



4004

ANNUAL REPORT

OF

Name: NELSON TELEPHONE COOPERATIVE

Principal Office: 318 3RD AVE W
P.O. BOX 228
DURAND, WI 54736-0228

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: NELSON TELEPHONE COOPERATIVE
Utility Location: 318 3RD AVE W
P.O. BOX 228
DURAND, WI 54736-0228

Utility Web Site Address:

When was utility organized?: 11/01/1948

Report any change in name and the effective date:

Officer in charge of correspondence concerning this report

Name: MR GERALD L . LEVENSKE
Title: GENERAL MANAGER

Office Address: 318 THIRD AVE WEST
P.O. BOX 228
DURAND , WI 54736

Fax Number: (715) 672 - 4344
Telephone Number: (715) 672 - 4204

Email Address:

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

Name:
Title:

Office Address:

Fax Number:
Telephone Number:
Email Address:

Person responsible for financial information contained in report

Name: MS CHRISTY A . BERGER , CPA
Title: OFFICE MANAGER

Office Address: 318 THIRD AVE WEST
P.O. BOX 228
DURAND , WI 54736

Fax Number: (715) 672 - 4344
Telephone Number: (715) 672 - 4204

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Person responsible for statistical information contained in report

Name: MS CHRISTY A . BERGER , CPA
Title: OFFICE MANAGER

Office Address: 318 THIRD AVE WEST
P.O. BOX 228
DURAND , WI 54736

Fax Number: (715) 672 - 4344
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INCOME STATEMENT - TOTAL COMPANY

Particulars (a)	This Year (b)	Last Year (c)	
Operating Revenues (5000-5300)	2,621,683	2,407,668	1
Operating Expenses			
Plant Specific Operations Expense (6110-6410)	345,031	355,174	2
Plant Nonspecific Operations Expense	930,186	808,333	3
Customer Operations Expense (6610-6620)	423,098	404,313	4
Corporate Operations Expense (6710-6790)	385,235	410,000	5
Other Operating Income and Expense (7100)	0	0	6
Operating Taxes (7200)	225,632	220,062	7
Total Operating Expenses	2,309,182	2,197,882	8
Net Operating Income	312,501	209,786	9
Other Income			
Nonoperating Income and Expense (7300)	269,572	332,673	10
Nonoperating Taxes (7400)	0	0	11
Interest and Related Items (7500)	422,716	435,873	12
Extraordinary Items (7600)	0	0	13
Nonregulated Net Income (7990)	224,096	164,528	14
Total Nonoperating Income	70,952	61,328	15
Net Income	383,453	271,114	16

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

Particulars (a)	Balance--EOY (b)	Balance--FOY (c)	
CURRENT ASSETS			
CASH AND EQUIVALENTS			
Cash and Equivalents (1120)*	2,590,783	2,085,820	1
Cash (1130)			2
Special Cash Deposits (1140)			3
Working Cash Advances (1150)			4
Temporary Investments (1160)			5
TOTAL CASH AND EQUIVALENTS	2,590,783	2,085,820	
RECEIVABLES AND ALLOWANCES FOR DOUBTFUL ACCOUNTS			
Telecommunications Accounts Receivable (1180)*	154,105	174,390	6
Accounts Receivable Allowance-Telecom (1181)*	16,095	22,532	7
Net: Telecommunications Accounts Receivable	138,010	151,858	
Other Accounts Receivable (1190)*	269,557	227,378	8
Accounts Receivable Allowance--Other (1191)*			9
Net: Other Accounts Receivable	269,557	227,378	
Notes Receivable (1200)*			10
Notes Receivable Allowance (1201)*			11
Net: Notes Receivable	0	0	
Interest and Dividends Receivable (1210)*	7,553	19,007	12
TOTAL REC AND ALLOW FOR DOUBTFUL ACCOUNTS	415,120	398,243	
SUPPLIES			
Inventories (1220)*	40,442	44,617	13
TOTAL SUPPLIES	40,442	44,617	
PREPAYMENTS			
Total Prepayments (1280)*	42,401	34,801	14
Prepaid Rents (1290)			15
Prepaid Taxes (1300)			16
Prepaid Insurance (1310)			17
Prepaid Directory Expenses (1320)			18
Other Prepayments (1330)			19
TOTAL PREPAYMENTS	42,401	34,801	
OTHER CURRENT ASSETS			
Other Current Assets (1350)*			20
TOTAL OTHER CURRENT ASSETS	0	0	
TOTAL CURRENT ASSETS	3,088,746	2,563,481	
NONCURRENT ASSETS			
INVESTMENTS			
Investment in Affiliated Companies (1401)*	666,776	617,500	21
RTB Class B Stock (1402)*	105,350	105,350	22
Other Investments in Nonaffiliated Companies (1402)*	1,096,285	1,057,291	23
Nonregulated Investments (1406)*			24
Unamortized Debt Issuance Expense (1407)*	16,471	18,247	25

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

Particulars (a)	Balance--EOY (b)	Balance--FOY (c)	
NONCURRENT ASSETS			
INVESTMENTS			
Sinking Funds (1408)*			26
Other Noncurrent Assets (1410)*	239,016	252,062	27
TOTAL INVESTMENTS	2,123,898	2,050,450	
DEFERRED CHARGES			
Deferred Tax Regulatory Asset (1437)*			28
Deferred Maintenance and Retirements (1438)*			29
Deferred Charges (1439)*			30
TOTAL DEFERRED CHARGES	0	0	
TOTAL NONCURRENT ASSETS	2,123,898	2,050,450	
PLANT			
TELECOMMUNICATIONS PLANT IN SERVICE			
Telecommunications Plant in Service (2001)*	13,076,130	12,368,548	31
Less: Accumulated Depreciation (3100)*	6,342,750	5,540,217	32
Less: Accumulated Amortization--Capitalized Leases (3410)*			33
Less: Accumulated Amortization--Leasehold Improvements (3420)*			34
Less: Accumulated Amortization--Intangible (3500)*			35
NET TELECOMMUNICATIONS PLANT IN SERVICE	6,733,380	6,828,331	
PROPERTY HELD FOR FUTURE USE			
Prop. Held for Future Telecommun. Use (2002)*			36
Less: Accumulated Depreciation--Held for Future Telecommunications Use (3200)*			37
NET PROPERTY HELD FOR FUTURE USE	0	0	
NONOPERATING PLANT			
Nonoperating Plant (2006)*			38
Less: Accumulated Depreciation--Nonoperating (3300)*			39
NET NONOPERATING PLANT	0	0	
TPUC			
TPUC (2003)*	1,610	0	40
TOTAL TPUC	1,610	0	
TELECOMMUNICATIONS PLANT ADJUSTMENT			
Telecommunications Plant Adjustment (2005)*			41
Less: Accumulated Amortization--Other (3600)*			42
NET TELECOMMUNICATIONS PLANT ADJUSTMENT	0	0	
TOTAL PLANT	6,734,990	6,828,331	
TOTAL ASSETS AND OTHER DEBITS	11,947,634	11,442,262	

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

Particulars (a)	Balance--EOY (b)	Balance--FOY (c)	
CURRENT LIABILITIES			
Accounts Payable (4010)*	183,897	206,315	1
Notes Payable (4020)*			2
Advance Billing and Payments (4030)*			3
Customer Deposits (4040)*	8,150	8,900	4
Current Maturities--Long-Term Debt (4050)*			5
Current Maturities--Capital Leases (4060)*			6
Income Taxes--Accrued (4070)*		13,792	7
Other Taxes--Accrued (4080)*	87	30	8
Net Current Deferred Operating Income Taxes (4100)*			9
Net Current Deferred Nonoperating Income Taxes (4110)*			10
Other Accrued Liabilities (4120)*	80,371	78,732	11
Other Current Liabilities (4130)*			12
TOTAL CURRENT LIABILITIES	272,505	307,769	
LONG-TERM DEBT			
Funded Debt (4210)*	8,282,173	7,988,702	13
Premium on Long-Term Debt (4220)*			14
Discount on Long-Term Debt (4230)*			15
Reacquired Debt (4240)*			16
Obligations Under Capital Leases (4250)*			17
Advances from Affiliated Companies (4260)*			18
Other Long-Term Debt (4270)*			19
TOTAL LONG-TERM DEBT	8,282,173	7,988,702	
OTHER LIABILITIES AND DEFERRED CREDITS			
Other Long-Term Liabilities (4310)*	155,367	104,570	20
Unamortized Operating ITC--Net (4320)*			21
Unamortized Nonoperating ITC--Net (4330)*			22
Net Noncurrent Deferred Operating Income Taxes (4340)*			23
Net Deferred Tax Liability Adjustments (4341)*			24
Net Noncurrent Deferred Nonoperating Income Taxes (4350)*			25
Other Deferred Credits (4360)*	12,180	12,181	26
Deferred Tax Regulatory Liability (4361)*			27
TOTAL OTHER LIABILITIES AND DEFERRED CREDITS	167,547	116,751	
STOCKHOLDERS' EQUITY			
Capital Stock (4510)*	1,460	1,460	28
Additional Paid-in Capital (4520)*			29
Treasury Stock (4530)*			30
Other Capital (4540)*			31
Retained Earnings (4550)*	3,223,949	3,027,580	32
TOTAL STOCKHOLDERS' EQUITY	3,225,409	3,029,040	
TOTAL LIABILITIES AND OTHER CREDITS	11,947,634	11,442,262	

TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B

Plant Account (a)	Account (b)	Balance FOY (c)	Additions (d)	
GENERAL SUPPORT ASSETS				
Land	2111	147,649		1
Motor Vehicles	2112	257,785	62,304	2
Aircraft	2113	0		3
Special Purpose Vehicles	2114	0		4
Garage Work Equipment	2115	85,317		5
Other Work Equipment	2116	168,621	975	6
Buildings	2121	905,188	13,958	7
Furniture	2122	82,219	1,024	8
Office Equipment	2123	60,190	775	9
General Purpose Computers	2124	103,556	10,972	10
TOTAL--GENERAL SUPPORT ASSETS:		1,810,525	90,008	
CENTRAL OFFICE ASSETS				
Analog Electronic Switching	2211	0		11
Digital Electronic Switching	2212	1,546,361	18,926	12
Electro-Mechanical Switching	2215	0	0	13
Operator Systems	2220	0		14
Radio Systems	2231	0	0	15
Circuit Equipment	2232	1,425,941	54,724	16
TOTAL--CENTRAL OFFICE ASSETS:		2,972,302	73,650	
INFORMATION ORIGATION/TERMINATION ASSETS				
Station Apparatus	2311	12,368		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	0		21
TOTAL--INFORMATION ORIG/TERM ASSETS:		12,368	0	
CABLE WIRE FACILITIES ASSETS				
Poles	2411	2,411		22
Aerial Cable	2421	13,252	0	23
Underground Cable	2422	206,654	0	24
Buried Cable	2423	6,759,748	603,177	25
Submarine Cable	2424	0	0	26
Deep Sea Cable	2425	0		27
Intrabuilding Network Cable	2426	376,788	5,671	28
Aerial Wire	2431	0		29
Conduit Systems	2441	214,500		30
TOTAL--CABLE WIRE FACILITIES ASSETS:		7,573,353	608,848	
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			147,649	1
2112	51,157		268,932	2
2113			0	3
2114			0	4
2115			85,317	5
2116			169,596	6
2121			919,146	7
2122			83,243	8
2123	0	0	60,965	9
2124			114,528	10
	51,157	0	1,849,376	
2211			0	11
2212	0	0	1,565,287	12
2215	0	0	0	13
2220			0	14
2231	0	0	0	15
2232	0	0	1,480,665	16
	0	0	3,045,952	
2311			12,368	17
2321			0	18
2341			0	19
2351			0	20
2362			0	21
	0	0	12,368	
2411			2,411	22
2421	1,461	0	11,791	23
2422	0	0	206,654	24
2423	12,306	0	7,350,619	25
2424	0	0	0	26
2425			0	27
2426	0	0	382,459	28
2431			0	29
2441			214,500	30
	13,767	0	8,168,434	
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	0	33
TOTAL--AMORTIZABLE ASSETS:		0	0
TOTAL TELECOM. PLANT IN SERVICE	2001	12,368,548	772,506
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			0	33
	0	0	0	
	64,924	0	13,076,130	
2001			0	34
			13,076,130	

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	32,484	775	1
Company Communications Equipment	2123.2	27,706		2
Software	2212.1	110,345		3
Digital Switching - Central Office	2212.2	1,436,016	18,926	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	1,425,941	54,724	10
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	13,252		14
Underground Cable - Nonmetallic	2422.1	48,094		15
Underground Cable - Metallic	2422.2	158,560		16
Buried Cable - Nonmetallic	2423.1	1,777,874	371,691	17
Buried Cable - Metallic	2423.2	4,981,874	231,486	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	376,788	5,671	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			33,259	1
2123.2			27,706	2
2212.1			110,345	3
2212.2			1,454,942	4
2212.3			0	5
2215.1			0	6
2215.2			0	7
2231.1			0	8
2231.2			0	9
2232.1			1,480,665	10
2232.2			0	11
2232.3			0	12
2421.1			0	13
2421.2	1,461		11,791	14
2422.1			48,094	15
2422.2			158,560	16
2423.1			2,149,565	17
2423.2	12,306		5,201,054	18
2424.1			0	19
2424.2			0	20
2426.1			0	21
2426.2			382,459	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	155,559	20.0	48,597	1
Aircraft	2113	0			2
Special Purpose Vehicles	2114	0			3
Garage Work Equipment	2115	85,317	9.09		4
Other Work Equipment	2116	101,830	15.0	22,437	5
Buildings	2121	262,704	2.63	25,061	6
Furniture	2122	67,517	20.0	9,419	7
Office Equipment	2123	40,501	20.0	10,693	8
General Purpose Computers	2124	88,891	20.0	21,558	9
Total-- GENERAL SUPPORT ASSETS		802,319		137,765	0
CENTRAL OFFICE ASSETS					
Analog Electronic Switching	2211	0			10
Digital Electronic Switching	2212	761,517	8.8900	137,415	11
Electro-Mechanical Switching	2215	0			12
Operator Systems	2220	0			13
Radio Systems	2231	0			14
Circuit Equipment	2232	819,012	9.17	227,946	15
Total-- CENTRAL OFFICE ASSETS		1,580,529		365,361	0
INFORMATION ORIG/TERM ASSETS					
Station Apparatus	2311	12,368	20.0		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	0			20
Total-- INFORMATION ORIG/TERM ASSETS		12,368		0	0
CABLE WIRE FACILITIES ASSETS					
Poles	2411	2,045	10.0	242	21
Aerial Cable	2421	12,291	5.56	696	22
Underground Cable	2422	122,313	4.5	7,945	23
Buried Cable	2423	2,551,961	5.0	320,191	24
Submarine Cable	2424	0			25
Deep Sea Cable	2425	0			26
Intrabuilding Network Cable	2426	347,635	5.0	18,928	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	51,157		10,614		163,613	1
2113					0	2
2114					0	3
2115					85,317	4
2116					124,267	5
2121					287,765	6
2122					76,936	7
2123	0				51,194	8
2124					110,449	9
	51,157	0	10,614	0	899,541	
2211					0	10
2212	0				898,932	11
2215	0				0	12
2220					0	13
2231	0				0	14
2232	0				1,046,958	15
	0	0	0	0	1,945,890	
2311					12,368	16
2321					0	17
2341					0	18
2351					0	19
2362					0	20
	0	0	0	0	12,368	
2411					2,287	21
2421	1,461				11,526	22
2422	0				130,258	23
2423	12,306	784			2,859,062	24
2424	0				0	25
2425					0	26
2426	0				366,563	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	108,756	3.03	6,499	29
Total-- CABLE WIRE FACILITIES ASSETS		3,145,001		354,501	0
Total Accumulated Depreciation	3100	5,540,217		857,627	0
Less: Allocation to Nonregulated Activity - Columns e, f and I	3100			7,983	0 30
Net Regulated Total Accum Depreciation - 3100 Columns e, f and I				849,644	0

ACCUMULATED DEPRECIATION CLASS A & B (cont.)

Acct (g)	Retired (h)	Cost of Removal (i)	Salvage (j)	Other (k)	Balance EOY (l)	
2441					115,255	29
	13,767	784	0	0	3,484,951	
3100	64,924	784	10,614	0	6,342,750	
3100					0	30
3100					6,342,750	

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	28,107	20.0	5,152		1
Company Communications Equipment	2123.2	12,394	20.0	5,541		2
Software	2212.1	110,345	33.33			3
Digital Switching - Central Office	2212.2	651,172	8.8900	137,415		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	819,012	9.17	227,946		10
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	12,291	5.56	696		14
Underground Cable - Nonmetallic	2422.1	11,950	4.0	1,604		15
Underground Cable - Metallic	2422.2	110,363	5.0	6,341		16
Buried Cable - Nonmetallic	2423.1	287,702	4.7	91,438		17
Buried Cable - Metallic	2423.2	2,264,259	5.56	228,753		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	347,635	5.0	18,928		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					33,259	1
2123.2					17,935	2
2212.1					110,345	3
2212.2					788,587	4
2212.3					0	5
2215.1					0	6
2215.2					0	7
2231.1					0	8
2231.2					0	9
2232.1					1,046,958	10
2232.2					0	11
2232.3					0	12
2421.1					0	13
2421.2	1,461				11,526	14
2422.1					13,554	15
2422.2					116,704	16
2423.1					379,140	17
2423.2	12,306	784			2,479,922	18
2424.1					0	19
2424.2					0	20
2426.1					0	21
2426.2					366,563	22

RETAINED EARNINGS (ACCT. 4550)

Particulars (a)	This Year (b)	Last Year (c)	
Balance-First of Year	3,027,580	3,087,065	1
Changes:			
Balance Transferred from Income	383,453	271,114	2
Dividends Declared:			
Common		0	3
Preferred		0	4
Total Dividends Declared	0	0	
Miscellaneous Debits to Retained Earnings	431,945	365,846	5
Miscellaneous Credits to Retained Earnings	244,861	35,247	6
Balance--End of Year	<u>3,223,949</u>	<u>3,027,580</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)*	522,878	481,759	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)	522,878	481,759	
NETWORK INTERSTATE ACCESS SERVICES REV.			
End User Revenue (5081)*	191,657	183,414	11
Switched Access Revenue (5082)*	820,143	770,905	12
Special Access Revenue (5083)*	76,886	60,280	13 2
TOTAL INTERSTATE ACCESS REVENUES (5080)	1,088,686	1,014,599	
NETWORK INTRASTATE ACCESS SERVICES REV.			
End User Revenue (5084.1)*	47,049	45,289	14
Switched Access Revenue (5084.2)*	718,875	606,207	15
Special Access Revenue (5084.3)*			16
TOTAL INTRASTATE ACCESS REVENUES (5084)	765,924	651,496	
LONG DISTANCE NETWORK SERVICES MESSAGE REV.			
Long Distance Message Revenue (5100)*	0	0	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.	0	0	

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

Particulars (a)	This Year (b)	Last Year (c)	
MISCELLANEOUS REVENUES			
Directory Revenue (5230)*	117,478	111,069	30
Rent Revenue (5240)*			31
Corporate Operations Revenue (5250)*			32
Miscellaneous:			
Miscellaneous Revenue (5260)*	11,393	12,482	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)	11,393	12,482	
Interstate Billing and Collection Revenue*	51,152	57,854	39
Intrastate Billing and Collection Revenue*	70,172	84,409	40
Total Carrier Billing and Collection Revenue (5270)*	121,324	142,263	
Nonregulated Operating Revenue (5280)**			41
TOTAL MISCELLANEOUS REVENUES	250,195	265,814	
GROSS OPERATING REVENUES	2,627,683	2,413,668	
UNCOLLECTIBLE REVENUES			
Uncollectible Revenue (5300)*	6,000	6,000	42
Uncollectible Revenue--Telecommunications (5301)			43
Uncollectible Revenue--Other (5302)			44
TOTAL UNCOLLECTIBLE REVENUE (5300)	6,000	6,000	
TOTAL OPERATING REVENUES	<u>2,621,683</u>	<u>2,407,668</u>	

** 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)	495	3,294	1
Less: Nonregulated		0	2
Net Regulated	495	3,294	3
Total General Support Expense (6120)	41,815	44,605	4
Less: Nonregulated		0	5
Net Regulated	41,815	44,605	6
Total Central Office Switching Expense (6210)	179,256	192,505	7
Less: Nonregulated		0	8
Net Regulated	179,256	192,505	9
Total Operator Systems Expense (6220)		0	10
Less: Nonregulated		0	11
Net Regulated	0	0	12
Total Central Office Transmission Expenses (6230)	1,471	2,042	13
Less: Nonregulated		0	14
Net Regulated	1,471	2,042	15
Total Information Orig. / Term. Expense (6310)		0	16
Less: Nonregulated		0	17
Net Regulated	0	0	18
Total Cable and Wire Fac. Expense (6410)	121,994	112,728	19
Less: Nonregulated		0	20
Net Regulated	121,994	112,728	21
TOTAL PLANT SPECIFIC OPERATIONS EXPENSE	345,031	355,174	
Less: Nonregulated	0	0	
Net Regulated	345,031	355,174	
PLANT NONSPECIFIC OPERATIONS EXPENSE			
Total Other Property, Plant and Equip. Exp. (6510)		0	22
Less: Nonregulated		0	23
Net Regulated	0	0	24
Total Network Operations Expense (6530)	83,507	107,969	25
Less: Nonregulated		0	26 ³
Net Regulated	83,507	107,969	27
Access Expense (6540)	13,043	14,119	28
Less: Nonregulated		0	29
Net Regulated	13,043	14,119	30
Total Depreciation and Amortization Expense (6560)	841,619	693,878	31
Less: Nonregulated	7,983	7,633	32
Net Regulated	833,636	686,245	33
TOTAL PLANT NONSPECIFIC OPERATIONS EXP.	938,169	815,966	
Less: Nonregulated	7,983	7,633	
Net Regulated	930,186	808,333	

EXPENSES - CLASS A & B

Particulars (a)	Total This Year (b)	Total Last Year (c)	
CUSTOMER OPERATIONS EXPENSE			
Total Marketing (6610)	91,465	70,416	34
Less: Nonregulated		0	35 4
Net Regulated	91,465	70,416	36
<hr/>			
Total Services (6620)	331,633	333,897	37
Less: Nonregulated		0	38
Net Regulated	331,633	333,897	39
<hr/>			
TOTAL CUSTOMER OPERATIONS EXPENSE	423,098	404,313	
Less: Nonregulated	0	0	
Net Regulated	423,098	404,313	
<hr/>			
CORPORATE OPERATIONS EXPENSE			
Total Exec. and Planning (6710)	171,419	211,398	40
Less: Nonregulated		0	41
Net Regulated	171,419	211,398	42
<hr/>			
Total General and Administrative (6720)	213,816	198,602	43
Less: Nonregulated		0	44
Net Regulated	213,816	198,602	45
<hr/>			
Provision for Uncollectible Notes Receiv. (6790)		0	46
Less: Nonregulated		0	47
Net Regulated	0	0	48
<hr/>			
TOTAL CORPORATE OPERATIONS EXPENSE	385,235	410,000	
Less: Nonregulated	0	0	
Net Regulated	385,235	410,000	
<hr/>			
TOTAL EXPENSES	2,091,533	1,985,453	
Less: Nonregulated	7,983	7,633	
Net Regulated	2,083,550	1,977,820	

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)	841,619	693,878	3 6
Depreciat. Exp.--Prop. Held for Future Tele. Use (6562		0	4
Amortization Expense--Tangible (6563)		0	5
Amortization Expense--Intangible (6564)		0	6
Amortization Expense--Other (6565)		0	7
Total: Reported in Account 6560	841,619	693,878	

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	2,627,683	1
Plus: Collection of amounts previously written off		2
Less: Uncollectibles written off during the year		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)		7
Plus (or Less) Other (please specify): NONE	0	8
Assessable Revenues for Remainder and Telephone Relay Assessment Purposes	<u>2,627,683</u>	

CALCULATION OF ASSESSABLE REVENUES FOR UNIVERSAL SERVICE FUND ASSESSMENT PURPOSES

Description (a)	This Year (b)	
Total Basic Local Service Revenue (5000)	522,878	1
Plus: Total Intrastate Access Revenues (5084)	765,924	2
Plus: Total Long Distance Network Services Revenue	0	3
Less: Out-of-State Operating Revenues (included in the above lines)		4
Plus: Intrastate Payphone Revenues		5
Plus (or Less) Other (please specify):		6
Assessable Revenues for Universal Service Fund Assessment Purposes	<u>1,288,802</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	2,627,683	1
Plus: Collection of amounts previously written off		2
Less: Uncollectibles written off during the year		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)		7
Plus (or Less) Other (please specify): NONE	0	8
Assessable Revenues for Remainder and Telephone Relay Assessment Purposes	<u><u>2,627,683</u></u>	

CALCULATION OF ASSESSABLE REVENUES FOR UNIVERSAL SERVICE FUND ASSESSMENT PURPOSES

Description (a)	This Year (b)	
Total Basic Local Service Revenue (5000)	522,878	1
Plus: Total Intrastate Access Revenues (5084)	765,924	2
Plus: Total Long Distance Network Services Revenue	0	3
Less: Out-of-State Operating Revenues (included in the above lines)		4
Plus: Intrastate Payphone Revenues		5
Plus (or Less) Other (please specify):		6
Assessable Revenues for Universal Service Fund Assessment Purposes	<u><u>1,288,802</u></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	1
OPERATING TAXES			
Operating Investment Tax Credits--Net (7210)			2
Operating Federal Income Taxes (7220)	74,196	80,942	3
Operating State and Local Income Taxes (7230)		25	4
Operating Other Taxes (7240)	151,436	139,095	5
Provision for Deferred Operating Income Taxes--Net (7250)			6
TOTAL OPERATING TAXES (7200)	225,632	220,062	
NONOPERATING INCOME AND EXPENSE			
Dividend Income (7310)	2,625	274	7
Interest Income (7320)	209,854	298,888	8
Income from Sinking and Other Funds (7330)			9
Allowance for Funds Used During Construction (7340)			10
Gains or (Losses) from the Disposition of Certain Property (7350)			11
Other Nonoperating Income (7360)	49,275	26,253	12
Special Charges (7370)	(7,818)	(7,258)	13
TOTAL NONOPERATING INCOME AND EXPENSE (7300)	269,572	332,673	
NONOPERATING TAXES			
Total Nonoperating Taxes (7400)		0	14
INTEREST AND RELATED ITEMS			
Total Interest and Related Items (7500)	422,716	435,873	15
EXTRAORDINARY ITEMS			
Extraordinary Items (7600)		0	16
NONREGULATED NET INCOME			
Nonregulated Net Income (7990)	224,096	164,528	17

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 1
Extended Area Service	4	9	2
Extended Community Calling	34	127	3
Other Local-Undefined	0	0	4 1
Total Local	38	136	
TOLL			
Toll	151	1,580	5
Total Toll	151	1,580	
Total Local & Toll	189	1,716	

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.	140	0	0	0	2
Feature Group B -- Orig.	0	0	0	0	3
Feature Group B -- Term.	5	0	0	0	4
Feature Group C -- Orig.	0	0	0	0	5
Feature Group C -- Term.	0	0	0	0	6
Feature Group D -- Orig.	3,091	1,519	3,208	0	7
Feature Group D -- Term.	6,441	3,308	1,249	0	8

OUTSIDE PLANT STATISTICS AT END OF YEAR

Description of Item (a)	Amount (b)	
Sheath miles of plant - fiber optics	126	1
Strand miles of plant - fiber optics	2,891	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	2	3	1
56 kbps	7	1	2
64 kbps (DS0)	4	2	3
1.54 Mbps (DS-1)	10	5	4
45 Mbps (DS-3)	0	0	5 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 - fiber optics	126	1
Strand miles of plant - fiber optics	2,891	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	2	3	1
56 kbps	7	1	2
64 kbps (DS0)	4	2	3
1.54 Mbps (DS-1)	10	5	4
45 Mbps (DS-3)	0	0	5 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)	
Business			
1 Party	613	636	3
2 Party			4
4 Party			5
PBX Trunks/System Trunks	20	20	6
Centrex Trunks			7
Centrex Lines			8
Key System Trunks	209	224	9
Mobile (Utility Provided Service)			10
Paging (Utility Provided Service)	122	118	11
FX-Out (Switched)			12
Pay Telephone			13
Coin-Operated Pay Telephone	0	0	14
Independent Pay Telephone Provider	0	0	15
Pay Stations - Public	23	23	16
- Semi-Public			17
- Cust. Owned			18
Other			19
Total Business Lines	987	1,021	20
Residential (Incl. Emp. Concess.)			
1 Party	3,085	3,180	22
2 Party			23
4 Party			24
FX-Out (Switched)			25
Other			26
Total Residential Lines	3,085	3,180	27
Total Bus & Res Lines	4,072	4,201	28
Company Used Lines	141	141	29
Total Lines Used	4,213	4,342	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	11	0	5
Special Access-intraLATA			6
(expressed in equiv. access lines)	33	126	7
Special Access-interLATA			8
(expressed in equiv. access lines)	132	253	9
Feature Group A Lines			10
Feature Group B Trunks			11
Feature Group C Trunks			12
Feature Group D Trunks	148	216	13
TSPS - Trunks	8	8	14
EAS - Trunks	129	179	15
Cellular Trunks (Pub. Sw. Net.)			16
Video Distance Learning			17
- discounted (special tariff)			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)	10,558,023	11,226,754	24
Total Company Square Miles	368	368	25
Total Company Route Miles	767	778	26
Footnotes			27

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	0200	1560	2050	3680	1
Business					2
1 Party	40	498	48	50	3
2 Party					4
4 Party					5
PBX Trunks/System Trunks		20			6
Centrex Trunks					7
Centrex Lines					8
Key System Trunks	5	205	8	6	9
Mobile (utility provided service)					10
Paging (utility provided service)		110	2	6	11
FX-Out (Switched)					12
Pay Telephone					13
Coin-Operated Pay Telephone	0	0	0	0	14
Independent Pay Telephone Provider	0	0	0	0	15
Pay Stations - Public	1	18	1	3	16
- Semi-Public					17
- Cust. Owned					18
Other					19
Total Business Lines	46	851	59	65	20
Residential (Incl. Emp. Concess.)					21
1 Party	474	1,780	497	429	22
2 Party					23
4 Party					24
FX-Out (Switched)					25
Other					26
Total Residential Lines	474	1,780	497	429	27
Total Bus & Res Lines	520	2,631	556	494	28
Company Used Lines	8	110	11	12	29
Total Lines Used	528	2,741	567	506	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	0200	1560	2050	3680	1
Miscellaneous					2
WATS Lines - OutWATS					3
WATS Lines - 800 Service					4
FX-In-intraLATA		0			5
Special Access-intraLATA (equiv. access lines)		101	25		6 7
Special Access-interLATA (equiv. access lines)	48	84	73	48	8 9
Feature Group A Lines					10
Feature Group B Trunks					11
Feature Group C Trunks					12
Feature Group D Trunks		216			13
TSPS - Trunks		8			14
EAS - Trunks		179			15
Cellular Trunks (Pub. Sw. Net.)					16
Video Distance Learning - discounted (special tariff)					17 18
Customers					19
Business - 2 Party Customers					20
Business - 4 Party Customers					21
Residential - 2 Party Customers					22
Residential - 4 Party Customers					23
Other					24
Exchange C.O., Info. Orig./Term., & Cable					25
Wire Fac. Assets (based on physical location of plant)	1,233,490	5,554,464	2,722,513	1,716,287	26 27
Exchange Square Miles	64	135	105	64	28
Exchange Route Miles	121	333	227	97	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.

Description (a)	Central Off. (b)	Central Off. (c)	Central Off. (d)	Central Off. (e)	
Exchange Name	ARKANSAW	DURAND	GILMANTON	NELSON	1
PSCW Exchange ID	0200	1560	2050	3680	2
Central Office Name	ARKANSAW	DURAND	GILMANTON	NELSON	3
PSCW Central Office ID	1	1	1	1	4
Manufacturer of COE (Page 54)	NTI	NTI	NTI	NTI	5
Year COE Installed	1994	1994	1994	1994	6
Type of Equipment (Page 54)	D	D	D	D	7
(S)tandalone, (H)ost, (R)emote	S	H	S	S	8
Remote Host PSCW Exchange ID					9
Remote Host PSCW Central Office ID		0			10
COE Generic Software Release No.	411.10	411.10	411.10	411.10	11
SS7?	Yes	Yes	Yes	Yes	12
9-1-1?	Yes	Yes	No	No	13
Access Lines - In Use	510	2,562	552	498	14
- Equipped	768	2,944	768	768	15
- Wired	768	3,200	768	768	16
Trunks - In Use		548		0	17
- Equipped		720		0	18
- Wired		720		0	19
ISDN Available?	No	No	No	No	20
ISDN Lines - In Use (BRI)		0		0	21
- In Use (PRI)		0		0	22
Switched 56 Service?	No	No	No	No	23
Switched 56 lines in use		0		0	24
Digital Transmission Facilities: DS-1 - In Use	6	35	14	7	25
DS-3 - In Use	1	5	1	1	26
Advanced Data Service Available:					
Packet Switching?	No	No	No	No	27
SMDS?	No	No	No	No	28
Frame Relay?	No	No	No	No	29
ATM (Asynchronous Trans. Mode)?	No	No	No	No	30
Video Information - Service Available?	No	No	No	No	31
- In Use (# lines) ¹		0		0	32
Fiber Transmission Facilities:					
No. of fiber strands entering C.O.	96	84	168	72	33
No. of fiber strands working (LIT) in C.O.	15	38	22	8	34
No. of fiber strands for interoffice use		0		0	35
Miles of fiber sheath in wire center	15	41	48	30	36
Access Tandem Serving this C.O.:					
- C.O. Name	EAU CLAIRE	EAU CLAIRE	EAU CLAIRE	EAU CLAIRE	37
- PSCW C.O. ID	1630-01	1630-01	1630-01	1630-01	38
Does this C.O. do access tandem switching?	No	No	No	No	39
Equal Access: InterLATA (1+)?	Yes	Yes	Yes	Yes	40
Equal Access: IntraLATA (1+)?	Yes	Yes	Yes	Yes	41
Footnotes					42

¹ Teleco provided end-to-end facility.

GENERAL, SCHEDULE LEVEL AND SCHEDULE LINE FOOTNOTES

General Footnote

Schedule Footnotes

Schedule Line Footnotes

- 1) Nelson Telephone does not have the capability in the switch to record local telephone calls. Therefore, the total is entered as zero.
- 2) More Special Access circuits have been added.
- 3) Some expenses have been deferred until the year 2000.
- 4) Expenses have increased in the marketing account due to an increase in advertising and marketing.
- 5) We do not have any DS-3 circuits.
- 6) Due to the increase in plant in service in 1999, depreciation has also increased.