



4004

ANNUAL REPORT

OF

Name: LUCK TELEPHONE COMPANY

Principal Office: 28 1ST AVE W
P.O. BOX 300
LUCK, WI 54853-0300

For the Year Ended: DECEMBER 31, 1999

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 "Individual or firm, if other than utility employee, preparing this report" portion of the Identification and Ownership schedule, 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.

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ANNUAL TELECOMMUNICATIONS REPORT GLOSSARY OF TERMS

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

ANNUAL TELECOMMUNICATIONS REPORT GLOSSARY OF TERMS

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

ANNUAL TELECOMMUNICATIONS REPORT GLOSSARY OF TERMS

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

ABBREVIATIONS USED IN ANNUAL REPORTS

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

IDENTIFICATION AND OWNERSHIP

Exact Utility Name: LUCK TELEPHONE COMPANY
Utility Location: 28 1ST AVE W
P.O. BOX 300
LUCK, WI 54853-0300

Utility Web Site Address:

When was utility organized?: 01/01/1900

Report any change in name and the effective date:

Officer in charge of correspondence concerning this report

Name: MR JOHN K . KLATT
Title: PRESIDENT/CEO

Office Address: 28 1ST AVENUE WEST
P.O. BOX 300
LUCK , WI 54853-0300

Fax Number: (715) 472 - 8880
Telephone Number: (715) 472 - 2101
Email Address: jkklatt@lakelandcommunications.net

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: MRS SALLY A . BAJAK
Title: OFFICE MANAGER

Office Address: 28 1ST AVENUE WEST
P.O. BOX 300
LUCK , WI 54853-0300

Fax Number: (715) 472 - 8880
Telephone Number: (715) 472 - 2101
Email Address: sbajak@lakelandcommunications.net

Person responsible for statistical information contained in report

Name: MRS SALLY A . BAJAK
Title: OFFICE MANAGER

Office Address: 28 1ST AVENUE WEST
P.O. BOX 300
LUCK , WI 54853-0300

Fax Number: (715) 472 - 8880
Telephone Number: (715) 472 - 2101
Email Address: sbajak@lakelandcommunications.net

IDENTIFICATION AND OWNERSHIP

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

Name: LAKELAND COMMUNICATIONS, INC.
Address: 28 1ST AVENUE WEST
PO BOX 300
LUCK , WI 54853-0300
Number of Shares Held: 37,089
Beneficial Owner: NONE

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

Company Name: LUCK CELLCOM, INC.
Form of Interest: OWNED
Extent Of Interest: 100%

Company Name: LUCK TELECOM, INC.
Form of Interest: OWNED
Extent Of Interest: 100%

INCOME STATEMENT - TOTAL COMPANY

Particulars (a)	This Year (b)	Last Year (c)	
Operating Revenues (5000-5300)	1,554,802	1,462,991	1
Operating Expenses			
Plant Specific Operations Expense (6110-6410)	134,623	132,901	2
Plant Nonspecific Operations Expense	390,311	321,221	3
Customer Operations Expense (6610-6620)	152,154	184,368	4
Corporate Operations Expense (6710-6790)	271,780	280,196	5
Other Operating Income and Expense (7100)	0	0	6
Operating Taxes (7200)	279,496	249,014	7
Total Operating Expenses	1,228,364	1,167,700	8
Net Operating Income	326,438	295,291	9
Other Income			
Nonoperating Income and Expense (7300)	134,428	141,295	10
Nonoperating Taxes (7400)	7,591	26,071	11
Interest and Related Items (7500)	6,822	7,690	12
Extraordinary Items (7600)	0	0	13
Nonregulated Net Income (7990)	56,116	6,660	14
Total Nonoperating Income	176,131	114,194	15
Net Income	502,569	409,485	16

NOTES TO INCOME STATEMENT OR BALANCE SHEET

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

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

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 and liabilities, the disclosure of contingent assets and liabilities, and the reported revenues and expenses. Telephone operations reflect practices appropriate to the telephone industry. The accounting records of the company are maintained in accordance with Uniform System of Accounts for Class A and B Telephone Companies prescribed by the Federal Communications Commission 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, 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.

Renewals and betterments of units of property are charged to the 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

For financial reporting purposes, income taxes are presented as if the Company was a separate tax payer.

Income taxes are accounted for using a liability method and provide for the tax effects of transactions reported in the consolidated 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 tax assets and liabilities include the difference between carrying amounts of depreciable assets and partnership investment basis. 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

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:

Act of 1986, are being amortized over the regulatory life of the plant which produced the ITC.

C. Revenue Recognition

Revenues are recognized when earned regardless of the period in which they are billed.

Revenues relating to the provision of access services to customer are derived, in part, from tariffed access charges to toll service providers (interexchange carriers), and in part from sharing in interstate and intrastate pools. Interstate revenues are determined in accordance with nationwide average cost schedules.

The Company is compensated for intrastate access under access charge procedures based on expense and plant investment levels, as determined by the Company and approved by the PSCW.

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

Non-marketable equity investments and temporary investments are stated at cost.

-
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 of payment of cash dividends, redemption of capital stock, or investment in affiliated companies. As of December 31, 1999, the maximum amount which could be distributed in accordance with these restrictions was \$627,039, 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)	
CURRENT ASSETS			
CASH AND EQUIVALENTS			
Cash and Equivalents (1120)*	439,305	500,308	1
Cash (1130)			2
Special Cash Deposits (1140)			3
Working Cash Advances (1150)			4
Temporary Investments (1160)			5
TOTAL CASH AND EQUIVALENTS	439,305	500,308	
RECEIVABLES AND ALLOWANCES FOR DOUBTFUL ACCOUNTS			
Telecommunications Accounts Receivable (1180)*	98,941	83,646	6
Accounts Receivable Allowance-Telecom (1181)*	0	0	7
Net: Telecommunications Accounts Receivable	98,941	83,646	
Other Accounts Receivable (1190)*	504,780	335,785	8
Accounts Receivable Allowance--Other (1191)*	0	0	9
Net: Other Accounts Receivable	504,780	335,785	
Notes Receivable (1200)*	23,611	23,611	10
Notes Receivable Allowance (1201)*	0	0	11
Net: Notes Receivable	23,611	23,611	
Interest and Dividends Receivable (1210)*	0	0	12
TOTAL REC AND ALLOW FOR DOUBTFUL ACCOUNTS	627,332	443,042	
SUPPLIES			
Inventories (1220)*	0	0	13
TOTAL SUPPLIES	0	0	
PREPAYMENTS			
Total Prepayments (1280)*	8,837	12,788	14
Prepaid Rents (1290)			15
Prepaid Taxes (1300)			16
Prepaid Insurance (1310)			17
Prepaid Directory Expenses (1320)			18
Other Prepayments (1330)			19
TOTAL PREPAYMENTS	8,837	12,788	
OTHER CURRENT ASSETS			
Other Current Assets (1350)*	23,872	33,899	20
TOTAL OTHER CURRENT ASSETS	23,872	33,899	
TOTAL CURRENT ASSETS	1,099,346	990,037	
NONCURRENT ASSETS			
INVESTMENTS			
Investment in Affiliated Companies (1401)*	779,274	670,815	21
RTB Class B Stock (1402)*	0	0	22
Other Investments in Nonaffiliated Companies (1402)*	41,551	66,661	23
Nonregulated Investments (1406)*	7,672	9,565	24
Unamortized Debt Issuance Expense (1407)*	0	0	25

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

Particulars (a)	Balance--EOY (b)	Balance--FOY (c)	
NONCURRENT ASSETS			
INVESTMENTS			
Sinking Funds (1408)*	0	0	26
Other Noncurrent Assets (1410)*	0	0	27
TOTAL INVESTMENTS	828,497	747,041	
DEFERRED CHARGES			
Deferred Tax Regulatory Asset (1437)*	0	0	28
Deferred Maintenance and Retirements (1438)*	0	0	29
Deferred Charges (1439)*	0	0	30
TOTAL DEFERRED CHARGES	0	0	
TOTAL NONCURRENT ASSETS	828,497	747,041	
PLANT			
TELECOMMUNICATIONS PLANT IN SERVICE			
Telecommunications Plant in Service (2001)*	4,958,538	4,641,500	31
Less: Accumulated Depreciation (3100)*	3,322,991	2,946,711	32
Less: Accumulated Amortization--Capitalized Leases (3410)*	0	0	33
Less: Accumulated Amortization--Leasehold Improvements (3420)*	0	0	34
Less: Accumulated Amortization--Intangible (3500)*	0	0	35
NET TELECOMMUNICATIONS PLANT IN SERVICE	1,635,547	1,694,789	
PROPERTY HELD FOR FUTURE USE			
Prop. Held for Future Telecommun. Use (2002)*	0	0	36
Less: Accumulated Depreciation--Held for Future Telecommunications Use (3200)*	0	0	37
NET PROPERTY HELD FOR FUTURE USE	0	0	
NONOPERATING PLANT			
Nonoperating Plant (2006)*	0	0	38
Less: Accumulated Depreciation--Nonoperating (3300)*	0	0	39
NET NONOPERATING PLANT	0	0	
TPUC			
TPUC (2003)*	83,101	0	40
TOTAL TPUC	83,101	0	
TELECOMMUNICATIONS PLANT ADJUSTMENT			
Telecommunications Plant Adjustment (2005)*	0	0	41
Less: Accumulated Amortization--Other (3600)*	0	0	42
NET TELECOMMUNICATIONS PLANT ADJUSTMENT	0	0	
TOTAL PLANT	1,718,648	1,694,789	
TOTAL ASSETS AND OTHER DEBITS	3,646,491	3,431,867	

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

Particulars (a)	Balance--EOY (b)	Balance--FOY (c)	
CURRENT LIABILITIES			
Accounts Payable (4010)*	508,959	309,279	1
Notes Payable (4020)*	0	0	2
Advance Billing and Payments (4030)*	0	0	3
Customer Deposits (4040)*	1,040	1,970	4
Current Maturities--Long-Term Debt (4050)*	61,300	64,800	5
Current Maturities--Capital Leases (4060)*	0	0	6
Income Taxes--Accrued (4070)*	(51,898)	10,824	7
Other Taxes--Accrued (4080)*	(10,059)	(15,637)	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)*	37,698	39,753	11
Other Current Liabilities (4130)*	74,825	49,710	12
TOTAL CURRENT LIABILITIES	621,865	460,699	
LONG-TERM DEBT			
Funded Debt (4210)*	248,669	286,325	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)*	41,761	67,340	19
TOTAL LONG-TERM DEBT	290,430	353,665	
OTHER LIABILITIES AND DEFERRED CREDITS			
Other Long-Term Liabilities (4310)*	37,303	45,156	20
Unamortized Operating ITC--Net (4320)*	0	15,078	21
Unamortized Nonoperating ITC--Net (4330)*	0	0	22
Net Noncurrent Deferred Operating Income Taxes (4340)*	45,397	108,344	23
Net Deferred Tax Liability Adjustments (4341)*	0	(9,750)	24
Net Noncurrent Deferred Nonoperating Income Taxes (4350)*	(103)	(141)	25
Other Deferred Credits (4360)*	0	0	26
Deferred Tax Regulatory Liability (4361)*	0	9,786	27
TOTAL OTHER LIABILITIES AND DEFERRED CREDITS	82,597	168,473	
STOCKHOLDERS' EQUITY			
Capital Stock (4510)*	863,815	945,875	28
Additional Paid-in Capital (4520)*	0	0	29
Treasury Stock (4530)*	0	82,060	30
Other Capital (4540)*	0	0	31
Retained Earnings (4550)*	1,787,784	1,585,215	32
TOTAL STOCKHOLDERS' EQUITY	2,651,599	2,449,030	
TOTAL LIABILITIES AND OTHER CREDITS	3,646,491	3,431,867	

IMPORTANT CHANGES DURING THE YEAR

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

None

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

None .

AFFILIATE ABBREVIATIONS

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

Name of Affiliate (a)	Abbreviations (b)	
LAKELAND COMMUNICATIONS, INC.	LAKELAND	1
LUCK CELLCOM, INC.	LUCKCELLCM	2
LUCK TELCOM, INC.	LUCKTELCOM	3
MILLTOWN MUTUAL TELEPHONE COMPANY	MILLTOWN	4

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.

Particulars (a)	(b)	(c)	(d)	(e)
Docket	3230AT000103	3230AT000101		
Name of Affiliate	LAKELAND	MILLTOWN		1
Designate whether billed to or from:	FROM	TO		2
Cost Based (C), Market Price (M), Prevailing Price (P), Tariff (T), Other (O)	C	C		3
Total Dollar Activity	50,218	355,163		4
Percent of affiliate's business billed to all affiliated regulated utilities				5
If cost based, rate of return on equity or markup incorporated in billings	0.00			6
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; 1200, Notes Receivable; 1210, Interest and Dividends Receivable; 1401, Investment in Affiliated Companies; 1408, Sinking Funds; 4010, Accounts Payable; 4020, Notes 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.

Name of Affiliate (a)	Account Number (b)	Balance EOY (c)	
LAKELAND COMMUNICATIONS, INC.	1190	94,465	1
LUCK TELCOM, INC.	1190	44,852	2
MILLTOWN MUTUAL TELEPHONE COMPANY	1190	199,682	3
LAKELAND COMMUNICATIONS, INC.	1401	175,000	4
LUCK CELLCOM, INC.	1401	424,310	5
LUCK TELCOM, INC.	1401	179,964	6
LAKELAND COMMUNICATIONS, INC.	4010	23,298	7
MILLTOWN MUTUAL TELEPHONE COMPANY	4010	61,792	8

TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B

Plant Account (a)	Account (b)	Balance FOY (c)	Additions (d)	
GENERAL SUPPORT ASSETS				
Land	2111	9,131		1
Motor Vehicles	2112	37,187		2
Aircraft	2113	0		3
Special Purpose Vehicles	2114	0		4
Garage Work Equipment	2115	0		5
Other Work Equipment	2116	28,650		6
Buildings	2121	267,502		7
Furniture	2122	12,869		8
Office Equipment	2123	26,072	0	9
General Purpose Computers	2124	63,834	15,730	10
TOTAL--GENERAL SUPPORT ASSETS:		445,245	15,730	
CENTRAL OFFICE ASSETS				
Analog Electronic Switching	2211	0		11
Digital Electronic Switching	2212	1,605,959	4,679	12 A
Electro-Mechanical Switching	2215	0	0	13
Operator Systems	2220	0		14
Radio Systems	2231	0	0	15
Circuit Equipment	2232	142,740	992	16 A
TOTAL--CENTRAL OFFICE ASSETS:		1,748,699	5,671	
INFORMATION ORIGATION/TERMINATION ASSETS				
Station Apparatus	2311	0		17
Customer Premises Wiring	2321	0		18
Large Private Branch Exchanges	2341	0		19
Public Telephone Terminal Equipment	2351	0		20
Other Terminal Equipment	2362	20,858		21
TOTAL--INFORMATION ORIG/TERM ASSETS:		20,858	0	
CABLE WIRE FACILITIES ASSETS				
Poles	2411	530		22
Aerial Cable	2421	0	0	23
Underground Cable	2422	56,171	0	24
Buried Cable	2423	2,310,072	293,366	25
Submarine Cable	2424	0	0	26
Deep Sea Cable	2425	0		27
Intrabuilding Network Cable	2426	0	0	28
Aerial Wire	2431	0		29
Conduit Systems	2441	59,746		30
TOTAL--CABLE WIRE FACILITIES ASSETS:		2,426,519	293,366	
AMORTIZABLE ASSETS				
Capital Leases	2681	0		31

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

Account (e)	Retirements (f)	Transfers / Adjustments (g)	Balance EOY (h)	
2111			9,131	1
2112	19,472		17,715	2
2113			0	3
2114			0	4
2115			0	5
2116			28,650	6
2121			267,502	7
2122			12,869	8
2123	0	0	26,072	9
2124			79,564	10
	19,472	0	441,503	
2211			0	11
2212	0	6,104	1,616,742	12 A
2215	0	0	0	13
2220			0	14
2231	0	0	0	15
2232	0	15,639	159,371	16 A
	0	21,743	1,776,113	
2311			0	17
2321			0	18
2341			0	19
2351			0	20
2362			20,858	21
	0	0	20,858	
2411			530	22
2421	0	0	0	23
2422	0	0	56,171	24
2423	0	0	2,603,438	25
2424	0	0	0	26
2425			0	27
2426	0	0	0	28
2431			0	29
2441			59,746	30
	0	0	2,719,885	
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	0	32
Intangibles	2690	179	33
TOTAL--AMORTIZABLE ASSETS:		179	0
TOTAL TELECOM. PLANT IN SERVICE	2001	4,641,500	314,767
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			179	33
	0	0	179	
	19,472	21,743	4,958,538	
2001			0	34
			4,958,538	

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	13,680		1
Company Communications Equipment	2123.2	12,392		2
Software	2212.1	0		3
Digital Switching - Central Office	2212.2	1,605,959	4,679	4 A
Digital Switching - Remote	2212.3	0		5
Step by Step Switching	2215.1	0		6
Crossbar Switching	2215.2	0		7
Satellite and Earth Station Facilities	2231.1	0		8
Other Radio Facilities	2231.2	0		9
Digital Circuit Equipment	2232.1	142,740	915	10 A
Analog Circuit Equipment	2232.2	0		11
Light Wave Circuit Equipment	2232.3	0	77	12
Aerial Cable - Nonmetallic	2421.1	0		13
Aerial Cable - Metallic	2421.2	0		14
Underground Cable - Nonmetallic	2422.1	0		15
Underground Cable - Metallic	2422.2	56,171		16
Buried Cable - Nonmetallic	2423.1	492,772	116,748	17
Buried Cable - Metallic	2423.2	1,817,300	176,618	18
Submarine Cable - Nonmetallic	2424.1	0		19
Submarine Cable - Metallic	2424.2	0		20
Intrabuilding Cable - Nonmetallic	2426.1	0		21
Intrabuilding Cable - Metallic	2426.2	0		22

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			13,680	1
2123.2			12,392	2
2212.1			0	3
2212.2		6,104	1,616,742	4 A
2212.3			0	5
2215.1			0	6
2215.2			0	7
2231.1			0	8
2231.2			0	9
2232.1		15,639	159,294	10 A
2232.2			0	11
2232.3			77	12
2421.1			0	13
2421.2			0	14
2422.1			0	15
2422.2			56,171	16
2423.1			609,520	17
2423.2			1,993,918	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	14,795	33.3	7,910	1B
Aircraft	2113	0			2
Special Purpose Vehicles	2114	0			3
Garage Work Equipment	2115	0			4
Other Work Equipment	2116	28,650	10.0		5
Buildings	2121	135,920	3.33	8,908	6
Furniture	2122	12,869	10.0		7
Office Equipment	2123	21,350	14.76	3,846	8
General Purpose Computers	2124	63,834	20.0	9,283	9
Total-- GENERAL SUPPORT ASSETS		277,418		29,947	0
CENTRAL OFFICE ASSETS					
Analog Electronic Switching	2211	0			10
Digital Electronic Switching	2212	1,207,410	10.0	201,552	11
Electro-Mechanical Switching	2215	0			12
Operator Systems	2220	0			13
Radio Systems	2231	0			14
Circuit Equipment	2232	56,108	8.33	11,937	15B
Total-- CENTRAL OFFICE ASSETS		1,263,518		213,489	0
INFORMATION ORIG/TERM ASSETS					
Station Apparatus	2311	0			16
Customer Premises Wiring	2321	0			17
Large Private Branch Exchanges	2341	0			18
Public Telephone Terminal Equipment	2351	0			19
Other Terminal Equipment	2362	4,248	10.0	2,106	20
Total-- INFORMATION ORIG/TERM ASSETS		4,248		2,106	0
CABLE WIRE FACILITIES ASSETS					
Poles	2411	530			21
Aerial Cable	2421	0			22
Underground Cable	2422	42,087	4.0	2,809	23
Buried Cable	2423	1,321,396	5.0	123,198	24
Submarine Cable	2424	0			25
Deep Sea Cable	2425	0			26
Intrabuilding Network Cable	2426	0			27
Aerial Wire	2431	0			28

ACCUMULATED DEPRECIATION CLASS A & B (cont.)

Acct (g)	Retired (h)	Cost of Removal (i)	Salvage (j)	Other (k)	Balance EOY (l)	
2112	19,472		9,500	3,174	15,907	1 B
2113					0	2
2114					0	3
2115					0	4
2116					28,650	5
2121					144,828	6
2122					12,869	7
2123	0				25,196	8
2124					73,117	9
	19,472	0	9,500	3,174	300,567	
2211					0	10
2212	0				1,408,962	11
2215	0				0	12
2220					0	13
2231	0				0	14
2232	0			9,439	77,484	15 B
	0	0	0	9,439	1,486,446	
2311					0	16
2321					0	17
2341					0	18
2351					0	19
2362					6,354	20
	0	0	0	0	6,354	
2411					530	21
2421	0				0	22
2422	0				44,896	23
2423	0				1,444,594	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	37,514	2.5	2,090	29
Total-- CABLE WIRE FACILITIES ASSETS		1,401,527		128,097	0
Total Accumulated Depreciation	3100	2,946,711		373,639	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				373,639	0

ACCUMULATED DEPRECIATION CLASS A & B (cont.)

Acct (g)	Retired (h)	Cost of Removal (i)	Salvage (j)	Other (k)	Balance EOY (l)	
2441					39,604	29
	0	0	0	0	1,529,624	
3100	19,472	0	9,500	12,613	3,322,991	
3100					0	30
3100					3,322,991	

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	11,807	10.0	1,368		1
Company Communications Equipment	2123.2	9,543	20.0	2,478		2
Software	2212.1	0				3
Digital Switching - Central Office	2212.2	1,207,410	10.0	201,552		4
Digital Switching - Remote	2212.3	0				5
Step by Step Switching	2215.1	0				6
Crossbar Switching	2215.2	0				7
Satellite and Earth Station Facilities	2231.1	0				8
Other Radio Facilities	2231.2	0				9
Digital Circuit Equipment	2232.1	56,108	8.33	11,937		10 B
Analog Circuit Equipment	2232.2	0				11
Light Wave Circuit Equipment	2232.3	0				12
Aerial Cable - Nonmetallic	2421.1	0				13
Aerial Cable - Metallic	2421.2	0				14
Underground Cable - Nonmetallic	2422.1	0				15
Underground Cable - Metallic	2422.2	42,087	4.0	2,809		16
Buried Cable - Nonmetallic	2423.1	65,209	5.0	26,166		17
Buried Cable - Metallic	2423.2	1,256,187	5.0	97,032		18
Submarine Cable - Nonmetallic	2424.1	0				19
Submarine Cable - Metallic	2424.2	0				20
Intrabuilding Cable - Nonmetallic	2426.1	0				21
Intrabuilding Cable - Metallic	2426.2	0				22

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

Subacct (g)	Retired (h)	Cost of Removal (i)	Salvage (j)	Other (k)	Balance EOY (l)	
2123.1					13,175	1
2123.2					12,021	2
2212.1					0	3
2212.2					1,408,962	4
2212.3					0	5
2215.1					0	6
2215.2					0	7
2231.1					0	8
2231.2					0	9
2232.1				9,439	77,484	10B
2232.2					0	11
2232.3					0	12
2421.1					0	13
2421.2					0	14
2422.1					0	15
2422.2					44,896	16
2423.1					91,375	17
2423.2					1,353,219	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	1,585,215	1,826,936	1
Changes:			
Balance Transferred from Income	502,569	409,485	2
Dividends Declared:			
Common	300,000	651,206	3
Preferred			4
Total Dividends Declared	300,000	651,206	
Miscellaneous Debits to Retained Earnings			5
Miscellaneous Credits to Retained Earnings			6
Balance--End of Year	<u>1,787,784</u>	<u>1,585,215</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)*	401,664	364,264	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)	401,664	364,264	
NETWORK INTERSTATE ACCESS SERVICES REV.			
End User Revenue (5081)*	104,583	98,853	11
Switched Access Revenue (5082)*	538,684	524,812	12
Special Access Revenue (5083)*	13,220	9,315	13
TOTAL INTERSTATE ACCESS REVENUES (5080)	656,487	632,980	
NETWORK INTRASTATE ACCESS SERVICES REV.			
End User Revenue (5084.1)*	0	331	14
Switched Access Revenue (5084.2)*	322,338	296,457	15
Special Access Revenue (5084.3)*	7,522	7,297	16
TOTAL INTRASTATE ACCESS REVENUES (5084)	329,860	304,085	
LONG DISTANCE NETWORK SERVICES MESSAGE REV.			
Long Distance Message Revenue (5100)*	7,853	7,853	17
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.	7,853	7,853	

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

Particulars (a)	This Year (b)	Last Year (c)	
MISCELLANEOUS REVENUES			
Directory Revenue (5230)*	90,905	87,008	30
Rent Revenue (5240)*	6,421	6,421	31
Corporate Operations Revenue (5250)*	0	0	32
Miscellaneous:			
Miscellaneous Revenue (5260)*	8,822	9,589	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)	8,822	9,589	
Interstate Billing and Collection Revenue*	29,110	27,033	39
Intrastate Billing and Collection Revenue*	25,223	28,179	40
Total Carrier Billing and Collection Revenue (5270)*	54,333	55,212	
Nonregulated Operating Revenue (5280)**			41
TOTAL MISCELLANEOUS REVENUES	160,481	158,230	
GROSS OPERATING REVENUES	1,556,345	1,467,412	
UNCOLLECTIBLE REVENUES			
Uncollectible Revenue (5300)*	1,543	4,421	42
Uncollectible Revenue--Telecommunications (5301)			43
Uncollectible Revenue--Other (5302)			44
TOTAL UNCOLLECTIBLE REVENUE (5300)	1,543	4,421	
TOTAL OPERATING REVENUES	1,554,802	1,462,991	

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

EXPENSES - CLASS A & B

Particulars (a)	Total This Year (b)	Total Last Year (c)	
PLANT SPECIFIC OPERATIONS EXPENSE			
Total Network Support Expense (6110)	556	1,454	1
Less: Nonregulated	0	0	2
Net Regulated	556	1,454	3
Total General Support Expense (6120)	13,297	28,745	4
Less: Nonregulated	0	0	5 c
Net Regulated	13,297	28,745	6
Total Central Office Switching Expense (6210)	24,607	17,963	7
Less: Nonregulated	0	0	8
Net Regulated	24,607	17,963	9
Total Operator Systems Expense (6220)	0	0	10
Less: Nonregulated	0	0	11
Net Regulated	0	0	12
Total Central Office Transmission Expenses (6230)	3,583	1,356	13
Less: Nonregulated	0	0	14
Net Regulated	3,583	1,356	15
Total Information Orig. / Term. Expense (6310)	0	0	16
Less: Nonregulated	0	0	17
Net Regulated	0	0	18
Total Cable and Wire Fac. Expense (6410)	92,580	83,383	19
Less: Nonregulated	0	0	20
Net Regulated	92,580	83,383	21
TOTAL PLANT SPECIFIC OPERATIONS EXPENSE	134,623	132,901	
Less: Nonregulated	0	0	
Net Regulated	134,623	132,901	
PLANT NONSPECIFIC OPERATIONS EXPENSE			
Total Other Property, Plant and Equip. Exp. (6510)	0	0	22
Less: Nonregulated	0	0	23
Net Regulated	0	0	24
Total Network Operations Expense (6530)	11,376	13,329	25
Less: Nonregulated	0	0	26
Net Regulated	11,376	13,329	27
Access Expense (6540)	5,296	1,289	28
Less: Nonregulated	0	0	29
Net Regulated	5,296	1,289	30
Total Depreciation and Amortization Expense (6560)	373,639	306,603	31
Less: Nonregulated			32
Net Regulated	373,639	306,603	33
TOTAL PLANT NONSPECIFIC OPERATIONS EXP.	390,311	321,221	
Less: Nonregulated	0	0	
Net Regulated	390,311	321,221	

EXPENSES - CLASS A & B

Particulars (a)	Total This Year (b)	Total Last Year (c)	
CUSTOMER OPERATIONS EXPENSE			
Total Marketing (6610)	6,342	420	34
Less: Nonregulated	0	0	35
Net Regulated	6,342	420	36
Total Services (6620)	145,812	183,948	37
Less: Nonregulated	0	0	38 c
Net Regulated	145,812	183,948	39
TOTAL CUSTOMER OPERATIONS EXPENSE	152,154	184,368	
Less: Nonregulated	0	0	
Net Regulated	152,154	184,368	
CORPORATE OPERATIONS EXPENSE			
Total Exec. and Planning (6710)	122,488	124,733	40
Less: Nonregulated	0	0	41
Net Regulated	122,488	124,733	42
Total General and Administrative (6720)	149,292	155,463	43
Less: Nonregulated	0	0	44
Net Regulated	149,292	155,463	45
Provision for Uncollectible Notes Receiv. (6790)	0	0	46
Less: Nonregulated	0	0	47
Net Regulated	0	0	48
TOTAL CORPORATE OPERATIONS EXPENSE	271,780	280,196	
Less: Nonregulated	0	0	
Net Regulated	271,780	280,196	
TOTAL EXPENSES	948,868	918,686	
Less: Nonregulated	0	0	
Net Regulated	948,868	918,686	

EXPENSES - CLASS A & B (DETAIL)

Particulars (a)	Total This Year (b)	Total Last Year (c)	
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)	373,639	306,603	3 c
Depreciat. Exp.--Prop. Held for Future Tele. Use (6562			4
Amortization Expense--Tangible (6563)			5
Amortization Expense--Intangible (6564)			6
Amortization Expense--Other (6565)			7
Total: Reported in Account 6560	373,639	306,603	

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	1,556,345	1
Plus: Collection of amounts previously written off	0	2
Less: Uncollectibles written off during the year	0	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 Net Write Off Amount (included on lines 2 and 3)		6
Less: Out-of-State Operating Revenues (included in Gross Oper. Rev. on Line 1)	0	7
Plus (or Less) Other (please specify): NONE	0	8
Assessable Revenues for Remainder and Telephone Relay Assessment Purposes	<u>1,556,345</u>	

CALCULATION OF ASSESSABLE REVENUES FOR UNIVERSAL SERVICE FUND ASSESSMENT PURPOSES

Description (a)	This Year (b)	
Total Basic Local Service Revenue (5000)	401,664	1
Plus: Total Intrastate Access Revenues (5084)	329,860	2
Plus: Total Long Distance Network Services Revenue	7,853	3
Less: Out-of-State Operating Revenues (included in the above lines)		4
Plus: Intrastate Payphone Revenues		5
Plus (or Less) Other (please specify): NONE	0	6
Assessable Revenues for Universal Service Fund Assessment Purposes	<u>739,377</u>	

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	1,556,345	1
Plus: Collection of amounts previously written off	0	2
Less: Uncollectibles written off during the year	0	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 Net Write Off Amount (included on lines 2 and 3)		6
Less: Out-of-State Operating Revenues (included in Gross Oper. Rev. on Line 1)	0	7
Plus (or Less) Other (please specify): NONE	0	8
Assessable Revenues for Remainder and Telephone Relay Assessment Purposes	<u>1,556,345</u>	

CALCULATION OF ASSESSABLE REVENUES FOR UNIVERSAL SERVICE FUND ASSESSMENT PURPOSES

Description (a)	This Year (b)	
Total Basic Local Service Revenue (5000)	401,664	1
Plus: Total Intrastate Access Revenues (5084)	329,860	2
Plus: Total Long Distance Network Services Revenue	7,853	3
Less: Out-of-State Operating Revenues (included in the above lines)		4
Plus: Intrastate Payphone Revenues		5
Plus (or Less) Other (please specify): NONE	0	6
Assessable Revenues for Universal Service Fund Assessment Purposes	<u>739,377</u>	

OTHER INCOME ACCOUNTS

Particulars (a)	This Year (b)	Last Year (c)	
OTHER OPERATING INCOME AND EXPENSE			
Total Other Oper. Income and (Expense) (7100)	0	0	1
OPERATING TAXES			
Operating Investment Tax Credits--Net (7210)	(15,078)	(15,072)	2
Operating Federal Income Taxes (7220)	206,765	160,004	3
Operating State and Local Income Taxes (7230)	48,757	37,201	4
Operating Other Taxes (7240)	92,008	85,957	5
Provision for Deferred Operating Income Taxes--Net (7250)	(52,956)	(19,076)	6
TOTAL OPERATING TAXES (7200)	279,496	249,014	
NONOPERATING INCOME AND EXPENSE			
Dividend Income (7310)	0	0	7
Interest Income (7320)	27,256	51,935	8
Income from Sinking and Other Funds (7330)	0	0	9
Allowance for Funds Used During Construction (7340)	0	0	10
Gains or (Losses) from the Disposition of Certain Property (7350)	0	0	11
Other Nonoperating Income (7360)	108,469	90,787	12
Special Charges (7370)	1,297	1,427	13
TOTAL NONOPERATING INCOME AND EXPENSE (7300)	134,428	141,295	
NONOPERATING TAXES			
Total Nonoperating Taxes (7400)	7,591	26,071	14
INTEREST AND RELATED ITEMS			
Total Interest and Related Items (7500)	6,822	7,690	15
EXTRAORDINARY ITEMS			
Extraordinary Items (7600)	0	0	16
NONREGULATED NET INCOME			
Nonregulated Net Income (7990)	56,116	6,660	17

NONREGULATED ACTIVITIES

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

Nonregulated Activity	
(a)	
Provider of Internet Services	1
Sale of Cellular Phones	2
Sale of CPE	3

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	0	0	1
Extended Area Service	0	0	2
Extended Community Calling	0	0	3
Other Local-Undefined	0	0	4
Total Local	0	0	
TOLL			
Toll	85	986	5
Total Toll	85	986	
Total Local & Toll	85	986	

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.	77	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	705	0	5
Feature Group C -- Term.	0	0	677	0	6
Feature Group D -- Orig.	2,854	439	603	0	7
Feature Group D -- Term.	4,021	2,133	317	0	8

OUTSIDE PLANT STATISTICS AT END OF YEAR

Description of Item (a)	Amount (b)	
Sheath miles of plant - fiber optics	41	1
Strand miles of plant - fiber optics	1,369	2
Route miles of plant - microwave	0	3

SPECIAL ACCESS CIRCUITS IN USE AT END OF YEAR

Circuit Type (a)	InterLATA Chan. Terms. (b)	IntraLATA Chan. Terms. (c)	
Voice grade	3	2	1
56 kbps	2	1	2
64 kbps (DS0)	0	0	3 D
1.54 Mbps (DS-1)	3	0	4 D
45 Mbps (DS-3)	0	0	5 D
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 - fiber optics	41	1
Strand miles of plant - fiber optics	1,369	2
Route miles of plant - microwave	0	3

SPECIAL ACCESS CIRCUITS IN USE AT END OF YEAR

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

SERVICE DATA

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

Item (a)	FOY (b)	EOY (c)	
Business			
1 Party	310	322	3
2 Party			4
4 Party			5
PBX Trunks/System Trunks	9	9	6
Centrex Trunks			7
Centrex Lines			8
Key System Trunks	88	85	9
Mobile (Utility Provided Service)			10
Paging (Utility Provided Service)			11
FX-Out (Switched)			12
Pay Telephone	6	7	13
Coin-Operated Pay Telephone		0	14
Independent Pay Telephone Provider	2	2	15
Pay Stations - Public			16
- Semi-Public			17
- Cust. Owned			18
Other			19
Total Business Lines	415	425	20
Residential (Incl. Emp. Concess.)			
1 Party	1,888	1,952	22
2 Party			23
4 Party			24
FX-Out (Switched)			25
Other	8	8	26
Total Residential Lines	1,896	1,960	27
Total Bus & Res Lines	2,311	2,385	28
Company Used Lines	47	48	29
Total Lines Used	2,358	2,433	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			3
WATS Lines - 800 Service			4
FX-In-intraLATA			5
Special Access-intraLATA			6
(expressed in equiv. access lines)	3	3	7
Special Access-interLATA			8
(expressed in equiv. access lines)	54	77	9
Feature Group A Lines	2	2	10
Feature Group B Trunks			11
Feature Group C Trunks			12
Feature Group D Trunks	88	88	13
TSPS - Trunks	7	7	14
EAS - Trunks	109	137	15
Cellular Trunks (Pub. Sw. Net.)			16
Video Distance Learning			17
- discounted (special tariff)	1	1	18
Customers			
Business - 2 Party Customers			19
Business - 4 Party Customers			20
Residential - 2 Party Customers			21
Residential - 4 Party Customers			22
Other			
Total Central Office, Info. Orig./Term., & Cable			23
Wire Fac. Assets (based on physical location of plant)			24
	4,196,076	4,516,856	25
Total Company Square Miles	123	123	26
Total Company Route Miles	194	203	27
Footnotes			28
			29
			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	1350	3050			1
Business					2
1 Party	45	277			3
2 Party					4
4 Party					5
PBX Trunks/System Trunks	1	8			6
Centrex Trunks					7
Centrex Lines					8
Key System Trunks	5	80			9
Mobile (utility provided service)					10
Paging (utility provided service)					11
FX-Out (Switched)					12
Pay Telephone	1	6			13
Coin-Operated Pay Telephone	0	0			14
Independent Pay Telephone Provider	0	2			15
Pay Stations - Public					16
- Semi-Public					17
- Cust. Owned					18
Other					19
Total Business Lines	52	373	0	0	20
Residential (Incl. Emp. Concess.)					21
1 Party	443	1,509			22
2 Party					23
4 Party					24
FX-Out (Switched)					25
Other	1	7			26
Total Residential Lines	444	1,516	0	0	27
Total Bus & Res Lines	496	1,889	0	0	28
Company Used Lines	10	38			29
Total Lines Used	506	1,927	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	1350	3050			1
Miscellaneous					2
WATS Lines - OutWATS					3
WATS Lines - 800 Service					4
FX-In-intraLATA					5
Special Access-intraLATA					6
(equiv. access lines)		3			7
Special Access-interLATA					8
(equiv. access lines)	1	76			9
Feature Group A Lines		2			10
Feature Group B Trunks					11
Feature Group C Trunks					12
Feature Group D Trunks		88			13
TSPS - Trunks		7			14
EAS - Trunks		137			15
Cellular Trunks (Pub. Sw. Net.)					16
Video Distance Learning					17
- discounted (special tariff)		1			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)	1,065,624	3,451,232			27
Exchange Square Miles	36	87			28
Exchange Route Miles	66	137			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	CUSHING	LUCK			1
PSCW Exchange ID	1350	3050			2
Central Office Name	CUSHING	LUCK			3
PSCW Central Office ID	1	1			4
Manufacturer of COE (Page 54)	SC	SC			5
Year COE Installed	1986	1986			6
Type of Equipment (Page 54)	D	D			7
(S)tandalone, (H)ost, (R)emote	R	H			8
Remote Host PSCW Exchange ID	1350				9
Remote Host PSCW Central Office ID	1				10
COE Generic Software Release No.		19			11
SS7?	Yes	Yes			12
9-1-1?	Yes	Yes			13
Access Lines - In Use	504	1,939			14
- Equipped	621	2,285			15
- Wired	630	2,340			16
Trunks - In Use	1	235			17
- Equipped	24	299			18
- Wired	24	299			19
ISDN Available?	No	No			20
ISDN Lines - In Use (BRI)					21
- In Use (PRI)					22
Switched 56 Service?	No	No			23
Switched 56 lines in use					24
Digital Transmission Facilities: DS-1 - In Use	3	16			25
DS-3 - In Use	0	0			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					32
Fiber Transmission Facilities:					
No. of fiber strands entering C.O.	132	160			33
No. of fiber strands working (LIT) in C.O.	10	22			34
No. of fiber strands for interoffice use	4	4			35
Miles of fiber sheath in wire center	12	29			36
Access Tandem Serving this C.O.:					
- C.O. Name	FREDERIC	FREDERIC			37
- PSCW C.O. ID	1960-01	1960-01			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**

Information for local telephone calls and local minutes of use were not available for 1999. The compilation of this information is not cost effective nor feasible in a cost/benefit scenario. Action is currently being taken to obtain this information.

Schedule Line Footnotes

- A)** Transfer of equipment to affiliate.
- B)** Transfer of accumulated depreciation to affiliate due to transfer of equipment.
- C)** Total General Support Expense, Account #6120, decreased 57% from 1998 due to a one-time sewer assessment imposed in 1998.

Total Depreciation & Amortization Expense, Account #6560, increased 22% due to accelerating the switch depreciation.

Total Customer Operations Expense, Account #6620, decreased 21% due to cost study accounting services being correctly recorded in Account #6720 for 1999.

- D)** Luck Telephone Company did not provide any of these special circuits in 1999.