



4004

ANNUAL REPORT

OF

Name: UTELCO INC

Principal Office: 301 S WESTFIELD RD
P.O. BOX 5158
MADISON, WI 53705-0158

For the Year Ended: DECEMBER 31, 2001

**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. The annual report due date is April 1 of the following year. (Example: The 2001 report is due April 1, 2002.) If that date falls on a weekend or holiday, the annual report is due the following business day.
2. **Electronic filing via e-mail is required.** Go to the Public Service Commission of Wisconsin's web page at <http://psc.wi.gov>, click on Telecommunications and click on Annual Report for Incumbent Local Exchange Carriers (LECs).
3. LEC entities with no revenues for the report year are required to file a LEC annual report.
4. Unless otherwise indicated, the information requested in this report should be taken from the accounts and other records of the utility in conformity with the Uniform System of Accounts prescribed by the Public Service Commission 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.
5. 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.
6. 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.
7. Numeric items are limited to digits (0-9). A minus sign "-" should be entered in the software program to indicate negative values. The program will convert the minus sign to parentheses if 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.
8. Please report all dollar amounts to the nearest whole dollar.
9. This annual report should be complete in all respects. Unless otherwise authorized, avoid references to returns of former years or to other reports.
10. Wherever schedules call for data from the previous year and such data were reported in the previous annual report, the 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.
11. 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.
12. The LEC annual report program incorporates provisional confidentiality capability for selected items, based on the Commission's confidentiality determination dated February 5, 2002.
13. It is not necessary to sign the signature page.
14. **Edit Check, Confidential Listing, Exported Annual Report, and Export Status Files;
Filing the Completed Report:**

GENERAL RULES FOR REPORTING

Program edit checks, which are located under the Admin dropdown menu, should be run at the completion of data entry. Each edit problem lists pertinent schedule(s) as well as the nature of the problem (such as "does not equal"). Edit items should be reviewed and corrected; unresolved problems should be footnoted in the report, if necessary. This screen automatically saves the edit checks to an .edt file that may be viewed and edited (for purposes of adding necessary notations) using a word processing package such as WordPad.

The confidential listing, which is located under the Admin dropdown menu, should also be run at the completion of data entry. This will create a .clf file.

Select the annual report to export from the Main-Report Selection window. Click Admin, Export Data to PSC to start the export process. This will create an .mdb file, which will subsequently be encrypted to a file with an .sen extension. An export status file is also created (with a .txt extension). The export status report file may also be viewed in a word processing package such as WordPad. If you encounter any export errors, please contact the Commission for assistance.

The .edt, .clf, .sen, and .txt files will be zipped to a file with a .zip extension. An e-mail message will be created, addressed to pscrcs@psc.state.wi.us. The .zip file is automatically attached to the e-mail message. After the e-mail is created, it will automatically be sent to the Commission.

Once received and processed by the Commission, you will receive a response indicating that your annual report has been received and is being processed. You will be notified if there are any problems with the annual report filing.

15. Name Changes:

If a name change is identified in the report, documents from the State of Wisconsin Department of Financial Institutions (DFI) also must be submitted to the Commission:

A domestic corporation should send a copy of the stamped page from its Articles of Amendment as filed with DFI. A foreign corporation should send a copy of their Amended Certificate of Authority as issued by DFI.

These documents can be obtained by:

1. Calling DFI at (608) 261-7577;
2. Contacting DFI on the web at www.wdfi.org; or
3. By writing to DFI at P.O. Box 7846, Madison, WI 53707-7846.

While the electronic annual report filing may detail the name change (i.e., date of the change and the affected entities with their respective four-digit Commission utility identification numbers), a name change is not effective in the Commission's records until a separate notification letter is sent to the Commission including documentation to confirm registration of that change with the State of Wisconsin Department of Financial Institutions.

16. Changes to the Annual Report Subsequent to Filing:

If making revisions to the report subsequent to filing with the Commission, resubmit the report via e-mail following the procedures set forth above in item number 14. New edit check, confidential listing, exported annual report, and export status files should be created as a result of the revisions.

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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: UTELCO INC
Utility Location: 301 S WESTFIELD RD
P.O. BOX 5158
MADISON, WI 53705-0158

Utility Web Site Address:

When was utility organized?: 06/13/1902

Report any change in name and the effective date:

Officer in charge of correspondence concerning this report

Name: JOHN R . ERPENBACH
Title: ACCOUNTING MANAGER

Office Address: 301 S WESTFIELD ROAD
P.O. BOX 5158
MADISON , WI 53705-0158

Fax Number: (608) 664 - 4519
Telephone Number: (608) 664 - 4554 EXT 4554
Email Address: john.erpenbach@tdstelecom.com

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

Name: N/A N/A
Title: N/A
Firm: NONE
Office Address: N/A
N/A , WI 99999

Fax Number: (608) 999 - 9999
Telephone Number: (608) 999 - 9999 EXT 9999
Email Address: N/A

Person responsible for financial information contained in report

Name: PAM DE VRIES
Title: STAFF ACCOUNTANT

Office Address: 301 S WESTFIELD ROAD
P.O. BOX 5158
MADISON , WI 53705-0158

Fax Number: (608) 664 - 4519
Telephone Number: (608) 664 - 8127 EXT 8127
Email Address: pam.devries@tdstelecom.com

Person responsible for statistical information contained in report

Name: VARIOUS CONTACTS
Title: X

Office Address: 301 S WESTFIELD ROAD
MADISON , WI 53717-1707

Fax Number: (608) 999 - 9999
Telephone Number: (608) 999 - 9999 EXT 9999
Email Address: N/A

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IDENTIFICATION AND OWNERSHIP

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

Name: MONROE COMMUNICATIONS CORPORATION
Address: 301 S WESTFIELD ROAD
 MADISON , WI 53717-1707

Number of Shares Held: 13,600
Beneficial Owner: NONE

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

Company Name: NONE
Form of Interest: NONE
Extent Of Interest: NONE

OFFICERS AND DIRECTORS

**Name, Title/Occupation
and Business Address**

Name: DANIEL V. GREGORY	
Title/Occupation: VICE PRESIDENT	
Business Address (1): 301 S. WESTFIELD ROAD	
Business Address (2):	
Business Address (3):	
City State, Zip: MADISON, WI 53705-0158	1

Name: DAVID P. JONES	
Title/Occupation: SECRETARY/TREASURER	
Business Address (1): 301 S. WESTFIELD ROAD	
Business Address (2):	
Business Address (3):	
City State, Zip: MADISON, WI 53705-0158	2

Name: JOHN R. ERPENBACH	
Title/Occupation: ASSISTANT TREASURER	
Business Address (1): 301 S. WESTFIELD ROAD	
Business Address (2):	
Business Address (3):	
City State, Zip: MADISON, WI 53705-0158	3

Name: MICHAEL A. PANDOW	
Title/Occupation: PRESIDENT	
Business Address (1): 301 S. WESTFIELD ROAD	
Business Address (2):	
Business Address (3):	
City State, Zip: MADISON, WI 53705-0158	4

INCOME STATEMENT - TOTAL COMPANY

Particulars (a)	This Year (b)	Last Year (c)	
Operating Revenues (5000-5300)	12,554,146	11,600,576	1
Operating Expenses			
Plant Specific Operations Expense (6110-6410)	1,088,607	849,347	2
Plant Nonspecific Operations Expense	3,819,505	3,527,740	3
Customer Operations Expense (6610-6620)	2,166,608	2,254,907	4
Corporate Operations Expense (6710-6790)	2,125,755	2,072,786	5
Other Operating Income and Expense (7100)	0	0	6
Operating Taxes (7200)	1,362,821	1,097,203	7
Total Operating Expenses	10,563,296	9,801,983	8
Net Operating Income	1,990,850	1,798,593	9
Other Income			
Nonoperating Income and Expense (7300)	458,743	382,131	10
Nonoperating Taxes (7400)	57,193	95,451	11
Interest and Related Items (7500)	725,864	794,208	12
Extraordinary Items (7600)	0	0	13
Nonregulated Net Income (7990)	76,502	128,460	14
Total Nonoperating Income	(247,812)	(379,068)	15
Net Income	1,743,038	1,419,525	16

NOTES TO INCOME STATEMENT OR BALANCE SHEET

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

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

TELEPHONE PLANT

Telephone plant is stated as the original cost of construction including capitalized costs such as taxes, pensions, and other fringe benefits, and an allowance for funds used during construction (AFUDC).

DEPRECIATION

The company provides depreciation for financial reporting purposes using the straight-line method. Renewals and betterments of units of property are charged to telephone plant in service. The original cost of depreciable property retired, together with removal cost less any salvage realized, is charged to accumulated depreciation. Repairs and renewals of minor items of property are charged to maintenance expense. No gain or loss is recognized in connection with ordinary retirements of depreciable property.

REVENUES

Operating and nonoperating revenues are recognized when earned regardless of the period in which they are billed.

Compensation for all intrastate service is received through tariffed access charges billed to the long distance carrier and retained by the company.

Compensation for interstate access services is received through tariffed access charges filed by the National Exchange Carrier Association (NECA) with the Federal Communications 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.

PENSION

The company is a member of the Telephone and Data Systems, Inc. Employees' Pension Trust I. This qualified, noncontributory defined contribution pension plan covers substantially all company employees. Under this plan, pension benefits and costs are funded currently.

INCOME TAXES

The company is included in the TDS consolidated federal income tax return. For financial reporting purposes, the company computes its federal income tax by applying the statutory rate to all its taxable income.

The company uses the full-normalization method for all timing differences with the resulting book-tax differences being provisioned through the deferred tax accounts. Deferred income taxes resulting from accelerated depreciation used for income tax purposes had previously been provided through the depreciation accounts. Such deferred taxes are credited to income as the related timing differences reverse. Investment tax credits resulting from investments in qualifying telephone plant and equipment

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:

have been deferred and are being amortized to income over the service lives of the related property.

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

None

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

The company is restricted from transferring funds to the parent or other affiliates in the form of cash dividends until certain financial requirements of its mortgage indentures have been met. At December 31, 2001, the company could distribute up to \$ 2,927,729 to the parent or other affiliates in the form of cash dividends.

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)*			1
Cash (1130)	9,680,310	7,144,141	2
Special Cash Deposits (1140)	1,171	1,171	3
Working Cash Advances (1150)	1,800	1,800	4
Temporary Investments (1160)	0	0	5
TOTAL CASH AND EQUIVALENTS	9,683,281	7,147,112	
RECEIVABLES AND ALLOWANCES FOR DOUBTFUL ACCOUNTS			
Telecommunications Accounts Receivable (1180)*	368,174	645,692	6
Accounts Receivable Allowance-Telecom (1181)*	0	0	7
Net: Telecommunications Accounts Receivable	368,174	645,692	
Other Accounts Receivable (1190)*	1,804,353	1,716,347	8
Accounts Receivable Allowance--Other (1191)*	0	0	9
Net: Other Accounts Receivable	1,804,353	1,716,347	
Notes Receivable (1200)*	0	0	10
Notes Receivable Allowance (1201)*	0	0	11
Net: Notes Receivable	0	0	
Interest and Dividends Receivable (1210)*	21,219	39,459	12
TOTAL REC AND ALLOW FOR DOUBTFUL ACCOUNTS	2,193,746	2,401,498	
SUPPLIES			
Inventories (1220)*	87,937	65,934	13
TOTAL SUPPLIES	87,937	65,934	
PREPAYMENTS			
Total Prepayments (1280)*			14
Prepaid Rents (1290)	0	0	15
Prepaid Taxes (1300)	10,452	9,775	16
Prepaid Insurance (1310)	0	0	17
Prepaid Directory Expenses (1320)	6,280	7,610	18
Other Prepayments (1330)	16,470	14,904	19
TOTAL PREPAYMENTS	33,202	32,289	
OTHER CURRENT ASSETS			
Other Current Assets (1350)*	5	5	20
TOTAL OTHER CURRENT ASSETS	5	5	
TOTAL CURRENT ASSETS	11,998,171	9,646,838	
NONCURRENT ASSETS			
INVESTMENTS			
Investment in Affiliated Companies (1401)*	235,834	235,834	21
RTB Class B Stock (1402)*	341,550	341,550	22
Other Investments in Nonaffiliated Companies (1402)*	287,500	0	23
Nonregulated Investments (1406)*	490,420	97,936	24
Unamortized Debt Issuance Expense (1407)*	1,162	1,679	25

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

Particulars (a)	Balance--EOY (b)	Balance--FOY (c)	
NONCURRENT ASSETS			
INVESTMENTS			
Sinking Funds (1408)*	0	0	26
Other Noncurrent Assets (1410)*	0	0	27
TOTAL INVESTMENTS	1,356,466	676,999	
DEFERRED CHARGES			
Deferred Tax Regulatory Asset (1437)*	0	0	28
Deferred Maintenance and Retirements (1438)*	0	0	29
Deferred Charges (1439)*	0	(1,543)	30
TOTAL DEFERRED CHARGES	0	(1,543)	
TOTAL NONCURRENT ASSETS	1,356,466	675,456	
PLANT			
TELECOMMUNICATIONS PLANT IN SERVICE			
Telecommunications Plant in Service (2001)*	39,851,382	37,812,658	31
Less: Accumulated Depreciation (3100)*	25,222,317	23,359,760	32
Less: Accumulated Amortization--Capitalized Leases (3410)*	22,330	0	33
Less: Accumulated Amortization--Leasehold Improvements (3420)*	0	0	34
Less: Accumulated Amortization--Intangible (3500)*	0	0	35
NET TELECOMMUNICATIONS PLANT IN SERVICE	14,606,735	14,452,898	
PROPERTY HELD FOR FUTURE USE			
Prop. Held for Future Telecommun. Use (2002)*	0	0	36
Less: Accumulated Depreciation--Held for Future Telecommunications Use (3200)*	0	0	37
NET PROPERTY HELD FOR FUTURE USE	0	0	
NONOPERATING PLANT			
Nonoperating Plant (2006)*	0	0	38
Less: Accumulated Depreciation--Nonoperating (3300)*	0	0	39
NET NONOPERATING PLANT	0	0	
TPUC			
TPUC (2003)*	39,124	45,639	40
TOTAL TPUC	39,124	45,639	
TELECOMMUNICATIONS PLANT ADJUSTMENT			
Telecommunications Plant Adjustment (2005)*	728	0	41 b
Less: Accumulated Amortization--Other (3600)*	0	0	42
NET TELECOMMUNICATIONS PLANT ADJUSTMENT	728	0	
TOTAL PLANT	14,646,587	14,498,537	
TOTAL ASSETS AND OTHER DEBITS	28,001,224	24,820,831	

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

Particulars (a)	Balance--EOY (b)	Balance--FOY (c)	
CURRENT LIABILITIES			
Accounts Payable (4010)*	1,374,680	1,399,627	1
Notes Payable (4020)*	0	0	2
Advance Billing and Payments (4030)*	120,700	125,540	3
Customer Deposits (4040)*	3,500	3,500	4
Current Maturities--Long-Term Debt (4050)*	594,978	526,719	5
Current Maturities--Capital Leases (4060)*	0	0	6
Income Taxes--Accrued (4070)*	138,519	379,254	7
Other Taxes--Accrued (4080)*	51,923	48,319	8
Net Current Deferred Operating Income Taxes (4100)*	0	0	9
Net Current Deferred Nonoperating Income Taxes (4110)*	0	0	10
Other Accrued Liabilities (4120)*	106,736	129,724	11
Other Current Liabilities (4130)*	3,607,324	92,297	12
TOTAL CURRENT LIABILITIES	5,998,360	2,704,980	
LONG-TERM DEBT			
Funded Debt (4210)*	9,136,030	9,445,464	13
Premium on Long-Term Debt (4220)*	0	0	14
Discount on Long-Term Debt (4230)*	0	0	15
Reacquired Debt (4240)*	0	0	16
Obligations Under Capital Leases (4250)*	0	0	17
Advances from Affiliated Companies (4260)*	0	0	18
Other Long-Term Debt (4270)*	0	0	19
TOTAL LONG-TERM DEBT	9,136,030	9,445,464	
OTHER LIABILITIES AND DEFERRED CREDITS			
Other Long-Term Liabilities (4310)*	(10,321)	(15,808)	20
Unamortized Operating ITC--Net (4320)*	19,274	36,674	21
Unamortized Nonoperating ITC--Net (4330)*	0	0	22
Net Noncurrent Deferred Operating Income Taxes (4340)*	1,185,898	1,221,176	23
Net Deferred Tax Liability Adjustments (4341)*	(14,519)	(27,629)	24
Net Noncurrent Deferred Nonoperating Income Taxes (4350)*	0	0	25
Other Deferred Credits (4360)*	0	0	26
Deferred Tax Regulatory Liability (4361)*	14,521	27,631	27
TOTAL OTHER LIABILITIES AND DEFERRED CREDITS	1,194,853	1,242,044	
STOCKHOLDERS' EQUITY			
Capital Stock (4510)*	340,000	340,000	28
Additional Paid-in Capital (4520)*	66,864	66,864	29
Treasury Stock (4530)*	0	0	30
Other Capital (4540)*	(904)	(904)	31
Retained Earnings (4550)*	11,266,021	11,022,383	32
TOTAL STOCKHOLDERS' EQUITY	11,671,981	11,428,343	
TOTAL LIABILITIES AND OTHER CREDITS	28,001,224	24,820,831	

IMPORTANT CHANGES DURING THE YEAR

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

Nothing changed.

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

An alternative regulation plan was filed in 2001, approved in February 2002, and will go into effect on 4/1/2002.

AFFILIATE ABBREVIATIONS

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

Name of Affiliate (a)	Abbreviations (b)	
Badger Telephone company	BADGER	1
Mt Vernon Telephone Company	MT VERNON	2
Other	OTH	3
Suttle Press	SUTTLE	4
Telephone and Data Systems, Inc.	TDS CORP	5
TDS Long Distance	TDS LD	6
TDS Computing Services, Inc.	TDS/CS	7
TDS Telecommunications, Inc.	TDS-TEL	8
Telecommunications Technologies Fund	TTF	9

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	0005TI000124	0005TI000124	0005TI000124	0005TI000124		
Name of Affiliate	BADGER	MT VERNON	OTH	OTH		1
Designate whether billed to or from:	FROM	FROM	FROM	TO		2
Cost Based (C), Market Price (M), Prevailing Price (P), Tariff (T), Other (O)	C	C	C	C		3
Total Dollar Activity	31,289	100,332	60,919	0		4
Percent of affiliate's business billed to all affiliated regulated utilities						5
If cost based, rate of return on equity or markup incorporated in billings	0.00	0.00	0.00			6
Footnotes						

Particulars (a)	(b)	(c)	(d)	(e)		
Docket	None	0005TI00124	7484TO000100	0005TI000124		
Name of Affiliate	SUTTLE	TDS CORP	TDS LD	TDS/CS		1
Designate whether billed to or from:	FROM	FROM	FROM	FROM		2
Cost Based (C), Market Price (M), Prevailing Price (P), Tariff (T), Other (O)	M	C	C	C		3
Total Dollar Activity	2,819	319,668	0	382,254		4
Percent of affiliate's business billed to all affiliated regulated utilities	63.00					5
If cost based, rate of return on equity or markup incorporated in billings		0.00	0.00	0.00		6
Footnotes						

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	0005TI 00012			
Name of Affiliate	TDS-TEL			1
Designate whether billed to or from:	FROM			2
Cost Based (C), Market Price (M), Prevailing Price (P), Tariff (T), Other (O)	C			3
Total Dollar Activity	3,206,062			4
Percent of affiliate's business billed to all affiliated regulated utilities				5
If cost based, rate of return on equity or markup incorporated in billings	0.00			6
Footnotes				

AFFILIATED ASSETS AND LIABILITIES

This schedule should be used to report affiliated activity concerning balances at the end of the year for the following accounts: 1120, Cash and Equivalents; 1160, Temporary Investments; 1180, Telecommunications Accounts Receivable; 1190, Other Accounts Receivable; 1200, Notes Receivable; 1210, Interest and Dividends Receivable; 1401, Investment in Affiliated Companies; 1408, Sinking Funds; 4010, Accounts Payable; 4020, Notes Payable; and 4260, Advances from Affiliated Companies. Amounts at the end of the year for each affiliate should be identified by respective affiliate and account number. Report information below consecutively by respective account number; affiliated amounts of less than \$5,000 may be reported in aggregate as "other" for a particular account.

Name of Affiliate (a)	Account Number (b)	Balance EOY (c)	
TDS Computing Services, Inc.	1190	61,659	1
TDS Long Distance	1190	21,072	2
TDS Telecommunications, Inc.	1190	151,086	3
TDS Telecommunications, Inc.	1401	235,834	4
Other	4010	172,924	5
TDS Computing Services, Inc.	4010	61,659	6
TDS Telecommunications, Inc.	4010	274,564	7 g
Telephone and Data Systems, Inc.	4010	17,287	8

TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B

Plant Account (a)	Account (b)	Balance FOY (c)	Additions (d)	
GENERAL SUPPORT ASSETS				
Land	2111	94,728	0	1
Motor Vehicles	2112	409,117	90,705	2 a
Aircraft	2113	111,995	0	3 a
Special Purpose Vehicles	2114	0	0	4
Garage Work Equipment	2115	0	0	5
Other Work Equipment	2116	265,041	5,050	6
Buildings	2121	2,179,843	0	7
Furniture	2122	4,643	0	8
Office Equipment	2123	109,076	10,843	9
General Purpose Computers	2124	2,314,198	101,506	10
TOTAL--GENERAL SUPPORT ASSETS:		5,488,641	208,104	
CENTRAL OFFICE ASSETS				
Analog Electronic Switching	2211	0	0	11
Digital Electronic Switching	2212	10,249,535	778,006	12 a
Electro-Mechanical Switching	2215	132,003	0	13 a
Operator Systems	2220	0	0	14
Radio Systems	2231	56,265	0	15
Circuit Equipment	2232	3,897,912	352,195	16 a
TOTAL--CENTRAL OFFICE ASSETS:		14,335,715	1,130,201	
INFORMATION ORIGATION/TERMINATION ASSETS				
Station Apparatus	2311	0	0	17
Customer Premises Wiring	2321	0	0	18
Large Private Branch Exchanges	2341	0	0	19
Public Telephone Terminal Equipment	2351	0	0	20
Other Terminal Equipment	2362	0	0	21
TOTAL--INFORMATION ORIG/TERM ASSETS:		0	0	
CABLE WIRE FACILITIES ASSETS				
Poles	2411	133,971	2,515	22 a
Aerial Cable	2421	853,860	40,839	23 a
Underground Cable	2422	2,195,484	5,025	24
Buried Cable	2423	12,988,780	835,110	25 a
Submarine Cable	2424	0	0	26
Deep Sea Cable	2425	0	0	27
Intrabuilding Network Cable	2426	26,992	0	28
Aerial Wire	2431	75,140	0	29
Conduit Systems	2441	1,709,729	0	30 a
TOTAL--CABLE WIRE FACILITIES ASSETS:		17,983,956	883,489	
AMORTIZABLE ASSETS				
Capital Leases	2681	0	214,119	31

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

Account (e)	Retirements (f)	Transfers / Adjustments (g)	Balance EOY (h)	
2111	0	0	94,728	1
2112	86,943	5,200	418,079	2 a
2113	0	(55,997)	55,998	3 a
2114	0	0	0	4
2115	0	0	0	5
2116	0	0	270,091	6
2121	0	0	2,179,843	7
2122	0	0	4,643	8
2123	0	0	119,919	9
2124	0	0	2,415,704	10
	86,943	(50,797)	5,559,005	
2211	0	0	0	11
2212	16,000	119,916	11,131,457	12 a
2215	0	(132,003)	0	13 a
2220	0	0	0	14
2231	56,265	0	0	15
2232	5,667	(113,077)	4,131,363	16 a
	77,932	(125,164)	15,262,820	
2311	0	0	0	17
2321	0	0	0	18
2341	0	0	0	19
2351	0	0	0	20
2362	0	0	0	21
	0	0	0	
2411	2,272	192	134,406	22 a
2421	38,365	79	856,413	23 a
2422	924	0	2,199,585	24
2423	16,248	1,148	13,808,790	25 a
2424	0	0	0	26
2425	0	0	0	27
2426	0	0	26,992	28
2431	0	0	75,140	29
2441	0	37	1,709,766	30 a
	57,809	1,456	18,811,092	
2681	0	0	214,119	31

TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B

Plant Account (a)	Account (b)	Balance FOY (c)	Additions (d)	
AMORTIZABLE ASSETS				
Leasehold Improvements	2682	0	0	32
Intangibles	2690	4,346	0	33
TOTAL--AMORTIZABLE ASSETS:		4,346	214,119	
TOTAL TELECOM. PLANT IN SERVICE	2001	37,812,658	2,435,913	
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	0	0	32
2690	0	0	4,346	33
	0	0	218,465	
	222,684	(174,505)	39,851,382	
2001			0	34
			39,851,382	

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	30,226	10,843	1
Company Communications Equipment	2123.2	78,850	0	2
Software	2212.1	3,364,807	0	3
Digital Switching - Central Office	2212.2	3,932,163	778,005	4 a
Digital Switching - Remote	2212.3	2,952,565	1	5
Step by Step Switching	2215.1	132,003	0	6 a
Crossbar Switching	2215.2	0	0	7
Satellite and Earth Station Facilities	2231.1	56,265	0	8
Other Radio Facilities	2231.2	0	0	9
Digital Circuit Equipment	2232.1	2,599,908	177,227	10 a
Analog Circuit Equipment	2232.2	0	0	11
Light Wave Circuit Equipment	2232.3	1,298,004	174,968	12 a
Aerial Cable - Nonmetallic	2421.1	0	0	13
Aerial Cable - Metallic	2421.2	853,860	40,839	14 a
Underground Cable - Nonmetallic	2422.1	481,888	5,025	15
Underground Cable - Metallic	2422.2	1,713,596	0	16
Buried Cable - Nonmetallic	2423.1	2,611,754	246,484	17 a
Buried Cable - Metallic	2423.2	10,377,026	588,626	18 a
Submarine Cable - Nonmetallic	2424.1	0	0	19
Submarine Cable - Metallic	2424.2	0	0	20
Intrabuilding Cable - Nonmetallic	2426.1	0	0	21
Intrabuilding Cable - Metallic	2426.2	26,992	0	22

Explain all amounts shown in column (g).

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

Subaccount (e)	Retirements (f)	Transfers / Adjustments (g)	Balance EOY (h)	
2123.1	0	0	41,069	1
2123.2	0	0	78,850	2
2212.1	0	0	3,364,807	3
2212.2	16,000	119,916	4,814,084	4 a
2212.3	0	0	2,952,566	5
2215.1	0	(132,003)	0	6 a
2215.2	0	0	0	7
2231.1	56,265	0	0	8
2231.2	0	0	0	9
2232.1	189	(83,949)	2,692,997	10 a
2232.2	0	0	0	11
2232.3	5,478	(29,128)	1,438,366	12 a
2421.1	0	0	0	13
2421.2	38,365	79	856,413	14 a
2422.1	0	0	486,913	15
2422.2	924	0	1,712,672	16
2423.1	0	960	2,859,198	17 a
2423.2	16,248	188	10,949,592	18 a
2424.1	0	0	0	19
2424.2	0	0	0	20
2426.1	0	0	0	21
2426.2	0	0	26,992	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	272,443	11.43	42,984	0 1
Aircraft	2113	105,696	.0	3,150	0 2f
Special Purpose Vehicles	2114	0	.0	0	0 3
Garage Work Equipment	2115	0	.0	0	0 4
Other Work Equipment	2116	247,363	7.14	5,928	0 5
Buildings	2121	1,277,487	2.63	57,324	0 6
Furniture	2122	4,395	7.14	249	0 7c
Office Equipment	2123	108,065	12.95	1,862	8e
General Purpose Computers	2124	768,732	14.3	336,312	0 9
Total-- GENERAL SUPPORT ASSETS		2,784,181		447,809	0
CENTRAL OFFICE ASSETS					
Analog Electronic Switching	2211	0	.0	0	0 10
Digital Electronic Switching	2212	7,047,411	15.56	605,513	11e
Electro-Mechanical Switching	2215	132,003	.0		12e
Operator Systems	2220	0	.0	0	0 13
Radio Systems	2231	55,140	.0		14
Circuit Equipment	2232	1,942,587	8.3999	287,405	15e
Total-- CENTRAL OFFICE ASSETS		9,177,141		892,918	0
INFORMATION ORIG/TERM ASSETS					
Station Apparatus	2311	0	.0	0	0 16
Customer Premises Wiring	2321	0	.0	0	0 17
Large Private Branch Exchanges	2341	0	.0	0	0 18
Public Telephone Terminal Equipment	2351	0	9.0	0	0 19
Other Terminal Equipment	2362	0	.0	0	0 20
Total-- INFORMATION ORIG/TERM ASSETS		0		0	0
CABLE WIRE FACILITIES ASSETS					
Poles	2411	169,996	6.67	8,943	0 21c
Aerial Cable	2421	912,022	6.3	53,355	22e
Underground Cable	2422	1,223,150	4.73	102,924	0 23
Buried Cable	2423	8,047,039	4.54	589,365	24e
Submarine Cable	2424	0	.0		25
Deep Sea Cable	2425	0	.0	0	0 26
Intrabuilding Network Cable	2426	21,189	6.15	1,344	27
Aerial Wire	2431	78,054	12.5	9,396	0 28c

ACCUMULATED DEPRECIATION CLASS A & B (cont.)

Acct (g)	Retired (h)	Cost of Removal (i)	Salvage (j)	Other (k)	Balance EOY (l)	
2112	86,943	0	8,700	0	237,184	1
2113	0	0	0	(55,997)	52,849	2 f
2114	0	0	0	0	0	3
2115	0	0	0	0	0	4
2116	0	0	0	0	253,291	5
2121	0	0	0	0	1,334,811	6
2122	0	0	0	0	4,644	7 c
2123	0			1,533	111,460	8 e
2124	0	0	0	0	1,105,044	9
	86,943	0	8,700	(54,464)	3,099,283	
2211	0	0	0	0	0	10
2212	16,000			130,394	7,767,318	11 e
2215	0			(132,003)	0	12 e
2220	0	0	0	0	0	13
2231	56,265		500		(625)	14
2232	5,667			(20,074)	2,204,251	15 e
	77,932	0	500	(21,683)	9,970,944	
2311	0	0	0	0	0	16
2321	0	0	0	0	0	17
2341	0	0	0	0	0	18
2351	0	0	0	0	0	19
2362	0	0	0	0	0	20
	0	0	0	0	0	
2411	2,272	129	0	0	176,538	21 c
2421	38,365	1,349		(7,360)	918,303	22 e
2422	924				1,325,150	23
2423	16,248	509		(51)	8,619,596	24 e
2424	0				0	25
2425	0	0	0	0	0	26
2426	0				22,533	27
2431	0	40	0	0	87,410	28 c

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	946,988	3.25	55,572	0 29
Total-- CABLE WIRE FACILITIES ASSETS		11,398,438		820,899	0
Total Accumulated Depreciation	3100	23,359,760		2,161,626	0
Less: Allocation to Nonregulated Activity - Columns e, f and I	3100			0	0 30
Net Regulated Total Accum Depreciation - 3100 Columns e, f and I				2,161,626	0

ACCUMULATED DEPRECIATION CLASS A & B (cont.)

Acct (g)	Retired (h)	Cost of Removal (i)	Salvage (j)	Other (k)	Balance EOY (l)	
2441	0	0	0	0	1,002,560	29
	57,809	2,027	0	(7,411)	12,152,090	
3100	222,684	2,027	9,200	(83,558)	25,222,317	
3100					0	30
3100					25,222,317	

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	29,215	9.5	1,862		1 e
Company Communications Equipment	2123.2	78,850	14.3			2
Software	2212.1	3,310,584	25.0	54,223		3
Digital Switching - Central Office	2212.2	2,045,051	7.87	322,174		4 e
Digital Switching - Remote	2212.3	1,691,776	7.76	229,116		5
Step by Step Switching	2215.1	132,003				6 e
Crossbar Switching	2215.2	0				7
Satellite and Earth Station Facilities	2231.1	55,140				8
Other Radio Facilities	2231.2	0				9
Digital Circuit Equipment	2232.1	1,448,373	8.3999	174,256		10 e
Analog Circuit Equipment	2232.2	0				11
Light Wave Circuit Equipment	2232.3	494,214	8.3999	113,149		12 e
Aerial Cable - Nonmetallic	2421.1	0	5.5			13
Aerial Cable - Metallic	2421.2	912,022	6.3	53,355		14 e
Underground Cable - Nonmetallic	2422.1	127,899	4.4	21,204		15
Underground Cable - Metallic	2422.2	1,095,251	4.77	81,720	0	16
Buried Cable - Nonmetallic	2423.1	633,373	4.4	115,000		17
Buried Cable - Metallic	2423.2	7,413,666	4.55	474,365		18 e
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	21,189	6.15	1,344		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	0			1,533	32,610	1 e
2123.2	0				78,850	2
2212.1	0				3,364,807	3
2212.2	16,000			130,394	2,481,619	4 e
2212.3	0				1,920,892	5
2215.1	0			(132,003)	0	6 e
2215.2	0				0	7
2231.1	56,265		500		(625)	8
2231.2	0				0	9
2232.1	189			(1,382)	1,621,058	10 e
2232.2	0				0	11
2232.3	5,478			(18,692)	583,193	12 e
2421.1	0				0	13
2421.2	38,365	1,349		(7,360)	918,303	14 e
2422.1	0				149,103	15
2422.2	924				1,176,047	16
2423.1	0				748,373	17
2423.2	16,248	509		(51)	7,871,223	18 e
2424.1	0				0	19
2424.2	0				0	20
2426.1	0				0	21
2426.2	0				22,533	22

NET DEFERRED OPERATING INCOME TAXES (ACCT. 1350, 1410, 1437, 4100, 4340, 4341 & 4361)

This schedule should be used to report the deferred operating income tax portion of the stated accounts.
Credit amounts should be shown in ().

Particulars (a)	Balance EOY (b)	
PROPERTY RELATED		
Other Current Assets (1350)	0	1
Other Noncurrent Assets (1410)	0	2
Deferred Tax Regulatory Asset (1437)	0	3
Net Current Deferred Operating Income Taxes (4100)	0	4
Net Noncurrent Deferred Operating Income Taxes (4340)	(1,396,311)	5
Net Deferred Tax Liability Adjustments (4341)	14,519	6
Deferred Tax Regulatory Liability (4361)	(14,521)	7
Net Property Related Deferred Operating Income Taxes	(1,396,313)	
Less: Allocation to Nonregulated Activity	0	8
Net Regulated Total Property Related Deferred Operating Income Taxes	(1,396,313)	
NONPROPERTY RELATED		
Other Current Assets (1350)	5	9
Other Noncurrent Assets (1410)	0	10
Deferred Tax Regulatory Asset (1437)	0	11
Net Current Deferred Operating Income Taxes (4100)	0	12
Net Noncurrent Deferred Operating Income Taxes (4340)	210,413	13
Net Deferred Tax Liability Adjustments (4341)	0	14
Deferred Tax Regulatory Liability (4361)	0	15
Total Nonproperty Related Deferred Operating Income Taxes	210,418	

RETAINED EARNINGS (ACCT. 4550)

Particulars (a)	This Year (b)	Last Year (c)	
Balance-First of Year	11,022,383	9,602,851	1
Changes:			
Balance Transferred from Income	1,743,038	1,419,525	2
Dividends Declared:			
Common	1,499,400	0	3
Preferred	0	0	4
Total Dividends Declared	1,499,400	0	
Miscellaneous Debits to Retained Earnings	0	0	5
Miscellaneous Credits to Retained Earnings	0	7	6
Balance--End of Year	<u>11,266,021</u>	<u>11,022,383</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)*			1
Basic Area Revenue (5001)	3,760,426	3,769,741	2
Optional Extended Area Revenue (5002)	25,789	5,766	3 h
Cellular Mobile Revenue (5003)	0	0	4
Other Mobile Services Revenue (5004)	306	32,009	5 i
Public Telephone Revenue (5010)	0	0	6
Local Private Line Revenue (5040)	431,255	468,593	7
Customer Premises Revenue (5050)	3,837	1,239	8
Other Local Exchange Revenue (5060)	1,113,019	1,061,516	9
Other Local Exchange Revenue Settlements (5069)	0	0	10
TOTAL BASIC LOCAL SERVICE REVENUE (5000)	5,334,632	5,338,864	
NETWORK INTERSTATE ACCESS SERVICES REV.			
End User Revenue (5081)*	959,619	897,919	11
Switched Access Revenue (5082)*	2,191,721	1,866,464	12
Special Access Revenue (5083)*	416,731	227,191	13 j
TOTAL INTERSTATE ACCESS REVENUES (5080)	3,568,071	2,991,574	
NETWORK INTRASTATE ACCESS SERVICES REV.			
End User Revenue (5084.1)*	0	11	14
Switched Access Revenue (5084.2)*	2,052,296	2,030,358	15
Special Access Revenue (5084.3)*	319,658	292,936	16
TOTAL INTRASTATE ACCESS REVENUES (5084)	2,371,954	2,323,305	
LONG DISTANCE NETWORK SERVICES MESSAGE REV.			
Long Distance Message Revenue (5100)*	0	0	17
Long Distance Inward-Only Revenue (5111)	0	0	18
Long Distance Outward-Only Revenue (5112)	0	0	19
Unidirectional Long Distance Revenue (5110)	0	0	
Long Distance Private Network Revenues			
Subvoice Grade Revenue (5121)	0	0	20
Voice Grade Revenue (5122)	0	0	21
Audio Program Grade Revenue (5123)	0	0	22
Video Program Grade Revenue (5124)	0	0	23
Digital Transmission Revenue (5125)	0	0	24
Switching Revenue (5126)	0	0	25
Other Revenue (5128)	0	0	26
Other Revenue Settlements (5129)	0	0	27
Total Long Distance Private Network Revenue	0	0	
Other Long Distance Revenue (5160)	0	0	28
Other Long Distance Revenue Settlements (5169)	0	0	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)*	675,087	630,107	30
Rent Revenue (5240)*	50,823	43,314	31
Corporate Operations Revenue (5250)*	0	0	32
Miscellaneous:			
Miscellaneous Revenue (5260)*			33
Special Billing Arrangements Revenue (5261)	0	0	34
Customer Operations Revenue (5262)	0	0	35
Plant Operations Revenue (5263)	0	0	36
Other Incidental Regulated Revenue (5264)	288,099	8,089	37 k
Other Revenue Settlements (5269)	112	146	38
Total Miscellaneous Revenue (5260)	288,211	8,235	
Interstate Billing and Collection Revenue*	137,355	132,180	39
Intrastate Billing and Collection Revenue*	155,318	178,792	40
Total Carrier Billing and Collection Revenue (5270)*	292,673	310,972	
Nonregulated Operating Revenue (5280)**			41
TOTAL MISCELLANEOUS REVENUES	1,306,794	992,628	
GROSS OPERATING REVENUES	12,581,451	11,646,371	
UNCOLLECTIBLE REVENUES			
Uncollectible Revenue (5300)*			42
Uncollectible Revenue--Telecommunications (5301)	14,727	45,795	43 l
Uncollectible Revenue--Other (5302)	12,578	0	44 m
TOTAL UNCOLLECTIBLE REVENUE (5300)	27,305	45,795	
TOTAL OPERATING REVENUES	12,554,146	11,600,576	

** 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)	45,468	39,163	1
Less: Nonregulated	0	0	2
Net Regulated	45,468	39,163	3
Total General Support Expense (6120)	192,274	169,148	4
Less: Nonregulated	0	0	5
Net Regulated	192,274	169,148	6
Total Central Office Switching Expense (6210)	184,715	177,996	7
Less: Nonregulated	0	0	8
Net Regulated	184,715	177,996	9
Total Operator Systems Expense (6220)	0	0	10
Less: Nonregulated	0	0	11
Net Regulated	0	0	12
Total Central Office Transmission Expenses (6230)	114,558	114,130	13
Less: Nonregulated	0	0	14
Net Regulated	114,558	114,130	15
Total Information Orig. / Term. Expense (6310)	0	0	16
Less: Nonregulated	0	0	17
Net Regulated	0	0	18
Total Cable and Wire Fac. Expense (6410)	551,592	348,910	19
Less: Nonregulated	0	0	20 n
Net Regulated	551,592	348,910	21
TOTAL PLANT SPECIFIC OPERATIONS EXPENSE	1,088,607	849,347	
Less: Nonregulated	0	0	
Net Regulated	1,088,607	849,347	
PLANT NONSPECIFIC OPERATIONS EXPENSE			
Total Other Property, Plant and Equip. Exp. (6510)	3,190	8,500	22
Less: Nonregulated	0	0	23
Net Regulated	3,190	8,500	24
Total Network Operations Expense (6530)	931,529	934,623	25
Less: Nonregulated	0	0	26
Net Regulated	931,529	934,623	27
Access Expense (6540)	680,483	350,886	28
Less: Nonregulated	0	0	29 o
Net Regulated	680,483	350,886	30
Total Depreciation and Amortization Expense (6560)	2,204,303	2,233,731	31
Less: Nonregulated	0	0	32
Net Regulated	2,204,303	2,233,731	33
TOTAL PLANT NONSPECIFIC OPERATIONS EXP.	3,819,505	3,527,740	
Less: Nonregulated	0	0	
Net Regulated	3,819,505	3,527,740	

EXPENSES - CLASS A & B

Particulars (a)	Total This Year (b)	Total Last Year (c)	
CUSTOMER OPERATIONS EXPENSE			
Total Marketing (6610)	652,424	642,207	34
Less: Nonregulated	0	0	35
Net Regulated	652,424	642,207	36
Total Services (6620)	1,514,184	1,612,700	37
Less: Nonregulated	0	0	38
Net Regulated	1,514,184	1,612,700	39
TOTAL CUSTOMER OPERATIONS EXPENSE	2,166,608	2,254,907	
Less: Nonregulated	0	0	
Net Regulated	2,166,608	2,254,907	
CORPORATE OPERATIONS EXPENSE			
Total Exec. and Planning (6710)	406,121	377,404	40
Less: Nonregulated	0	0	41
Net Regulated	406,121	377,404	42
Total General and Administrative (6720)	1,719,634	1,695,382	43
Less: Nonregulated	0	0	44
Net Regulated	1,719,634	1,695,382	45
Provision for Uncollectible Notes Receiv. (6790)	0	0	46
Less: Nonregulated	0	0	47
Net Regulated	0	0	48
TOTAL CORPORATE OPERATIONS EXPENSE	2,125,755	2,072,786	
Less: Nonregulated	0	0	
Net Regulated	2,125,755	2,072,786	
TOTAL EXPENSES	9,200,475	8,704,780	
Less: Nonregulated	0	0	
Net Regulated	9,200,475	8,704,780	

EXPENSES - CLASS A & B (DETAIL)

Particulars (a)	Total This Year (b)	Total Last Year (c)	
Property Held for Future Tele. Use Exp. (6511)	0	0	1
Provisioning Expense (6512)	3,190	8,500	2
Total: Reported in Account 6510	3,190	8,500	
Depreciat. Exp.--Tele. Plant in Service (6561)	2,169,101	2,230,581	3
Depreciat. Exp.--Prop. Held for Future Tele. Use (6562)	0	0	4
Amortization Expense--Tangible (6563)	0	0	5
Amortization Expense--Intangible (6564)	9,722	0	6
Amortization Expense--Other (6565)	25,480	3,150	7
Total: Reported in Account 6560	2,204,303	2,233,731	

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	12,581,451	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):		8
Assessable Revenues for Remainder and Telephone Relay Assessment Purposes	12,581,451	

CALCULATION OF ASSESSABLE REVENUES FOR UNIVERSAL SERVICE FUND ASSESSMENT PURPOSES

Description (a)	This Year (b)	
Total Basic Local Service Revenue (5000)	5,334,632	1
Plus: Total Intrastate Access Revenues (5084)	2,371,954	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	7,706,586	

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	12,581,451	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):		8
Assessable Revenues for Remainder and Telephone Relay Assessment Purposes	<u>12,581,451</u>	

CALCULATION OF ASSESSABLE REVENUES FOR UNIVERSAL SERVICE FUND ASSESSMENT PURPOSES

Description (a)	This Year (b)	
Total Basic Local Service Revenue (5000)	5,334,632	1
Plus: Total Intrastate Access Revenues (5084)	2,371,954	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>7,706,586</u>	

OTHER INCOME ACCOUNTS

Particulars (a)	This Year (b)	Last Year (c)	
OTHER OPERATING INCOME AND EXPENSE			
Total Other Oper. Income and (Expense) (7100)	0	0	1
OPERATING TAXES			
Operating Investment Tax Credits--Net (7210)	(17,400)	(17,400)	2
Operating Federal Income Taxes (7220)	781,992	539,986	3
Operating State and Local Income Taxes (7230)	199,050	201,731	4
Operating Other Taxes (7240)	360,255	338,801	5
Provision for Deferred Operating Income Taxes--Net (7250)	38,924	34,085	6
TOTAL OPERATING TAXES (7200)	1,362,821	1,097,203	
NONOPERATING INCOME AND EXPENSE			
Dividend Income (7310)	9,850	0	7
Interest Income (7320)	372,405	395,596	8
Income from Sinking and Other Funds (7330)	0	0	9
Allowance for Funds Used During Construction (7340)	25,031	15,440	10
Gains or (Losses) from the Disposition of Certain Property (7350)	0	0	11
Other Nonoperating Income (7360)	0	0	12
Special Charges (7370)	(51,457)	28,905	13
TOTAL NONOPERATING INCOME AND EXPENSE (7300)	458,743	382,131	
NONOPERATING TAXES			
Total Nonoperating Taxes (7400)	57,193	95,451	14
INTEREST AND RELATED ITEMS			
Total Interest and Related Items (7500)	725,864	794,208	15
EXTRAORDINARY ITEMS			
Extraordinary Items (7600)	0	0	16
NONREGULATED NET INCOME			
Nonregulated Net Income (7990)	76,502	128,460	17

NONREGULATED ACTIVITIES

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

Nonregulated Activity (a)	
Sale, installation and maintenance of Direct Broadcast Satellite(DBS)..	1
Sale, leasing, installation and maintenance of 1 & 2 line phones.	2
Sale, leasing, installation and maintenance of data modems.	3
Sale, leasing, installation and maintenance of key systems.	4
Sale, leasing, installation and maintenance of PBXs.	5
Sales and leasing of mobile equipment where the tariff allows.	6
Sales and leasing of pager equipment where the tariff allows.	7
Sales and service of Dedicated Subscriber Lines(DSL).	8

DISTRIBUTION OF SALARIES AND WAGES

Description (a)	Amount (b)	
Regulated Expense	1,434,207	1
All Other Accounts	743,385	2
Total Salaries and Wages	<u>2,177,592</u>	3 d

EMPLOYEE DATA - END OF YEAR

Report employee data based on primary allocation of respective wages and salaries.

Particulars (a)	Employees (b)	
Plant Operations		
Supervisory & Management	1	1
Central Office	6	2
Outside Plant	11	3
Building & Service	1	4
Other	1	5
Customer Operations		
Supervisory & Management	1	6
Operators	0	7
Business Office	16	8
Other	0	9
Corporate Operations		
Executive & General Management	1	10
Accounting & Finance	0	11
External Relations	0	12
Human Resources	0	13
Information Management	0	14
Legal	0	15
Procurement	0	16
Research & Development	0	17
Other	0	18
Other		
All Other Employees, Not Listed Above	0	19
Total Employees	38	
Part-Time Employees	1	20
Full-Time Employees	37	21
Total Part-Time and Full-Time Employees	38	

TELEPHONE CALLS AND MINUTES OF USE PER MONTH

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

Item (a)	Telephone Calls (000's) (b)	Minutes of Use (000's) (c)	
LOCAL			
Intra-Exchange	0	0	1
Extended Area Service	0	0	2
Extended Community Calling	0	0	3
Other Local-Undefined	4,894	17,129	4
Total Local	4,894	17,129	
TOLL			
Toll	2,303	8,060	5
Total Toll	2,303	8,060	
Total Local & Toll	7,197	25,189	

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.	0	0	0	0	2
Feature Group B -- Orig.	0	0	0	0	3
Feature Group B -- Term.	2	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.	20,052	6,467	14,243	46	7
Feature Group D -- Term.	23,771	6,923	20,344	76	8

OUTSIDE PLANT STATISTICS AT END OF YEAR

Description of Item (a)	Amount (b)	
Sheath miles of plant - fiber optics	193	1
Strand miles of plant - fiber optics	2,910	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	6	6	1
56 kbps	43	4	2
64 kbps (DS0)	4	3	3
1.54 Mbps (DS-1)	93	21	4
45 Mbps (DS-3)	1	1	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	193	1
Strand miles of plant - fiber optics	2,910	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	6	6	1
56 kbps	43	4	2
64 kbps (DS0)	4	3	3
1.54 Mbps (DS-1)	93	21	4
45 Mbps (DS-3)	1	1	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	2,253	2,272	3
2 Party		0	4
4 Party		0	5
PBX Trunks/System Trunks	47	444	6
Centrex Trunks		0	7
Centrex Lines	4,834	4,414	8
Key System Trunks	560	177	9
Mobile (Utility Provided Service)		0	10
Paging (Utility Provided Service)	230	2	11
FX-Out (Switched)		0	12
Pay Telephone		0	13
Coin-Operated Pay Telephone	0	0	14
Independent Pay Telephone Provider	0	0	15
Other		0	16
Total Business Lines	7,924	7,309	17
Residential (Incl. Emp. Concess.)			
1 Party	10,888	10,875	18
2 Party		0	19
4 Party		0	20
FX-Out (Switched)		0	21
Other	12	12	22
Total Residential Lines	10,900	10,887	23
Total Bus & Res Lines	18,824	18,196	24
Company Used Lines	117	128	25
Total Lines Used	18,941	18,324	26
			27

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	1	1	3
WATS Lines - 800 Service	3	3	4
FX-In-intraLATA		0	5
Special Access-intraLATA			6
(expressed in equiv. access lines)	1,239	1,189	7
Special Access-interLATA			8
(expressed in equiv. access lines)	2,512	2,957	9
Feature Group A Lines		0	10
Feature Group B Trunks	12	12	11
Feature Group C Trunks	204	204	12
Feature Group D Trunks	1,162	1,622	13
TSPS - Trunks	71	46	14
EAS - Trunks	168	204	15
Cellular Trunks (Pub. Sw. Net.)		0	16
Video Distance Learning	1	1	17
- discounted (special tariff)			18
Customers			
Lifeline Customers	186	215	20
Linkup Customers	34	37	21
Other			
Total Company Square Miles	495	479	23
Total Company Route Miles	1,580	1,654	24
Footnotes			25

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	0030	0560	0770	2610	1
Business					2
1 Party	118	125	81	87	3
2 Party	0	0	0	0	4
4 Party	0	0	0	0	5
PBX Trunks/System Trunks	0	0	0	0	6
Centrex Trunks	0	0	0	0	7
Centrex Lines	0	0	0	30	8
Key System Trunks	24	16	10	18	9
Mobile (utility provided service)	0	0	0	0	10
Paging (utility provided service)	0	0	0	0	11
FX-Out (Switched)	0	0	0	0	12
Pay Telephone	0	0	0	0	13
Coin-Operated Pay Telephone	0	0	0	0	14
Independent Pay Telephone Provider	0	0	0	0	15
Other	0	0	0	0	16
Total Business Lines	142	141	91	135	17
Residential (Incl. Emp. Concess.)					18
1 Party	1,073	919	523	421	19
2 Party	0	0	0	0	20
4 Party	0	0	0	0	21
FX-Out (Switched)	0	0	0	0	22
Other	1	3	1	0	23
Total Residential Lines	1,074	922	524	421	24
Total Bus & Res Lines	1,216	1,063	615	556	25
Company Used Lines	7	7	4	5	26
Total Lines Used	1,223	1,070	619	561	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	3490	3530	4990	6010	1
Business					2
1 Party	1,613	155	76	17	3
2 Party	0	0	0	0	4
4 Party	0	0	0	0	5
PBX Trunks/System Trunks	444	0	0	0	6
Centrex Trunks	0	0	0	0	7
Centrex Lines	4,349	35	0	0	8
Key System Trunks	47	39	21	2	9
Mobile (utility provided service)	0	0	0	0	10
Paging (utility provided service)	2	0	0	0	11
FX-Out (Switched)	0	0	0	0	12
Pay Telephone	0	0	0	0	13
Coin-Operated Pay Telephone	0	0	0	0	14
Independent Pay Telephone Provider	0	0	0	0	15
Other	0	0	0	0	16
Total Business Lines	6,455	229	97	19	17
Residential (Incl. Emp. Concess.)					18
1 Party	6,458	904	469	108	19
2 Party	0	0	0	0	20
4 Party	0	0	0	0	21
FX-Out (Switched)	0	0	0	0	22
Other	2	3	1	1	23
Total Residential Lines	6,460	907	470	109	24
Total Bus & Res Lines	12,915	1,136	567	128	25
Company Used Lines	88	7	6	4	26
Total Lines Used	13,003	1,143	573	132	27

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	0030	0560	0770	2610	1
Miscellaneous					2
WATS Lines - OutWATS	0	0	0	0	3
WATS Lines - 800 Service	0	0	0	0	4
FX-In-intraLATA	0	0	0	0	5
Special Access-intraLATA					6
(equiv. access lines)	24	96	0	24	7
Special Access-interLATA					8
(equiv. access lines)	48	2	25	2	9
Feature Group A Lines	0	0	0	0	10
Feature Group B Trunks	0	0	0	0	11
Feature Group C Trunks	0	0	0	0	12
Feature Group D Trunks	0	0	0	0	13
TSPS - Trunks	0	0	0	0	14
EAS - Trunks	0	0	0	0	15
Cellular Trunks (Pub. Sw. Net.)	0	0	0	0	16
Video Distance Learning					17
- discounted (special tariff)	0	0	0	0	18
Other					19
Exchange Square Miles	57	79	48	37	20
Exchange Route Miles	83	221	179	101	21
Footnotes					22

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	3490	3530	4990	6010	1
Miscellaneous					2
WATS Lines - OutWATS	1	0	0	0	3
WATS Lines - 800 Service	3	0	0	0	4
FX-In-intraLATA	0	0	0	0	5
Special Access-intraLATA					6
(equiv. access lines)	324	24	697	0	7
Special Access-interLATA					8
(equiv. access lines)	2,854	25	1	0	9
Feature Group A Lines	0	0	0	0	10
Feature Group B Trunks	12	0	0	0	11
Feature Group C Trunks	204	0	0	0	12
Feature Group D Trunks	1,622	0	0	0	13
TSPS - Trunks	46	0	0	0	14
EAS - Trunks	204	0	0	0	15
Cellular Trunks (Pub. Sw. Net.)	0	0	0	0	16
Video Distance Learning					17
- discounted (special tariff)	0	0	1	0	18
Other					19
Exchange Square Miles	147	55	45	11	20
Exchange Route Miles	729	186	124	31	21
Footnotes					22

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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EQUIPMENT ABBREVIATIONS

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

CENTRAL OFFICE DATA - END OF YEAR

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

Description (a)	Central Off. (b)	Central Off. (c)	Central Off. (d)	Central Off. (e)	
Exchange Name	ALBANY	BLANCHARDVILL	BROWNTOWN	JUDA	1
PSCW Exchange ID	0030	0560	0770	2610	2
Central Office Name	ALBANY	BLANCHARDVILLE	BROWNTOWN	JUDA	3
PSCW Central Office ID	1	1	1	1	4
Central Office CLLI Code	ALBYWIXARS0	BNVLWIXARS0	BWTWWIXARS0	JUDAWIXARS0	5
Manufacturer of COE (Page 54)	NTI	NTI	NTI	NTI	6
Year COE Installed	1988	1988	1988	1988	7
Type of Equipment (Page 54)	D	D	D	D	8
(S)tandalone, (H)ost, (R)emote, (A)dv Fiber Comm	R	R	R	R	9
Remote Host PSCW Exchange ID	3490	3490	3490	3490	10
Remote Host PSCW Central Office ID	1	1	1	1	11
COE Generic Software Release No.	NA014	NA014	NA014	NA014	12
SS7?	Yes	Yes	Yes	Yes	13
9-1-1?	Yes	Yes	Yes	Yes	14
Access Lines - In Use	1,242	1,068	621	567	15
- Equipped	1,642	1,088	703	640	16
- Wired	1,642	1,088	704	640	17
Trunks - In Use	0	0	0	0	18
- Equipped	0	0	0	0	19
- Wired	0	0	0	0	20
ISDN Available?	Yes	Yes	Yes	Yes	21
ISDN Lines - In Use (BRI)	1	7	3	1	22
- In Use (PRI)	0	2	0	0	23
XDSL Available?	Yes	Yes	Yes	Yes	24
- In Use (# lines)	0	0	0	0	25
Switched 56 Service?	Yes	Yes	Yes	Yes	26
Switched 56 lines in use	0	0	0	0	27
Digital Transmission Facilities: DS-1 - In Use	16	22	22	9	28
DS-3 - In Use	1	1	1	1	29
Advanced Data Service Available:					
Packet Switching?	No	No	No	No	30
SMDS?	No	No	No	No	31
Frame Relay?	No	No	No	No	32
ATM (Asynchronous Trans. Mode)?	No	No	No	No	33
Video Information - Service Available?	No	No	No	No	34
- In Use (# lines) ¹	0	0	0	0	35
Fiber Transmission Facilities:					
No. of fiber strands entering C.O.	104	64	8	24	36
No. of fiber strands working (LIT) in C.O.	24	16	8	4	37
No. of fiber strands for interoffice use	16	4	8	4	38
Miles of fiber sheath in wire center	34	26	6	4	39
Access Tandem Serving this C.O.:					
- C.O. Name	MONROE	MONROE	MONROE	MONROE	40
- PSCW C.O. ID	3490-01	3490-01	3490-01	3490-01	41
Does this C.O. do access tandem switching?	No	No	No	No	42
Footnotes					43

¹ Teleco provided end-to-end facility.

CENTRAL OFFICE DATA - END OF YEAR

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

Description (a)	Central Off. (b)	Central Off. (c)	Central Off. (d)	Central Off. (e)	
Exchange Name	MONROE	MONROE	MONROE	MONROE	1
PSCW Exchange ID	3490	3490	3490	3490	2
Central Office Name	MAIN	WEST	PLEASNT	EAST	3
PSCW Central Office ID	1	2	3	4	4
Central Office CLLI Code	MONRWIXADS0	WSTCWIXARS0	PLVWWIXARS0	EASTWIXARS0	5
Manufacturer of COE (Page 54)	NTI	NTI	NTI	NTI	6
Year COE Installed	1988	1988	1988	1988	7
Type of Equipment (Page 54)	D	D	D	D	8
(S)tandalone, (H)ost, (R)emote, (A)dv Fiber Comm	H	R	R	R	9
Remote Host PSCW Exchange ID		3490	3490	3490	10
Remote Host PSCW Central Office ID	0	1	1	1	11
COE Generic Software Release No.	NA014	NA014	NA014	NA014	12
SS7?	Yes	Yes	Yes	Yes	13
9-1-1?	Yes	Yes	Yes	Yes	14
Access Lines - In Use	9,963	1,540	275	291	15
- Equipped	10,650	1,983	395	385	16
- Wired	10,650	1,984	512	640	17
Trunks - In Use	3,618	0	0	0	18
- Equipped	4,320	0	0	0	19
- Wired	4,320	0	0	0	20
ISDN Available?	Yes	Yes	Yes	Yes	21
ISDN Lines - In Use (BRI)	52	0	0	0	22
- In Use (PRI)	20	0	0	0	23
XDSL Available?	Yes	Yes	Yes	Yes	24
- In Use (# lines)	0	0	0	0	25
Switched 56 Service?	Yes	No	No	Yes	26
Switched 56 lines in use	0	0	0	0	27
Digital Transmission Facilities: DS-1 - In Use	364	24	4	4	28
DS-3 - In Use	25	1	0	0	29
Advanced Data Service Available:					
Packet Switching?	No	No	No	No	30
SMDS?	No	No	No	No	31
Frame Relay?	No	No	No	No	32
ATM (Asynchronous Trans. Mode)?	No	No	No	No	33
Video Information - Service Available?	No	Yes	Yes	No	34
- In Use (# lines) ¹	0	0	0	0	35
Fiber Transmission Facilities:					
No. of fiber strands entering C.O.	368	4	0	4	36
No. of fiber strands working (LIT) in C.O.	128	4	0	4	37
No. of fiber strands for interoffice use	48	4	0	4	38
Miles of fiber sheath in wire center	90	0	0	0	39
Access Tandem Serving this C.O.:					
- C.O. Name	MONROE	MONROE	MONROE	MONROE	40
- PSCW C.O. ID	3490-01	3490-01	3490-01	3490-01	41
Does this C.O. do access tandem switching?	Yes	No	No	No	42
Footnotes					43

¹ Teleco provided end-to-end facility.

CENTRAL OFFICE DATA - END OF YEAR

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

Description (a)	Central Off. (b)	Central Off. (c)	Central Off. (d)	Central Off. (e)	
Exchange Name	MONROE	MONROE	MONTICELLO	SOUTH WAYNE	1
PSCW Exchange ID	3490	3490	3530	4990	2
Central Office Name	MONROE	CLINIC	MONTICELLO	SOUTH WAYNE	3
PSCW Central Office ID	5	6	1	1	4
Central Office CLLI Code	M59AWIXARS0	CLINWIXARS0	MNTIWIXARS0	SWYNWIXARS0	5
Manufacturer of COE (Page 54)	NTI	NTI	NTI	NTI	6
Year COE Installed	1992	1993	1988	1988	7
Type of Equipment (Page 54)	D	D	D	D	8
(S)tandalone, (H)ost, (R)emote, (A)dv Fiber Comm	R	R	R	R	9
Remote Host PSCW Exchange ID	3490	3490	3490	3490	10
Remote Host PSCW Central Office ID	1	1	1	1	11
COE Generic Software Release No.	NA014	NA014	NA012	NA012	12
SS7?	Yes	Yes	Yes	Yes	13
9-1-1?	Yes	Yes	Yes	Yes	14
Access Lines - In Use	98	1,159	1,136	588	15
- Equipped	148	1,200	1,216	704	16
- Wired	256	1,280	1,216	704	17
Trunks - In Use	0	0	0	0	18
- Equipped	0	0	0	0	19
- Wired	0	0	48	48	20
ISDN Available?	Yes	Yes	Yes	Yes	21
ISDN Lines - In Use (BRI)	0	1	2	0	22
- In Use (PRI)	0	0	0	0	23
XDSL Available?	Yes	Yes			24
- In Use (# lines)	0	0			25
Switched 56 Service?	Yes	Yes	Yes	Yes	26
Switched 56 lines in use	0	0	0	0	27
Digital Transmission Facilities: DS-1 - In Use	4	8	37	6	28
DS-3 - In Use	0	1	2	1	29
Advanced Data Service Available:					
Packet Switching?	No	No	No	No	30
SMDS?	No	No	No	No	31
Frame Relay?	No	No	No	No	32
ATM (Asynchronous Trans. Mode)?	No	No	No	No	33
Video Information - Service Available?	No	No	No	No	34
- In Use (# lines) ¹	0	0	0	0	35
Fiber Transmission Facilities:					
No. of fiber strands entering C.O.	4	12	86	76	36
No. of fiber strands working (LIT) in C.O.	4	4	32	12	37
No. of fiber strands for interoffice use	4	4	16	8	38
Miles of fiber sheath in wire center	0	0	22	15	39
Access Tandem Serving this C.O.:					
- C.O. Name	MONROE	MONROE	MONROE	MONROE	40
- PSCW C.O. ID	3490-01	3490-01	3490-01	3490-01	41
Does this C.O. do access tandem switching?	No	No	No	No	42
Footnotes					43

¹ Teleco provided end-to-end facility.

CENTRAL OFFICE DATA - END OF YEAR

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

Description (a)	Central Off. (b)	Central Off. (c)	Central Off. (d)	Central Off. (e)	
Exchange Name	WOODFORD				1
PSCW Exchange ID	6010				2
Central Office Name	WOODFORD				3
PSCW Central Office ID	1				4
Central Office CLLI Code	WDRDWIXARS0				5
Manufacturer of COE (Page 54)	NTI				6
Year COE Installed	1988				7
Type of Equipment (Page 54)	D				8
(S)tandalone, (H)ost, (R)emote, (A)dv Fiber Comm	R				9
Remote Host PSCW Exchange ID	3490				10
Remote Host PSCW Central Office ID	1				11
COE Generic Software Release No.	NA012				12
SS7?	Yes				13
9-1-1?	Yes				14
Access Lines - In Use	131				15
- Equipped	154				16
- Wired	192				17
Trunks - In Use	0				18
- Equipped	0				19
- Wired	0				20
ISDN Available?	Yes				21
ISDN Lines - In Use (BRI)	0				22
- In Use (PRI)	0				23
XDSL Available?					24
- In Use (# lines)					25
Switched 56 Service?	Yes				26
Switched 56 lines in use	0				27
Digital Transmission Facilities: DS-1 - In Use	4				28
DS-3 - In Use	0				29
Advanced Data Service Available:					
Packet Switching?	No				30
SMDS?	No				31
Frame Relay?	No				32
ATM (Asynchronous Trans. Mode)?	No				33
Video Information - Service Available?	No				34
- In Use (# lines) ¹	0				35
Fiber Transmission Facilities:					
No. of fiber strands entering C.O.	0				36
No. of fiber strands working (LIT) in C.O.	0				37
No. of fiber strands for interoffice use	0				38
Miles of fiber sheath in wire center	0				39
Access Tandem Serving this C.O.:					
- C.O. Name	MONROE				40
- PSCW C.O. ID	3490-01				41
Does this C.O. do access tandem switching?	No				42
Footnotes					43

¹ Teleco provided end-to-end facility.

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

- a) Contact John Erpenbach at (608)664-4289 with questions on page 47, page 48, page 49 Special Access Circuits only, page 50, page 51 lines 1-9, page 52 and page 53 lines 1-9. Contact Robert Gilbert at (207)634-7211 with questions on page 49 Outside Plant only, page 51 lines 10-30, page 53 lines 10-30 and page 55.
- b) Amount in Telecommunications Plant Adjustment represents an immaterial unidentified variance.
- c) Accumulated depreciation is greater than the asset balance because per the WI PSC, we are allowed to depreciate more than 100% of this account.
- d) Total Net Regulated expenses is not 0 per Expenses schedule. Distribution of Salaries and Wages, Regulated Expense is less than or equal to Total Net Regulated expenses.
- e) Amounts listed on page 23 and 25, in column (g) and pages 27 and 29, column (k) are reclasses between accounts or transfers with affiliates.
- f) The dollars showing in a/c 2113-Aircraft actually consist of general support assets under \$2,000 and are the result of the FCC docket No. 95-60 for accounting and reporting general support assets under \$2,000
- g) Federal Income Tax payable to parent is recorded in a/c 4070100.
- h) Increase is due to an increase in billings to other carriers.
- i) Decrease is due to loss of paging provider.
- j) Increase due to increase in expenses for the Toll Revenue Requirement.
- k) Increase is due to recording of E911 administrator revenues.
- l) Decrease is due to long distance write offs that began in late 2000.
- m) Increase due to write offs for toll carriers.
- n) Increase due to an increase in cable maintenance and installation.
- o) Increase due to an increase in carrier access and contract termination.