



4004

ANNUAL REPORT

OF

Name: CHIBARDUN TELEPHONE COOPERATIVE, INC.

Principal Office: 110 NORTH SECOND AVENUE
P.O. BOX 164
DALLAS, WI 54733-0164

For the Year Ended: DECEMBER 31, 1997

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 DONALD FEATHERLY of
(Person responsible for accounts)

CHIBARDUN TELEPHONE COOPERATIVE, INC. , certify that I
(Utility Name)

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

DONALD FEATHERLY 04/30/1998
(Person responsible for accounts) (Date)

ACCOUNTANT
(Title)

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ANNUAL TELECOMMUNICATIONS REPORT GLOSSARY OF TERMS

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

ANNUAL TELECOMMUNICATIONS REPORT GLOSSARY OF TERMS

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

ANNUAL TELECOMMUNICATIONS REPORT GLOSSARY OF TERMS

Route Miles	<p>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:</p> <ol style="list-style-type: none">1. One mile of roadway with any combination of outside plant facilities on any number of rights-of-way.2. One mile of a cross country route with any combination of outside plant facilities.3. One mile of point-to-point microwave or radio link.4. One mile of plant on either side of a limited access highway or natural barrier, such as a navigable waterway.5. One mile of joint use line where the utility either owns the facility or leases space.
Stand Alone Switch	<p>A central office switch which has no remote switching units (RSUs) subtending it.</p>
Trunk	<p>A communications path connecting two switching systems in the establishment of an end-to-end connection.</p>
Wide Area Telephone Service (WATS)	<p>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.</p>
Wire Center	<p>The location of one or more local switching systems. A point at which customers' loops converge.</p>

ABBREVIATIONS USED IN ANNUAL REPORTS

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

IDENTIFICATION AND OWNERSHIP

Exact Utility Name: CHIBARDUN TELEPHONE COOPERATIVE, INC.
Utility Location: 110 NORTH SECOND AVENUE
P.O. BOX 164
DALLAS, WI 54733-0164

Utility Web Site Address:

When was utility organized?: 01/29/1957

Report any change in name and the effective date:

Officer in charge of correspondence concerning this report

Name: MR RICKY S . VERGIN
Title: GENERAL MANAGER

Office Address: 110 NORTH SECOND STREET
DALLAS , WI 54733

Fax Number: (715) 837 - 1196
Telephone Number: (715) 837 - 1011
Email Address:

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

Name:
Title:

Office Address:

Fax Number:
Telephone Number:
Email Address:

Person responsible for financial information contained in report

Name: MR DONALD FEATHERLY
Title: ACCOUNTANT

Office Address: 110 NORTH SECOND STREET
DALLAS , WI 54733

Fax Number: (715) 837 - 1196
Telephone Number: (715) 837 - 1011
Email Address:

Person responsible for statistical information contained in report

Name: MR DONALD FEATHERLY
Title: ACCOUNTANT

Office Address: 110 NORTH SECOND STREET
DALLAS , WI 54733

Fax Number: (715) 837 - 1196
Telephone Number: (715) 837 - 1011
Email Address:

IDENTIFICATION AND OWNERSHIP

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

Company Name:	CHIBARDUN CABLE TV CORPORATION	A
Form of Interest:	STOCK	
Extent Of Interest:	100% OF STOCK OWNED BY CHIBARDUN TELE. COOP, INC.	

INCOME STATEMENT - TOTAL COMPANY

Particulars (a)	This Year (b)	Last Year (c)	
Operating Revenues (5000-5300)	4,084,620	3,606,032	1
Operating Expenses			
Plant Specific Operations Expense (6110-6410)	309,860	333,087	2
Plant Nonspecific Operations Expense	1,127,111	1,094,784	3
Customer Operations Expense (6610-6620)	669,627	617,499	4
Corporate Operations Expense (6710-6790)	836,518	837,375	5
Other Operating Income and Expense (7100)	0	0	6
Operating Taxes (7200)	254,962	229,833	7
Total Operating Expenses	3,198,078	3,112,578	8
Net Operating Income	886,542	493,454	9
Other Income			
Nonoperating Income and Expense (7300)	326,164	500,827	10
Nonoperating Taxes (7400)	124,133	89,098	11
Interest and Related Items (7500)	338,180	288,709	12
Extraordinary Items (7600)	0	0	13
Nonregulated Net Income (7990)	(95,739)	96,738	14
Total Nonoperating Income	(231,888)	219,758	15
Net Income	654,654	713,212	16

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

Particulars (a)	Balance--EOY (b)	Balance--FOY (c)	
CURRENT ASSETS			
CASH AND EQUIVALENTS			
Cash and Equivalents (1120)*	832,307	2,459,943	1
Cash (1130)			2
Special Cash Deposits (1140)			3
Working Cash Advances (1150)			4
Temporary Investments (1160)			5
TOTAL CASH AND EQUIVALENTS	832,307	2,459,943	
RECEIVABLES AND ALLOWANCES FOR DOUBTFUL ACCOUNTS			
Telecommunications Accounts Receivable (1180)*	362,143	261,759	6
Accounts Receivable Allowance-Telecom (1181)*	12,000	3,500	7
Net: Telecommunications Accounts Receivable	350,143	258,259	
Other Accounts Receivable (1190)*	338,083	244,870	8
Accounts Receivable Allowance--Other (1191)*			9
Net: Other Accounts Receivable	338,083	244,870	
Notes Receivable (1200)*	410,501	472,417	10
Notes Receivable Allowance (1201)*			11
Net: Notes Receivable	410,501	472,417	
Interest and Dividends Receivable (1210)*	867	5,022	12
TOTAL RECEIVABLES AND ALLOWANCES FOR DOUBTFUL	1,099,594	980,568	
SUPPLIES			
Inventories (1220)*	313,618	224,853	13
TOTAL SUPPLIES	313,618	224,853	
PREPAYMENTS			
Total Prepayments (1280)*	158,212	39,637	14
Prepaid Rents (1290)			15
Prepaid Taxes (1300)			16
Prepaid Insurance (1310)			17
Prepaid Directory Expenses (1320)			18
Other Prepayments (1330)			19
TOTAL PREPAYMENTS	158,212	39,637	
OTHER CURRENT ASSETS			
Other Current Assets (1350)*			20
TOTAL OTHER CURRENT ASSETS	0	0	
TOTAL CURRENT ASSETS	2,403,731	3,705,001	
NONCURRENT ASSETS			
INVESTMENTS			
Investment in Affiliated Companies (1401)*	3,156,936	875,703	21
Investments in Nonaffiliated Companies (1402)*	75,206	75,747	22
Nonregulated Investments (1406)*	773,196	784,935	23
Unamortized Debt Issuance Expense (1407)*			24
Sinking Funds (1408)*			25

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

Particulars (a)	Balance--EOY (b)	Balance--FOY (c)	
NONCURRENT ASSETS			
INVESTMENTS			
Other Noncurrent Assets (1410)*	166,653	144,112	26
TOTAL INVESTMENTS	4,171,991	1,880,497	
DEFERRED CHARGES			
Deferred Tax Regulatory Asset (1437)*			27
Deferred Maintenance and Retirements (1438)*			28
Deferred Charges (1439)*			29
TOTAL DEFERRED CHARGES	0	0	
TOTAL NONCURRENT ASSETS	4,171,991	1,880,497	
PLANT			
TELECOMMUNICATIONS PLANT IN SERVICE			
Telecommunications Plant in Service (2001)*	15,642,668	14,174,134	30
Less: Accumulated Depreciation (3100)*	8,234,806	7,621,636	31
Less: Accumulated Amortization--Capitalized Leases (3410)*			32
Less: Accumulated Amortization--Leasehold Improvements (3420)*			33
Less: Accumulated Amortization--Intangible (3500)*			34
NET TELECOMMUNICATIONS PLANT IN SERVICE	7,407,862	6,552,498	
PROPERTY HELD FOR FUTURE USE			
Prop. Held for Future Telecommun. Use (2002)*			35
Less: Accumulated Depreciation--Held for Future Telecommunications Use (3200)*			36
NET PROPERTY HELD FOR FUTURE USE	0	0	
NONOPERATING PLANT			
Nonoperating Plant (2006)*			37
Less: Accumulated Depreciation--Nonoperating (3300)*			38
NET NONOPERATING PLANT	0	0	
TPUC			
TPUC (2003)*	157,731	706,891	39
TOTAL TPUC	157,731	706,891	
TELECOMMUNICATIONS PLANT ADJUSTMENT			
Telecommunications Plant Adjustment (2005)*			40
Less: Accumulated Amortization--Other (3600)*			41
NET TELECOMMUNICATIONS PLANT ADJUSTMENT	0	0	
TOTAL PLANT	7,565,593	7,259,389	
TOTAL ASSETS AND OTHER DEBITS*	14,141,315	12,844,887	

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

Particulars (a)	Balance--EOY (b)	Balance--FOY (c)	
CURRENT LIABILITIES			
Accounts Payable (4010)*	1,023,266	519,160	1
Notes Payable (4020)*			2
Advance Billing and Payments (4030)*	351,641	193,034	3
Customer Deposits (4040)*	11,735	11,643	4
Current Maturities--Long-Term Debt (4050)*			5
Current Maturities--Capital Leases (4060)*			6
Income Taxes--Accrued (4070)*			7
Other Taxes--Accrued (4080)*	211	(43,296)	8
Net Current Deferred Operating Income Taxes (4100)*			9
Net Current Deferred Nonoperating Income Taxes (4110)*			10
Other Accrued Liabilities (4120)*	243,662	193,974	11
Other Current Liabilities (4130)*			12
TOTAL CURRENT LIABILITIES*	1,630,515	874,515	
LONG-TERM DEBT			
Funded Debt (4210)*	7,153,768	7,101,246	13
Premium on Long-Term Debt (4220)*			14
Discount on Long-Term Debt (4230)*			15
Reacquired Debt (4240)*			16
Obligations Under Capital Leases (4250)*			17
Advances from Affiliated Companies (4260)*			18
Other Long-Term Debt (4270)*			19
TOTAL LONG-TERM DEBT*	7,153,768	7,101,246	
OTHER LIABILITIES AND DEFERRED CREDITS			
Other Long-Term Liabilities (4310)*			20
Unamortized Operating ITC--Net (4320)*			21
Unamortized Nonoperating ITC--Net (4330)*			22
Net Noncurrent Deferred Operating Income Taxes (4340)*			23
Net Deferred Tax Liability Adjustments (4341)*			24
Net Noncurrent Deferred Nonoperating Income Taxes (4350)*			25
Other Deferred Credits (4360)*	129,714	108,493	26
Deferred Tax Regulatory Liability (4361)*			27
TOTAL OTHER LIABILITIES AND DEFERRED CREDITS*	129,714	108,493	
STOCKHOLDERS' EQUITY			
Capital Stock (4510)*	33,060	80,310	28
Additional Paid-in Capital (4520)*			29
Treasury Stock (4530)*			30
Other Capital (4540)*	1,476	(1,215)	31
Retained Earnings (4550)*	5,192,782	4,681,538	32
TOTAL STOCKHOLDERS' EQUITY*	5,227,318	4,760,633	
TOTAL LIABILITIES AND OTHER CREDITS*	14,141,315	12,844,887	

TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B

Plant Account (a)	Account (b)	Balance FOY (c)	Additions (d)	
GENERAL SUPPORT ASSETS				
Land	2111	41,364	35,260	1
Motor Vehicles	2112	617,825	178,240	2
Aircraft	2113			3
Special Purpose Vehicles	2114			4
Garage Work Equipment	2115			5
Other Work Equipment	2116	172,250	346	6
Buildings	2121	1,045,107	384,371	7
Furniture	2122	66,640	1,331	8
Office Equipment	2123	54,617	13,632	9
General Purpose Computers	2124	400,806	159,310	10
TOTAL--GENERAL SUPPORT ASSETS:		2,398,609	772,490	
CENTRAL OFFICE ASSETS				
Analog Electronic Switching	2211			11
Digital Electronic Switching	2212	3,065,084	677,826	12
Electro-Mechanical Switching	2215	0	0	13
Operator Systems	2220			14
Radio Systems	2231	65,782	0	15
Circuit Equipment	2232	1,030,660	395,957	16
TOTAL--CENTRAL OFFICE ASSETS:		4,161,526	1,073,783	
INFORMATION ORIGATION/TERMINATION ASSETS				
Station Apparatus	2311			17
Customer Premises Wiring	2321			18
Large Private Branch Exchanges	2341			19
Public Telephone Terminal Equipment	2351	27,985		20 B
Other Terminal Equipment	2362			21
TOTAL--INFORMATION ORIG/TERM ASSETS:		27,985	0	
CABLE WIRE FACILITIES ASSETS				
Poles	2411	321		22
Aerial Cable	2421	578	0	23
Underground Cable	2422	0	0	24
Buried Cable	2423	7,290,321	143,404	25
Submarine Cable	2424	0	0	26
Deep Sea Cable	2425			27
Intrabuilding Network Cable	2426	0	0	28
Aerial Wire	2431			29
Conduit Systems	2441	277,577		30
TOTAL--CABLE WIRE FACILITIES ASSETS:		7,568,797	143,404	
AMORTIZABLE ASSETS				
Capital Leases	2681			31

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

Account (e)	Retirements (f)	Transfers / Adjustments (g)	Balance EOY (h)	
2111			76,624	1
2112	117,222		678,843	2
2113			0	3
2114			0	4
2115			0	5
2116			172,596	6
2121			1,429,478	7
2122			67,971	8
2123	0	0	68,249	9
2124	167,553		392,563	10
	284,775	0	2,886,324	
2211			0	11
2212	10,869	0	3,732,041	12
2215	0	0	0	13
2220			0	14
2231	53,054	0	12,728	15
2232	24,304	0	1,402,313	16
	88,227	0	5,147,082	
2311			0	17
2321			0	18
2341			0	19
2351		(27,985)	0	20 B
2362			0	21
	0	(27,985)	0	
2411			321	22
2421	0	0	578	23
2422	0	0	0	24
2423	120,156	0	7,313,569	25
2424	0	0	0	26
2425			0	27
2426	0	0	0	28
2431			0	29
2441			277,577	30
	120,156	0	7,592,045	
2681			0	31

TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B

Plant Account (a)	Account (b)	Balance FOY (c)	Additions (d)
AMORTIZABLE ASSETS			
Leasehold Improvements	2682		32
Intangibles	2690	17,217	33
TOTAL--AMORTIZABLE ASSETS:		17,217	0
TOTAL TELECOM. PLANT IN SERVICE	2001	14,174,134	1,989,677
Less: Allocation to Nonregulated Activity - EOY	2001		34
NET REG. TOTAL TELE. PLANT IN SERV. - EOY	2001		

Explain all amounts shown in column (g).

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

Account (e)	Retirements (f)	Transfers / Adjustments (g)	Balance EOY (h)	
2682			0	32
2690			17,217	33
	0	0	17,217	
	493,158	(27,985)	15,642,668	
2001			0	34
			15,642,668	

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	38,558	12,574	1
Company Communications Equipment	2123.2	16,059	1,058	2
Software	2212.1			3
Digital Switching - Central Office	2212.2	3,065,084	677,826	4
Digital Switching - Remote	2212.3			5
Step by Step Switching	2215.1			6
Crossbar Switching	2215.2			7
Satellite and Earth Station Facilities	2231.1	63,042		8
Other Radio Facilities	2231.2	2,740		9
Digital Circuit Equipment	2232.1	1,030,660	395,957	10
Analog Circuit Equipment	2232.2			11
Light Wave Circuit Equipment	2232.3			12
Aerial Cable - Nonmetallic	2421.1			13
Aerial Cable - Metallic	2421.2	578		14
Underground Cable - Nonmetallic	2422.1			15
Underground Cable - Metallic	2422.2			16
Buried Cable - Nonmetallic	2423.1	1,483,174	(64,053)	17
Buried Cable - Metallic	2423.2	5,807,147	207,457	18
Submarine Cable - Nonmetallic	2424.1			19
Submarine Cable - Metallic	2424.2			20
Intrabuilding Cable - Nonmetallic	2426.1			21
Intrabuilding Cable - Metallic	2426.2			22

Explain all amounts shown in column (g).

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

Subaccount (e)	Retirements (f)	Transfers / Adjustments (g)	Balance EOY (h)	
2123.1			51,132	1
2123.2			17,117	2
2212.1			0	3
2212.2	10,869		3,732,041	4
2212.3			0	5
2215.1			0	6
2215.2			0	7
2231.1	50,314		12,728	8
2231.2	2,740		0	9
2232.1	24,304		1,402,313	10
2232.2			0	11
2232.3			0	12
2421.1			0	13
2421.2			578	14
2422.1			0	15
2422.2			0	16
2423.1	78,026		1,341,095	17
2423.2	42,130		5,972,474	18
2424.1			0	19
2424.2			0	20
2426.1			0	21
2426.2			0	22

ACCUMULATED DEPRECIATION CLASS A & B

Primary Plant Account (a)	Acct (b)	Balance FOY (c)	Depr Rate (d)	Annual Accrual (e)	Additional Accrual (f)
GENERAL SUPPORT ASSETS					
Motor Vehicles	2112	294,253		55,536	1
Aircraft	2113				2
Special Purpose Vehicles	2114				3
Garage Work Equipment	2115				4
Other Work Equipment	2116	144,512	10.0	16,993	5
Buildings	2121	368,997	3.4	35,769	6
Furniture	2122	41,672	10.0	6,751	7
Office Equipment	2123	51,028	20.0	9,395	8
General Purpose Computers	2124	315,214	25.0	104,095	9
Total-- GENERAL SUPPORT ASSETS		1,215,676		228,539	0
CENTRAL OFFICE ASSETS					
Analog Electronic Switching	2211				10
Digital Electronic Switching	2212	2,333,163	10.0	306,508	11
Electro-Mechanical Switching	2215				12
Operator Systems	2220				13
Radio Systems	2231	51,295	10.0	6,304	14
Circuit Equipment	2232	666,817	12.0	92,832	15
Total-- CENTRAL OFFICE ASSETS		3,051,275		405,644	0
INFORMATION ORIG/TERM ASSETS					
Station Apparatus	2311				16
Customer Premises Wiring	2321				17
Large Private Branch Exchanges	2341				18
Public Telephone Terminal Equipment	2351	12,764	13.65	1,273	19c
Other Terminal Equipment	2362				20
Total-- INFORMATION ORIG/TERM ASSETS		12,764		1,273	0
CABLE WIRE FACILITIES ASSETS					
Poles	2411	321	11.7		21
Aerial Cable	2421	578	25.0		22
Underground Cable	2422				23
Buried Cable	2423	3,303,736	5.2	371,269	24
Submarine Cable	2424				25
Deep Sea Cable	2425				26
Intrabuilding Network Cable	2426				27
Aerial Wire	2431				28

ACCUMULATED DEPRECIATION CLASS A & B (cont.)

Acct (g)	Retired (h)	Cost of Removal (i)	Salvage (j)	Other (k)	Balance EOY (l)	
2112	117,222		42,163		274,730	1
2113					0	2
2114					0	3
2115					0	4
2116					161,505	5
2121					404,766	6
2122					48,423	7
2123	0				60,423	8
2124	167,553				251,756	9
	284,775	0	42,163	0	1,201,603	
2211					0	10
2212	10,869	891			2,627,911	11
2215	0				0	12
2220					0	13
2231	53,054	259			4,286	14
2232	24,304	376	1,106		736,075	15
	88,227	1,526	1,106	0	3,368,272	
2311					0	16
2321					0	17
2341					0	18
2351				(14,037)	0	19 c
2362					0	20
	0	0	0	(14,037)	0	
2411					321	21
2421	0				578	22
2422	0				0	23
2423	120,156	1,538	62,332		3,615,643	24
2424	0				0	25
2425					0	26
2426	0				0	27
2431					0	28

ACCUMULATED DEPRECIATION CLASS A & B

Primary Plant Account (a)	Acct (b)	Balance FOY (c)	Depr Rate (d)	Annual Accrual (e)	Additional Accrual (f)
CABLE WIRE FACILITIES ASSETS					
Conduit Systems	2441	37,286	4.0	11,103	29
Total-- CABLE WIRE FACILITIES ASSETS		3,341,921		382,372	0
Total Accumulated Depreciation	3100	7,621,636		1,017,828	0
Less: Allocation to Nonregulated Activity - Columns e, f and I	3100			0	0 30
Net Regulated Total Accum Depreciation - 3100 Columns e, f and I				1,017,828	0

ACCUMULATED DEPRECIATION CLASS A & B (cont.)

Acct (g)	Retired (h)	Cost of Removal (i)	Salvage (j)	Other (k)	Balance EOY (l)	
2441					48,389	29
	120,156	1,538	62,332	0	3,664,931	
3100	493,158	3,064	105,601	(14,037)	8,234,806	
3100					0	30
3100					8,234,806	

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

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

Plant Subaccount (a)	Subacct (b)	Balance FOY (c)	Depr Rate (d)	Annual Accrual (e)	Additional Accrual (f)
Office Support Equipment	2123.1	38,558	20.0	6,184	1
Company Communications Equipment	2123.2	12,470	20.0	3,211	2
Software	2212.1				3
Digital Switching - Central Office	2212.2	2,333,163	10.0	306,508	4
Digital Switching - Remote	2212.3				5
Step by Step Switching	2215.1				6
Crossbar Switching	2215.2				7
Satellite and Earth Station Facilities	2231.1	48,555	10.0	6,304	8
Other Radio Facilities	2231.2	2,740	13.75		9
Digital Circuit Equipment	2232.1	666,817	12.0	92,832	10
Analog Circuit Equipment	2232.2				11
Light Wave Circuit Equipment	2232.3				12
Aerial Cable - Nonmetallic	2421.1				13
Aerial Cable - Metallic	2421.2	578	25.0		14
Underground Cable - Nonmetallic	2422.1				15
Underground Cable - Metallic	2422.2				16
Buried Cable - Nonmetallic	2423.1	102,962	4.6	63,147	17
Buried Cable - Metallic	2423.2	3,200,774	5.3	308,122	18
Submarine Cable - Nonmetallic	2424.1				19
Submarine Cable - Metallic	2424.2				20
Intrabuilding Cable - Nonmetallic	2426.1				21
Intrabuilding Cable - Metallic	2426.2				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					44,742	1
2123.2					15,681	2
2212.1					0	3
2212.2	10,869	891			2,627,911	4
2212.3					0	5
2215.1					0	6
2215.2					0	7
2231.1	50,314	259			4,286	8
2231.2	2,740				0	9
2232.1	24,304	376	1,106		736,075	10
2232.2					0	11
2232.3					0	12
2421.1					0	13
2421.2					578	14
2422.1					0	15
2422.2					0	16
2423.1	78,026		61,589		149,672	17
2423.2	42,130	1,538	743		3,465,971	18
2424.1					0	19
2424.2					0	20
2426.1					0	21
2426.2					0	22

RETAINED EARNINGS (ACCT. 4550)

Particulars (a)	This Year (b)	Last Year (c)	
Balance-First of Year	4,681,538	4,211,855	1
Changes:			
Balance Transferred from Income	654,654	713,212	2
Dividends Declared:			
Common	143,410	243,529	3
Preferred			4
Total Dividends Declared	143,410	243,529	
Miscellaneous Debits to Retained Earnings			5
Miscellaneous Credits to Retained Earnings			6
Balance--End of Year	<u>5,192,782</u>	<u>4,681,538</u>	

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

Particulars (a)	This Year (b)	Last Year (c)	
LOCAL NETWORK SERVICES REVENUES			
Basic Local Service Revenue (5000)*	962,480	843,725	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
TOTAL BASIC LOCAL SERVICE REVENUE (5000)	962,480	843,725	
NETWORK INTERSTATE ACCESS SERVICES REV.			
End User Revenue (5081)*	250,243	232,811	11
Switched Access Revenue (5082)*	1,420,732	1,297,742	12
Special Access Revenue (5083)*			13
TOTAL INTERSTATE ACCESS REVENUES (5080)	1,670,975	1,530,553	
NETWORK INTRASTATE ACCESS SERVICES REV.			
End User Revenue (5084.1)*			14
Switched Access Revenue (5084.2)*	875,148	656,753	15 D
Special Access Revenue (5084.3)*			16
TOTAL INTRASTATE ACCESS REVENUES (5084)	875,148	656,753	
LONG DISTANCE NETWORK SERVICES MESSAGE REV.			
Long Distance Message Revenue (5100)*	100,235	63,183	17 E
Long Distance Inward-Only Revenue (5111)			18
Long Distance Outward-Only Revenue (5112)			19
Unidirectional Long Distance Revenue (5110)	0	0	
Long Distance Private Network Revenues			
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
Total Long Distance Private Network Revenue	0	0	
Other Long Distance Revenue (5160)			28
Other Long Distance Revenue Settlements (5169)			29
TOTAL LONG DISTANCE NET. SERVICES MESSAGE REV.	100,235	63,183	

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

Particulars (a)	This Year (b)	Last Year (c)	
MISCELLANEOUS REVENUES			
Directory Revenue (5230)*	224,874	224,857	30
Rent Revenue (5240)*	1,500	1,500	31
Corporate Operations Revenue (5250)*			32
Miscellaneous:			
Miscellaneous Revenue (5260)*	8,314	3,735	33
Special Billing Arrangements Revenue (5261)			34
Customer Operations Revenue (5262)			35
Plant Operations Revenue (5263)			36
Other Incidental Regulated Revenue (5264)			37
Other Revenue Settlements (5269)			38
Total Miscellaneous Revenue (5260)	8,314	3,735	
Interstate Billing and Collection Revenue*	74,178	62,990	39
Intrastate Billing and Collection Revenue*	168,709	208,579	40
Total Carrier Billing and Collection Revenue (5270)*	242,887	271,569	
Nonregulated Operating Revenue (5280)**			41
TOTAL MISCELLANEOUS REVENUES	477,575	501,661	
GROSS OPERATING REVENUES	4,086,413	3,595,875	
UNCOLLECTIBLE REVENUES			
Uncollectible Revenue (5300)*	1,793	(10,157)	42 F
Uncollectible Revenue--Telecommunications (5301)			43
Uncollectible Revenue--Other (5302)			44
TOTAL UNCOLLECTIBLE REVENUE (5300)	1,793	(10,157)	
TOTAL OPERATING REVENUES	4,084,620	3,606,032	

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

EXPENSE MATRIX - CLASS A & B

Particulars (a)	Total Last Year (b)	Total This Year (c)	Salaries / Wages (d)	
PLANT SPECIFIC OPERATIONS EXPENSE				
Total Network Support Expense (6110)	5,180	9,354		1
Less: Nonregulated		0		2
Net Regulated	5,180	9,354		3
Total General Support Expense (6120)	113,688	89,672		4
Less: Nonregulated		0		5 G
Net Regulated	113,688	89,672		6
Total Central Office Switching Expense (6210)	122,576	108,965		7
Less: Nonregulated		0		8
Net Regulated	122,576	108,965		9
Total Operator Systems Expense (6220)		0		10
Less: Nonregulated		0		11
Net Regulated	0	0		12
Total Central Office Transmission Expenses (6230)		0		13
Less: Nonregulated		0		14
Net Regulated	0	0		15
Total Information Orig. / Term. Expense (6310)	2,036	749		16
Less: Nonregulated		0		17
Net Regulated	2,036	749		18
Total Cable and Wire Fac. Expense (6410)	89,607	101,120		19
Less: Nonregulated		0		20
Net Regulated	89,607	101,120		21
TOTAL PLANT SPECIFIC OPERATIONS EXPENSE	333,087	309,860		
Less: Nonregulated	0	0		
Net Regulated	333,087	309,860		
PLANT NONSPECIFIC OPERATIONS EXPENSE				
Total Other Property, Plant and Equip. Exp. (6510)	0	0		22
Less: Nonregulated		0		23
Net Regulated	0	0		24
Total Network Operations Expense (6530)	148,517	167,437		25
Less: Nonregulated		0		26
Net Regulated	148,517	167,437		27
Access Expense (6540)		0		28
Less: Nonregulated		0		29
Net Regulated	0	0		30
Total Depreciation and Amortization Expense (6560)	946,267	959,674		31
Less: Nonregulated		0		32
Net Regulated	946,267	959,674		33
TOTAL PLANT NONSPECIFIC OPERATIONS EXP.	1,094,784	1,127,111		
Less: Nonregulated	0	0		
Net Regulated	1,094,784	1,127,111		

EXPENSE MATRIX - CLASS A & B (cont.)

Account (e)	Benefits (f)	Rents (g)	Other (h)	Clearances to (from) (i)	
6110					1
					2
					3
6120					4
					5 G
					6
6210					7
					8
					9
6220					10
					11
					12
6230					13
					14
					15
6310					16
					17
					18
6410					19
					20
					21
6510					22
					23
					24
6530					25
					26
					27
6540					28
					29
					30
6560					31
					32
					33

EXPENSE MATRIX - CLASS A & B

Particulars (a)	Total Last Year (b)	Total This Year (c)	Salaries / Wages (d)
CUSTOMER OPERATIONS EXPENSE			
Total Marketing (6610)		0	34
Less: Nonregulated		0	35
Net Regulated	0	0	36
Total Services (6620)	617,499	669,627	37
Less: Nonregulated		0	38
Net Regulated	617,499	669,627	39
TOTAL CUSTOMER OPERATIONS EXPENSE	617,499	669,627	
Less: Nonregulated	0	0	
Net Regulated	617,499	669,627	
CORPORATE OPERATIONS EXPENSE			
Total Exec. and Planning (6710)	237,504	275,636	40
Less: Nonregulated		0	41
Net Regulated	237,504	275,636	42
Total General and Administrative (6720)	599,871	560,882	43
Less: Nonregulated		0	44
Net Regulated	599,871	560,882	45
Provision for Uncollectible Notes Receiv. (6790)		0	46
Less: Nonregulated		0	47
Net Regulated	0	0	48
TOTAL CORPORATE OPERATIONS EXPENSE	837,375	836,518	
Less: Nonregulated	0	0	
Net Regulated	837,375	836,518	
TOTAL EXPENSES	2,882,745	2,943,116	
Less: Nonregulated	0	0	
Net Regulated	2,882,745	2,943,116	

EXPENSE MATRIX - CLASS A & B (cont.)

Account (e)	Benefits (f)	Rents (g)	Other (h)	Clearances to (from) (i)	
6610					34
					35
					36
6620					37
					38
					39
6710					40
					41
					42
6720					43
					44
					45
6790					46
					47
					48

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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		2
Total: Reported in Account 6510	0	0		
Depreciat. Exp.--Tele. Plant in Service (6561)	946,267	959,674		3
Depreciat. Exp.--Prop. Held for Future Tele. Use (6562		0		4
Amortization Expense--Tangible (6563)		0		5
Amortization Expense--Intangible (6564)		0		6
Amortization Expense--Other (6565)		0		7
Total: Reported in Account 6560	946,267	959,674		

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

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

CALCULATION OF ASSESSABLE REVENUES FOR REMAINDER AND TELEPHONE RELAY ASSESSMENT PURPOSES

Currently, cooperatives are not billed for remainder assessment, but are subject to Department of Justice and telephone relay assessments.

Description (a)	This Year (b)	
Gross Operating Revenues	4,086,413	1
Plus: Collection of amounts previously written off	4,086,413	2
Less: Uncollectibles written off during the year	4,086,413	3
Plus: Total Other Operating Income and (Expense) (7100)	0	4
Less: Nonregulated Operating Revenue (included in Gross Oper. Rev. on Line 1)		5
Plus: Nonregulated Uncollectible Revenue (included in Gross Oper. Rev. on Line 1)		6
Less: Out-of-State Operating Revenues (included in Gross Oper. Rev. on Line 1)		7
Plus (or Less) Other (please specify): NONE	0	8
Assessable Revenues for Remainder, Department of Justice, and Telephone Relay Assessment Purposes	4,086,413	

CALCULATION OF ASSESSABLE REVENUES FOR UNIVERSAL SERVICE FUND ASSESSMENT PURPOSES

Description (a)	This Year (b)	
Total Basic Local Service Revenue (5000)	962,480	1
Plus: Total Intrastate Access Revenues (5084)	875,148	2
Plus: Total Long Distance Network Services Revenue	100,235	3
Less: Out-of-State Operating Revenues (included in the above lines)		4
Plus (or Less) Other (please specify): NONE	0	5
Assessable Revenues for Universal Service Fund Assessment Purposes	1,937,863	

CALCULATION OF ASSESSABLE REVENUES FOR REMAINDER AND TELEPHONE RELAY ASSESSMENT PURPOSES

Currently, cooperatives are not billed for remainder assessment, but are subject to the telephone relay assessment.

Description (a)	This Year (b)	
Gross Operating Revenues	4,086,413	1
Plus: Collection of amounts previously written off	4,086,413	2
Less: Uncollectibles written off during the year	4,086,413	3
Plus: Total Other Operating Income and (Expense) (7100)	0	4
Less: Nonregulated Operating Revenue (included in Gross Oper. Rev. on Line 1)		5
Plus: Nonregulated Uncollectible Revenue (included in Gross Oper. Rev. on Line 1)		6
Less: Out-of-State Operating Revenues (included in Gross Oper. Rev. on Line 1)		7
Plus (or Less) Other (please specify): NONE	0	8
Assessable Revenues for Remainder and Telephone Relay Assessment Purposes	4,086,413	

CALCULATION OF ASSESSABLE REVENUES FOR UNIVERSAL SERVICE FUND ASSESSMENT PURPOSES

Description (a)	This Year (b)	
Total Basic Local Service Revenue (5000)	962,480	1
Plus: Total Intrastate Access Revenues (5084)	875,148	2
Plus: Total Long Distance Network Services Revenue	100,235	3
Less: Out-of-State Operating Revenues (included in the above lines)		4
Plus (or Less) Other (please specify): NONE	0	5
Assessable Revenues for Universal Service Fund Assessment Purposes	1,937,863	

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

Particulars (a)	This Year (b)	Last Year (c)	
OTHER OPERATING INCOME AND EXPENSE			
Income from Custom Work (7110)*			1
Return from Nonregulated Use of Regulated Facilities (7130)*			2
Gains and (Losses) from Foreign Exchange (7140)			3
Gains or (Losses) from the Disposition of Land and Artworks (7150)			4
Other Operating Gains and (Losses) (7160)*			5
TOTAL OTHER OPERATING INCOME AND (EXPENSE) (7100)*	0	0	
OPERATING TAXES			
Operating Investment Tax Credits--Net (7210)*			6
Operating Federal Income Taxes (7220)*	19,255	19,416	7
Operating State and Local Income Taxes (7230)*	25	25	8
Operating Other Taxes (7240)*	235,682	210,392	9
Provision for Deferred Operating Income Taxes--Net (7250)*			10
TOTAL OPERATING TAXES (7200)*	254,962	229,833	
NONOPERATING INCOME AND EXPENSE			
Dividend Income (7310)*	227	201	11
Interest Income (7320)*	109,366	165,012	12
Income from Sinking and Other Funds (7330)*			13
Allowance for Funds Used During Construction (7340)*	41,474	21,674	14
Gains or (Losses) from the Disposition of Certain Property (7350)*			15
Other Nonoperating Income (7360)*	177,220	316,208	16
Special Charges (7370)*	2,123	2,268	17
TOTAL NONOPERATING INCOME AND EXPENSE (7300)*	326,164	500,827	
NONOPERATING TAXES			
Nonoperating Investment Tax Credits--Net (7410)*			18
Nonoperating Federal Income Taxes (7420)*	124,133	89,098	19
Nonoperating State and Local Income Taxes (7430)*			20
Nonoperating Other Taxes (7440)*			21
Provision for Deferred Nonoperating Income Taxes-Net (7450)*			22
TOTAL NONOPERATING TAXES (7400)*	124,133	89,098	
INTEREST AND RELATED ITEMS			
Interest on Funded Debt (7510)*	337,602	288,157	23
Interest Expense--Capital Leases (7520)*			24
Amortization of Debt Issuance Expense (7530)*			25
Other Interest Deductions (7540)*	578	552	26
TOTAL INTEREST AND RELATED ITEMS (7500)*	338,180	288,709	
EXTRAORDINARY ITEMS			
Extraordinary Items (7600)*			27
Extraordinary Income Credits (7610)			28
Extraordinary Income Charges (7620)			29
Current Income Tax Effect of Extraordinary Items--Net (7630)			30
Provision for Deferred Income Tax Effect of Extraordinary Items--Net (7640)			31
TOTAL EXTRAORDINARY ITEMS (7600)*	0	0	
NONREGULATED NET INCOME			
Nonregulated Net Income (7990)*	(95,739)	96,738	32

TELEPHONE CALLS AND MINUTES OF USE PER MONTH

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

Item (a)	Telephone Calls (000's) (b)	Minutes of Use (000's) (c)	
LOCAL			
Intra-Exchange			1 H
Extended Area Service			2
Extended Community Calling	268	1,342	3
Other Local-Undefined			4
Total Local	268	1,342	
TOLL			
Operator Handled: State--intraLATA	8	26	5 H
Operator Handled: State--interLATA	4	12	6
Operator Handled: Interstate	21	54	7
Customer Dialed: State--intraLATA	1,526	5,162	8
Customer Dialed: State--interLATA	240	1,190	9
Customer Dialed: Interstate	779	3,847	10
WATS			11
Other Toll-Undefined			12
Total Toll	2,578	10,291	
Total Local & Toll	2,846	11,633	

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.					1 H
Feature Group A -- Term.					2
Feature Group B -- Orig.					3
Feature Group B -- Term.					4
Feature Group C -- Orig.					5
Feature Group C -- Term.					6
Feature Group D -- Orig.					7
Feature Group D -- Term.					8

OUTSIDE PLANT STATISTICS AT END OF YEAR

Description of Item (a)	Amount (b)	
Sheath miles of plant - aerial	0	1
Sheath miles of plant - buried	844	2
Sheath miles of plant - fiber optics	158	3
Strand miles of plant - fiber optics	1,321	4
Route miles of plant - microwave		5

SPECIAL ACCESS CIRCUITS IN USE AT END OF YEAR

Circuit Type (a)	InterLATA Chan. Terms. (b)	IntraLATA Chan. Terms. (c)	
Voice grade	3	30	1
56 kbps	1	17	2
64 kbps (DS0)	1	3	3
1.54 Mbps (DS-1)	4	1	4
45 Mbps (DS-3)	0	2	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	0	1
Sheath miles of plant - buried	844	2
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SPECIAL ACCESS CIRCUITS IN USE AT END OF YEAR

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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)	
Business			
1 Party	517	555	3
2 Party	0		4
4 Party	0		5
PBX Trunks/System Trunks	29	29	6
Centrex Trunks	0		7
Centrex Lines	63	96	8
Key System Trunks	174	178	9
Mobile (Utility Provided Service)	1	0	10
Paging (Utility Provided Service)	0		11
FX-Out (Switched)	5	4	12
Pay Telephone			13
Coin-Operated Pay Telephone	0	28	14
Independent Pay Telephone Provider	0	3	15
Pay Stations - Public	27	0	16
- Semi-Public	0		17
- Cust. Owned	3	0	18
Other	0		19
Total Business Lines	819	893	20
Residential (Incl. Emp. Concess.)			
1 Party	4,527	4,635	22
2 Party	0		23
4 Party	0		24
FX-Out (Switched)	1	1	25
Other	0		26
Total Residential Lines	4,528	4,636	27
Total Bus & Res Lines	5,347	5,529	28
Company Used Lines	32	32	29
Total Lines Used	5,379	5,561	30

SERVICE DATA (cont.)

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

Item (a)	FOY (b)	EOY (c)	
Miscellaneous			
WATS Lines - OutWATS	0		3
WATS Lines - 800 Service	45	83	4
FX-In-intraLATA	0		5
Special Access-intraLATA			6
(expressed in equiv. access lines)	747	1,418	7
Special Access-interLATA			8
(expressed in equiv. access lines)	101	101	9
Feature Group A Lines	0		10
Feature Group B Trunks	3	2	11
Feature Group C Trunks	156	156	12
Feature Group D Trunks	409	619	13
TSPS - Trunks	26	28	14
EAS - Trunks	425	683	15
Cellular Trunks (Pub. Sw. Net.)	0		16
Video Distance Learning			17
- discounted (special tariff)	1	2	18
Customers			
Business - 2 Party Customers	0		20
Business - 4 Party Customers	0		21
Residential - 2 Party Customers	0		22
Residential - 4 Party Customers	0		23
Other			
Total Central Office, Info. Orig./Term., & Cable			25
Wire Fac. Assets (based on physical location of plant)			26
	11,758,308	12,739,127	27
Total Company Square Miles	425	425	28
Total Company Route Miles	999	1,002	29
Footnotes			30

SERVICE DATA - END OF YEAR

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

Item (a)	Exchange (b)	Exchange (c)	Exchange (d)	Exchange (e)	
PSCW Exchange ID	0080	0890	1370	4390	1
Business					2
1 Party	107	217	67	46	3
2 Party					4
4 Party					5
PBX Trunks/System Trunks	7	4	4	4	6
Centrex Trunks					7
Centrex Lines		96			8
Key System Trunks	48	76	17	18	9
Mobile (utility provided service)					10
Paging (utility provided service)					11
FX-Out (Switched)		3	1		12
Pay Telephone					13
Coin-Operated Pay Telephone	5	11	2	4	14
Independent Pay Telephone Provider	2	1	0	0	15
Pay Stations - Public	0	0	0	0	16
- Semi-Public					17
- Cust. Owned	0	0			18
Other					19
Total Business Lines	169	408	91	72	20
Residential (Incl. Emp. Concess.)					21
1 Party	974	1,443	662	666	22
2 Party					23
4 Party					24
FX-Out (Switched)	1				25
Other					26
Total Residential Lines	975	1,443	662	666	27
Total Bus & Res Lines	1,144	1,851	753	738	28
Company Used Lines	4	5	14	4	29
Total Lines Used	1,148	1,856	767	742	30

SERVICE DATA - END OF YEAR

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

Item (a)	Exchange (b)	Exchange (c)	Exchange (d)	Exchange (e)	
PSCW Exchange ID	4600	4750			1
Business					2
1 Party	56	62			3
2 Party					4
4 Party					5
PBX Trunks/System Trunks	10				6
Centrex Trunks					7
Centrex Lines					8
Key System Trunks	17	2			9
Mobile (utility provided service)		0			10
Paging (utility provided service)					11
FX-Out (Switched)					12
Pay Telephone					13
Coin-Operated Pay Telephone	4	2			14
Independent Pay Telephone Provider	0	0			15
Pay Stations - Public	0	0			16
- Semi-Public					17
- Cust. Owned					18
Other					19
Total Business Lines	87	66	0	0	20
Residential (Incl. Emp. Concess.)					21
1 Party	448	442			22
2 Party					23
4 Party					24
FX-Out (Switched)					25
Other					26
Total Residential Lines	448	442	0	0	27
Total Bus & Res Lines	535	508	0	0	28
Company Used Lines	2	3			29
Total Lines Used	537	511	0	0	30

SERVICE DATA - END OF YEAR (cont.)

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

Item (a)	Exchange (b)	Exchange (c)	Exchange (d)	Exchange (e)	
PSCW Exchange ID	0080	0890	1370	4390	1
Miscellaneous					2
WATS Lines - OutWATS					3
WATS Lines - 800 Service	9	22	15	9	4
FX-In-intraLATA					5
Special Access-intraLATA (equiv. access lines)	34	686	10	678	6 7
Special Access-interLATA (equiv. access lines)	3	50	24		8 9
Feature Group A Lines					10
Feature Group B Trunks			2		11
Feature Group C Trunks		61	95		12
Feature Group D Trunks			619		13
TSPS - Trunks		16	12		14
EAS - Trunks		285	398		15
Cellular Trunks (Pub. Sw. Net.)					16
Video Distance Learning - discounted (special tariff)		1		1	17 18
Customers					19
Business - 2 Party Customers					20
Business - 4 Party Customers					21
Residential - 2 Party Customers					22
Residential - 4 Party Customers					23
Other					24
Exchange C.O., Info. Orig./Term., & Cable					25
Wire Fac. Assets (based on physical location of plant)	2,180,183	3,001,502	3,336,627	1,454,670	26 27
Exchange Square Miles	77	47	74	79	28
Exchange Route Miles	196	146	186	154	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	4600	4750			1
Miscellaneous					2
WATS Lines - OutWATS					3
WATS Lines - 800 Service	16	12			4
FX-In-intraLATA					5
Special Access-intraLATA					6
(equiv. access lines)	4	6			7
Special Access-interLATA					8
(equiv. access lines)	24	0			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
Customers					19
Business - 2 Party Customers					20
Business - 4 Party Customers					21
Residential - 2 Party Customers					22
Residential - 4 Party Customers					23
Other					24
Exchange C.O., Info. Orig./Term., & Cable					25
Wire Fac. Assets (based on physical					26
location of plant)	1,249,591	1,516,554			27
Exchange Square Miles	54	94			28
Exchange Route Miles	140	180			29
Footnotes					30

MANUFACTURER ABBREVIATIONS

Use these abbreviations when completing the central office data schedule.

Manufacturer Name (a)	Abbreviation (b)	
Alcatel	AL	1
ATTC	ATT	2
GTE	GTE	3
ITT	ITT	4
Lucent	ATT/LUC	5
Nippon Electric	NEC	6
Northern Telecom	NTI	7
Siemens	SI	8
Stromberg-Carlson	SC	9
VIDAR	VI	10

EQUIPMENT ABBREVIATIONS

Use these abbreviations when completing the central office data schedule.

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

MANUFACTURER ABBREVIATIONS

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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.

Description (a)	Central Off. (b)	Central Off. (c)	Central Off. (d)	Central Off. (e)	
Exchange Name	ALMENA	CAMERON	DALLAS	PRAIRIE FARM	1
PSCW Exchange ID	0080	0890	1370	4390	2
Central Office Name	ALMENA	CAMERON	DALLAS	PRAIRIE FARM	3
PSCW Central Office ID	1	1	1	1	4
Manufacturer of COE (Page 54)	SC	SC	SC	SC	5
Year COE Installed	1982	1985	1982	1985	6
Type of Equipment (Page 54)	D	D	D	D	7
(S)tandalone, (H)ost, (R)emote	R	S	H	R	8
Remote Host PSCW Exchange ID	1370			1370	9
Remote Host PSCW Central Office ID	1	0	0	1	10
COE Generic Software Release No.	20.0	20.0	20.0	20.0	11
SS7?	No	Yes	Yes	No	12
9-1-1?	Yes	Yes	Yes	Yes	13
Access Lines - In Use	1,148	1,856	767	742	14
- Equipped	1,158	1,925	1,241	816	15
- Wired	1,170	1,940	1,642	900	16
Trunks - In Use	0	362	1,126	0	17
- Equipped	0	432	1,464	0	18
- Wired	0	432	1,464	0	19
ISDN Available?	Yes	Yes	Yes	Yes	20
ISDN Lines - In Use (BRI)	0	0	0	0	21
- In Use (PRI)	0	0	0	0	22
Switched 56 Service?	Yes	Yes	Yes	Yes	23
Switched 56 lines in use	0	6	0	0	24
Digital Transmission Facilities: DS-1 - In Use	25	53	106	9	25
DS-3 - In Use	0	1	0	1	26
Advanced Data Service Available:					
Packet Switching?	No	No	No	No	27
SMDS?	No	No	No	No	28
Frame Relay?	No	No	No	No	29
ATM (Asynchronous Trans. Mode)?	No	No	No	No	30
Video Information - Service Available?	No	No	No	No	31
- In Use (# lines) ¹	0	0	0	0	32
Fiber Transmission Facilities:					
No. of fiber strands entering C.O.	28	60	24	24	33
No. of fiber strands working (LIT) in C.O.	4	12	6	4	34
No. of fiber strands for interoffice use	16	32	12	16	35
Miles of fiber sheath in wire center	23	26	30	17	36
Access Tandem Serving this C.O.:					
- C.O. Name	DALLAS	DALLAS	DALLAS	DALLAS	37
- PSCW C.O. ID	1370-01	1370-01	1370-01	1370-01	38
Does this C.O. do access tandem switching?	No	No	Yes	No	39
Equal Access: InterLATA (1+)?	Yes	Yes	Yes	Yes	40
Equal Access: IntraLATA (1+)?	Yes	Yes	Yes	Yes	41
Footnotes					42

¹ Teleco provided end-to-end facility.

CENTRAL OFFICE DATA - END OF YEAR

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

Description (a)	Central Off. (b)	Central Off. (c)	Central Off. (d)	Central Off. (e)	
Exchange Name	RIDGELAND	SAND CREEK			1
PSCW Exchange ID	4600	4750			2
Central Office Name	RIDGELAND	SAND CREEK			3
PSCW Central Office ID	1	1			4
Manufacturer of COE (Page 54)	SC	SC			5
Year COE Installed	1985	1985			6
Type of Equipment (Page 54)	D	D			7
(S)tandalone, (H)ost, (R)emote	R	R			8
Remote Host PSCW Exchange ID	1370	1370			9
Remote Host PSCW Central Office ID	1	1			10
COE Generic Software Release No.	20.0	20.0			11
SS7?	No	No			12
9-1-1?	Yes	Yes			13
Access Lines - In Use	537	511			14
- Equipped	606	600			15
- Wired	630	630			16
Trunks - In Use	0	0			17
- Equipped	0	0			18
- Wired	0	0			19
ISDN Available?	Yes	Yes			20
ISDN Lines - In Use (BRI)	0	0			21
- In Use (PRI)	0	0			22
Switched 56 Service?	Yes	Yes			23
Switched 56 lines in use	0	0			24
Digital Transmission Facilities: DS-1 - In Use	6	78			25
DS-3 - In Use	0	1			26
Advanced Data Service Available:					
Packet Switching?	No	No			27
SMDS?	No	No			28
Frame Relay?	No	No			29
ATM (Asynchronous Trans. Mode)?	No	No			30
Video Information - Service Available?	No	No			31
- In Use (# lines) ¹	0	0			32
Fiber Transmission Facilities:					
No. of fiber strands entering C.O.	24	28			33
No. of fiber strands working (LIT) in C.O.	4	8			34
No. of fiber strands for interoffice use	16	16			35
Miles of fiber sheath in wire center	36	26			36
Access Tandem Serving this C.O.:					
- C.O. Name	DALLAS	DALLAS			37
- PSCW C.O. ID	1370-01	1370-01			38
Does this C.O. do access tandem switching?	No	No			39
Equal Access: InterLATA (1+)?	Yes	Yes			40
Equal Access: IntraLATA (1+)?	Yes	Yes			41
Footnotes					42

¹ Teleco provided end-to-end facility.

GENERAL, SCHEDULE LEVEL AND SCHEDULE LINE FOOTNOTES

General Footnote

Schedule Footnotes

Telephone Calls and Minutes of Use Per Month Footnote. Page 47

Schedule Line Footnotes

- A)** CTC Communications, Inc.
Stock
100% of stock owned by Chibardun Telephone Cooperative, Inc.
- CTC Telcom, Inc.
Stock
100% of stock owned by Chibardun Telephone Cooperative, Inc.
- B)** Account 2551 - Transfer public telephone terminal equipment to nonregulated.
- C)** Page 26, Account 2351 - Other amounts for account 2351 represent the transfer of public telephone equipment and reserve for depreciation to nonregulated investment per FCC order effective 4/15/97.
- D)** Page 40, Account 5084.2 - Long distance calling and related intrastate access minutes of use increased significantly over 1996 due to additional customers and more calling.
- E)** Page 40, Account 5100 - The company began providing toll service to its customers in November, 1996. 1997 toll revenues reflect a full year of this activity.
- F)** Page F, Account 5300 - During 1996, significant collections of prior written off accounts were received. This was a nonrecurring item.
- G)** Page 41, Account 6120 - During 1996, some larger building maintenance projects were incurred. The company also incurred some maintenance costs prior to the start of the remodeling of the Dallas office facility.
- H)** This information is not available.
- I)** The Coop. has .22 sheath miles of aerial plant, rounded to zero.