



4004

# ANNUAL REPORT

OF

Name: SHARON TELEPHONE COMPANY

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Principal Office: 105 PLAIN ST  
P.O. BOX 400  
SHARON, WI 53585-0400

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For the Year Ended: DECEMBER 31, 1999

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## TELECOMMUNICATIONS UTILITY TO PUBLIC SERVICE COMMISSION OF WISCONSIN

P.O. Box 7854  
Madison, WI 53707-7854  
(608) 267-9504

*This form is required under Wis. Stat. § 196.07. Failure to file the form by the statutory filing date can result in the imposition of a penalty under Wis. Stat. § 196.66. The penalty which can be imposed by this section of the statutes is a forfeiture of not less than \$25 nor more than \$5,000 for each violation. Each day subsequent to the filing date constitutes a separate and distinct violation. The filed form is available to the public and personally identifiable information may be used for purposes other than those related to public utility regulation.*

## GENERAL RULES FOR REPORTING

1. Unless otherwise indicated, the information requested in this report should be taken from the accounts and other records in conformity with the Uniform System of Accounts prescribed by the Public Service Commission of Wisconsin in docket 05-US-102. The definitions and instructions contained therein should also apply to the report wherever applicable. A query or response concerning information contained in this report regarding any practice or transaction should not be construed as indicating conformity to accounting or other pertinent regulations.
2. Please follow all instructions and answer each question fully and accurately. Provide additional information as necessary to avoid misunderstandings or misleading responses. Abbreviations listed on page 6 may be used. However, please show the exact name of the respondent in full on the Identification and Ownership page.
3. Wherever information is requested in a "note", please show that information in the space provided, or make reference to the adjacent page or insert where the note may be found. Please also identify each note. Footnote capability is included in the annual report software program. Please use it where necessary to fully explain particulars in the annual report.
4. Numeric items are limited to digits (0-9). A minus sign "-" should be entered in the software program to indicate negative values. Do not use parentheses for numeric values. The program will convert the minus sign to parentheses when a hard copy of the annual report is printed. Negative values may not be allowed for certain entries in the annual report due to restrictions contained in the software program.
5. Please report all dollar amounts to the nearest whole dollar.
6. This annual report should be complete in all respects. Unless otherwise authorized, avoid references to returns of former years or to other reports.
7. Wherever schedules call for data from the previous year and such data were reported in the previous annual report, that previous year's data should be reported without modification. If modified, an appropriate footnote indicator and explanation should be included in the current year's annual report.
8. Where part or all of the report is prepared by other than utility personnel, a disclosure is required in the "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.

**SIGNATURE PAGE**

I MR. DONALD E. WEIG of  
(Person responsible for accounts)

SHARON TELEPHONE COMPANY, certify that I  
(Utility Name)

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

MR. DONALD E. WEIG  
(Person responsible for accounts)

04/03/2000  
(Date)

PRESIDENT  
(Title)

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**ANNUAL TELECOMMUNICATIONS REPORT GLOSSARY OF TERMS**

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

**ANNUAL TELECOMMUNICATIONS REPORT GLOSSARY OF TERMS**

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

**ANNUAL TELECOMMUNICATIONS REPORT GLOSSARY OF TERMS**

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

**ABBREVIATIONS USED IN ANNUAL REPORTS**

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

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**IDENTIFICATION AND OWNERSHIP**

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**Exact Utility Name:** SHARON TELEPHONE COMPANY  
**Utility Location:** 105 PLAIN ST  
P.O. BOX 400  
SHARON, WI 53585-0400

**Utility Web Site Address:**

**When was utility organized?:** 05/26/1900

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

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

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**Name:** MR DONALD E . WEIG  
**Title:** PRESIDENT

**Office Address:** 105 PLAIN STREET  
P.O. BOX 400  
SHARON , WI 53585

**Fax Number:** (262) 736 - 9200  
**Telephone Number:** (262) 736 - 9981  
**Email Address:** DWEIG@HUGHESTECH.NET

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

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**Name:** MR GARY L . MEIER  
**Title:** CERTIFIED PUBLIC ACCOUNTANT  
**Firm:** SIEPERT & CO. LLP  
**Office Address:** 1920 WEST HART ROAD  
BELOIT , WI 53511

**Fax Number:** (608) 364 - 8727  
**Telephone Number:** (608) 365 - 2266  
**Email Address:** Siepert@elknet.net

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

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**Name:** MR DONALD E . WEIG  
**Title:** PRESIDENT

**Office Address:** 105 PLAIN STREET  
P.O. BOX 400  
SHARON , WI 53585

**Fax Number:** (262) 736 - 9200  
**Telephone Number:** (262) 736 - 9981  
**Email Address:** DWEIG@HUGHESTECH.NET

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

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**Name:** MR DONALD E . WEIG  
**Title:** PRESIDENT

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SHARON , WI 53585

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**Telephone Number:** (262) 736 - 9981  
**Email Address:** DWEIG@HUGHESTECH.NET

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### IDENTIFICATION AND OWNERSHIP

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

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**Name:** DONALD E. WEIG & JOYCE M. WEIG  
**Address:** PO BOX 283  
SHARON , WI 53585

**Number of Shares Held:** 300  
**Beneficial Owner:** NONE

**INCOME STATEMENT - TOTAL COMPANY**

Particulars (a)	This Year (b)	Last Year (c)	
Operating Revenues (5000-5300)	1,170,554	1,046,479	1
<b>Operating Expenses</b>			
Plant Specific Operations Expense (6110-6410)	192,754	239,881	2
Plant Nonspecific Operations Expense	215,279	206,728	3
Customer Operations Expense (6610-6620)	152,208	151,503	4
Corporate Operations Expense (6710-6790)	129,883	146,866	5
Other Operating Income and Expense (7100)	0	0	6
Operating Taxes (7200)	222,259	318,274	7
<b>Total Operating Expenses</b>	<b>912,383</b>	<b>1,063,252</b>	<b>8</b>
<b>Net Operating Income</b>	<b>258,171</b>	<b>(16,773)</b>	<b>9</b>
<b>Other Income</b>			
Nonoperating Income and Expense (7300)	21,681	678,103	10
Nonoperating Taxes (7400)	11,174	84,766	11
Interest and Related Items (7500)	5,525	6,609	12
Extraordinary Items (7600)	0	0	13
Nonregulated Net Income (7990)	(8,484)	11,385	14
<b>Total Nonoperating Income</b>	<b>(3,502)</b>	<b>598,113</b>	<b>15</b>
<b>Net Income</b>	<b>254,669</b>	<b>581,340</b>	<b>16</b>

## NOTES TO INCOME STATEMENT OR BALANCE SHEET

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

---

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

**A. Summary of Significant Accounting Policies:**

1. The accounting policies of the company conform to generally accepted accounting principles and reflect practices appropriate to the telephone industry. The company grants credit to customers, substantially all of whom are its local subscribers or connecting companies.

2. Telecommunications plant in service is recorded at original cost and depreciation is computed on the straight-line basis for statement purposes. The provision rate is applied to group account assets for computation of annual depreciation. Retirements are recorded on average unit costs.

3. Reduction of income taxes due to investment tax credit is deferred and is being amortized over the life of the plant which created the credit. The company amortized \$331 and \$334 of the investment credit for the years 1999 and 1998, respectively.

4. Payroll taxes and employees' insurance costs are capitalized on all plant additions. This capitalization is being treated as additions to telephone plant for both statement and tax purposes. Interest during construction is capitalized on significant construction projects. There was no interest during construction capitalized during 1999 or 1998.

5. Revenues for interstate access services is received through tariffed access charges filed by the National Exchange Carrier Association (NECA) with the Federal Communication Commission (FCC) on behalf of the member companies. These access charges are billed by the company to the interstate long distance carrier and pooled with like revenues from all NECA member companies. The portion of the pooled access charge revenue received by the company is based in accordance with nationwide average cost schedules.

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

Revenue for intrastate services is received through tariffed access charges as filed with the state public service commission. These access charges are billed to the long distance carrier and retained by the company.

**B. Individual Retirement Account Contributions:**

The company makes contributions on behalf of employees to a pension plan. This benefit amounted to \$15,348 for 1999.

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2. A summary of significant contingent assets and liabilities existing at year end, including a brief explanation of any action initiated by the Internal Revenue Service, Wisconsin Department of Revenue, or the utility involving a possible assessment or refund of taxes.

## 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:

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

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

Particulars (a)	Balance--EOY (b)	Balance--FOY (c)	
<b>CURRENT ASSETS</b>			
<b>CASH AND EQUIVALENTS</b>			
Cash and Equivalents (1120)*	132,468	194,429	1
Cash (1130)			2
Special Cash Deposits (1140)			3
Working Cash Advances (1150)			4
Temporary Investments (1160)			5
<b>TOTAL CASH AND EQUIVALENTS</b>	<b>132,468</b>	<b>194,429</b>	
<b>RECEIVABLES AND ALLOWANCES FOR DOUBTFUL ACCOUNTS</b>			
Telecommunications Accounts Receivable (1180)*	32,986	31,882	6
Accounts Receivable Allowance-Telecom (1181)*			7
<b>Net: Telecommunications Accounts Receivable</b>	<b>32,986</b>	<b>31,882</b>	
Other Accounts Receivable (1190)*	287,012	292,760	8
Accounts Receivable Allowance--Other (1191)*			9
<b>Net: Other Accounts Receivable</b>	<b>287,012</b>	<b>292,760</b>	
Notes Receivable (1200)*		0	10
Notes Receivable Allowance (1201)*		0	11
<b>Net: Notes Receivable</b>	<b>0</b>	<b>0</b>	
Interest and Dividends Receivable (1210)*		239	12
<b>TOTAL REC AND ALLOW FOR DOUBTFUL ACCOUNTS</b>	<b>319,998</b>	<b>324,881</b>	
<b>SUPPLIES</b>			
Inventories (1220)*	199,067	182,366	13
<b>TOTAL SUPPLIES</b>	<b>199,067</b>	<b>182,366</b>	
<b>PREPAYMENTS</b>			
Total Prepayments (1280)*	40,869	34,145	14
Prepaid Rents (1290)			15
Prepaid Taxes (1300)			16
Prepaid Insurance (1310)			17
Prepaid Directory Expenses (1320)			18
Other Prepayments (1330)			19
<b>TOTAL PREPAYMENTS</b>	<b>40,869</b>	<b>34,145</b>	
<b>OTHER CURRENT ASSETS</b>			
Other Current Assets (1350)*			20
<b>TOTAL OTHER CURRENT ASSETS</b>	<b>0</b>	<b>0</b>	
<b>TOTAL CURRENT ASSETS</b>	<b>692,402</b>	<b>735,821</b>	
<b>NONCURRENT ASSETS</b>			
<b>INVESTMENTS</b>			
Investment in Affiliated Companies (1401)*	0	0	21
RTB Class B Stock (1402)*			22
Other Investments in Nonaffiliated Companies (1402)*	15,526	15,526	23
Nonregulated Investments (1406)*	204,883	208,267	24
Unamortized Debt Issuance Expense (1407)*			25

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

Particulars (a)	Balance--EOY (b)	Balance--FOY (c)	
<b>NONCURRENT ASSETS</b>			
<b>INVESTMENTS</b>			
Sinking Funds (1408)*		0	26
Other Noncurrent Assets (1410)*			27
<b>TOTAL INVESTMENTS</b>	<b>220,409</b>	<b>223,793</b>	
<b>DEFERRED CHARGES</b>			
Deferred Tax Regulatory Asset (1437)*		0	28
Deferred Maintenance and Retirements (1438)*		0	29
Deferred Charges (1439)*			30
<b>TOTAL DEFERRED CHARGES</b>	<b>0</b>	<b>0</b>	
<b>TOTAL NONCURRENT ASSETS</b>	<b>220,409</b>	<b>223,793</b>	
<b>PLANT</b>			
<b>TELECOMMUNICATIONS PLANT IN SERVICE</b>			
Telecommunications Plant in Service (2001)*	3,442,557	3,094,665	31
Less: Accumulated Depreciation (3100 )*	1,514,292	1,317,346	32
Less: Accumulated Amortization--Capitalized Leases (3410 )*			33
Less: Accumulated Amortization--Leasehold Improvements (3420 )*			34
Less: Accumulated Amortization--Intangible (3500 )*			35
<b>NET TELECOMMUNICATIONS PLANT IN SERVICE</b>	<b>1,928,265</b>	<b>1,777,319</b>	
<b>PROPERTY HELD FOR FUTURE USE</b>			
Prop. Held for Future Telecommun. Use (2002)*			36
Less: Accumulated Depreciation--Held for Future Telecommunications Use (3200 )*			37
<b>NET PROPERTY HELD FOR FUTURE USE</b>	<b>0</b>	<b>0</b>	
<b>NONOPERATING PLANT</b>			
Nonoperating Plant (2006)*			38
Less: Accumulated Depreciation--Nonoperating (3300 )*			39
<b>NET NONOPERATING PLANT</b>	<b>0</b>	<b>0</b>	
<b>TPUC</b>			
TPUC (2003)*	65,410		40
<b>TOTAL TPUC</b>	<b>65,410</b>	<b>0</b>	
<b>TELECOMMUNICATIONS PLANT ADJUSTMENT</b>			
Telecommunications Plant Adjustment (2005)*			41
Less: Accumulated Amortization--Other (3600 )*			42
<b>NET TELECOMMUNICATIONS PLANT ADJUSTMENT</b>	<b>0</b>	<b>0</b>	
<b>TOTAL PLANT</b>	<b>1,993,675</b>	<b>1,777,319</b>	
<b>TOTAL ASSETS AND OTHER DEBITS</b>	<b>2,906,486</b>	<b>2,736,933</b>	

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

Particulars (a)	Balance--EOY (b)	Balance--FOY (c)	
<b>CURRENT LIABILITIES</b>			
Accounts Payable (4010)*	60,367	61,751	1
Notes Payable (4020)*		0	2
Advance Billing and Payments (4030)*			3
Customer Deposits (4040)*	4,805	6,952	4
Current Maturities--Long-Term Debt (4050)*	7,204	27,327	5
Current Maturities--Capital Leases (4060)*			6
Income Taxes--Accrued (4070)*	7,975	41,283	7
Other Taxes--Accrued (4080)*	155	561	8
Net Current Deferred Operating Income Taxes (4100)*		0	9
Net Current Deferred Nonoperating Income Taxes (4110)*			10
Other Accrued Liabilities (4120)*	4,142	4,142	11
Other Current Liabilities (4130)*			12
<b>TOTAL CURRENT LIABILITIES</b>	<b>84,648</b>	<b>142,016</b>	
<b>LONG-TERM DEBT</b>			
Funded Debt (4210)*		0	13
Premium on Long-Term Debt (4220)*			14
Discount on Long-Term Debt (4230)*			15
Reacquired Debt (4240)*		0	16
Obligations Under Capital Leases (4250)*			17
Advances from Affiliated Companies (4260)*	0	0	18
Other Long-Term Debt (4270)*		7,196	19
<b>TOTAL LONG-TERM DEBT</b>	<b>0</b>	<b>7,196</b>	
<b>OTHER LIABILITIES AND DEFERRED CREDITS</b>			
Other Long-Term Liabilities (4310)*			20
Unamortized Operating ITC--Net (4320)*	247	577	21
Unamortized Nonoperating ITC--Net (4330)*			22
Net Noncurrent Deferred Operating Income Taxes (4340)*	121,325	107,460	23
Net Deferred Tax Liability Adjustments (4341)*		0	24
Net Noncurrent Deferred Nonoperating Income Taxes (4350)*	(100,471)	(66,384)	25
Other Deferred Credits (4360)*			26
Deferred Tax Regulatory Liability (4361)*	1,402	1,402	27
<b>TOTAL OTHER LIABILITIES AND DEFERRED CREDITS</b>	<b>22,503</b>	<b>43,055</b>	
<b>STOCKHOLDERS' EQUITY</b>			
Capital Stock (4510)*	15,000	15,000	28
Additional Paid-in Capital (4520)*			29
Treasury Stock (4530)*		0	30
Other Capital (4540)*			31
Retained Earnings (4550)*	2,784,335	2,529,666	32
<b>TOTAL STOCKHOLDERS' EQUITY</b>	<b>2,799,335</b>	<b>2,544,666</b>	
<b>TOTAL LIABILITIES AND OTHER CREDITS</b>	<b>2,906,486</b>	<b>2,736,933</b>	

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### IMPORTANT CHANGES DURING THE YEAR

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

**NONE**

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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.

<b>Name of Affiliate (a)</b>	<b>Abbreviations (b)</b>	
THE BERGEN TELEPHONE COMPANY	BERGEN	1

**AFFILIATED INTEREST TRANSACTIONS**

Provide a summary of transactions under established affiliated interest contracts and arrangements (see Wis. Stat. § 196.52, for "affiliated interest" definitions). Use the space below to report transactions with individual affiliates and multiple affiliated interest agreements or, at the utility's option, with individual affiliates and a single agreement. Activity associated with affiliated contracts or arrangements not in excess of \$25,000 or 5 percent of the equity of the utility, whichever is smaller, may be aggregated in a single record. For utilities whose intrastate gross operating revenues of the previous year exceeded \$100,000,000, individual contracts or arrangements not exceeding \$100,000 may be aggregated in a single record. Where an affiliate is both providing and receiving service use one record to show billings to and a second record for billings from. When billings to or from an affiliate are recorded on the books of the utility, the records underlying such billings shall be sufficient to show all the detail maintained to identify the associated accounts related to the billing.

Particulars (a)	(b)	(c)	(d)	(e)
Docket	5340AT000100			
Name of Affiliate	BERGEN			1
Designate whether billed to or from:	TO			2
Cost Based (C), Market Price (M), Prevailing Price (P), Tariff (T), Other (O)	C			3
Total Dollar Activity	148,460			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				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.

<b>Name of Affiliate (a)</b>	<b>Account Number (b)</b>	<b>Balance EOY (c)</b>	
THE BERGEN TELEPHONE COMPANY	1190	72,087	1

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

Plant Account (a)	Account (b)	Balance FOY (c)	Additions (d)	
<b>GENERAL SUPPORT ASSETS</b>				
Land	2111	43,256		1
Motor Vehicles	2112	138,129		2
Aircraft	2113	0		3
Special Purpose Vehicles	2114	0		4
Garage Work Equipment	2115	0		5
Other Work Equipment	2116	434,293		6
Buildings	2121	332,340	825	7
Furniture	2122	6,819		8
Office Equipment	2123	17,496	0	9
General Purpose Computers	2124	189,264	4,473	10
<b>TOTAL--GENERAL SUPPORT ASSETS:</b>		<b>1,161,597</b>	<b>5,298</b>	
<b>CENTRAL OFFICE ASSETS</b>				
Analog Electronic Switching	2211	0		11
Digital Electronic Switching	2212	655,154	43,687	12
Electro-Mechanical Switching	2215	17,093	0	13
Operator Systems	2220	0		14
Radio Systems	2231	0	0	15
Circuit Equipment	2232	81,815	71,687	16
<b>TOTAL--CENTRAL OFFICE ASSETS:</b>		<b>754,062</b>	<b>115,374</b>	
<b>INFORMATION ORIGATION/TERMINATION ASSETS</b>				
Station Apparatus	2311	0		17
Customer Premises Wiring	2321	0		18
Large Private Branch Exchanges	2341	0		19
Public Telephone Terminal Equipment	2351	0		20
Other Terminal Equipment	2362	0		21
<b>TOTAL--INFORMATION ORIG/TERM ASSETS:</b>		<b>0</b>	<b>0</b>	
<b>CABLE WIRE FACILITIES ASSETS</b>				
Poles	2411	6,352		22
Aerial Cable	2421	194,576	32,353	23
Underground Cable	2422	0	0	24
Buried Cable	2423	976,522	217,510	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	1,556		30
<b>TOTAL--CABLE WIRE FACILITIES ASSETS:</b>		<b>1,179,006</b>	<b>249,863</b>	
<b>AMORTIZABLE ASSETS</b>				
Capital Leases	2681	0		31

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

Account (e)	Retirements (f)	Transfers / Adjustments (g)	Balance EOY (h)	
2111			43,256	1
2112	18,893		119,236	2
2113			0	3
2114			0	4
2115			0	5
2116			434,293	6
2121			333,165	7
2122			6,819	8
2123	0	0	17,496	9
2124			193,737	10
	<b>18,893</b>	<b>0</b>	<b>1,148,002</b>	
2211			0	11
2212	0	0	698,841	12
2215	0	0	17,093	13
2220			0	14
2231	0	0	0	15
2232	0	0	153,502	16
	<b>0</b>	<b>0</b>	<b>869,436</b>	
2311			0	17
2321			0	18
2341			0	19
2351			0	20
2362			0	21
	<b>0</b>	<b>0</b>	<b>0</b>	
2411			6,352	22
2421	1,250	0	225,679	23
2422	0	0	0	24
2423	2,500	0	1,191,532	25
2424	0	0	0	26
2425			0	27
2426	0	0	0	28
2431			0	29
2441			1,556	30
	<b>3,750</b>	<b>0</b>	<b>1,425,119</b>	
2681			0	31

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

<b>Plant Account (a)</b>	<b>Account (b)</b>	<b>Balance FOY (c)</b>	<b>Additions (d)</b>
<b>AMORTIZABLE ASSETS</b>			
Leasehold Improvements	2682	0	<b>32</b>
Intangibles	2690	0	<b>33</b>
<b>TOTAL--AMORTIZABLE ASSETS:</b>		<b>0</b>	<b>0</b>
<b>TOTAL TELECOM. PLANT IN SERVICE</b>	<b>2001</b>	<b>3,094,665</b>	<b>370,535</b>
Less: Allocation to Nonregulated Activity - EOY	2001		<b>34</b>
<b>NET REG. TOTAL TELE. PLANT IN SERV. - EOY</b>	<b>2001</b>		

Explain all amounts shown in column (g).

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

<b>Account (e)</b>	<b>Retirements (f)</b>	<b>Transfers / Adjustments (g)</b>	<b>Balance EOY (h)</b>	
2682			0	<b>32</b>
2690			0	<b>33</b>
	<b>0</b>	<b>0</b>	<b>0</b>	
	<b>22,643</b>	<b>0</b>	<b>3,442,557</b>	
2001			0	<b>34</b>
			<b>3,442,557</b>	

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

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

Plant Subaccount (a)	Subaccount (b)	Balance FOY (c)	Additions (d)	
Office Support Equipment	2123.1	17,496		<b>1</b>
Company Communications Equipment	2123.2	0		<b>2</b>
Software	2212.1	0		<b>3</b>
Digital Switching - Central Office	2212.2	655,154	43,687	<b>4</b>
Digital Switching - Remote	2212.3	0		<b>5</b>
Step by Step Switching	2215.1	17,093		<b>6</b>
Crossbar Switching	2215.2	0		<b>7</b>
Satellite and Earth Station Facilities	2231.1	0		<b>8</b>
Other Radio Facilities	2231.2	0		<b>9</b>
Digital Circuit Equipment	2232.1	81,815	71,687	<b>10</b>
Analog Circuit Equipment	2232.2	0		<b>11</b>
Light Wave Circuit Equipment	2232.3	0		<b>12</b>
Aerial Cable - Nonmetallic	2421.1	0		<b>13</b>
Aerial Cable - Metallic	2421.2	194,576	32,353	<b>14</b>
Underground Cable - Nonmetallic	2422.1	0		<b>15</b>
Underground Cable - Metallic	2422.2	0		<b>16</b>
Buried Cable - Nonmetallic	2423.1	0	4,135	<b>17 K</b>
Buried Cable - Metallic	2423.2	976,522	213,375	<b>18 K</b>
Submarine Cable - Nonmetallic	2424.1	0		<b>19</b>
Submarine Cable - Metallic	2424.2	0		<b>20</b>
Intrabuilding Cable - Nonmetallic	2426.1	0		<b>21</b>
Intrabuilding Cable - Metallic	2426.2	0		<b>22</b>

Explain all amounts shown in column (g).

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

Subaccount (e)	Retirements (f)	Transfers / Adjustments (g)	Balance EOY (h)	
2123.1			17,496	1
2123.2			0	2
2212.1			0	3
2212.2			698,841	4
2212.3			0	5
2215.1			17,093	6
2215.2			0	7
2231.1			0	8
2231.2			0	9
2232.1			153,502	10
2232.2			0	11
2232.3			0	12
2421.1			0	13
2421.2	1,250		225,679	14
2422.1			0	15
2422.2			0	16
2423.1		13,759	17,894	17 K
2423.2	2,500	(13,759)	1,173,638	18 K
2424.1			0	19
2424.2			0	20
2426.1			0	21
2426.2			0	22

**ACCUMULATED DEPRECIATION CLASS A & B**

Primary Plant Account (a)	Acct (b)	Balance FOY (c)	Depr Rate (d)	Annual Accrual (e)	Additional Accrual (f)
<b>GENERAL SUPPORT ASSETS</b>					
Motor Vehicles	2112	111,266	25.0	2,263	1
Aircraft	2113	0			2
Special Purpose Vehicles	2114	0			3
Garage Work Equipment	2115	0			4
Other Work Equipment	2116	158,041	10.0	43,429	5
Buildings	2121	139,163	3.3	10,981	6
Furniture	2122	6,819			7
Office Equipment	2123	15,834	20.0	1,662	8
General Purpose Computers	2124	165,450	20.0	28,287	9
<b>Total-- GENERAL SUPPORT ASSETS</b>		<b>596,573</b>		<b>86,622</b>	<b>0</b>
<b>CENTRAL OFFICE ASSETS</b>					
Analog Electronic Switching	2211	0			10
Digital Electronic Switching	2212	198,594	7.14	48,339	11
Electro-Mechanical Switching	2215	17,093			12
Operator Systems	2220	0			13
Radio Systems	2231	0			14
Circuit Equipment	2232	80,835	7.1912	8,461	15
<b>Total-- CENTRAL OFFICE ASSETS</b>		<b>296,522</b>		<b>56,800</b>	<b>0</b>
<b>INFORMATION ORIG/TERM ASSETS</b>					
Station Apparatus	2311	0			16
Customer Premises Wiring	2321	0			17
Large Private Branch Exchanges	2341	0			18
Public Telephone Terminal Equipment	2351	0			19
Other Terminal Equipment	2362	0			20
<b>Total-- INFORMATION ORIG/TERM ASSETS</b>		<b>0</b>		<b>0</b>	<b>0</b>
<b>CABLE WIRE FACILITIES ASSETS</b>					
Poles	2411	6,352			21
Aerial Cable	2421	139,598	6.3	13,238	22
Underground Cable	2422	0			23
Buried Cable	2423	277,346	5.8	62,874	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.)**

<b>Acct (g)</b>	<b>Retired (h)</b>	<b>Cost of Removal (i)</b>	<b>Salvage (j)</b>	<b>Other (k)</b>	<b>Balance EOY (l)</b>	
2112	18,893				94,636	1
2113					0	2
2114					0	3
2115					0	4
2116					201,470	5
2121					150,144	6
2122					6,819	7
2123	0				17,496	8
2124					193,737	9
	<b>18,893</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>664,302</b>	
2211					0	10
2212	0				246,933	11
2215	0				17,093	12
2220					0	13
2231	0				0	14
2232	0				89,296	15
	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>353,322</b>	
2311					0	16
2321					0	17
2341					0	18
2351					0	19
2362					0	20
	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	
2411					6,352	21
2421	1,250				151,586	22
2422	0				0	23
2423	2,500			0	337,720	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)
<b>CABLE WIRE FACILITIES ASSETS</b>					
Conduit Systems	2441	955	3.5	55	<b>29B</b>
<b>Total-- CABLE WIRE FACILITIES ASSETS</b>		<b>424,251</b>		<b>76,167</b>	<b>0</b>
<b>Total Accumulated Depreciation</b>	<b>3100</b>	<b>1,317,346</b>		<b>219,589</b>	<b>0</b>
Less: Allocation to Nonregulated Activity - Columns e, f and I	3100			8,068	0 <b>30J</b>
<b>Net Regulated Total Accum Depreciation - 3100 Columns e, f and I</b>				<b>211,521</b>	<b>0</b>

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

<b>Acct (g)</b>	<b>Retired (h)</b>	<b>Cost of Removal (i)</b>	<b>Salvage (j)</b>	<b>Other (k)</b>	<b>Balance EOY (l)</b>	
2441					1,010	29 B
	3,750	0	0	0	496,668	
<b>3100</b>	<b>22,643</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>1,514,292</b>	
3100					8,068	30 J
<b>3100</b>					<b>1,506,224</b>	

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

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

Plant Subaccount (a)	Subacct (b)	Balance FOY (c)	Depr Rate (d)	Annual Accrual (e)	Additional Accrual (f)
Office Support Equipment	2123.1	15,834	20.0	1,662	1
Company Communications Equipment	2123.2	0			2
Software	2212.1	0			3
Digital Switching - Central Office	2212.2	198,594	7.14	48,339	4
Digital Switching - Remote	2212.3	0			5
Step by Step Switching	2215.1	17,093			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	80,835	7.1912	8,461	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	139,598	6.3	13,238	14
Underground Cable - Nonmetallic	2422.1	0			15
Underground Cable - Metallic	2422.2	0			16
Buried Cable - Nonmetallic	2423.1	0	5.8	918	17 L
Buried Cable - Metallic	2423.2	277,346	5.8	61,956	18 L
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					17,496	1
2123.2					0	2
2212.1					0	3
2212.2					246,933	4
2212.3					0	5
2215.1					17,093	6
2215.2					0	7
2231.1					0	8
2231.2					0	9
2232.1					89,296	10
2232.2					0	11
2232.3					0	12
2421.1					0	13
2421.2	1,250				151,586	14
2422.1					0	15
2422.2					0	16
2423.1				399	1,317	17 L
2423.2	2,500			(399)	336,403	18 L
2424.1					0	19
2424.2					0	20
2426.1					0	21
2426.2					0	22

**RETAINED EARNINGS (ACCT. 4550)**

<b>Particulars (a)</b>	<b>This Year (b)</b>	<b>Last Year (c)</b>	
Balance-First of Year	2,529,666	1,948,326	<b>1</b>
<b>Changes:</b>			
Balance Transferred from Income	254,669	581,340	<b>2</b>
<b>Dividends Declared:</b>			
Common	0	0	<b>3</b>
Preferred	0	0	<b>4</b>
<b>Total Dividends Declared</b>	<b>0</b>	<b>0</b>	
Miscellaneous Debits to Retained Earnings	0	0	<b>5</b>
Miscellaneous Credits to Retained Earnings	0	0	<b>6</b>
<b>Balance--End of Year</b>	<b><u>2,784,335</u></b>	<b><u>2,529,666</u></b>	

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

Particulars (a)	This Year (b)	Last Year (c)	
<b>LOCAL NETWORK SERVICES REVENUES</b>			
Basic Local Service Revenue (5000 )*	308,041	277,124	1
Basic Area Revenue (5001 )			2
Optional Extended Area Revenue (5002 )			3
Cellular Mobile Revenue (5003 )			4
Other Mobile Services Revenue (5004 )			5
Public Telephone Revenue (5010 )			6
Local Private Line Revenue (5040 )			7
Customer Premises Revenue (5050 )			8
Other Local Exchange Revenue (5060 )			9
Other Local Exchange Revenue Settlements (5069 )			10
<b>TOTAL BASIC LOCAL SERVICE REVENUE (5000)</b>	<b>308,041</b>	<b>277,124</b>	
<b>NETWORK INTERSTATE ACCESS SERVICES REV.</b>			
End User Revenue (5081 )*	63,291	55,919	11
Switched Access Revenue (5082 )*	519,543	451,358	12
Special Access Revenue (5083 )*			13
<b>TOTAL INTERSTATE ACCESS REVENUES (5080)</b>	<b>582,834</b>	<b>507,277</b>	
<b>NETWORK INTRASTATE ACCESS SERVICES REV.</b>			
End User Revenue (5084.1)*			14
Switched Access Revenue (5084.2)*	203,514	173,570	15
Special Access Revenue (5084.3)*			16
<b>TOTAL INTRASTATE ACCESS REVENUES (5084)</b>	<b>203,514</b>	<b>173,570</b>	
<b>LONG DISTANCE NETWORK SERVICES MESSAGE REV.</b>			
Long Distance Message Revenue (5100 )*			17
Long Distance Inward-Only Revenue (5111 )			18
Long Distance Outward-Only Revenue (5112 )			19
<b>Unidirectional Long Distance Revenue (5110)</b>	<b>0</b>	<b>0</b>	
<b>Long Distance Private Network Revenues</b>			
Subvoice Grade Revenue (5121 )			20
Voice Grade Revenue (5122 )			21
Audio Program Grade Revenue (5123 )			22
Video Program Grade Revenue (5124 )			23
Digital Transmission Revenue (5125 )			24
Switching Revenue (5126 )			25
Other Revenue (5128 )			26
Other Revenue Settlements (5129 )			27
<b>Total Long Distance Private Network Revenue</b>	<b>0</b>	<b>0</b>	
Other Long Distance Revenue (5160 )			28
Other Long Distance Revenue Settlements (5169 )			29
<b>TOTAL LONG DISTANCE NET. SERVICES MESSAGE REV.</b>	<b>0</b>	<b>0</b>	

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

Particulars (a)	This Year (b)	Last Year (c)	
<b>MISCELLANEOUS REVENUES</b>			
Directory Revenue (5230 )*	25,834	24,601	<b>30</b>
Rent Revenue (5240 )*			<b>31</b>
Corporate Operations Revenue (5250 )*			<b>32</b>
<b>Miscellaneous:</b>			
Miscellaneous Revenue (5260 )*	4,938	5,994	<b>33</b>
Special Billing Arrangements Revenue (5261 )			<b>34</b>
Customer Operations Revenue (5262 )			<b>35</b>
Plant Operations Revenue (5263 )			<b>36</b>
Other Incidental Regulated Revenue (5264 )			<b>37</b>
Other Revenue Settlements (5269 )			<b>38</b>
<b>Total Miscellaneous Revenue (5260)</b>	<b>4,938</b>	<b>5,994</b>	
Interstate Billing and Collection Revenue*	23,675	30,416	<b>39 C</b>
Intrastate Billing and Collection Revenue*	21,718	28,238	<b>40 D</b>
<b>Total Carrier Billing and Collection Revenue (5270)*</b>	<b>45,393</b>	<b>58,654</b>	
Nonregulated Operating Revenue (5280 )**			<b>41</b>
<b>TOTAL MISCELLANEOUS REVENUES</b>	<b>76,165</b>	<b>89,249</b>	
<b>GROSS OPERATING REVENUES</b>	<b>1,170,554</b>	<b>1,047,220</b>	
<b>UNCOLLECTIBLE REVENUES</b>			
Uncollectible Revenue (5300 )*	0	741	<b>42</b>
Uncollectible Revenue--Telecommunications (5301 )			<b>43</b>
Uncollectible Revenue--Other (5302 )			<b>44</b>
<b>TOTAL UNCOLLECTIBLE REVENUE (5300)</b>	<b>0</b>	<b>741</b>	
<b>TOTAL OPERATING REVENUES</b>	<b>1,170,554</b>	<b>1,046,479</b>	

\*\* 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)	
<b>PLANT SPECIFIC OPERATIONS EXPENSE</b>			
Total Network Support Expense ( 6110 )		0	1
Less: Nonregulated		0	2
<b>Net Regulated</b>	<b>0</b>	<b>0</b>	<b>3</b>
Total General Support Expense ( 6120 )	25,780	45,310	4
Less: Nonregulated		0	5 E
<b>Net Regulated</b>	<b>25,780</b>	<b>45,310</b>	<b>6</b>
Total Central Office Switching Expense ( 6210 )	62,935	49,246	7
Less: Nonregulated		0	8 F
<b>Net Regulated</b>	<b>62,935</b>	<b>49,246</b>	<b>9</b>
Total Operator Systems Expense ( 6220 )		0	10
Less: Nonregulated		0	11
<b>Net Regulated</b>	<b>0</b>	<b>0</b>	<b>12</b>
Total Central Office Transmission Expenses ( 6230 )	3,068	8,093	13
Less: Nonregulated		0	14 G
<b>Net Regulated</b>	<b>3,068</b>	<b>8,093</b>	<b>15</b>
Total Information Orig. / Term. Expense ( 6310 )		0	16
Less: Nonregulated		0	17
<b>Net Regulated</b>	<b>0</b>	<b>0</b>	<b>18</b>
Total Cable and Wire Fac. Expense ( 6410 )	100,971	137,232	19
Less: Nonregulated		0	20 H
<b>Net Regulated</b>	<b>100,971</b>	<b>137,232</b>	<b>21</b>
<b>TOTAL PLANT SPECIFIC OPERATIONS EXPENSE</b>	<b>192,754</b>	<b>239,881</b>	
<b>Less: Nonregulated</b>	<b>0</b>	<b>0</b>	
<b>Net Regulated</b>	<b>192,754</b>	<b>239,881</b>	
<b>PLANT NONSPECIFIC OPERATIONS EXPENSE</b>			
Total Other Property, Plant and Equip. Exp. ( 6510 )		0	22
Less: Nonregulated		0	23
<b>Net Regulated</b>	<b>0</b>	<b>0</b>	<b>24</b>
Total Network Operations Expense ( 6530 )	10,619	17,067	25
Less: Nonregulated		0	26 I
<b>Net Regulated</b>	<b>10,619</b>	<b>17,067</b>	<b>27</b>
Access Expense ( 6540 )		0	28
Less: Nonregulated		0	29
<b>Net Regulated</b>	<b>0</b>	<b>0</b>	<b>30</b>
Total Depreciation and Amortization Expense ( 6560 )	212,728	200,269	31
Less: Nonregulated	8,068	10,608	32 B
<b>Net Regulated</b>	<b>204,660</b>	<b>189,661</b>	<b>33</b>
<b>TOTAL PLANT NONSPECIFIC OPERATIONS EXP.</b>	<b>223,347</b>	<b>217,336</b>	
<b>Less: Nonregulated</b>	<b>8,068</b>	<b>10,608</b>	
<b>Net Regulated</b>	<b>215,279</b>	<b>206,728</b>	

**EXPENSES - CLASS A & B**

Particulars (a)	Total This Year (b)	Total Last Year (c)	
<b>CUSTOMER OPERATIONS EXPENSE</b>			
Total Marketing ( 6610 )	1,262	1,673	34
Less: Nonregulated		0	35
<b>Net Regulated</b>	<b>1,262</b>	<b>1,673</b>	<b>36</b>
<hr/>			
Total Services ( 6620 )	150,946	149,830	37
Less: Nonregulated		0	38
<b>Net Regulated</b>	<b>150,946</b>	<b>149,830</b>	<b>39</b>
<hr/>			
<b>TOTAL CUSTOMER OPERATIONS EXPENSE</b>	<b>152,208</b>	<b>151,503</b>	
<b>Less: Nonregulated</b>	<b>0</b>	<b>0</b>	
<b>Net Regulated</b>	<b>152,208</b>	<b>151,503</b>	
<hr/>			
<b>CORPORATE OPERATIONS EXPENSE</b>			
Total Exec. and Planning ( 6710 )	23,030	28,273	40
Less: Nonregulated		0	41
<b>Net Regulated</b>	<b>23,030</b>	<b>28,273</b>	<b>42</b>
<hr/>			
Total General and Administrative ( 6720 )	106,853	118,593	43
Less: Nonregulated		0	44
<b>Net Regulated</b>	<b>106,853</b>	<b>118,593</b>	<b>45</b>
<hr/>			
Provision for Uncollectible Notes Receiv. ( 6790 )		0	46
Less: Nonregulated		0	47
<b>Net Regulated</b>	<b>0</b>	<b>0</b>	<b>48</b>
<hr/>			
<b>TOTAL CORPORATE OPERATIONS EXPENSE</b>	<b>129,883</b>	<b>146,866</b>	
<b>Less: Nonregulated</b>	<b>0</b>	<b>0</b>	
<b>Net Regulated</b>	<b>129,883</b>	<b>146,866</b>	
<hr/>			
<b>TOTAL EXPENSES</b>	<b>698,192</b>	<b>755,586</b>	
<b>Less: Nonregulated</b>	<b>8,068</b>	<b>10,608</b>	
<b>Net Regulated</b>	<b>690,124</b>	<b>744,978</b>	

**EXPENSES - CLASS A & B (DETAIL)**

<b>Particulars (a)</b>	<b>Total This Year (b)</b>	<b>Total Last Year (c)</b>	
Property Held for Future Tele. Use Exp. ( 6511 )		0	1
Provisioning Expense ( 6512 )		0	2
<b>Total: Reported in Account 6510</b>	<b>0</b>	<b>0</b>	
Depreciat. Exp.--Tele. Plant in Service ( 6561 )	212,728	200,269	3 B
Depreciat. Exp.--Prop. Held for Future Tele. Use ( 6562		0	4
Amortization Expense--Tangible ( 6563 )		0	5
Amortization Expense--Intangible ( 6564 )		0	6
Amortization Expense--Other ( 6565 )		0	7
<b>Total: Reported in Account 6560</b>	<b>212,728</b>	<b>200,269</b>	

### CALCULATION OF ASSESSABLE REVENUES FOR REMAINDER AND TELEPHONE RELAY ASSESSMENT PURPOSES

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

Description (a)	This Year (b)	
Gross Operating Revenues	1,170,554	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)	134,007	7 A
Plus (or Less) Other (please specify): NONE	0	8
<b>Assessable Revenues for Remainder and Telephone Relay Assessment Purposes</b>	<b><u>1,036,547</u></b>	

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

Description (a)	This Year (b)	
Total Basic Local Service Revenue (5000)	308,041	1
Plus: Total Intrastate Access Revenues (5084)	203,514	2
Plus: Total Long Distance Network Services Revenue	0	3
Less: Out-of-State Operating Revenues (included in the above lines)	60,169	4 A
Plus: Intrastate Payphone Revenues		5
Plus (or Less) Other (please specify): NONE	0	6
<b>Assessable Revenues for Universal Service Fund Assessment Purposes</b>	<b><u>451,386</u></b>	

### CALCULATION OF ASSESSABLE REVENUES FOR REMAINDER AND TELEPHONE RELAY ASSESSMENT PURPOSES

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

Description (a)	This Year (b)	
Gross Operating Revenues	1,170,554	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)	134,007	7 A
Plus (or Less) Other (please specify): NONE	0	8
<b>Assessable Revenues for Remainder and Telephone Relay Assessment Purposes</b>	<b><u>1,036,547</u></b>	

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

Description (a)	This Year (b)	
Total Basic Local Service Revenue (5000)	308,041	1
Plus: Total Intrastate Access Revenues (5084)	203,514	2
Plus: Total Long Distance Network Services Revenue	0	3
Less: Out-of-State Operating Revenues (included in the above lines)	60,169	4 A
Plus: Intrastate Payphone Revenues		5
Plus (or Less) Other (please specify): NONE	0	6
<b>Assessable Revenues for Universal Service Fund Assessment Purposes</b>	<b><u>451,386</u></b>	

**OTHER INCOME ACCOUNTS**

Particulars (a)	This Year (b)	Last Year (c)	
<b>OTHER OPERATING INCOME AND EXPENSE</b>			
Total Other Oper. Income and (Expense) (7100 )			1
<b>OPERATING TAXES</b>			
Operating Investment Tax Credits--Net (7210 )	(331)	(344)	2
Operating Federal Income Taxes (7220 )	116,230	193,850	3
Operating State and Local Income Taxes (7230 )	30,274	49,408	4
Operating Other Taxes (7240 )	62,336	56,773	5
Provision for Deferred Operating Income Taxes--Net (7250 )	13,750	18,587	6
<b>TOTAL OPERATING TAXES (7200)</b>	<b>222,259</b>	<b>318,274</b>	
<b>NONOPERATING INCOME AND EXPENSE</b>			
Dividend Income (7310 )			7
Interest Income (7320 )	10,956	32,968	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 )	12,978	653,803	12
Special Charges (7370 )	2,253	8,668	13
<b>TOTAL NONOPERATING INCOME AND EXPENSE (7300)</b>	<b>21,681</b>	<b>678,103</b>	
<b>NONOPERATING TAXES</b>			
Total Nonoperating Taxes (7400 )	11,174	84,766	14
<b>INTEREST AND RELATED ITEMS</b>			
Total Interest and Related Items (7500 )	5,525	6,609	15
<b>EXTRAORDINARY ITEMS</b>			
Extraordinary Items (7600 )			16
<b>NONREGULATED NET INCOME</b>			
Nonregulated Net Income (7990 )	(8,484)	11,385	17

### NONREGULATED ACTIVITIES

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

<b>Nonregulated Activity</b>	
<b>(a)</b>	
CUSTOMER PREMISE EQUIPMENT	<b>1</b>
INTERNET	<b>2</b>
PUBLIC TELEPHONE PAY SERVICE	<b>3</b>

**TELEPHONE CALLS AND MINUTES OF USE PER MONTH**

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

Item (a)	Telephone Calls (000's) (b)	Minutes of Use (000's) (c)	
<b>LOCAL</b>			
Intra-Exchange	79		1
Extended Area Service	102		2
Extended Community Calling	171	706	3
Other Local-Undefined			4
<b>Total Local</b>	<b>352</b>	<b>706</b>	
<b>TOLL</b>			
Toll	54	655	5
<b>Total Toll</b>	<b>54</b>	<b>655</b>	
<b>Total Local &amp; Toll</b>	<b>406</b>	<b>1,361</b>	

**ACCESS USAGE**

Enter number, in thousands, of Billed Minutes.

Description (a)	Billed Minutes (000's)				
	Interstate InterLATA (b)	Intrastate InterLATA (c)	Intrastate IntraLATA (d)	Interstate IntraLATA (e)	
Feature Group A -- Orig.					1
Feature Group A -- Term.	13				2
Feature Group B -- Orig.					3
Feature Group B -- Term.	29	12			4
Feature Group C -- Orig.					5
Feature Group C -- Term.					6
Feature Group D -- Orig.	1,785	1,030	517	31	7
Feature Group D -- Term.	2,463	1,611	341	31	8

**OUTSIDE PLANT STATISTICS AT END OF YEAR**

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

**OUTSIDE PLANT STATISTICS AT END OF YEAR**

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

**SERVICE DATA**

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

Item (a)	FOY (b)	EOY (c)	
<b>Business</b>			
1 Party	228	220	3
2 Party			4
4 Party			5
PBX Trunks/System Trunks			6
Centrex Trunks			7
Centrex Lines			8
Key System Trunks			9
Mobile (Utility Provided Service)			10
Paging (Utility Provided Service)			11
FX-Out (Switched)			12
Pay Telephone	9	8	13
Coin-Operated Pay Telephone			14
Independent Pay Telephone Provider			15
Pay Stations - Public			16
- Semi-Public			17
- Cust. Owned			18
Other			19
<b>Total Business Lines</b>	<b>237</b>	<b>228</b>	<b>20</b>
<b>Residential (Incl. Emp. Concess.)</b>			
1 Party	931	1,016	22
2 Party			23
4 Party			24
FX-Out (Switched)	1	1	25
Other			26
<b>Total Residential Lines</b>	<b>932</b>	<b>1,017</b>	<b>27</b>
<b>Total Bus &amp; Res Lines</b>	<b>1,169</b>	<b>1,245</b>	<b>28</b>
Company Used Lines	171	141	29
<b>Total Lines Used</b>	<b>1,340</b>	<b>1,386</b>	<b>30</b>

**SERVICE DATA (cont.)**

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

Item (a)	FOY (b)	EOY (c)	
<b>Miscellaneous</b>			
WATS Lines - OutWATS			3
WATS Lines - 800 Service			4
FX-In-intraLATA			5
Special Access-intraLATA			6
(expressed in equiv. access lines)	27	27	7
Special Access-interLATA			8
(expressed in equiv. access lines)	3	27	9
Feature Group A Lines			10
Feature Group B Trunks			11
Feature Group C Trunks			12
Feature Group D Trunks	120	120	13
TSPS - Trunks	18	18	14
EAS - Trunks	64	64	15
Cellular Trunks (Pub. Sw. Net.)			16
Video Distance Learning			17
- discounted (special tariff)			18
<b>Customers</b>			
Business - 2 Party Customers			19
Business - 4 Party Customers			20
Residential - 2 Party Customers			21
Residential - 4 Party Customers			22
<b>Other</b>			
Total Central Office, Info. Orig./Term., & Cable			23
Wire Fac. Assets (based on physical location of plant)	1,933,068	2,294,555	24
Total Company Square Miles	45	45	25
Total Company Route Miles	255	255	26
Footnotes			27
			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	4820	4987			1
<b>Business</b>					<b>2</b>
1 Party	187	33			3
2 Party					4
4 Party					5
PBX Trunks/System Trunks					6
Centrex Trunks					7
Centrex Lines					8
Key System Trunks					9
Mobile (utility provided service)					10
Paging (utility provided service)					11
FX-Out (Switched)					12
Pay Telephone	7	1			13
Coin-Operated Pay Telephone					14
Independent Pay Telephone Provider					15
Pay Stations - Public					16
- Semi-Public					17
- Cust. Owned					18
Other					19
<b>Total Business Lines</b>	<b>194</b>	<b>34</b>	<b>0</b>	<b>0</b>	<b>20</b>
<b>Residential (Incl. Emp. Concess.)</b>					<b>21</b>
1 Party	866	150			22
2 Party					23
4 Party					24
FX-Out (Switched)	1				25
Other					26
<b>Total Residential Lines</b>	<b>867</b>	<b>150</b>	<b>0</b>	<b>0</b>	<b>27</b>
<b>Total Bus &amp; Res Lines</b>	<b>1,061</b>	<b>184</b>	<b>0</b>	<b>0</b>	<b>28</b>
Company Used Lines	133	8			29
<b>Total Lines Used</b>	<b>1,194</b>	<b>192</b>	<b>0</b>	<b>0</b>	<b>30</b>

**SERVICE DATA - END OF YEAR (cont.)**

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

Item (a)	Exchange (b)	Exchange (c)	Exchange (d)	Exchange (e)	
PSCW Exchange ID	4820	4987			1
<b>Miscellaneous</b>					2
WATS Lines - OutWATS					3
WATS Lines - 800 Service					4
FX-In-intraLATA					5
Special Access-intraLATA					6
(equiv. access lines)	27				7
Special Access-interLATA					8
(equiv. access lines)	27				9
Feature Group A Lines					10
Feature Group B Trunks					11
Feature Group C Trunks					12
Feature Group D Trunks	120				13
TSPS - Trunks	10	8			14
EAS - Trunks	64				15
Cellular Trunks (Pub. Sw. Net.)					16
Video Distance Learning					17
- discounted (special tariff)					18
<b>Customers</b>					19
Business - 2 Party Customers					20
Business - 4 Party Customers					21
Residential - 2 Party Customers					22
Residential - 4 Party Customers					23
<b>Other</b>					24
Exchange C.O., Info. Orig./Term., & Cable					25
Wire Fac. Assets (based on physical					26
location of plant)	1,353,787	940,768			27
Exchange Square Miles	27	18			28
Exchange Route Miles	167	88			29
Footnotes					30

**MANUFACTURER ABBREVIATIONS**

Use these abbreviations when completing the central office data schedule.

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

**EQUIPMENT ABBREVIATIONS**

Use these abbreviations when completing the central office data schedule.

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

**MANUFACTURER ABBREVIATIONS**

Use these abbreviations when completing the central office data schedule.

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

**EQUIPMENT ABBREVIATIONS**

Use these abbreviations when completing the central office data schedule.

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

**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	SHARON	SOUTH SHARON			1
PSCW Exchange ID	4820	4987			2
Central Office Name	SHARON	SOUTH SHARON			3
PSCW Central Office ID	1	1			4
Manufacturer of COE (Page 54)	NTI	NTI			5
Year COE Installed	1993	1993			6
Type of Equipment (Page 54)	D	D			7
(S)tandalone, (H)ost, (R)emote	H	R			8
Remote Host PSCW Exchange ID		4820			9
Remote Host PSCW Central Office ID		1			10
COE Generic Software Release No.	410.10	410.10			11
SS7?	Yes	Yes			12
9-1-1?	Yes	Yes			13
Access Lines - In Use	1,273	188			14
- Equipped	1,400	188			15
- Wired	2,500	188			16
Trunks - In Use	219	8			17
- Equipped	219	8			18
- Wired	238	8			19
ISDN Available?	No	No			20
ISDN Lines - In Use (BRI)	0				21
- In Use (PRI)	0				22
Switched 56 Service?	No	No			23
Switched 56 lines in use	0				24
Digital Transmission Facilities: DS-1 - In Use	24	0			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) <sup>1</sup>	0				32
Fiber Transmission Facilities:					
No. of fiber strands entering C.O.	0	0			33
No. of fiber strands working (LIT) in C.O.	0	0			34
No. of fiber strands for interoffice use	0	0			35
Miles of fiber sheath in wire center	1	0			36
Access Tandem Serving this C.O.:					
- C.O. Name	MILWAUKEE	MILWAUKEE			37
- PSCW C.O. ID	3420-01	3420-01			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

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

**GENERAL, SCHEDULE LEVEL AND SCHEDULE LINE FOOTNOTES****General Footnote****Schedule Footnotes****Schedule Line Footnotes**

- A)** PAGE 43 - OPERATING REVENUES APPLICABLE TO ILLINOIS CUSTOMERS.
- B)** PAGE 41 - CURRENT YEAR DEPRECIATION PROVISION OF \$212,728 DIFFERS BY \$6,861 FROM THAT SHOWN ON PAGE 26 (\$219,589). THIS DIFFERENCE IS DUE TO THE DEPRECIATION EXPENSE ALLOCATED TO BERGEN TELEPHONE COMPANY BASED ON THE AFFILIATED COMPANY AGREEMENT.
- C)** PAGE 40 - LESS BILLING AND COLLECTION SERVICE REVENUE FROM AT&T AND AMERITECH FOR 1999.
- D)** PAGE 40 - LESS BILLING AND COLLECTION SERVICE REVENUE FROM AMERITECH FOR 1999.
- E)** PAGE 41 - ACCOUNT 6120 - GENERAL SUPPORT EXPENSE WAS HIGH FOR 1998 PRIMARILY DUE TO ADDITIONAL LAND AND BUILDING EXPENDITURES AND REPAIRS IN 1998.
- F)** PAGE 41 - ACCOUNT 6210 - CENTRAL OFFICE SWITCHING EXPENSE INCREASED DUT TO MORE PAYOLL, BENEFIT AND VEHICLE CLEARINGS TO DIGITAL COE EXPENSE FOR 1999.
- G)** PAGE 41 - ACCOUNT 6230 - CENTRAL OFFICE TRAMNSMISSION EXPENSE DECREASED FOR 1999 DUE TO FEWER CIRCUIT EQUIPMENT PURCHASES AND REPAIRS.
- H)** PAGE 41 - ACCOUNT 6410 - CABLE AND WIRE FACILITY EXPENSES DECREASED FOR 1999 DUE TO LESS PAYROLL, BENEFITS, AND BEHICLE CLEARINGS TO SERVICE EXPENSE BY \$57,000 AND AND INCREASE IN FIBER OPTIC CABLE EXPENSE BY \$23,000.
- I)** PAGE 41 - ACCOUNT 6410 - NETWORK OPERATIONS EXPENSE WAS HIGH FOR 1998 DUE TO ADDITIONAL TESTING EQUIPMENT EXPENDITURES FOR 1998.
- J)** PAGE 26 - NO PLANT IS BEING ALLOCATED TO NONREGULATED ACTIVITY. THE DEPRECIATION PROVISION BEING ALLOCATED IS AN EXPENSE DISTRIBUTION FOR THE USE OF COMMON USE FACILITIES.
- K)** PAGE 24 - ACCOUNT 2423.1 AND 2423.2 - RECLASSIFY PRIOR YEARS BURIED FIBER CABLE ADDITION.
- L)** [AGE 28 - ACCOUNT 2423.1 AND 2423.2 - RECLASSIFY PRIOR YEARS BURIED FIBER CABLE DEPRECIATION.
- M)** PAGE 49 - TELEPHONE COMPANY DOES NOT HAVE ANY VOICE GRADE INTERLATA, 56 KBPS INTRALATA, 65 KBPS INTERLATA OR INTRALATA, AND 45 MBPS INTERLATA OR INTRALATA CIRCUITS AT THE END OF 1999.
- N)** THIS FOOTNOTE IS NOT BEING USED

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

**O) Board of Directors**  
**SHARON TELEPHONE COMPANY**  
Sharon, Wisconsin

The Balance Sheets of Sharon Telephone Company as of December 31, 1999 and 1998 and the related statements of income for the years then ended included in the accompanying prescribed forms have been compiled by us. We have also compiled the financial and nonfinancial data included on pages 13 through 56 of the prescribed forms.

Our compilations were limited to presenting in the form prescribed by the Public Service Commission of Wisconsin information which is the representation of management. We have not audited or reviewed the financial statements or accompanying data referred to above and, accordingly, do not express an opinion or any other form of assurance on them.

These financial statements are presented in accordance with the requirements of the Public Service Commission of Wisconsin and do not include all of the disclosures required by generally accepted accounting principles. Accordingly, these financial statements are not designed for those who are not informed about such matters.

SIEPERT & CO. LLP  
Certified Public Accountants

Beloit, Wisconsin

March 22, 2000