u></b>	<b>5</b>

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

SALE, LEASE AND REPAIR OF STATION EQUIPMENT AND CUSTOMER PREMISE WIRING.  
 SALE AND ACTIVATION OF CELLULAR TELEPHONE EQUIPMENT AND PAGING EQUIPMENT.  
 SALE OF INTERNET ACCESS.

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:

**DISTRIBUTION OF SALARIES AND WAGES**

Description (a)	Amount (b)	
Regulated Expense	1,039,923	1
Nonregulated Expense	83,496	2
Plant Accounts	37,495	3
Accumulated Depreciation Accounts	0	4
All Other Accounts	660,616	5
<b>Total Salaries and Wages</b>	<b>1,821,530</b>	<b>6</b>

**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	4.00	3.00	140,138	1
Supervision and Other Management	10.00	7.00	536,072	2
Other Employees	40.00	33.00	779,305	3
<b>Total</b>	<b>54.00</b>	<b>43.00</b>	<b>1,455,515</b>	

**DISTRIBUTION OF SALARIES AND WAGES**

Description (a)	Amount (b)	
Regulated Expense	1,039,923	1
Nonregulated Expense	83,496	2
Plant Accounts	37,495	3
Accumulated Depreciation Accounts	0	4
All Other Accounts	660,616	5
<b>Total Salaries and Wages</b>	<b>1,821,530</b>	<b>6</b>

**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	4.00	3.00	140,138	1
Supervision and Other Management	10.00	7.00	536,072	2
Other Employees	40.00	33.00	779,305	3
<b>Total</b>	<b>54.00</b>	<b>43.00</b>	<b>1,455,515</b>	

**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)	
<b>LOCAL</b>			
Intra-Exchange	333	1,302	1
Extended Area Service	172	943	2
Extended Community Calling	79	330	3
Other Local-Undefined			4
<b>Total Local</b>	<b>584</b>	<b>2,575</b>	
<b>TOLL</b>			
Operator Handled: State--intraLATA	1	7	5
Operator Handled: State--interLATA	1	6	6
Operator Handled: Interstate	2	11	7
Customer Dialed: State--intraLATA	69	277	8
Customer Dialed: State--interLATA	192	586	9
Customer Dialed: Interstate	122	458	10
WATS			11
Other Toll-Undefined			12
<b>Total Toll</b>	<b>387</b>	<b>1,345</b>	
<b>Total Local &amp; Toll</b>	<b>971</b>	<b>3,920</b>	

**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.	107	61	0	0	2
Feature Group B -- Orig.	29	7	0	0	3
Feature Group B -- Term.	423	3	0	0	4
Feature Group C -- Orig.	0	0	2,791	0	5
Feature Group C -- Term.	0	0	2,774	0	6
Feature Group D -- Orig.	5,544	7,056	549	0	7
Feature Group D -- Term.	6,168	5,678	3	0	8

**OUTSIDE PLANT STATISTICS AT END OF YEAR**

Description of Item (a)	Amount (b)	
Sheath miles of plant - aerial	1	1
Sheath miles of plant - buried	822	2
Sheath miles of plant - fiber optics	63	3
Strand miles of plant - fiber optics	565	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	13	82	1
56 kbps	1	5	2
64 kbps (DS0)	11	3	3
1.54 Mbps (DS-1)	4	2	4
45 Mbps (DS-3)	1		5
SONET OC-1			6
SONET OC-3			7
SONET OC-12			8
SONET OC-48			9
SONET OC-192			10

**OUTSIDE PLANT STATISTICS AT END OF YEAR**

Description of Item (a)	Amount (b)	
Sheath miles of plant - aerial	1	1
Sheath miles of plant - buried	822	2
Sheath miles of plant - fiber optics	63	3
Strand miles of plant - fiber optics	565	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	13	82	1
56 kbps	1	5	2
64 kbps (DS0)	11	3	3
1.54 Mbps (DS-1)	4	2	4
45 Mbps (DS-3)	1		5
SONET OC-1			6
SONET OC-3			7
SONET OC-12			8
SONET OC-48			9
SONET OC-192			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)	
<b>Business</b>			
1 Party	693	745	<b>3</b>
2 Party	0		<b>4</b>
4 Party	0		<b>5</b>
PBX Trunks/System Trunks	32	33	<b>6</b>
Centrex Trunks	0		<b>7</b>
Centrex Lines	91	124	<b>8</b>
Key System Trunks	258	262	<b>9</b>
Mobile (Utility Provided Service)	0		<b>10</b>
Paging (Utility Provided Service)	12	14	<b>11</b>
FX-Out (Switched)	0		<b>12</b>
Pay Telephone			<b>13</b>
Coin-Operated Pay Telephone			<b>14</b>
Independent Pay Telephone Provider			<b>15</b>
Pay Stations - Public	27	29	<b>16</b>
- Semi-Public	11	11	<b>17</b>
- Cust. Owned	8	13	<b>18</b>
Other	0		<b>19</b>
<b>Total Business Lines</b>	<b>1,132</b>	<b>1,231</b>	<b>20</b>
<b>Residential (Incl. Emp. Concess.)</b>			
1 Party	5,161	5,291	<b>22</b>
2 Party	0		<b>23</b>
4 Party	0		<b>24</b>
FX-Out (Switched)	2	2	<b>25</b>
Other	0		<b>26</b>
<b>Total Residential Lines</b>	<b>5,163</b>	<b>5,293</b>	<b>27</b>
<b>Total Bus &amp; Res Lines</b>	<b>6,295</b>	<b>6,524</b>	<b>28</b>
Company Used Lines	277	333	<b>29</b>
<b>Total Lines Used</b>	<b>6,572</b>	<b>6,857</b>	<b>30</b>

**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)	
<b>Miscellaneous</b>			
WATS Lines - OutWATS	1	1	<b>3</b>
WATS Lines - 800 Service	3	3	<b>4</b>
FX-In-intraLATA	42	45	<b>5</b>
Special Access-intraLATA			<b>6</b>
(expressed in equiv. access lines)	0	138	<b>7</b>
Special Access-interLATA			<b>8</b>
(expressed in equiv. access lines)	789	793	<b>9</b>
Feature Group A Lines	0		<b>10</b>
Feature Group B Trunks	0		<b>11</b>
Feature Group C Trunks	0		<b>12</b>
Feature Group D Trunks	312	408	<b>13</b>
TSPS - Trunks	60	84	<b>14</b>
EAS - Trunks	0		<b>15</b>
Cellular Trunks (Pub. Sw. Net.)	0		<b>16</b>
Video Distance Learning			<b>17</b>
- discounted (special tariff)	0	1	<b>18</b>
<b>Customers</b>			
Business - 2 Party Customers	0		<b>20</b>
Business - 4 Party Customers	0		<b>21</b>
Residential - 2 Party Customers	0		<b>22</b>
Residential - 4 Party Customers	0		<b>23</b>
<b>Other</b>			
Total Central Office, Info. Orig./Term., & Cable			<b>25</b>
Wire Fac. Assets (based on physical location of plant)			<b>26</b>
	11,430,029	10,946,785	<b>27</b>
Total Company Square Miles	321	321	<b>28</b>
Total Company Route Miles	903	911	<b>29</b>
Footnotes			<b>30</b>

**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	0870	1850	1950	4470	1
<b>Business</b>					<b>2</b>
1 Party	132	91	187	178	3
2 Party					4
4 Party					5
PBX Trunks/System Trunks	10	8	4	10	6
Centrex Trunks					7
Centrex Lines		49		75	8
Key System Trunks	46	66	42	86	9
Mobile (utility provided service)					10
Paging (utility provided service)		1		13	11
FX-Out (Switched)					12
Pay Telephone					13
Coin-Operated Pay Telephone					14
Independent Pay Telephone Provider					15
Pay Stations - Public	3	2	10	9	16
- Semi-Public	3	3	1	3	17
- Cust. Owned	1	1	3	4	18
Other					19
<b>Total Business Lines</b>	<b>195</b>	<b>221</b>	<b>247</b>	<b>378</b>	<b>20</b>
<b>Residential (Incl. Emp. Concess.)</b>					<b>21</b>
1 Party	788	708	1,353	1,296	22
2 Party					23
4 Party					24
FX-Out (Switched)		1		1	25
Other					26
<b>Total Residential Lines</b>	<b>788</b>	<b>709</b>	<b>1,353</b>	<b>1,297</b>	<b>27</b>
<b>Total Bus &amp; Res Lines</b>	<b>983</b>	<b>930</b>	<b>1,600</b>	<b>1,675</b>	<b>28</b>
Company Used Lines	13	11	12	287	29
<b>Total Lines Used</b>	<b>996</b>	<b>941</b>	<b>1,612</b>	<b>1,962</b>	<b>30</b>

**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	4620				1
<b>Business</b>					2
1 Party	157				3
2 Party					4
4 Party					5
PBX Trunks/System Trunks	1				6
Centrex Trunks					7
Centrex Lines					8
Key System Trunks	22				9
Mobile (utility provided service)					10
Paging (utility provided service)					11
FX-Out (Switched)					12
Pay Telephone					13
Coin-Operated Pay Telephone					14
Independent Pay Telephone Provider					15
Pay Stations - Public	5				16
- Semi-Public	1				17
- Cust. Owned	4				18
Other					19
<b>Total Business Lines</b>	<b>190</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>20</b>
<b>Residential (Incl. Emp. Concess.)</b>					<b>21</b>
1 Party	1,146				22
2 Party					23
4 Party					24
FX-Out (Switched)					25
Other					26
<b>Total Residential Lines</b>	<b>1,146</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>27</b>
<b>Total Bus &amp; Res Lines</b>	<b>1,336</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>28</b>
Company Used Lines	10				29
<b>Total Lines Used</b>	<b>1,346</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>30</b>

**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	0870	1850	1950	4470	1
<b>Miscellaneous</b>					2
WATS Lines - OutWATS	1				3
WATS Lines - 800 Service	1	1			4
FX-In-intraLATA	3	1	10	2	5
Special Access-intraLATA (equiv. access lines)	19	11	44	47	6 7
Special Access-interLATA (equiv. access lines)	5	4	74	708	8 9
Feature Group A Lines					10
Feature Group B Trunks					11
Feature Group C Trunks					12
Feature Group D Trunks				408	13
TSPS - Trunks				84	14
EAS - Trunks					15
Cellular Trunks (Pub. Sw. Net.)					16
Video Distance Learning - discounted (special tariff)				1	17 18
<b>Customers</b>					19
Business - 2 Party Customers					20
Business - 4 Party Customers					21
Residential - 2 Party Customers					22
Residential - 4 Party Customers					23
<b>Other</b>					24
Exchange C.O., Info. Orig./Term., & Cable					25
Wire Fac. Assets (based on physical location of plant)	1,714,854	1,351,125	2,332,949	3,295,678	26 27
Exchange Square Miles	67	38	45	73	28
Exchange Route Miles	172	109	160	202	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	4620				1
<b>Miscellaneous</b>					2
WATS Lines - OutWATS					3
WATS Lines - 800 Service	1				4
FX-In-intraLATA	29				5
Special Access-intraLATA					6
(equiv. access lines)	17				7
Special Access-interLATA					8
(equiv. access lines)	2				9
Feature Group A Lines					10
Feature Group B Trunks					11
Feature Group C Trunks					12
Feature Group D Trunks					13
TSPS - Trunks					14
EAS - Trunks					15
Cellular Trunks (Pub. Sw. Net.)					16
Video Distance Learning					17
- discounted (special tariff)					18
<b>Customers</b>					19
Business - 2 Party Customers					20
Business - 4 Party Customers					21
Residential - 2 Party Customers					22
Residential - 4 Party Customers					23
<b>Other</b>					24
Exchange C.O., Info. Orig./Term., & Cable					25
Wire Fac. Assets (based on physical					26
location of plant)	2,252,179				27
Exchange Square Miles	98				28
Exchange Route Miles	268				29
Footnotes					30

**MANUFACTURER ABBREVIATIONS**

Use these abbreviations when completing the central office data schedule.

<b>Manufacturer Name (a)</b>	<b>Abbreviation (b)</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.

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

**MANUFACTURER ABBREVIATIONS**

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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.

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Electromechanical	EM	1
Electronic--Analog	A	2
Electronic--Digital	D	3
Electronic--Video	V	4

**CENTRAL OFFICE DATA - END OF YEAR**

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

<b>Description (a)</b>	<b>Central Off. (b)</b>	<b>Central Off. (c)</b>	<b>Central Off. (d)</b>	<b>Central Off. (e)</b>	
Exchange Name	CAMBRIA	FALL RIVER	FOX LAKE	RANDOLPH	<b>1</b>
PSCW Exchange ID	0870	1850	1950	4470	<b>2</b>
Central Office Name	CAMBRIA	FALL RIVER	FOX LAKE	RANDOLPH	<b>3</b>
PSCW Central Office ID	1	1	1	1	<b>4</b>
Manufacturer of COE (Page 54)	ATT	ATT	ATT	ATT	<b>5</b>
Year COE Installed	1996	1996	1996	1996	<b>6</b>
Type of Equipment (Page 54)	D	D	D	D	<b>7</b>
(S)tandalone, (H)ost, (R)emote	R	R	R	H	<b>8</b>
Remote Host PSCW Exchange ID	4470	4470	4470		<b>9</b>
Remote Host PSCW Central Office ID	1	1	1	0	<b>10</b>
COE Generic Software Release No.	5E10	5E10	5E10	5E10	<b>11</b>
SS7?	Yes	Yes	Yes	Yes	<b>12</b>
9-1-1?	Yes	Yes	Yes	Yes	<b>13</b>
Access Lines - In Use	996	941	1,612	1,962	<b>14</b>
- Equipped	1,280	1,152	2,176	2,560	<b>15</b>
- Wired	1,536	1,536	2,560	3,072	<b>16</b>
Trunks - In Use	0	0	0	492	<b>17</b>
- Equipped	0	0	0	1,488	<b>18</b>
- Wired	0	0	0	1,920	<b>19</b>
ISDN Available?	Yes	Yes	Yes	Yes	<b>20</b>
ISDN Lines - In Use (BRI)	0	0	0	1	<b>21</b>
- In Use (PRI)	0	0	0	0	<b>22</b>
Switched 56 Service?	Yes	Yes	Yes	Yes	<b>23</b>
Switched 56 lines in use	0	0	0	0	<b>24</b>
Digital Transmission Facilities: DS-1 - In Use	0	0	4	2	<b>25</b>
DS-3 - In Use	0	0	0	1	<b>26</b>
Advanced Data Service Available:					
Packet Switching?	No	No	No	No	<b>27</b>
SMDS?	No	No	No	No	<b>28</b>
Frame Relay?	No	No	No	No	<b>29</b>
ATM (Asynchronous Trans. Mode)?	No	No	No	No	<b>30</b>
Video Information - Service Available?	Yes	Yes	Yes	Yes	<b>31</b>
- In Use (# lines) <sup>1</sup>	0	0	0	1	<b>32</b>
Fiber Transmission Facilities:					
No. of fiber strands entering C.O.	24	24	24	32	<b>33</b>
No. of fiber strands working (LIT) in C.O.	8	9	12	19	<b>34</b>
No. of fiber strands for interoffice use	8	8	12	16	<b>35</b>
Miles of fiber sheath in wire center	11	11	11	18	<b>36</b>
Access Tandem Serving this C.O.:					
- C.O. Name	MILWAUKEE	MILWAUKEE	MILWAUKEE	MILWAUKEE	<b>37</b>
- PSCW C.O. ID	3420-01	3420-01	3420-01	3420-01	<b>38</b>
Does this C.O. do access tandem switching?	No	No	No	No	<b>39</b>
Equal Access: InterLATA (1+)?	Yes	Yes	Yes	Yes	<b>40</b>
Equal Access: IntraLATA (1+)?	No	No	No	No	<b>41</b>
Footnotes					<b>42</b>

<sup>1</sup> 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	RIO				1
PSCW Exchange ID	4620				2
Central Office Name	RIO				3
PSCW Central Office ID	1				4
Manufacturer of COE (Page 54)	ATT				5
Year COE Installed	1996				6
Type of Equipment (Page 54)	D				7
(S)tandalone, (H)ost, (R)emote	R				8
Remote Host PSCW Exchange ID	4470				9
Remote Host PSCW Central Office ID	1				10
COE Generic Software Release No.	5E10				11
SS7?	Yes				12
9-1-1?	Yes				13
Access Lines - In Use	1,346				14
- Equipped	1,792				15
- Wired	2,048				16
Trunks - In Use	0				17
- Equipped	0				18
- Wired	0				19
ISDN Available?	Yes				20
ISDN Lines - In Use (BRI)	0				21
- In Use (PRI)	0				22
Switched 56 Service?	Yes				23
Switched 56 lines in use	0				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?	Yes				31
- In Use (# lines) <sup>1</sup>	0				32
Fiber Transmission Facilities:					
No. of fiber strands entering C.O.	16				33
No. of fiber strands working (LIT) in C.O.	8				34
No. of fiber strands for interoffice use	8				35
Miles of fiber sheath in wire center	12				36
Access Tandem Serving this C.O.:					
- C.O. Name	MILWAUKEE				37
- PSCW C.O. ID	3420-01				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

<sup>1</sup> Teleco provided end-to-end facility.

**GENERAL, SCHEDULE LEVEL AND SCHEDULE LINE FOOTNOTES****General Footnote****Schedule Footnotes****Accumulated Depreciation Class A & B Footnote. Page 26**

A: 2112 - DEPRECIATION IS BASED ON UNITS.

B: 2124 - DEPRECIATION IS SUBACCOUNTED AS FOLLOWS:

GENERAL PURPOSE COMPUTER EQUIPMENT - 20.00%

GENERAL PURPOSE COMPUTER SOFTWARE - 33.33%

C: 2421 - DEPRECIATION IS SUBACCOUNTED AS FOLLOWS:

AERIAL CABLE GENERAL - 5.88%

AERIAL CABLE SERVICES - 5.00%

M: PAGE 27, LINE 5: \$2,617 INTERCOMPANY TRANSFER OF HI-AB CRANE.

N: PAGE 27, LINE 8: \$1,081 INTERCOMPANY TRANSFER OF FAX MACHINE.

O: PAGE 27, LINE 11: (\$1,914) PRIOR PERIOD RECLASS TO CIRCUIT EQUIPMENT.

P: PAGE 27, LINE 15: \$1,914 PRIOR PERIOD RECLASS FROM DIGITAL ELECTRONIC SWITCHING.

**Schedule Line Footnotes**

1) PAGE 29, LINE 13: (\$8,074) RECLASS FOY BALANCE FROM 2421.1 TO 2421.2.

2) PAGE 29, LINE 14: \$8,074 RECLASS FOY BALANCE FROM 2421.1 TO 2421.2.

D) PAGE 23, LINE 6: \$2,617 INTERCOMPANY TRANSFER OF HI-AB CRANE.

E) PAGE 23, LINE 8: (\$1,313) SALE OF NON-DEPRECIABLE ARTWORK.

F) PAGE 23, LINE 9: \$1,965 INTERCOMPANY TRANSFER OF FAX MACHINE.

G) PAGE 23, LINE 12: (\$3,741) PRIOR PERIOD RECLASS TO CIRCUIT EQUIPMENT.

H) PAGE 23, LINE 16: \$3,741 PRIOR PERIOD RECLASS FROM DIGITAL ELECTRONIC SWITCHING.

I) PAGE 25, LINE 2: \$1,965 INTERCOMPANY TRANSFER OF FAX MACHINE.

J) PAGE 25, LINE 3: (\$3,354,410) RECLASS FOY BALANCE FROM 2212.1 TO 2212.2.

K) PAGE 25, LINE 4: RECLASS FOY BALANCE FROM 2212.1 TO 2212.2 \$3,354,410  
PRIOR PERIOD RECLASS TO CIRCUIT EQUIPMENT (\$3,741)  
NET AMOUNT \$3,354,410 - \$3,741 = \$3,350,669

L) PAGE 25, LINE 10: \$3,741 PRIOR PERIOD RECLASS FROM DIGITAL ELECTRONIC SWITCHING.

Q) PAGE 29, LINE 2: \$1,081 INTERCOMPANY TRANSFER OF A FAX MACHINE.

R) PAGE 29, LINE 3: (\$3,049,302) RECLASS FOY BALANCE FROM 2212.1 TO 2212.2.

S) PAGE 29, LINE 4: RECLASS FOY BALANCE FROM 2212.1 TO 2212.2. \$3,049,302  
PRIOR PERIOD RECLASS TO CIRCUIT EQUIPMENT (\$1,914)  
NET AMOUNT \$3,049,302-\$1,914 = \$3,047,388

T) PAGE 29, LINE 10: \$1,914 PRIOR PERIOD RECLASS FROM DIGITAL ELECTRONIC SWITCHING.

**GENERAL, SCHEDULE LEVEL AND SCHEDULE LINE FOOTNOTES**

- U)** 6210: INCREASE DUE TO ADDITIONAL LABOR RELATED TO POST-CUTOVER CLEANUP, CLASS FEATURE SET-UP AND PROGRAMMING AND LESS CAPITALIZED LABOR, TRANSLATIONS, SS7 IMPLEMENTATION, EXPENSED SWITCH GENERIC SOFTWARE AND RIGHT-TO-USE FEES.
- V)** 6560: DECREASE IN DEPRECIATION EXPENSE DUE TO CHANGE IN DIGITAL SWITCH DEPRECIATION RATE.
- W)** 6610: INCREASE DUE TO EMPLOYEE TELEMARKETING TRAINING AND PROMOTION.
- X)** THE PEOPLES TELEPHONE COMPANY CHANGED ITS NAME TO CENTURY TELEPHONE OF SOUTHERN WISCONSIN, INC. ON JANUARY 17, 1997. THE PARENT COMPANY, PECOCO, INC., BECAME A WHOLLY-OWNED SUBSIDIARY OF CENTURY TELEPHONE ENTERPRISES, INC. ON JANUARY 17, 1997.
- Y)** PAGE 25, LINE 13: (\$13,741) RECLASS FOY BALANCE FROM 2421.1 TO 2421.2.
- Z)** PAGE 25, LINE 14: \$13,741 RECLASS FOY BALANCE FROM 2421.1 TO 2421.2.