



4004

**ANNUAL REPORT**

OF

Name: COON VALLEY FARMERS TELEPHONE CO

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Principal Office: 105-107 CENTRAL AVE  
P.O. BOX 48  
COON VALLEY, WI 54623-0048

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For the Year Ended: DECEMBER 31, 1997

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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 CAROL ANN OLSON of  
(Person responsible for accounts)

COON VALLEY FARMERS TELEPHONE CO, 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.

CAROL ANN OLSON 04/28/1998  
(Person responsible for accounts) (Date)

ASSISTANT MANAGER  
(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>	<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"><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>	<p>A central office switch which has no remote switching units (RSUs) subtending it.</p>
<b>Trunk</b>	<p>A communications path connecting two switching systems in the establishment of an end-to-end connection.</p>
<b>Wide Area Telephone Service (WATS)</b>	<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>
<b>Wire Center</b>	<p>The location of one or more local switching systems. A point at which customers' loops converge.</p>

## 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:** COON VALLEY FARMERS TELEPHONE CO  
**Utility Location:** 105-107 CENTRAL AVE  
P.O. BOX 48  
COON VALLEY, WI 54623-0048

**Utility Web Site Address:**

**When was utility organized?:** 01/01/1900

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

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

---

**Name:** MS CAROL A . OLSON  
**Title:** ASSISTANT MANAGER

**Office Address:** 105-107 CENTRAL AVE  
P.O. BOX 48  
COON VALLEY , WI 54623

**Fax Number:** (608) 452 - 3100  
**Telephone Number:** (608) 452 - 3101  
**Email Address:** cvt@mwt.net

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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:**

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

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**Name:** MS CAROL A . OLSON  
**Title:** ASSISTANT MANAGER

**Office Address:** 105-107 CENTRAL AVENUE  
P.O. BOX 48  
COON VALLEY , WI 54623

**Fax Number:** (608) 452 - 3100  
**Telephone Number:** (608) 452 - 3101  
**Email Address:** cvt@mwt.net

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

---

**Name:** CAROL A . OLSON  
**Title:** ASSISTANT MANAGER

**Office Address:** 105-107 CENTRAL AVENUE  
P.O. BOX 48  
COON VALLEY , WI 54623

**Fax Number:** (608) 452 - 3100  
**Telephone Number:** (608) 452 - 3101  
**Email Address:** cvt@mwt.net

## IDENTIFICATION AND OWNERSHIP

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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)	1,231,054	1,114,115	1
<b>Operating Expenses</b>			
Plant Specific Operations Expense (6110-6410)	160,772	180,260	2
Plant Nonspecific Operations Expense	339,691	260,322	3
Customer Operations Expense (6610-6620)	164,605	130,918	4
Corporate Operations Expense (6710-6790)	160,870	112,609	5
Other Operating Income and Expense (7100)	0	0	6
Operating Taxes (7200)	156,659	177,507	7
<b>Total Operating Expenses</b>	<b>982,597</b>	<b>861,616</b>	<b>8</b>
<b>Net Operating Income</b>	<b>248,457</b>	<b>252,499</b>	<b>9</b>
<b>Other Income</b>			
Nonoperating Income and Expense (7300)	14,982	18,161	10
Nonoperating Taxes (7400)	15,974	644	11
Interest and Related Items (7500)	73,098	75,709	12
Extraordinary Items (7600)	0	0	13
Nonregulated Net Income (7990)	(19,318)	(13,910)	14
<b>Total Nonoperating Income</b>	<b>(93,408)</b>	<b>(72,102)</b>	<b>15</b>
<b>Net Income</b>	<b>155,049</b>	<b>180,397</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.)

The accounting policies of the Company conform to generally accepted accounting principles. Management uses estimates and assumptions in preparing its financial statements. Those estimates and assumptions affect the reported amounts of assets, liabilities, revenues and expenses, and the disclosure of contingent revenues and expenses. The accounting records of the telephone company are maintained in accordance with the Uniform System of Accounts for Class A and B Telephone Companies prescribed by the Federal Communications Commission (FCC) as modified by the Public Service Commission of Wisconsin (PSCW).

### A. Property and Equipment

Telephone plant is capitalized at original cost, including the capitalized cost of salaries and wages, materials, certain payroll taxes, and employee benefits and interest incurred during the construction period.

The Company provides for depreciation for financial reporting purposes on the straight-line method by the application of rates based on the estimated service lives of the various classes of depreciable property as approved by the Board of Directors.

Renewals and betterments of units of property are charged to telephone plant in service. When telephone plant is retired, its cost is removed from the asset account and charged against accumulated depreciation together with removal cost less any salvage realized. No gains or losses are recognized in connection with routine retirements of depreciable property. Repairs and renewals of minor items of property are included in plant specific operations expense.

### B. Income Taxes

Income taxes are accounted for using a liability method and provide for the tax effects of transactions reported in the financial statements including both taxes currently due and deferred. Deferred taxes are adjusted to reflect deferred tax consequences at current enacted tax rates. Deferred income taxes reflect the net tax effects of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for income tax purposes. Significant components of the Company's deferred taxes arise from plant and equipment, investments, and unamortized investment tax credits. The deferred tax assets and liabilities represent the future tax return consequences of those differences, which will either be taxable or deductible, when the assets and liabilities are recovered or settled.

Investment tax credits (ITC) which were deferred prior to the Tax Reform Act of 1986, are being amortized over the life of the plant which produced the ITC.

### C. Revenue Recognition

## 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:

-----  
The Company recognizes revenues when earned regardless of the period in which they are billed. The Company is required to provide service to subscribers within its defined service territory.

Local network service revenues are recognized over the period a subscriber is connected to the telephone network. Calls within an extended community calling area are recognized when made based on a rate per minute of usage as approved by PSCW.

Network access and long distance service revenues are derived from charges for access to the Company's local exchange network. The interstate portion of access revenues are based on an average company settlement formula administered by the National Exchange Carrier Association (NECA) which is regulated by the FCC. The intrastate portion of access revenues are billed on individual company tariff access charge structure based on expense and plant investment of the Company as approved by the PSCW. The tariffs developed from these formulas are used to charge the connecting carrier and recognize revenues in the period the traffic is transported based on the minutes of traffic carried. Long distance revenues are recognized at the time a call is placed based on the minutes of traffic processed at tariffed and contracted rates.

Other revenues include contractually determined arrangements for the provision of billing and collecting services and are recognized in the period when the services are performed.

### D. Cash Equivalents

All highly liquid investments with a maturity of three months or less at the time of purchase are considered cash equivalents.

### E. Investments

Investments are stated at cost and adjusted for permanent declines in value.

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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.

None.

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

The mortgage to the United States of America, underlying the RUS notes, contains certain restrictions on the declaration or payment of cash dividends, redemption of capital stock, or investment in affiliated companies. As of December 31, 1997, the maximum amount which could be distributed in accordance with these restrictions was \$1,082,000 except as might be specifically authorized in writing in advance by the RUS noteholders.

**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 )*	804,834	699,624	1
Cash (1130 )			2
Special Cash Deposits (1140 )			3
Working Cash Advances (1150 )			4
Temporary Investments (1160 )			5
<b>TOTAL CASH AND EQUIVALENTS</b>	<b>804,834</b>	<b>699,624</b>	
<b>RECEIVABLES AND ALLOWANCES FOR DOUBTFUL ACCOUNTS</b>			
Telecommunications Accounts Receivable (1180 )*	65,582	51,744	6
Accounts Receivable Allowance-Telecom (1181 )*	0	0	7
<b>Net: Telecommunications Accounts Receivable</b>	<b>65,582</b>	<b>51,744</b>	
Other Accounts Receivable (1190 )*	124,129	92,869	8
Accounts Receivable Allowance--Other (1191 )*	0	0	9
<b>Net: Other Accounts Receivable</b>	<b>124,129</b>	<b>92,869</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 )*	1,616	1,562	12
<b>TOTAL RECEIVABLES AND ALLOWANCES FOR DOUBTFUL</b>	<b>191,327</b>	<b>146,175</b>	
<b>SUPPLIES</b>			
Inventories (1220 )*	31,642	47,256	13
<b>TOTAL SUPPLIES</b>	<b>31,642</b>	<b>47,256</b>	
<b>PREPAYMENTS</b>			
Total Prepayments (1280 )*	13,533	5,191	14
Prepaid Rents (1290 )			15
Prepaid Taxes (1300 )			16
Prepaid Insurance (1310 )			17
Prepaid Directory Expenses (1320 )			18
Other Prepayments (1330 )			19
<b>TOTAL PREPAYMENTS</b>	<b>13,533</b>	<b>5,191</b>	
<b>OTHER CURRENT ASSETS</b>			
Other Current Assets (1350 )*	0	0	20
<b>TOTAL OTHER CURRENT ASSETS</b>	<b>0</b>	<b>0</b>	
<b>TOTAL CURRENT ASSETS</b>	<b>1,041,336</b>	<b>898,246</b>	
<b>NONCURRENT ASSETS</b>			
<b>INVESTMENTS</b>			
Investment in Affiliated Companies (1401 )*	0	0	21
Investments in Nonaffiliated Companies (1402 )*	266,680	266,680	22
Nonregulated Investments (1406 )*	50,084	47,660	23
Unamortized Debt Issuance Expense (1407 )*	0	0	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 )*	0	0	26
<b>TOTAL INVESTMENTS</b>	<b>316,764</b>	<b>314,340</b>	
<b>DEFERRED CHARGES</b>			
Deferred Tax Regulatory Asset (1437 )*	0	0	27
Deferred Maintenance and Retirements (1438 )*	0	0	28
Deferred Charges (1439 )*	13,474	0	29
<b>TOTAL DEFERRED CHARGES</b>	<b>13,474</b>	<b>0</b>	
<b>TOTAL NONCURRENT ASSETS</b>	<b>330,238</b>	<b>314,340</b>	
<b>PLANT</b>			
<b>TELECOMMUNICATIONS PLANT IN SERVICE</b>			
Telecommunications Plant in Service (2001 )*	4,505,975	4,332,020	30
Less: Accumulated Depreciation (3100 )*	1,901,893	1,649,642	31
Less: Accumulated Amortization--Capitalized Leases (3410 )*	0	0	32
Less: Accumulated Amortization--Leasehold Improvements (3420 )*	0	0	33
Less: Accumulated Amortization--Intangible (3500 )*	0	0	34
<b>NET TELECOMMUNICATIONS PLANT IN SERVICE</b>	<b>2,604,082</b>	<b>2,682,378</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 )*	0	0	39
<b>TOTAL TPUC</b>	<b>0</b>	<b>0</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>2,604,082</b>	<b>2,682,378</b>	
<b>TOTAL ASSETS AND OTHER DEBITS*</b>	<b>3,975,656</b>	<b>3,894,964</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 )*	92,256	68,244	1
Notes Payable (4020 )*	0	0	2
Advance Billing and Payments (4030 )*	0	0	3
Customer Deposits (4040 )*	0	0	4
Current Maturities--Long-Term Debt (4050 )*	79,900	73,900	5
Current Maturities--Capital Leases (4060 )*	0	0	6
Income Taxes--Accrued (4070 )*	(26,260)	1,768	7
Other Taxes--Accrued (4080 )*	(6,110)	(9,798)	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 )*	507	591	11
Other Current Liabilities (4130 )*	0	0	12
<b>TOTAL CURRENT LIABILITIES*</b>	<b>140,293</b>	<b>134,705</b>	
<b>LONG-TERM DEBT</b>			
Funded Debt (4210 )*	1,421,139	1,487,282	13
Premium on Long-Term Debt (4220 )*	0	0	14
Discount on Long-Term Debt (4230 )*	0	0	15
Reacquired Debt (4240 )*	0	0	16
Obligations Under Capital Leases (4250 )*	0	0	17
Advances from Affiliated Companies (4260 )*	0	0	18
Other Long-Term Debt (4270 )*	0	0	19
<b>TOTAL LONG-TERM DEBT*</b>	<b>1,421,139</b>	<b>1,487,282</b>	
<b>OTHER LIABILITIES AND DEFERRED CREDITS</b>			
Other Long-Term Liabilities (4310 )*	0	0	20
Unamortized Operating ITC--Net (4320 )*	3,261	6,578	21
Unamortized Nonoperating ITC--Net (4330 )*	0	0	22
Net Noncurrent Deferred Operating Income Taxes (4340 )*	306,393	278,819	23
Net Deferred Tax Liability Adjustments (4341 )*	(1,974)	(4,106)	24
Net Noncurrent Deferred Nonoperating Income Taxes (4350 )*	30,755	27,343	25
Other Deferred Credits (4360 )*	0	0	26
Deferred Tax Regulatory Liability (4361 )*	2,039	4,243	27
<b>TOTAL OTHER LIABILITIES AND DEFERRED CREDITS*</b>	<b>340,474</b>	<b>312,877</b>	
<b>STOCKHOLDERS' EQUITY</b>			
Capital Stock (4510 )*	864,000	864,000	28
Additional Paid-in Capital (4520 )*	0		29
Treasury Stock (4530 )*	9,000	0	30 Z
Other Capital (4540 )*	0		31
Retained Earnings (4550 )*	1,218,749	1,096,100	32
<b>TOTAL STOCKHOLDERS' EQUITY*</b>	<b>2,073,749</b>	<b>1,960,100</b>	
<b>TOTAL LIABILITIES AND OTHER CREDITS*</b>	<b>3,975,655</b>	<b>3,894,964</b>	

**STATEMENT OF CASH FLOWS**

Item (a)	Amount (b)	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Net Income	155,049	1
<b>Adjustments to Reconcile Net Income to Net Cash Provided by Operating Activities:</b>		
Depreciation and amortization	307,341	2
Interest during construction	0	3
<b>Changes in assets and liabilities:</b>		
Current assets (net)	(37,880)	4
Other noncurrent assets	(13,474)	5
Other current liabilities	(412)	6
Other liabilities and deferred credits	27,597	7
<b>Other (specify):</b>		
<b>TOTAL ADJUSTMENTS</b>	<b>283,172</b>	
<b>NET CASH PROVIDED BY OPERATING ACTIVITIES (NET INCOME &amp; ADJUST.)</b>	<b>438,221</b>	
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
<b>Capital Expenditures:</b>		
Changes in plant (net)	(229,045)	8
Investments in affiliated companies	0	9
Nonoperating Investments	(2,424)	10
<b>Other (specify):</b>		
<b>NET CASH USING IN INVESTING ACTIVITIES</b>	<b>(231,469)</b>	
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Change in capital lease obligations (net)	0	11
Change in long-term debt (net)	(60,143)	12
Net changes in stockholder equity other than retained earnings	(9,000)	13
Change in short term borrowing (net)	0	14
Dividends paid	(32,400)	15
Miscellaneous debits/credits to retained earnings	0	16
<b>Other (specify):</b>		
<b>Net Cash Provided by Financing Activities</b>	<b>(101,543)</b>	
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	<b>105,209</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

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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.

**1. A subsidiary, Coon Valley Long Distance, Inc. 105-107 Central Av., PO Box 48, Coon Valley, Wisconsin 54623 was formed in 1997. The subsidiary is a reseller of long distance services.**

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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.

**2. None**

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

**3. None**

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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.

**4. None**

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

**5. None**

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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.

**6. None**

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

**7. None**

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

**8. None**

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### 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>	
Coon Valley Long Distance, Inc	CVLD	1

### 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	7206-TI-100					
Name of Affiliate	CVLD					1
Designate whether billed to or from:	TO					2
Cost Based (C), Market Price (M), Prevailing Price (P), Tariff (T), Other (O)	M					3
Revenues	8,398					4
<b>Expenses:</b>						
Plant Specific Operations Expense						5
Plant Nonspecific Operations Expense						6
Customer Operations Expense						7
Corporate Operations Expense						8
<b>Total Operating Expenses</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>9</b>
<b>Other:</b>						
Plant Accounts						10
Accumulated Depreciation						11
Accumulated Amortization						12
Clearing						13
All Other						14
<b>Total</b>	<b>8,398</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</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						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)	
Coon Valley Long Distance, Inc	1190	14,395	1
Coon Valley Long Distance, Inc	4010	19,025	2

## 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	8,572	1
Uncollectibles written off during the year	8,965	2
<b>Net write offs during the year</b>	<b>393</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)**

<b>Name (a)</b>	<b>Balance EOY (b)</b>	
RTB Class B Stock	0	1
<b>Other:</b>		
RTB Class C Stock	1,000	2
Century Cellunet of LaCrosse	199,377	3
Wisconsin RSA8 Limited Partnership	66,303	4
<b>Total Investments in Nonaffiliated Companies</b>	<b>266,680</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>		
Nonregulated Investments	50,084	1

**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	20,262		1
Motor Vehicles	2112	77,284	25,825	2
Aircraft	2113	0		3
Special Purpose Vehicles	2114	0		4
Garage Work Equipment	2115	0		5
Other Work Equipment	2116	80,218	619	6 I
Buildings	2121	329,985		7
Furniture	2122	10,256		8 J
Office Equipment	2123	12,521	2,108	9 J
General Purpose Computers	2124	53,743	7,511	10
<b>TOTAL--GENERAL SUPPORT ASSETS:</b>		<b>584,269</b>	<b>36,063</b>	
<b>CENTRAL OFFICE ASSETS</b>				
Analog Electronic Switching	2211	0		11
Digital Electronic Switching	2212	1,650,335	97,257	12
Electro-Mechanical Switching	2215	0	0	13
Operator Systems	2220	0		14
Radio Systems	2231	0	0	15
Circuit Equipment	2232	113,970	33,064	16
<b>TOTAL--CENTRAL OFFICE ASSETS:</b>		<b>1,764,305</b>	<b>130,321</b>	
<b>INFORMATION ORIGATION/TERMINATION ASSETS</b>				
Station Apparatus	2311	0		17
Customer Premises Wiring	2321	0		18
Large Private Branch Exchanges	2341	0		19
Public Telephone Terminal Equipment	2351	16,865		20 K
Other Terminal Equipment	2362	0		21
<b>TOTAL--INFORMATION ORIG/TERM ASSETS:</b>		<b>16,865</b>	<b>0</b>	
<b>CABLE WIRE FACILITIES ASSETS</b>				
Poles	2411	21,724		22
Aerial Cable	2421	77,855	891	23
Underground Cable	2422	0	0	24
Buried Cable	2423	1,864,846	69,403	25 L
Submarine Cable	2424	0	0	26
Deep Sea Cable	2425	0		27
Intrabuilding Network Cable	2426	0	0	28
Aerial Wire	2431	2,156	80	29
Conduit Systems	2441			30
<b>TOTAL--CABLE WIRE FACILITIES ASSETS:</b>		<b>1,966,581</b>	<b>70,374</b>	
<b>AMORTIZABLE ASSETS</b>				
Capital Leases	2681			31

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

Account (e)	Retirements (f)	Transfers / Adjustments (g)	Balance EOY (h)	
2111			20,262	1
2112	16,413		86,696	2
2113			0	3
2114			0	4
2115			0	5
2116		(1,872)	78,965	6 I
2121			329,985	7
2122	436	(4,311)	5,509	8 J
2123	698	4,311	18,242	9 J
2124	22,730		38,524	10
	<b>40,277</b>	<b>(1,872)</b>	<b>578,183</b>	
2211			0	11
2212	0	0	1,747,592	12
2215	0	0	0	13
2220			0	14
2231	0	0	0	15
2232	0	0	147,034	16
	<b>0</b>	<b>0</b>	<b>1,894,626</b>	
2311			0	17
2321			0	18
2341			0	19
2351		(16,865)	0	20 K
2362			0	21
	<b>0</b>	<b>(16,865)</b>	<b>0</b>	
2411			21,724	22
2421	2,586	0	76,160	23
2422	0	0	0	24
2423	2,521	1,318	1,933,046	25 L
2424	0	0	0	26
2425			0	27
2426	0	0	0	28
2431			2,236	29
2441			0	30
	<b>5,107</b>	<b>1,318</b>	<b>2,033,166</b>	
2681			0	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	0	32
Intangibles	2690	0	33
<b>TOTAL--AMORTIZABLE ASSETS:</b>		<b>0</b>	<b>0</b>
<b>TOTAL TELECOM. PLANT IN SERVICE</b>	<b>2001</b>	<b>4,332,020</b>	<b>236,758</b>
Less: Allocation to Nonregulated Activity - EOY	2001		34
<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			0	<b>32</b>
2690			0	<b>33</b>
	<b>0</b>	<b>0</b>	<b>0</b>	
	<b>45,384</b>	<b>(17,419)</b>	<b>4,505,975</b>	
2001			0	<b>34</b>
			<b>4,505,975</b>	

**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	8,980	737	<b>1 E</b>
Company Communications Equipment	2123.2	3,541	1,371	<b>2 F</b>
Software	2212.1	20,616	10,661	<b>3</b>
Digital Switching - Central Office	2212.2	1,629,719	86,596	<b>4</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	0		<b>8</b>
Other Radio Facilities	2231.2	0		<b>9</b>
Digital Circuit Equipment	2232.1	113,970	33,064	<b>10</b>
Analog Circuit Equipment	2232.2	0		<b>11</b>
Light Wave Circuit Equipment	2232.3	0		<b>12</b>
Aerial Cable - Nonmetallic	2421.1	0		<b>13</b>
Aerial Cable - Metallic	2421.2	77,855	891	<b>14</b>
Underground Cable - Nonmetallic	2422.1	0		<b>15</b>
Underground Cable - Metallic	2422.2	0		<b>16</b>
Buried Cable - Nonmetallic	2423.1	0		<b>17 G</b>
Buried Cable - Metallic	2423.2	1,864,846	69,403	<b>18 H</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.)**

Subaccount (e)	Retirements (f)	Transfers / Adjustments (g)	Balance EOY (h)	
2123.1	698	1,719	10,738	1 E
2123.2		2,592	7,504	2 F
2212.1			31,277	3
2212.2			1,716,315	4
2212.3			0	5
2215.1			0	6
2215.2			0	7
2231.1			0	8
2231.2			0	9
2232.1			147,034	10
2232.2			0	11
2232.3			0	12
2421.1			0	13
2421.2	2,586		76,160	14
2422.1			0	15
2422.2			0	16
2423.1		22,290	22,290	17 G
2423.2	2,521	(20,972)	1,910,756	18 H
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)	
<b>GENERAL SUPPORT ASSETS</b>						
Motor Vehicles	2112	26,710	16.6666	8,580	2,237	1
Aircraft	2113	0				2
Special Purpose Vehicles	2114	0				3
Garage Work Equipment	2115	0				4
Other Work Equipment	2116	76,013	2.485	1,377		5P
Buildings	2121	122,669	3.0	9,900		6
Furniture	2122	10,256	7.69			7Q
Office Equipment	2123	5,185	12.863	1,979		8Q
General Purpose Computers	2124	24,380	20.0	7,184		9
<b>Total-- GENERAL SUPPORT ASSETS</b>		<b>265,213</b>		<b>29,020</b>	<b>2,237</b>	
<b>CENTRAL OFFICE ASSETS</b>						
Analog Electronic Switching	2211	0				10
Digital Electronic Switching	2212	667,420	10.326	175,445		11
Electro-Mechanical Switching	2215	0				12
Operator Systems	2220	0				13
Radio Systems	2231	0				14
Circuit Equipment	2232	92,320	10.0	12,524	(1,551)	15
<b>Total-- CENTRAL OFFICE ASSETS</b>		<b>759,740</b>		<b>187,969</b>	<b>(1,551)</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	13,517	9.09	511		19R
Other Terminal Equipment	2362	0				20
<b>Total-- INFORMATION ORIG/TERM ASSETS</b>		<b>13,517</b>		<b>511</b>	<b>0</b>	
<b>CABLE WIRE FACILITIES ASSETS</b>						
Poles	2411	7,873	6.18	974		21
Aerial Cable	2421	61,063	4.55	3,541		22
Underground Cable	2422	0				23
Buried Cable	2423	540,982	4.5	85,797		24
Submarine Cable	2424	0				25
Deep Sea Cable	2425	0				26
Intrabuilding Network Cable	2426	0				27
Aerial Wire	2431	1,254	12.5	277		28

**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>	
2112	16,413		5,000		26,114	1
2113					0	2
2114					0	3
2115					0	4
2116				(1,872)	75,518	5 P
2121					132,569	6
2122	436			(4,311)	5,509	7 Q
2123	698		30	4,311	10,807	8 Q
2124	22,730				8,834	9
	<b>40,277</b>	<b>0</b>	<b>5,030</b>	<b>(1,872)</b>	<b>259,351</b>	
2211					0	10
2212	0				842,865	11
2215	0				0	12
2220					0	13
2231	0				0	14
2232	0				103,293	15
	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>946,158</b>	
2311					0	16
2321					0	17
2341					0	18
2351				(14,028)	0	19 R
2362					0	20
	<b>0</b>	<b>0</b>	<b>0</b>	<b>(14,028)</b>	<b>0</b>	
2411					8,847	21
2421	2,586	270			61,748	22
2422	0				0	23
2423	2,521			0	624,258	24
2424	0				0	25
2425					0	26
2426	0				0	27
2431					1,531	28

**ACCUMULATED DEPRECIATION CLASS A & B**

Primary Plant Account (a)	Acct (b)	Balance FOY (c)	Depr Rate (d)	Annual Accrual (e)	Additional Accrual (f)
<b>CABLE WIRE FACILITIES ASSETS</b>					
Conduit Systems	2441				29
<b>Total-- CABLE WIRE FACILITIES ASSETS</b>		<b>611,172</b>		<b>90,589</b>	<b>0</b>
<b>Total Accumulated Depreciation</b>	<b>3100</b>	<b>1,649,642</b>		<b>308,089</b>	<b>686</b>
Less: Allocation to Nonregulated Activity - Columns e, f and I	3100			0	0 30
<b>Net Regulated Total Accum Depreciation - 3100 Columns e, f and I</b>				<b>308,089</b>	<b>686</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	29
	5,107	270	0	0	696,384	
<b>3100</b>	<b>45,384</b>	<b>270</b>	<b>5,030</b>	<b>(15,900)</b>	<b>1,901,893</b>	
3100					0	30
<b>3100</b>					<b>1,901,893</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	3,759	10.0	1,033		<b>1 M</b>
Company Communications Equipment	2123.2	1,426	14.3	946		<b>2 N</b>
Software	2212.1	1,841	25.0	6,304		<b>3</b>
Digital Switching - Central Office	2212.2	665,579	10.0	169,141		<b>4</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	0				<b>8</b>
Other Radio Facilities	2231.2	0				<b>9</b>
Digital Circuit Equipment	2232.1	92,320	10.0	12,524	(1,551)	<b>10</b>
Analog Circuit Equipment	2232.2	0				<b>11</b>
Light Wave Circuit Equipment	2232.3	0				<b>12</b>
Aerial Cable - Nonmetallic	2421.1	0				<b>13</b>
Aerial Cable - Metallic	2421.2	61,063	4.55	3,541		<b>14</b>
Underground Cable - Nonmetallic	2422.1	0				<b>15</b>
Underground Cable - Metallic	2422.2	0				<b>16</b>
Buried Cable - Nonmetallic	2423.1	0	4.5	1,399		<b>17 o</b>
Buried Cable - Metallic	2423.2	540,982	4.5	84,398		<b>18 o</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>

**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	698		30	3,070	<b>7,194</b>	1 M
2123.2				1,241	<b>3,613</b>	2 N
2212.1					<b>8,145</b>	3
2212.2					<b>834,720</b>	4
2212.3					<b>0</b>	5
2215.1					<b>0</b>	6
2215.2					<b>0</b>	7
2231.1					<b>0</b>	8
2231.2					<b>0</b>	9
2232.1					<b>103,293</b>	10
2232.2					<b>0</b>	11
2232.3					<b>0</b>	12
2421.1					<b>0</b>	13
2421.2	2,586	270			<b>61,748</b>	14
2422.1					<b>0</b>	15
2422.2					<b>0</b>	16
2423.1				9,104	<b>10,503</b>	17 O
2423.2	2,521			(9,104)	<b>613,755</b>	18 O
2424.1					<b>0</b>	19
2424.2					<b>0</b>	20
2426.1					<b>0</b>	21
2426.2					<b>0</b>	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 )		1
Other Noncurrent Assets (1410 )		2
Deferred Tax Regulatory Asset (1437 )		3
Net Current Deferred Operating Income Taxes (4100 )		4
Net Noncurrent Deferred Operating Income Taxes (4340 )	(288,024)	5
Net Deferred Tax Liability Adjustments (4341 )	4,106	6
Deferred Tax Regulatory Liability (4361 )	(4,243)	7
<b>Net Property Related Deferred Operating Income Taxes</b>	<b>(288,161)</b>	
Less: Allocation to Nonregulated Activity		8
<b>Net Regulated Total Property Related Deferred Operating Income Taxes</b>	<b>(288,161)</b>	
<b>NONPROPERTY RELATED</b>		
Other Current Assets (1350 )		9
Other Noncurrent Assets (1410 )		10
Deferred Tax Regulatory Asset (1437 )		11
Net Current Deferred Operating Income Taxes (4100 )		12
Net Noncurrent Deferred Operating Income Taxes (4340 )	9,205	13
Net Deferred Tax Liability Adjustments (4341 )		14
Deferred Tax Regulatory Liability (4361 )		15
<b>Total Nonproperty Related Deferred Operating Income Taxes</b>	<b>9,205</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	4
7250	(27,687)			(315,711)	5
	(2,132)			1,974	6
	2,204			(2,039)	7
	(27,615)	0	0	(315,776)	8
				0	
	(27,615)	0	0	(315,776)	
7250				0	9
7250				0	10
				0	11
7250				0	12
7250	113			9,318	13
				0	14
				0	15
	113	0	0	9,318	

**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.

<b>Name (a)</b>	<b>Issue Date (b)</b>	<b>Maturity (c)</b>	<b>Interest Rate (d)</b>	<b>Balance EOY (e)</b>
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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>				
RUS Mortgage	07/29/1968	07/29/2003	2.0000	<b>1</b>
RUS Mortgage	06/02/1987	06/02/2015	5.0000	<b>2</b>
<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			72,314	26,000	98,314	1
5.0000			1,348,825	53,900	1,402,725	2
	<b>0</b>	<b>0</b>	<b>1,421,139</b>	<b>79,900</b>	<b>1,501,039</b>	

**CAPITAL STOCK ACCOUNTS AT END OF YEAR**

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

Class and Series (a)	Shares Authorized by Charter (b)	Par Value per Share (c)	Call Price End of Year (d)
<b>COMMON STOCK:</b>			
Common Stock	60,000	40.00	1
<b>TOTAL COMMON STOCK</b>	<b>60,000</b>		
<b>TOTAL</b>	<b><u>60,000</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	21,600	864,000	150	9,000	1
	<b>21,600</b>	<b>864,000</b>	<b>150</b>	<b>9,000</b>	
<b>TOTAL</b>	<b><u>21,600</u></b>	<b><u>864,000</u></b>	<b><u>150</u></b>	<b><u>9,000</u></b>	

**RETAINED EARNINGS (ACCT. 4550)**

Particulars (a)	This Year (b)	Last Year (c)	
Balance-First of Year	1,096,100	942,703	1
<b>Changes:</b>			
Balance Transferred from Income	155,049	180,397	2
<b>Dividends Declared:</b>			
Common	32,400	27,000	3
Preferred	0		4
<b>Total Dividends Declared</b>	<b>32,400</b>	<b>27,000</b>	
Miscellaneous Debits to Retained Earnings			5
Miscellaneous Credits to Retained Earnings			6
<b>Balance--End of Year</b>	<b><u>1,218,749</u></b>	<b><u>1,096,100</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)	73,657	21,214	58,348	1
Nonoperating Taxes (Accts. 7410 - 7450)		2,277	13,697	2
Extraordinary Items (Accts. 7630 & 7640)				3
Nonregulated Net Income (Acct. 7990)		(2,056)	(6,124)	4
Clearing Accounts				5
Construction				6
Payroll Taxes: FICA				7
Payroll Taxes: State Unemployment				8
Payroll Taxes: Federal Unemployment				9
<b>Other (specify):</b>				
Investment Tax Credit			3,317	10
Nonregulated Deferred Taxes		364	533	11
Nonoperating Deferred Taxes		1,427	4,393	12
Operating Deferred Taxes		(7,639)	(18,352)	13
<b>TOTAL</b>	<b><u>73,657</u></b>	<b><u>15,587</u></b>	<b><u>55,812</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>	
3,440					156,659	1
					15,974	2
					0	3
					(8,180)	4
					0	5
					0	6
				14,282	14,282	7
				168	168	8
				418	418	9
					3,317	10
					897	11
					5,820	12
					(25,991)	13
<b>3,440</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>14,868</b>	<b>163,364</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 )*	281,381	259,998	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>281,381</b>	<b>259,998</b>	
<b>NETWORK INTERSTATE ACCESS SERVICES REV.</b>			
End User Revenue (5081 )*	104,843	94,822	11
Switched Access Revenue (5082 )*	487,711	461,830	12
Special Access Revenue (5083 )*	4,191	0	13
<b>TOTAL INTERSTATE ACCESS REVENUES (5080)</b>	<b>596,745</b>	<b>556,652</b>	
<b>NETWORK INTRASTATE ACCESS SERVICES REV.</b>			
End User Revenue (5084.1)*	0	0	14
Switched Access Revenue (5084.2)*	220,253	195,466	15
Special Access Revenue (5084.3)*	17,357	9,157	16 A
<b>TOTAL INTRASTATE ACCESS REVENUES (5084)</b>	<b>237,610</b>	<b>204,623</b>	
<b>LONG DISTANCE NETWORK SERVICES MESSAGE REV.</b>			
Long Distance Message Revenue (5100 )*	0	0	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>0</b>	<b>0</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 )*	51,098	35,924	<b>30 B</b>
Rent Revenue (5240 )*	0	0	<b>31</b>
Corporate Operations Revenue (5250 )*	3,601	0	<b>32</b>
<b>Miscellaneous:</b>			
Miscellaneous Revenue (5260 )*	10,307	4,951	<b>33 C</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>10,307</b>	<b>4,951</b>	
Interstate Billing and Collection Revenue*	21,091	12,910	<b>39 D</b>
Intrastate Billing and Collection Revenue*	29,614	37,870	<b>40 D</b>
<b>Total Carrier Billing and Collection Revenue (5270)*</b>	<b>50,705</b>	<b>50,780</b>	
Nonregulated Operating Revenue (5280 )**			<b>41</b>
<b>TOTAL MISCELLANEOUS REVENUES</b>	<b>115,711</b>	<b>91,655</b>	
<b>GROSS OPERATING REVENUES</b>	<b>1,231,447</b>	<b>1,112,928</b>	
<b>UNCOLLECTIBLE REVENUES</b>			
Uncollectible Revenue (5300 )*	393	(1,187)	<b>42</b>
Uncollectible Revenue--Telecommunications (5301 )			<b>43</b>
Uncollectible Revenue--Other (5302 )			<b>44</b>
<b>TOTAL UNCOLLECTIBLE REVENUE (5300)</b>	<b>393</b>	<b>(1,187)</b>	
<b>TOTAL OPERATING REVENUES</b>	<b><u>1,231,054</u></b>	<b><u>1,114,115</u></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 )	690	0	108	1
Less: Nonregulated		0		2
<b>Net Regulated</b>	<b>690</b>	<b>0</b>	<b>108</b>	<b>3</b>
Total General Support Expense ( 6120 )	41,280	25,189	1,850	4
Less: Nonregulated		0		5 T
<b>Net Regulated</b>	<b>41,280</b>	<b>25,189</b>	<b>1,850</b>	<b>6</b>
Total Central Office Switching Expense ( 6210 )	70,256	70,555	32,458	7
Less: Nonregulated		0		8
<b>Net Regulated</b>	<b>70,256</b>	<b>70,555</b>	<b>32,458</b>	<b>9</b>
Total Operator Systems Expense ( 6220 )	0	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 )	5,127	8,425	603	13
Less: Nonregulated		0		14
<b>Net Regulated</b>	<b>5,127</b>	<b>8,425</b>	<b>603</b>	<b>15</b>
Total Information Orig. / Term. Expense ( 6310 )	188	393	106	16
Less: Nonregulated		0		17
<b>Net Regulated</b>	<b>188</b>	<b>393</b>	<b>106</b>	<b>18</b>
Total Cable and Wire Fac. Expense ( 6410 )	62,719	56,210	28,001	19
Less: Nonregulated		0		20
<b>Net Regulated</b>	<b>62,719</b>	<b>56,210</b>	<b>28,001</b>	<b>21</b>
<b>TOTAL PLANT SPECIFIC OPERATIONS EXPENSE</b>	<b>180,260</b>	<b>160,772</b>	<b>63,126</b>	
<b>Less: Nonregulated</b>	<b>0</b>	<b>0</b>	<b>0</b>	
<b>Net Regulated</b>	<b>180,260</b>	<b>160,772</b>	<b>63,126</b>	
<b>PLANT NONSPECIFIC OPERATIONS EXPENSE</b>				
Total Other Property, Plant and Equip. Exp. ( 6510 )	1,157	640	0	22
Less: Nonregulated		0		23
<b>Net Regulated</b>	<b>1,157</b>	<b>640</b>	<b>0</b>	<b>24</b>
Total Network Operations Expense ( 6530 )	9,971	31,710	5,554	25
Less: Nonregulated		0		26 U
<b>Net Regulated</b>	<b>9,971</b>	<b>31,710</b>	<b>5,554</b>	<b>27</b>
Access Expense ( 6540 )	0	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 )	249,194	307,341		31
Less: Nonregulated		0		32 V
<b>Net Regulated</b>	<b>249,194</b>	<b>307,341</b>		<b>33</b>
<b>TOTAL PLANT NONSPECIFIC OPERATIONS EXP.</b>	<b>260,322</b>	<b>339,691</b>	<b>5,554</b>	
<b>Less: Nonregulated</b>	<b>0</b>	<b>0</b>	<b>0</b>	
<b>Net Regulated</b>	<b>260,322</b>	<b>339,691</b>	<b>5,554</b>	

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

Account (e)	Benefits (f)	Rents (g)	Other (h)	Clearances to (from) (i)	
6110	21	0	9,187	(9,316)	1
					2
	<b>21</b>	<b>0</b>	<b>9,187</b>	<b>(9,316)</b>	3
6120	474	0	22,798	67	4
					5 T
	<b>474</b>	<b>0</b>	<b>22,798</b>	<b>67</b>	6
6210	8,324	0	28,647	1,126	7
					8
	<b>8,324</b>	<b>0</b>	<b>28,647</b>	<b>1,126</b>	9
6220	0	0	0	0	10
					11
	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	12
6230	115	0	7,632	75	13
					14
	<b>115</b>	<b>0</b>	<b>7,632</b>	<b>75</b>	15
6310	19	0	256	12	16
					17
	<b>19</b>	<b>0</b>	<b>256</b>	<b>12</b>	18
6410	7,302	0	17,329	3,578	19
					20
	<b>7,302</b>	<b>0</b>	<b>17,329</b>	<b>3,578</b>	21
	<b>16,255</b>	<b>0</b>	<b>85,849</b>	<b>(4,458)</b>	
	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	
	<b>16,255</b>	<b>0</b>	<b>85,849</b>	<b>(4,458)</b>	
6510	0	0	661	(21)	22
					23
	<b>0</b>		<b>661</b>	<b>(21)</b>	24
6530	1,274		24,505	377	25
					26 U
	<b>1,274</b>	<b>0</b>	<b>24,505</b>	<b>377</b>	27
6540	0		0	0	28
					29
	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	30
6560			307,341		31
					32 V
			<b>307,341</b>		33
	<b>1,274</b>	<b>0</b>	<b>332,507</b>	<b>356</b>	
	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	
	<b>1,274</b>	<b>0</b>	<b>332,507</b>	<b>356</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 )	0	488	0	34
Less: Nonregulated		0		35
<b>Net Regulated</b>	<b>0</b>	<b>488</b>	<b>0</b>	<b>36</b>
<hr/>				
Total Services ( 6620 )	130,918	164,117	23,759	37
Less: Nonregulated		0		38 W
<b>Net Regulated</b>	<b>130,918</b>	<b>164,117</b>	<b>23,759</b>	<b>39</b>
<hr/>				
<b>TOTAL CUSTOMER OPERATIONS EXPENSE</b>	<b>130,918</b>	<b>164,605</b>	<b>23,759</b>	
<b>Less: Nonregulated</b>	<b>0</b>	<b>0</b>	<b>0</b>	
<b>Net Regulated</b>	<b>130,918</b>	<b>164,605</b>	<b>23,759</b>	
<hr/>				
<b>CORPORATE OPERATIONS EXPENSE</b>				
Total Exec. and Planning ( 6710 )	45,558	60,078	39,297	40
Less: Nonregulated		0		41 X
<b>Net Regulated</b>	<b>45,558</b>	<b>60,078</b>	<b>39,297</b>	<b>42</b>
<hr/>				
Total General and Administrative ( 6720 )	67,051	100,792	27,313	43
Less: Nonregulated		0		44 Y
<b>Net Regulated</b>	<b>67,051</b>	<b>100,792</b>	<b>27,313</b>	<b>45</b>
<hr/>				
Provision for Uncollectible Notes Receiv. ( 6790 )	0	0		46
Less: Nonregulated		0		47
<b>Net Regulated</b>	<b>0</b>	<b>0</b>		<b>48</b>
<hr/>				
<b>TOTAL CORPORATE OPERATIONS EXPENSE</b>	<b>112,609</b>	<b>160,870</b>	<b>66,610</b>	
<b>Less: Nonregulated</b>	<b>0</b>	<b>0</b>	<b>0</b>	
<b>Net Regulated</b>	<b>112,609</b>	<b>160,870</b>	<b>66,610</b>	
<hr/>				
<b>TOTAL EXPENSES</b>	<b>684,109</b>	<b>825,938</b>	<b>159,049</b>	
<b>Less: Nonregulated</b>	<b>0</b>	<b>0</b>	<b>0</b>	
<b>Net Regulated</b>	<b>684,109</b>	<b>825,938</b>	<b>159,049</b>	
<hr/> <hr/>				

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

Account (e)	Benefits (f)	Rents (g)	Other (h)	Clearances to (from) (i)	
6610	0	0	488	0	34
					35
	0	0	488	0	36
6620	6,161		134,197	0	37
					38 W
	6,161		134,197	0	39
	6,161	0	134,685	0	
	0	0	0	0	
	6,161	0	134,685	0	
6710	10,086		10,695	0	40
					41 X
	10,086		10,695	0	42
6720	7,052		66,427		43
					44 Y
	7,052		66,427	0	45
6790			0		46
					47
			0		48
	17,138	0	77,122	0	
	0	0	0	0	
	17,138	0	77,122	0	
	40,828	0	630,163	(4,102)	
	0	0	0	0	
	40,828	0	630,163	(4,102)	

**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 )	1,157	640	0	1
Provisioning Expense ( 6512 )		0		2
<b>Total: Reported in Account 6510</b>	<b>1,157</b>	<b>640</b>	<b>0</b>	
Depreciat. Exp.--Tele. Plant in Service ( 6561 )	249,194	307,341		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
<b>Total: Reported in Account 6560</b>	<b>249,194</b>	<b>307,341</b>		

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

Account (e)	Benefits (f)	Rents (g)	Other (h)	Clearances to (from) (i)	
6511	0		661	(21)	1
6512					2
	0		661	(21)	
6561			307,341		3
6562					4
6563					5
6564					6
6565					7
			307,341		

**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	1,231,447	1
Plus: Collection of amounts previously written off	8,572	2
Less: Uncollectibles written off during the year	8,965	3
Plus: Total Other Operating Income and (Expense) (7100)	0	4
Less: Nonregulated Operating Revenue (included 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 s
Plus (or Less) Other (please specify): NONE	0	8
<b>Assessable Revenues for Remainder, Department of Justice, and Telephone Relay Assessment Purposes</b>	<b>1,231,054</b>	

**CALCULATION OF ASSESSABLE REVENUES FOR UNIVERSAL SERVICE FUND ASSESSMENT PURPOSES**

Description (a)	This Year (b)	
Total Basic Local Service Revenue (5000)	281,381	1
Plus: Total Intrastate Access Revenues (5084)	237,610	2
Plus: Total Long Distance Network Services Revenue	0	3
Less: Out-of-State Operating Revenues (included in the above lines)		4
Plus (or Less) Other (please specify): NONE	0	5
<b>Assessable Revenues for Universal Service Fund Assessment Purposes</b>	<b>518,991</b>	

### 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	1,231,447	1
Plus: Collection of amounts previously written off	8,572	2
Less: Uncollectibles written off during the year	8,965	3
Plus: Total Other Operating Income and (Expense) (7100)	0	4
Less: Nonregulated Operating Revenue (included 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 s
Plus (or Less) Other (please specify): NONE	0	8
<b>Assessable Revenues for Remainder and Telephone Relay Assessment Purposes</b>	<b><u>1,231,054</u></b>	

### CALCULATION OF ASSESSABLE REVENUES FOR UNIVERSAL SERVICE FUND ASSESSMENT PURPOSES

Description (a)	This Year (b)	
Total Basic Local Service Revenue (5000)	281,381	1
Plus: Total Intrastate Access Revenues (5084)	237,610	2
Plus: Total Long Distance Network Services Revenue	0	3
Less: Out-of-State Operating Revenues (included in the above lines)		4
Plus (or Less) Other (please specify): NONE	0	5
<b>Assessable Revenues for Universal Service Fund Assessment Purposes</b>	<b><u>518,991</u></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 )*			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
<b>TOTAL OTHER OPERATING INCOME AND (EXPENSE) (7100)*</b>	<b>0</b>	<b>0</b>	
<b>OPERATING TAXES</b>			
Operating Investment Tax Credits--Net (7210 )*	(3,317)	(3,317)	6
Operating Federal Income Taxes (7220 )*	43,313	51,552	7
Operating State and Local Income Taxes (7230 )*	13,575	16,512	8
Operating Other Taxes (7240 )*	77,097	65,150	9
Provision for Deferred Operating Income Taxes--Net (7250 )*	25,991	47,610	10
<b>TOTAL OPERATING TAXES (7200)*</b>	<b>156,659</b>	<b>177,507</b>	
<b>NONOPERATING INCOME AND EXPENSE</b>			
Dividend Income (7310 )*	0	0	11
Interest Income (7320 )*	14,982	18,161	12
Income from Sinking and Other Funds (7330 )*	0	0	13
Allowance for Funds Used During Construction (7340 )*	0	0	14
Gains or (Losses) from the Disposition of Certain Property (7350 )*	0	0	15
Other Nonoperating Income (7360 )*	0	0	16
Special Charges (7370 )*	0	0	17
<b>TOTAL NONOPERATING INCOME AND EXPENSE (7300)*</b>	<b>14,982</b>	<b>18,161</b>	
<b>NONOPERATING TAXES</b>			
Nonoperating Investment Tax Credits--Net (7410 )*	0	0	18
Nonoperating Federal Income Taxes (7420 )*	9,304	15,089	19
Nonoperating State and Local Income Taxes (7430 )*	850	6,365	20
Nonoperating Other Taxes (7440 )*	0	0	21
Provision for Deferred Nonoperating Income Taxes-Net (7450 )*	5,820	(20,810)	22
<b>TOTAL NONOPERATING TAXES (7400)*</b>	<b>15,974</b>	<b>644</b>	
<b>INTEREST AND RELATED ITEMS</b>			
Interest on Funded Debt (7510 )*	72,995	75,709	23
Interest Expense--Capital Leases (7520 )*	0	0	24
Amortization of Debt Issuance Expense (7530 )*	0	0	25
Other Interest Deductions (7540 )*	103	0	26
<b>TOTAL INTEREST AND RELATED ITEMS (7500)*</b>	<b>73,098</b>	<b>75,709</b>	
<b>EXTRAORDINARY ITEMS</b>			
Extraordinary Items (7600 )*	0	0	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
<b>TOTAL EXTRAORDINARY ITEMS (7600)*</b>	<b>0</b>	<b>0</b>	
<b>NONREGULATED NET INCOME</b>			
Nonregulated Net Income (7990 )*	(19,318)	(13,910)	32

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

Particulars (a)	Amount (b)	
Revenues (Acct. 7990.1)		
Gross Sales	56,781	1
Less: Cost of Goods Sold		2
<b>Net Sales</b>	<b>56,781</b>	<b>3</b>
Expenses (Acct. 7990.2)	76,099	4
<b>Nonregulated Net Income</b>	<u><u>(19,318)</u></u>	<b>5</b>

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

Lease of phones, caller ID boxes, systems, pagers, and internet services.  
Payphones are also now on the deregulated side of the business

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	159,049	1
Nonregulated Expense	19,928	2
Plant Accounts	7,160	3
Accumulated Depreciation Accounts	201	4
All Other Accounts	0	5
<b>Total Salaries and Wages</b>	<b><u>186,338</u></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				1
Supervision and Other Management	1.00	2.00	84,953	2
Other Employees	5.00	4.00	101,385	3
<b>Total</b>	<b><u>6.00</u></b>	<b><u>6.00</u></b>	<b><u>186,338</u></b>	

### DISTRIBUTION OF SALARIES AND WAGES

Description (a)	Amount (b)	
Regulated Expense	159,049	1
Nonregulated Expense	19,928	2
Plant Accounts	7,160	3
Accumulated Depreciation Accounts	201	4
All Other Accounts	0	5
<b>Total Salaries and Wages</b>	<b><u>186,338</u></b>	<b>6</b>

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	FOY (b)	EOY (c)		
Officers				1
Supervision and Other Management	1.00	2.00	84,953	2
Other Employees	5.00	4.00	101,385	3
<b>Total</b>	<b><u>6.00</u></b>	<b><u>6.00</u></b>	<b><u>186,338</u></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	91	0	1 3
Extended Area Service	211	0	2 3
Extended Community Calling	15	70	3
Other Local-Undefined	0	0	4
<b>Total Local</b>	<b>317</b>	<b>70</b>	
<b>TOLL</b>			
Operator Handled: State--intraLATA	0	2	5
Operator Handled: State--interLATA	0	1	6
Operator Handled: Interstate	0	3	7
Customer Dialed: State--intraLATA	11	101	8
Customer Dialed: State--interLATA	9	54	9
Customer Dialed: Interstate	11	136	10
WATS	0	0	11
Other Toll-Undefined	0	0	12
<b>Total Toll</b>	<b>31</b>	<b>297</b>	
<b>Total Local &amp; Toll</b>	<b>348</b>	<b>367</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.	2	0	0	0	2
Feature Group B -- Orig.	0	0	0	0	3
Feature Group B -- Term.	0	0	0	0	4
Feature Group C -- Orig.	0	0	679	0	5
Feature Group C -- Term.	0	0	622	0	6
Feature Group D -- Orig.	1,441	567	371	0	7
Feature Group D -- Term.	2,244	890	279	0	8

**OUTSIDE PLANT STATISTICS AT END OF YEAR**

Description of Item (a)	Amount (b)	
Sheath miles of plant - aerial	8	1
Sheath miles of plant - buried	284	2
Sheath miles of plant - fiber optics	5	3
Strand miles of plant - fiber optics	20	4 2
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	0	4	1
56 kbps	0	4	2
64 kbps (DS0)	0	0	3
1.54 Mbps (DS-1)	1	0	4
45 Mbps (DS-3)	0	0	5
SONET OC-1	0	0	6
SONET OC-3	0	0	7
SONET OC-12	0	0	8
SONET OC-48	0	0	9
SONET OC-192	0	0	10

**OUTSIDE PLANT STATISTICS AT END OF YEAR**

Description of Item (a)	Amount (b)	
Sheath miles of plant - aerial	8	1
Sheath miles of plant - buried	284	2
Sheath miles of plant - fiber optics	5	3
Strand miles of plant - fiber optics	20	4 2
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	0	4	1
56 kbps	0	4	2
64 kbps (DS0)	0	0	3
1.54 Mbps (DS-1)	1	0	4
45 Mbps (DS-3)	0	0	5
SONET OC-1	0	0	6
SONET OC-3	0	0	7
SONET OC-12	0	0	8
SONET OC-48	0	0	9
SONET OC-192	0	0	10

### 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	239	258	<b>3</b>
2 Party	0	0	<b>4</b>
4 Party	0	0	<b>5</b>
PBX Trunks/System Trunks	0	0	<b>6</b>
Centrex Trunks	0	0	<b>7</b>
Centrex Lines	0	0	<b>8</b>
Key System Trunks	26	26	<b>9</b>
Mobile (Utility Provided Service)	0	0	<b>10</b>
Paging (Utility Provided Service)	0	0	<b>11</b>
FX-Out (Switched)	1	0	<b>12</b>
Pay Telephone			<b>13</b>
Coin-Operated Pay Telephone	0	14	<b>14</b>
Independent Pay Telephone Provider	0	0	<b>15</b>
Pay Stations - Public	3	0	<b>16</b>
- Semi-Public	11	0	<b>17</b>
- Cust. Owned	0	0	<b>18</b>
Other	0	15	<b>19</b>
<b>Total Business Lines</b>	<b>280</b>	<b>313</b>	<b>20</b>
<b>Residential (Incl. Emp. Concess.)</b>			
1 Party	1,818	1,917	<b>22</b>
2 Party	0	0	<b>23</b>
4 Party	0	0	<b>24</b>
FX-Out (Switched)	0	0	<b>25</b>
Other	0	0	<b>26</b>
<b>Total Residential Lines</b>	<b>1,818</b>	<b>1,917</b>	<b>27</b>
<b>Total Bus &amp; Res Lines</b>	<b>2,098</b>	<b>2,230</b>	<b>28</b>
Company Used Lines	18	23	<b>29</b>
<b>Total Lines Used</b>	<b>2,116</b>	<b>2,253</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	0	<b>3</b>
WATS Lines - 800 Service	0	0	<b>4</b>
FX-In-intraLATA	0	0	<b>5</b>
Special Access-intraLATA			<b>6</b>
(expressed in equiv. access lines)	5	8	<b>7</b>
Special Access-interLATA			<b>8</b>
(expressed in equiv. access lines)	0	24	<b>9</b>
Feature Group A Lines	0	0	<b>10</b>
Feature Group B Trunks	0	0	<b>11</b>
Feature Group C Trunks	0	0	<b>12</b>
Feature Group D Trunks	115	120	<b>13</b>
TSPS - Trunks	26	33	<b>14</b>
EAS - Trunks	210	335	<b>15</b>
Cellular Trunks (Pub. Sw. Net.)	0	0	<b>16</b>
Video Distance Learning			<b>17</b>
- discounted (special tariff)	0	0	<b>18</b>
<b>Customers</b>			
Business - 2 Party Customers	0	0	<b>20</b>
Business - 4 Party Customers	0	0	<b>21</b>
Residential - 2 Party Customers	0	0	<b>22</b>
Residential - 4 Party Customers	0	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>
	3,747,751	3,927,792	<b>27</b>
Total Company Square Miles	137	137	<b>28</b>
Total Company Route Miles	369	381	<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	1040	1250	5170		1
<b>Business</b>					<b>2</b>
1 Party	44	145	69		3
2 Party	0	0	0		4
4 Party	0	0	0		5
PBX Trunks/System Trunks	0	0	0		6
Centrex Trunks	0	0	0		7
Centrex Lines	0	0	0		8
Key System Trunks	5	10	11		9
Mobile (utility provided service)	0	0	0		10
Paging (utility provided service)	0	0	0		11
FX-Out (Switched)	0	0	0		12
Pay Telephone					13
Coin-Operated Pay Telephone	2	6	6		14
Independent Pay Telephone Provider	0	0	0		15
Pay Stations - Public	0	0	0		16
- Semi-Public	0	0	0		17
- Cust. Owned	0	0	0		18
Other	0	15	0		19
<b>Total Business Lines</b>	<b>51</b>	<b>176</b>	<b>86</b>	<b>0</b>	<b>20</b>
<b>Residential (Incl. Emp. Concess.)</b>					<b>21</b>
1 Party	518	776	623		22
2 Party	0	0	0		23
4 Party	0	0	0		24
FX-Out (Switched)	0	0	0		25
Other	0	0	0		26
<b>Total Residential Lines</b>	<b>518</b>	<b>776</b>	<b>623</b>	<b>0</b>	<b>27</b>
<b>Total Bus &amp; Res Lines</b>	<b>569</b>	<b>952</b>	<b>709</b>	<b>0</b>	<b>28</b>
Company Used Lines	5	12	6		29
<b>Total Lines Used</b>	<b>574</b>	<b>964</b>	<b>715</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	1040	1250	5170		1
<b>Miscellaneous</b>					2
WATS Lines - OutWATS	0	0	0		3
WATS Lines - 800 Service	0	0	0		4
FX-In-intraLATA	0	0	0		5
Special Access-intraLATA					6
(equiv. access lines)	1	2	5		7
Special Access-interLATA					8
(equiv. access lines)	0	24	0		9
Feature Group A Lines	0	0	0		10
Feature Group B Trunks	0	0	0		11
Feature Group C Trunks	0	0	0		12
Feature Group D Trunks	34	48	38		13
TSPS - Trunks	6	21	6		14
EAS - Trunks	102	137	96		15
Cellular Trunks (Pub. Sw. Net.)	0	0	0		16
Video Distance Learning					17
- discounted (special tariff)	0	0	0		18
<b>Customers</b>					19
Business - 2 Party Customers	0	0	0		20
Business - 4 Party Customers	0	0	0		21
Residential - 2 Party Customers	0	0	0		22
Residential - 4 Party Customers	0	0	0		23
<b>Other</b>					24
Exchange C.O., Info. Orig./Term., & Cable					25
Wire Fac. Assets (based on physical					26
location of plant)	1,020,776	1,885,998	1,021,018		27
Exchange Square Miles	56	57	24		28
Exchange Route Miles	126	179	76		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

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**CENTRAL OFFICE DATA - END OF YEAR**

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

<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	CHASEBURG	COON VALLEY	STODDARD		1
PSCW Exchange ID	1040	1250	5170		2
Central Office Name	CHASEBURG	COON VALLEY	STODDARD		3
PSCW Central Office ID	1	1	1		4
Manufacturer of COE (Page 54)	SC	SC	SC		5
Year COE Installed	1989	1989	1989		6
Type of Equipment (Page 54)	D	D	D		7
(S)tandalone, (H)ost, (R)emote	S	H	S		8
Remote Host PSCW Exchange ID					9
Remote Host PSCW Central Office ID	0	0	0		10
COE Generic Software Release No.	19	19	19		11
SS7?	Yes	Yes	Yes		12
9-1-1?	No	No	No		13
Access Lines - In Use	574	964	715		14
- Equipped	667	1,152	930		15
- Wired	720	1,260	990		16
Trunks - In Use	140	297	161		17
- Equipped	192	576	216		18
- Wired	192	768	384		19
ISDN Available?	No	No	No		20
ISDN Lines - In Use (BRI)	0	0	0		21
- In Use (PRI)	0	0	0		22
Switched 56 Service?	No	No	No		23
Switched 56 lines in use	0	0	0		24
Digital Transmission Facilities: DS-1 - In Use	7	24	9		25
DS-3 - In Use	0	0	0		26
Advanced Data Service Available:					
Packet Switching?	No	No	No		27
SMDS?	No	No	No		28
Frame Relay?	No	No	No		29
ATM (Asynchronous Trans. Mode)?	No	No	No		30
Video Information - Service Available?	No	No	No		31
- In Use (# lines) <sup>1</sup>	0	0	0		32
Fiber Transmission Facilities:					
No. of fiber strands entering C.O.	0	6	0		33
No. of fiber strands working (LIT) in C.O.	0	4	0		34
No. of fiber strands for interoffice use	0	0	0		35
Miles of fiber sheath in wire center	0	5	0		36
Access Tandem Serving this C.O.:					
- C.O. Name	LACROSSE	LACROSSE	LACROSSE		37
- PSCW C.O. ID	2770-03	2770-03	2770-03		38
Does this C.O. do access tandem switching?	No	No	No		39
Equal Access: InterLATA (1+)?	Yes	Yes	Yes		40
Equal Access: IntraLATA (1+)?	Yes	Yes	Yes		41
Footnotes	1				42

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

## GENERAL, SCHEDULE LEVEL AND SCHEDULE LINE FOOTNOTES

### General Footnote

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#### Schedule Footnotes

#### Calculation of Assessable Revenues for Remainder, DOJ, and Tele. Relay Assessment Purposes Footnote. Page 43

PSC staff note: The company reported an amount under "Less: Out-of State Operating Revenues (included in Gross Oper. Rev. on line 1). This amount was removed by PSC staff. Interstate Access and Interstate B&C SHOULD NOT be deducted as out of state revenue. Per Dan Boyle, by ele 9/9/98

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#### Schedule Line Footnotes

- 1) IntraLATA Equal Access 8/21/97
- 2) Schedule Outside Plant Statistics  
We have only five strands of fiber in our fiber optic cable and not 8
- 3) On the Schedule Telephone Calls and Minutes of Use Report:  
Our switch does offer the option for recording the minutes of use for calls, therefore for EAS and Intra-exchange we have messages, but not minutes
- A) Line 16, special access revenue shows an increase due to retroactive billing and installation charges on special circuits
- B) Line 30, Directory Revenue - shows an increase of 15,174 due to the following:
  - 1) booking revenue monthly for Oct-Nov-Dec on a monthly basis 7,900
  - 2) additional revenue from directory advertising 7,274
- C) Line 33, Corporate Operations shows an increase due to revenue received from a newly formed subsidiary for services rendered
- D) Line 39 and line 40, Interstate and intrastate Billing and Collecting shows an increase on the interstate side of 8,181 and a decrease on the intrastate side of (8,256) due to a change in the billing route and due to a decrease in billing and collecting rates
- E) Transfer Fax machine to account 2123.2 for (\$2,592), and transfer of eqpt from A/C 2122 for 4,311, netting an adjustment of \$1,719
- F) Transfer Fax machine from A/C 2123.1 for \$2,592 to A/C 2123.2
- G) Transfer fiber cable to separate plant A/C 20,972  
Transfer fiber cable from Inventory to Plant in Service 1,318  
(Note) this should have been in service in 1987)
- H) Transfer fiber optic cable to separate plant account
- I) Retire obsolete work equipment
- J) Transfer Ofc Eqpt from A/C 2122 to A/C 2123 \$4,311
- K) Transfer Payphone Equipment to Non-Regulated
- L) Transfer fiber optic cable from inventory to plant in service (should have been in service since 1987.
- M) Transfer depreciation from A/C 2122 to 2123 for ofc eqpt 4,311  
Transfer depreciation from A/C 2123.1 to account 2123.2 1,241
- N) Transfer Depn from A/C 2123.1 for Fax machines
- O) Transfer Depn for fiber cable from buried cable-metallic to buried cable non-metallic

## GENERAL, SCHEDULE LEVEL AND SCHEDULE LINE FOOTNOTES

- P) Write off and eliminate obsolete work equipment
- Q) Transfer Depreciation on Ofc Eqpt from A/C 2122 to A/C 2123
- R) Transfer Payphone depreciation to Nonregulated
- S) Interstate Operating Revenues are included in Gross Operating Revenues
- T) Account 6120, General Support Expense shows a decrease due to roof and sidewalk repair in 96
- U) Account 6530, Network Operations shows an increase due to engineering costs for new maps for plant.
- V) Depreciation Expense shows an increase due to a change in depreciation rates in 1997
- W) Customer operations expense A/C 6620 shows an increase due to the following:
- |   |        |
|---|--------|
| Setting up payables at year end                     | 9,200  |
| Issuing calling cards to customers                  | 3,000  |
| An increase in directory expense                    | 11,400 |
| Increase in Postage Expense                         | 5,000  |
| An increase in payroll and overhead - addl employee | 8,000  |
- X) Account 6710 shows an increase due to addl employee
- Y) Account 6720, general and administrative shows an increase due to the following:
- |                                  |        |
|----------------------------------|--------|
| NTCA dues                        | 4,000  |
| Expense Accrual at year end      | 13,800 |
| Audit Expense and Tariff Filings | 10,913 |
| Retired insurance                | 3,500  |
- Z) Purchase of Treasury stock in 1997