



4004

ANNUAL REPORT

OF

Name: MT. VERNON TELEPHONE COMPANY, LLC

Principal Office: 525 JUNCTION ROAD
MADISON, WI 53717

For the Year Ended: DECEMBER 31, 2002

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: MT. VERNON TELEPHONE COMPANY, LLC
Utility Location: 525 JUNCTION ROAD
MADISON, WI 53717

Utility Web Site Address:

When was utility organized?: 05/21/1901

Report any change in name and the effective date:

MT. VERNON TELEPHONE COMPANY, LLC

Telephone numbers for potential change: (07/31/2002)

Business Customers: (608) 845 - 6445 Ext:

Residential Customers: (608) 845 - 6445 Ext:

Officer in charge of correspondence concerning this report

Name: JOHN R . EPERNBACH
Title: ACCOUNTING MANAGER

Office Address: 525 JUNCTION ROAD
MADISON , WI 53717

Fax Number: (608) 664 - 4519
Telephone Number: (608) 664 - 4289
Email Address: john.erpenbach@tdstelecom.com

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

Name: BRADLEY A . KRAUSE
Title: SENIOR ACCOUNTANT
Firm: TDS TELECOM
Office Address: 525 JUNCTION ROAD
MADISON , WI 53717

Fax Number: (608) 664 - 4519
Telephone Number: (608) 664 - 4316
Email Address: brad.krause@tdstelecom.com

Person responsible for financial information contained in report

Name: STACY J . GUERRERO
Title: STAFF ACCOUNTANT
Office Address: 525 JUNCTION ROAD
MADISON , WI 53717

Fax Number: (608) 664 - 4519
Telephone Number: (608) 664 - 4109
Email Address: stacy.guerrero@tdstelecom.com

IDENTIFICATION AND OWNERSHIP

Person responsible for statistical information contained in report

Name: VARIOUS CONTACTS
Title: VARIOUS CONTACTS

Office Address: 525 JUNCTION ROAD
MADISON , WI 53717

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

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: NONE
Address: NONE
NONE , WI 00000

Number of Shares Held:
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): 8501 EXCELSIOR DRIVE Business Address (2): Business Address (3): City State, Zip: MADISON, WI 53717	1
<hr/>	
Name: DAVID P. JONES Title/Occupation: SECRETARY/TREASURER Business Address (1): 525 JUNCTION ROAD Business Address (2): Business Address (3): City State, Zip: MADISON, WI 53717	2
<hr/>	
Name: JOHN R. ERPENBACH Title/Occupation: ASSISTANT TREASURER Business Address (1): 525 JUNCTION ROAD Business Address (2): Business Address (3): City State, Zip: MADISON, WI 53717	3
<hr/>	
Name: MICHAEL A. PANDOW Title/Occupation: PRESIDENT Business Address (1): 8501 EXCELSIOR DRIVE Business Address (2): Business Address (3): City State, Zip: MADISON, WI 53717	4

INCOME STATEMENT - TOTAL COMPANY

Particulars (a)	This Year (b)	Last Year (c)	
Operating Revenues (5000-5300)	8,703,161	8,405,836	1
Operating Expenses			
Plant Specific Operations Expense (6110-6410)	1,031,745	1,172,574	2
Plant Nonspecific Operations Expense	2,585,861	2,266,893	3
Customer Operations Expense (6610-6620)	929,604	846,152	4
Corporate Operations Expense (6710-6790)	1,293,539	1,583,856	5
Other Operating Income and Expense (7100)	2,748	2,748	6
Operating Taxes (7200)	1,189,754	1,013,198	7
Total Operating Expenses	7,027,755	6,879,925	8
Net Operating Income	1,675,406	1,525,911	9
Other Income			
Nonoperating Income and Expense (7300)	44,128	29,998	10
Nonoperating Taxes (7400)	17,078	9,736	11
Interest and Related Items (7500)	466,907	521,962	12
Extraordinary Items (7600)	0	0	13
Nonregulated Net Income (7990)	87,549	81,544	14
Total Nonoperating Income	(352,308)	(420,156)	15
Net Income	1,323,098	1,105,755	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.

3. 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.

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)	1,156,201	71,129	2
Special Cash Deposits (1140)	0	0	3
Working Cash Advances (1150)	650	(1,003)	4
Temporary Investments (1160)	0	0	5
TOTAL CASH AND EQUIVALENTS	1,156,851	70,126	
RECEIVABLES AND ALLOWANCES FOR DOUBTFUL ACCOUNTS			
Telecommunications Accounts Receivable (1180)*	548,932	594,610	6
Accounts Receivable Allowance-Telecom (1181)*	4,000	0	7
Net: Telecommunications Accounts Receivable	544,932	594,610	
Other Accounts Receivable (1190)*	1,257,593	1,148,381	8
Accounts Receivable Allowance--Other (1191)*	95,150	0	9
Net: Other Accounts Receivable	1,162,443	1,148,381	
Notes Receivable (1200)*	0	0	10
Notes Receivable Allowance (1201)*	0	0	11
Net: Notes Receivable	0	0	
Interest and Dividends Receivable (1210)*	1,072	804	12
TOTAL REC AND ALLOW FOR DOUBTFUL ACCOUNTS	1,708,447	1,743,795	
SUPPLIES			
Inventories (1220)*	353,045	198,265	13
TOTAL SUPPLIES	353,045	198,265	
PREPAYMENTS			
Total Prepayments (1280)*			14
Prepaid Rents (1290)	0	0	15
Prepaid Taxes (1300)	5,973	6,582	16
Prepaid Insurance (1310)	0	0	17
Prepaid Directory Expenses (1320)	9,636	(1,754)	18
Other Prepayments (1330)	22,404	26,088	19
TOTAL PREPAYMENTS	38,013	30,916	
OTHER CURRENT ASSETS			
Other Current Assets (1350)*	0	0	20
TOTAL OTHER CURRENT ASSETS	0	0	
TOTAL CURRENT ASSETS	3,256,356	2,043,102	
NONCURRENT ASSETS			
INVESTMENTS			
Investment in Affiliated Companies (1401)*	0	0	21
RTB Class B Stock (1402)*	132,915	132,915	22
Other Investments in Nonaffiliated Companies (1402)*	2,100	2,100	23
Nonregulated Investments (1406)*	137,729	45,456	24
Unamortized Debt Issuance Expense (1407)*	0	0	25

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

Particulars (a)	Balance--EOY (b)	Balance--FOY (c)	
NONCURRENT ASSETS			
INVESTMENTS			
Sinking Funds (1408)*	0	0	26
Other Noncurrent Assets (1410)*	0	0	27
TOTAL INVESTMENTS	272,744	180,471	
DEFERRED CHARGES			
Deferred Tax Regulatory Asset (1437)*	0	0	28
Deferred Maintenance and Retirements (1438)*	0	0	29
Deferred Charges (1439)*	0	0	30
TOTAL DEFERRED CHARGES	0	0	
TOTAL NONCURRENT ASSETS	272,744	180,471	
PLANT			
TELECOMMUNICATIONS PLANT IN SERVICE			
Telecommunications Plant in Service (2001)*	30,272,346	26,916,235	31
Less: Accumulated Depreciation (3100)*	8,891,460	8,876,530	32
Less: Accumulated Amortization--Capitalized Leases (3410)*	97,733	35,400	33
Less: Accumulated Amortization--Leasehold Improvements (3420)*	83,933	60,521	34
Less: Accumulated Amortization--Intangible (3500)*	959,638	0	35
NET TELECOMMUNICATIONS PLANT IN SERVICE	20,239,582	17,943,784	
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)*	38,834	518,956	40
TOTAL TPUC	38,834	518,956	
TELECOMMUNICATIONS PLANT ADJUSTMENT			
Telecommunications Plant Adjustment (2005)*	0	0	41
Less: Accumulated Amortization--Other (3600)*		0	42
NET TELECOMMUNICATIONS PLANT ADJUSTMENT	0	0	
TOTAL PLANT	20,278,416	18,462,740	
TOTAL ASSETS AND OTHER DEBITS	23,807,516	20,686,313	

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

Particulars (a)	Balance--EOY (b)	Balance--FOY (c)	
CURRENT LIABILITIES			
Accounts Payable (4010)*	1,538,966	979,317	1
Notes Payable (4020)*	6,450,000	5,650,000	2
Advance Billing and Payments (4030)*	194,452	179,150	3
Customer Deposits (4040)*	0	0	4
Current Maturities--Long-Term Debt (4050)*	100,882	127,781	5
Current Maturities--Capital Leases (4060)*	0	0	6
Income Taxes--Accrued (4070)*	123,126	115,287	7
Other Taxes--Accrued (4080)*	39,843	34,980	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)*	121,610	107,060	11
Other Current Liabilities (4130)*	32,336	35,376	12
TOTAL CURRENT LIABILITIES	8,601,215	7,228,951	
LONG-TERM DEBT			
Funded Debt (4210)*	1,813,270	1,911,667	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)*	38,560	0	17
Advances from Affiliated Companies (4260)*	0	0	18
Other Long-Term Debt (4270)*	0	0	19
TOTAL LONG-TERM DEBT	1,851,830	1,911,667	
OTHER LIABILITIES AND DEFERRED CREDITS			
Other Long-Term Liabilities (4310)*	(20,409)	175,960	20
Unamortized Operating ITC--Net (4320)*	0	0	21
Unamortized Nonoperating ITC--Net (4330)*	0	0	22
Net Noncurrent Deferred Operating Income Taxes (4340)*	2,271,569	1,589,519	23
Net Deferred Tax Liability Adjustments (4341)*	0	0	24
Net Noncurrent Deferred Nonoperating Income Taxes (4350)*	0	0	25
Other Deferred Credits (4360)*	0	0	26
Deferred Tax Regulatory Liability (4361)*	0	0	27
TOTAL OTHER LIABILITIES AND DEFERRED CREDITS	2,251,160	1,765,479	
STOCKHOLDERS' EQUITY			
Capital Stock (4510)*	353,450	353,450	28
Additional Paid-in Capital (4520)*	2,113	2,113	29
Treasury Stock (4530)*	0	0	30
Other Capital (4540)*	0	0	31
Retained Earnings (4550)*	10,747,748	9,424,650	32
TOTAL STOCKHOLDERS' EQUITY	11,103,311	9,780,213	
TOTAL LIABILITIES AND OTHER CREDITS	23,807,516	20,686,310	

IMPORTANT CHANGES DURING THE YEAR

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

None .

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

The company was reorganized from a Wisconsin C corporation to a Delaware LLC.

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)	
Black Earth Telephone Company, LLC	BLACK	1
Central State Telephone Company, LLC	CENT ST	2
Midway Telephone Company, LLC	MIDWAY	3
Mid-Plains, Inc.	MPI	4
Other	OTHER	5
Suttle-Straus	SUTTLE	6
Telephone & Data Systems, Inc.	TDS	7
TDS Communications Solutions, Inc.	TDS CS	8
TDS Long Distance Corporation	TDS LD	9
TDS Telecommunications Corporation	TDS TC	10
TDS Telecom Service Corporation	TDS TEL	11
UTELCO, Inc.	UTELCO	12
Waunakee Telephone Company, LLC	WAUN TEL	13

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	005T000124	005TI000124	005TI000124	005TI000124		
Name of Affiliate	BLACK	CENT ST	MIDWAY	MPI		1
Designate whether billed to or from:	TO	TO	TO	TO		2
Cost Based (C), Market Price (M), Prevailing Price (P), Tariff (T), Other (O)	C	C	C	C		3
Total Dollar Activity	34,215	36,288	29,309	66,123		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						

Particulars (a)	(b)	(c)	(d)	(e)		
Docket	005TI000124	005TI000124	None	005TI000124		
Name of Affiliate	OTHER	OTHER	SUTTLE	TDS		1
Designate whether billed to or from:	FROM	TO	FROM	FROM		2
Cost Based (C), Market Price (M), Prevailing Price (P), Tariff (T), Other (O)	C	C	M	C		3
Total Dollar Activity	51,176	155,107	776	210,466		4
Percent of affiliate's business billed to all affiliated regulated utilities			37.00			5
If cost based, rate of return on equity or markup incorporated in billings	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	005TI000124	005TI000124	005TI000124	005TI000124	
Name of Affiliate	TDS CS	TDS TEL	UTELCO	WAUN TEL	1
Designate whether billed to or from:	FROM	FROM	TO	TO	2
Cost Based (C), Market Price (M), Prevailing Price (P), Tariff (T), Other (O)	C	C	C	C	3
Total Dollar Activity	191,903	2,330,103	97,894	44,556	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			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)	
Other	1190	17,589	1
TDS Long Distance Corporation	1190	18,204	2
TDS Telecom Service Corporation	1190	244,369	3
TDS Telecommunications Corporation	1190	87,118	4
Other	4010	8,380	5
TDS Communications Solutions, Inc.	4010	68,900	6
TDS Telecom Service Corporation	4010	504,998	7

TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B

Plant Account (a)	Account (b)	Balance FOY (c)	Additions (d)	
GENERAL SUPPORT ASSETS				
Land	2111	54,038		1
Motor Vehicles	2112	312,227	98,127	2
Aircraft	2113	10,664		3 C,D
Special Purpose Vehicles	2114	0		4
Garage Work Equipment	2115	0		5
Other Work Equipment	2116	300,870	2,211	6 C
Buildings	2121	916,284	47,748	7 C
Furniture	2122	73,807		8
Office Equipment	2123	52,452	0	9
General Purpose Computers	2124	1,668,243	64,212	10 C
TOTAL--GENERAL SUPPORT ASSETS:		3,388,585	212,298	
CENTRAL OFFICE ASSETS				
Analog Electronic Switching	2211	0		11
Digital Electronic Switching	2212	3,994,547	703,517	12 C
Electro-Mechanical Switching	2215	0	0	13
Operator Systems	2220	0		14
Radio Systems	2231	0	0	15
Circuit Equipment	2232	4,054,666	1,075,664	16 C
TOTAL--CENTRAL OFFICE ASSETS:		8,049,213	1,779,181	
INFORMATION ORIGATION/TERMINATION ASSETS				
Station Apparatus	2311	0		17
Customer Premises Wiring	2321	0		18
Large Private Branch Exchanges	2341	0		19
Public Telephone Terminal Equipment	2351	0		20
Other Terminal Equipment	2362	0		21
TOTAL--INFORMATION ORIG/TERM ASSETS:		0	0	
CABLE WIRE FACILITIES ASSETS				
Poles	2411	81,922		22
Aerial Cable	2421	451,684	5,766	23
Underground Cable	2422	364,154	205,416	24
Buried Cable	2423	13,591,031	1,935,633	25
Submarine Cable	2424	0	0	26
Deep Sea Cable	2425	0		27
Intrabuilding Network Cable	2426	0	0	28
Aerial Wire	2431	53,621		29
Conduit Systems	2441	618,231	108,536	30
TOTAL--CABLE WIRE FACILITIES ASSETS:		15,160,643	2,255,351	
AMORTIZABLE ASSETS				
Capital Leases	2681	212,400		31 C

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

Account (e)	Retirements (f)	Transfers / Adjustments (g)	Balance EOY (h)	
2111			54,038	1
2112	84,174		326,180	2
2113		(10,664)	0	3 C,D
2114			0	4
2115			0	5
2116	90,861	35,206	247,426	6 C
2121	133,921	12,900	843,011	7 c
2122			73,807	8
2123	19,367	0	33,085	9
2124	5,556	(1,105,628)	621,271	10 c
	333,879	(1,068,186)	2,198,818	
2211			0	11
2212	92,978	(540,282)	4,064,804	12 c
2215	0	0	0	13
2220			0	14
2231	0	0	0	15
2232	46,971	141,116	5,224,475	16 c
	139,949	(399,166)	9,289,279	
2311			0	17
2321			0	18
2341			0	19
2351			0	20
2362			0	21
	0	0	0	
2411	36,242		45,680	22
2421	20,747	0	436,703	23
2422	0	0	569,570	24
2423	15,492	0	15,511,172	25
2424	0	0	0	26
2425			0	27
2426	0	0	0	28
2431			53,621	29
2441			726,767	30
	72,481	0	17,343,513	
2681		(11,586)	200,814	31 c

TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B

Plant Account (a)	Account (b)	Balance FOY (c)	Additions (d)	
AMORTIZABLE ASSETS				
Leasehold Improvements	2682	105,394		32
Intangibles	2690	0	28,900	33 c
TOTAL--AMORTIZABLE ASSETS:		317,794	28,900	
TOTAL TELECOM. PLANT IN SERVICE	2001	26,916,235	4,275,730	
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			105,394	32
2690		1,105,628	1,134,528	33 c
	0	1,094,042	1,440,736	
	546,309	(373,310)	30,272,346	
2001			0	34
			30,272,346	

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	17,885		1
Company Communications Equipment	2123.2	34,567		2
Software	2212.1	210,487	28,854	3 c
Digital Switching - Central Office	2212.2	2,736,553	674,663	4 c
Digital Switching - Remote	2212.3	1,047,507		5 c
Step by Step Switching	2215.1	0		6
Crossbar Switching	2215.2	0		7
Satellite and Earth Station Facilities	2231.1	0		8
Other Radio Facilities	2231.2	0		9
Digital Circuit Equipment	2232.1	2,601,565	681,740	10 c
Analog Circuit Equipment	2232.2	0		11
Light Wave Circuit Equipment	2232.3	1,453,101	393,924	12 c
Aerial Cable - Nonmetallic	2421.1	1,185		13
Aerial Cable - Metallic	2421.2	450,499	5,766	14
Underground Cable - Nonmetallic	2422.1	56,102	11,113	15
Underground Cable - Metallic	2422.2	308,052	194,303	16
Buried Cable - Nonmetallic	2423.1	1,529,104	104,343	17
Buried Cable - Metallic	2423.2	12,061,927	1,831,290	18
Submarine Cable - Nonmetallic	2424.1	0		19
Submarine Cable - Metallic	2424.2	0		20
Intrabuilding Cable - Nonmetallic	2426.1	0		21
Intrabuilding Cable - Metallic	2426.2	0		22

Explain all amounts shown in column (g).

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

Subaccount (e)	Retirements (f)	Transfers / Adjustments (g)	Balance EOY (h)	
2123.1	2,005		15,880	1
2123.2	17,362		17,205	2
2212.1		(41,494)	197,847	3 c
2212.2	39,665	(44,995)	3,326,556	4 c
2212.3	53,313	(453,793)	540,401	5 c
2215.1			0	6
2215.2			0	7
2231.1			0	8
2231.2			0	9
2232.1	46,971	117,172	3,353,506	10 c
2232.2			0	11
2232.3		23,944	1,870,969	12 c
2421.1			1,185	13
2421.2	20,747		435,518	14
2422.1			67,215	15
2422.2			502,355	16
2423.1			1,633,447	17
2423.2	15,492		13,877,725	18
2424.1			0	19
2424.2			0	20
2426.1			0	21
2426.2			0	22

ACCUMULATED DEPRECIATION CLASS A & B

Primary Plant Account (a)	Acct (b)	Balance FOY (c)	Depr Rate (d)	Annual Accrual (e)	Additional Accrual (f)
GENERAL SUPPORT ASSETS					
Motor Vehicles	2112	226,462	14.43	43,119	1C
Aircraft	2113	8,805	.0	1,859	2C,D
Special Purpose Vehicles	2114	0			3
Garage Work Equipment	2115	0			4
Other Work Equipment	2116	277,899	7.14	20,095	5C
Buildings	2121	450,390	3.3	29,913	6
Furniture	2122	22,879	10.0	7,380	7
Office Equipment	2123	43,165	7.87	3,364	8
General Purpose Computers	2124	1,247,157	14.3	86,174	9C
Total-- GENERAL SUPPORT ASSETS		2,276,757		191,904	0
CENTRAL OFFICE ASSETS					
Analog Electronic Switching	2211	0			10
Digital Electronic Switching	2212	1,617,653	8.66	348,840	11C
Electro-Mechanical Switching	2215	0			12
Operator Systems	2220	0			13
Radio Systems	2231	0			14
Circuit Equipment	2232	1,058,205	7.31	339,276	15C
Total-- CENTRAL OFFICE ASSETS		2,675,858		688,116	0
INFORMATION ORIG/TERM ASSETS					
Station Apparatus	2311	0			16
Customer Premises Wiring	2321	0			17
Large Private Branch Exchanges	2341	0			18
Public Telephone Terminal Equipment	2351	0			19
Other Terminal Equipment	2362	0			20
Total-- INFORMATION ORIG/TERM ASSETS		0		0	0
CABLE WIRE FACILITIES ASSETS					
Poles	2411	115,978	11.7	(26,241)	21E,F
Aerial Cable	2421	244,264	6.93	30,763	22
Underground Cable	2422	114,075	4.4	16,036	23
Buried Cable	2423	3,250,101	4.75	691,420	24
Submarine Cable	2424	0			25
Deep Sea Cable	2425	0			26
Intrabuilding Network Cable	2426	0			27
Aerial Wire	2431	80,348	12.5	83	28E

ACCUMULATED DEPRECIATION CLASS A & B (cont.)

Acct (g)	Retired (h)	Cost of Removal (i)	Salvage (j)	Other (k)	Balance EOY (l)	
2112	84,174		5,380	5,765	196,552	1 c
2113				(10,664)	0	2 c,D
2114					0	3
2115					0	4
2116	90,861		2,125	35,206	244,464	5 c
2121	133,921				346,382	6
2122					30,259	7
2123	19,367				27,162	8
2124	5,556			(802,273)	525,502	9 c
	333,879	0	7,505	(771,966)	1,370,321	
2211					0	10
2212	92,978		19,104	(319,298)	1,573,321	11 c
2215	0				0	12
2220					0	13
2231	0				0	14
2232	46,971			(1,120)	1,349,390	15 c
	139,949	0	19,104	(320,418)	2,922,711	
2311					0	16
2321					0	17
2341					0	18
2351					0	19
2362					0	20
	0	0	0	0	0	
2411	36,242	406	20,000		73,089	21 E,F
2421	20,747	9,601			244,679	22
2422	0				130,111	23
2423	15,492	3,595	8,520		3,930,954	24
2424	0				0	25
2425					0	26
2426	0				0	27
2431					80,431	28 E

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	119,149	3.03	20,015	29
Total-- CABLE WIRE FACILITIES ASSETS		3,923,915		732,076	0
Total Accumulated Depreciation	3100	8,876,530		1,612,096	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				1,612,096	0

ACCUMULATED DEPRECIATION CLASS A & B (cont.)

Acct (g)	Retired (h)	Cost of Removal (i)	Salvage (j)	Other (k)	Balance EOY (l)	
2441					139,164	29
	72,481	13,602	28,520	0	4,598,428	
3100	546,309	13,602	55,129	(1,092,384)	8,891,460	
3100					0	30
3100					8,891,460	

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	8,598	19.0	3,364		1
Company Communications Equipment	2123.2	34,567	14.3			2
Software	2212.1	106,686	25.0	54,761		3 c
Digital Switching - Central Office	2212.2	988,390	7.11	215,472		4 c
Digital Switching - Remote	2212.3	522,577	7.85	78,607		5 c
Step by Step Switching	2215.1	0				6
Crossbar Switching	2215.2	0				7
Satellite and Earth Station Facilities	2231.1	0				8
Other Radio Facilities	2231.2	0				9
Digital Circuit Equipment	2232.1	753,797	7.19	214,156		10 c
Analog Circuit Equipment	2232.2	0				11
Light Wave Circuit Equipment	2232.3	304,408	8.3999	125,120		12 c
Aerial Cable - Nonmetallic	2421.1	235	5.33	60		13
Aerial Cable - Metallic	2421.2	244,029	7.0	30,703		14
Underground Cable - Nonmetallic	2422.1	5,029	4.4	2,472		15
Underground Cable - Metallic	2422.2	109,046	4.4	13,564		16
Buried Cable - Nonmetallic	2423.1	381,944	4.4	68,148		17
Buried Cable - Metallic	2423.2	2,868,157	623272.0	623,272		18
Submarine Cable - Nonmetallic	2424.1	0				19
Submarine Cable - Metallic	2424.2	0				20
Intrabuilding Cable - Nonmetallic	2426.1	0				21
Intrabuilding Cable - Metallic	2426.2	0				22

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

Subacct (g)	Retired (h)	Cost of Removal (i)	Salvage (j)	Other (k)	Balance EOY (l)	
2123.1	2,005				9,957	1
2123.2	17,362				17,205	2
2212.1				(41,494)	119,953	3 C
2212.2	39,665		19,104	(32,095)	1,151,206	4 C
2212.3	53,313			(245,709)	302,162	5 C
2215.1					0	6
2215.2					0	7
2231.1					0	8
2231.2					0	9
2232.1	46,971			(2,206)	918,776	10 C
2232.2					0	11
2232.3				1,086	430,614	12 C
2421.1					295	13
2421.2	20,747	9,601			244,384	14
2422.1					7,501	15
2422.2					122,610	16
2423.1					450,092	17
2423.2	15,492	3,595	8,520		3,480,862	18
2424.1					0	19
2424.2					0	20
2426.1					0	21
2426.2					0	22

RETAINED EARNINGS (ACCT. 4550)

Particulars (a)	This Year (b)	Last Year (c)	
Balance-First of Year	9,424,650	8,318,895	1
Changes:			
Balance Transferred from Income	1,323,098	1,105,755	2
Dividends Declared:			
Common		0	3
Preferred		0	4
Total Dividends Declared	0	0	
Miscellaneous Debits to Retained Earnings		0	5
Miscellaneous Credits to Retained Earnings			6
Balance--End of Year	<u>10,747,748</u>	<u>9,424,650</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)	2,497,911	2,378,881	2
Optional Extended Area Revenue (5002)	77,304	39,762	3 G
Cellular Mobile Revenue (5003)	0	0	4
Other Mobile Services Revenue (5004)	0	0	5
Public Telephone Revenue (5010)	0	0	6
Local Private Line Revenue (5040)	70,070	67,013	7
Customer Premises Revenue (5050)	19,935	19,995	8
Other Local Exchange Revenue (5060)	1,017,225	864,004	9
Other Local Exchange Revenue Settlements (5069)	0	0	10
TOTAL BASIC LOCAL SERVICE REVENUE (5000)	3,682,445	3,369,655	
NETWORK INTERSTATE ACCESS SERVICES REV.			
End User Revenue (5081)*	1,039,652	622,982	11 H
Switched Access Revenue (5082)*	1,382,797	1,837,928	12 H
Special Access Revenue (5083)*	311,338	188,036	13 J
TOTAL INTERSTATE ACCESS REVENUES (5080)	2,733,787	2,648,946	
NETWORK INTRASTATE ACCESS SERVICES REV.			
End User Revenue (5084.1)*	0	0	14
Switched Access Revenue (5084.2)*	969,235	951,828	15
Special Access Revenue (5084.3)*	978,194	944,046	16
TOTAL INTRASTATE ACCESS REVENUES (5084)	1,947,429	1,895,874	
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)*	177,626	243,002	30 K
Rent Revenue (5240)*	6,753	22,789	31 L
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)	41,015	17,191	37 M
Other Revenue Settlements (5269)	53	51	38
Total Miscellaneous Revenue (5260)	41,068	17,242	
Interstate Billing and Collection Revenue*	60,497	92,743	39 N
Intrastate Billing and Collection Revenue*	131,469	127,294	40
Total Carrier Billing and Collection Revenue (5270)*	191,966	220,037	
Nonregulated Operating Revenue (5280)**			41
TOTAL MISCELLANEOUS REVENUES	417,413	503,070	
GROSS OPERATING REVENUES	8,781,074	8,417,545	
UNCOLLECTIBLE REVENUES			
Uncollectible Revenue (5300)*			42
Uncollectible Revenue--Telecommunications (5301)	10,047	11,430	43
Uncollectible Revenue--Other (5302)	67,866	279	44 O
TOTAL UNCOLLECTIBLE REVENUE (5300)	77,913	11,709	
TOTAL OPERATING REVENUES	8,703,161	8,405,836	

** 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)	38,705	36,876	1
Less: Nonregulated		0	2
Net Regulated	38,705	36,876	3
Total General Support Expense (6120)	149,216	155,217	4
Less: Nonregulated		0	5
Net Regulated	149,216	155,217	6
Total Central Office Switching Expense (6210)	130,779	173,015	7
Less: Nonregulated		0	8 P
Net Regulated	130,779	173,015	9
Total Operator Systems Expense (6220)	0	0	10
Less: Nonregulated		0	11
Net Regulated	0	0	12
Total Central Office Transmission Expenses (6230)	51,021	51,544	13
Less: Nonregulated		0	14
Net Regulated	51,021	51,544	15
Total Information Orig. / Term. Expense (6310)	0	0	16
Less: Nonregulated		0	17
Net Regulated	0	0	18
Total Cable and Wire Fac. Expense (6410)	662,024	755,922	19
Less: Nonregulated		0	20
Net Regulated	662,024	755,922	21
TOTAL PLANT SPECIFIC OPERATIONS EXPENSE	1,031,745	1,172,574	
Less: Nonregulated	0	0	
Net Regulated	1,031,745	1,172,574	
PLANT NONSPECIFIC OPERATIONS EXPENSE			
Total Other Property, Plant and Equip. Exp. (6510)	0	(885)	22
Less: Nonregulated		0	23
Net Regulated	0	(885)	24
Total Network Operations Expense (6530)	617,440	552,253	25
Less: Nonregulated		0	26
Net Regulated	617,440	552,253	27
Access Expense (6540)	120,151	70,301	28
Less: Nonregulated		0	29 Q
Net Regulated	120,151	70,301	30
Total Depreciation and Amortization Expense (6560)	1,848,270	1,645,224	31
Less: Nonregulated		0	32
Net Regulated	1,848,270	1,645,224	33
TOTAL PLANT NONSPECIFIC OPERATIONS EXP.	2,585,861	2,266,893	
Less: Nonregulated	0	0	
Net Regulated	2,585,861	2,266,893	

EXPENSES - CLASS A & B

Particulars (a)	Total This Year (b)	Total Last Year (c)	
CUSTOMER OPERATIONS EXPENSE			
Total Marketing (6610)	213,610	(23,675)	34
Less: Nonregulated		0	35 R
Net Regulated	213,610	(23,675)	36
<hr/>			
Total Services (6620)	715,994	869,827	37
Less: Nonregulated		0	38
Net Regulated	715,994	869,827	39
<hr/>			
TOTAL CUSTOMER OPERATIONS EXPENSE	929,604	846,152	
Less: Nonregulated	0	0	
Net Regulated	929,604	846,152	
<hr/>			
CORPORATE OPERATIONS EXPENSE			
Total Exec. and Planning (6710)	264,678	565,509	40
Less: Nonregulated		0	41 R
Net Regulated	264,678	565,509	42
<hr/>			
Total General and Administrative (6720)	1,028,861	1,018,347	43
Less: Nonregulated		0	44
Net Regulated	1,028,861	1,018,347	45
<hr/>			
Provision for Uncollectible Notes Receiv. (6790)	0	0	46
Less: Nonregulated		0	47
Net Regulated	0	0	48
<hr/>			
TOTAL CORPORATE OPERATIONS EXPENSE	1,293,539	1,583,856	
Less: Nonregulated	0	0	
Net Regulated	1,293,539	1,583,856	
<hr/>			
TOTAL EXPENSES	5,840,749	5,869,475	
Less: Nonregulated	0	0	
Net Regulated	5,840,749	5,869,475	

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)	0	(885)	2
Total: Reported in Account 6510	0	(885)	
Depreciat. Exp.--Tele. Plant in Service (6561)	1,603,301	1,584,553	3
Depreciat. Exp.--Prop. Held for Future Tele. Use (6562	0	0	4
Amortization Expense--Tangible (6563)	0	0	5
Amortization Expense--Intangible (6564)	157,365	0	6
Amortization Expense--Other (6565)	87,604	60,671	7
Total: Reported in Account 6560	1,848,270	1,645,224	

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	8,781,074	1
Plus: Collection of amounts previously written off		2
Less: Uncollectibles written off during the year	77,914	3
Plus: Total Other Operating Income and (Expense) (7100)	2,748	4
Less: Nonregulated Operating Revenue (included in Gross Oper. Rev. on Line 1)		5
Plus: Nonregulated Net Write Off Amount (included on lines 2 and 3)		6
Less: Out-of-State Operating Revenues (included in Gross Oper. Rev. on Line 1)		7
Plus (or Less) Other (please specify): NONE	0	8
Assessable Revenues for Remainder and Telephone Relay Assessment Purposes	8,705,908	

CALCULATION OF ASSESSABLE REVENUES FOR UNIVERSAL SERVICE FUND ASSESSMENT PURPOSES

Description (a)	This Year (b)	
Total Basic Local Service Revenue (5000)	3,682,445	1
Plus: Total Intrastate Access Revenues (5084)	1,947,429	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): None	0	6
Assessable Revenues for Universal Service Fund Assessment Purposes	5,629,874	

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	8,781,074	1
Plus: Collection of amounts previously written off		2
Less: Uncollectibles written off during the year	77,914	3
Plus: Total Other Operating Income and (Expense) (7100)	2,748	4
Less: Nonregulated Operating Revenue (included in Gross Oper. Rev. on Line 1)		5
Plus: Nonregulated Net Write Off Amount (included on lines 2 and 3)		6
Less: Out-of-State Operating Revenues (included in Gross Oper. Rev. on Line 1)		7
Plus (or Less) Other (please specify): NONE	0	8
Assessable Revenues for Remainder and Telephone Relay Assessment Purposes	<u>8,705,908</u>	

CALCULATION OF ASSESSABLE REVENUES FOR UNIVERSAL SERVICE FUND ASSESSMENT PURPOSES

Description (a)	This Year (b)	
Total Basic Local Service Revenue (5000)	3,682,445	1
Plus: Total Intrastate Access Revenues (5084)	1,947,429	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): None	0	6
Assessable Revenues for Universal Service Fund Assessment Purposes	<u>5,629,874</u>	

OTHER INCOME ACCOUNTS

Particulars (a)	This Year (b)	Last Year (c)	
OTHER OPERATING INCOME AND EXPENSE			
Total Other Oper. Income and (Expense) (7100)	2,748	2,748	1
OPERATING TAXES			
Operating Investment Tax Credits--Net (7210)		0	2
Operating Federal Income Taxes (7220)	9,997	403,627	3
Operating State and Local Income Taxes (7230)	164,001	78,996	4
Operating Other Taxes (7240)	333,706	342,104	5
Provision for Deferred Operating Income Taxes--Net (7250)	682,050	188,471	6
TOTAL OPERATING TAXES (7200)	1,189,754	1,013,198	
NONOPERATING INCOME AND EXPENSE			
Dividend Income (7310)	17,430	109	7
Interest Income (7320)	7,812	18,272	8
Income from Sinking and Other Funds (7330)	0	0	9
Allowance for Funds Used During Construction (7340)	30,387	25,578	10
Gains or (Losses) from the Disposition of Certain Property (7350)	0	0	11
Other Nonoperating Income (7360)	0	0	12
Special Charges (7370)	11,501	13,961	13
TOTAL NONOPERATING INCOME AND EXPENSE (7300)	44,128	29,998	
NONOPERATING TAXES			
Total Nonoperating Taxes (7400)	17,078	9,736	14
INTEREST AND RELATED ITEMS			
Total Interest and Related Items (7500)	466,907	521,962	15
EXTRAORDINARY ITEMS			
Extraordinary Items (7600)	0	0	16
NONREGULATED NET INCOME			
Nonregulated Net Income (7990)	87,549	81,544	17

NONREGULATED ACTIVITIES

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

Nonregulated Activity	
(a)	
1 & 2 line phones, business systems & inside wiring.	1
Direct Broadcast Systems (DBS) where available.	2
Internet Service where available.	3
Mobile equipment where the tariff allows and where available.	4
Paging service where the tariff allows and where available.	5
Voicemail service where the tariff allows and where available.	6

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	2	2
Outside Plant	10	3
Building & Service		4
Other		5
Customer Operations		
Supervisory & Management	2	6
Operators		7
Business Office	7	8
Other	3	9
Corporate Operations		
Executive & General Management	1	10
Accounting & Finance		11
External Relations		12
Human Resources		13
Information Management		14
Legal		15
Procurement		16
Research & Development		17
Other		18
Other		
All Other Employees, Not Listed Above		19
Total Employees	26	
Part-Time Employees	1	20
Full-Time Employees	25	21
Total Part-Time and Full-Time Employees	26	

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 A
Extended Area Service	0	0	2 A
Extended Community Calling	0	0	3 A
Other Local-Undefined	0	0	4 A
Total Local	0	0	
TOLL			
Toll	1,394	4,885	5
Total Toll	1,394	4,885	
Total Local & Toll	1,394	4,885	

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.	176	0	0	0	3
Feature Group B -- Term.	6	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.	83,761	41,572	37,744	38	7
Feature Group D -- Term.	68,144	28,209	42,950	26	8

OUTSIDE PLANT STATISTICS AT END OF YEAR

Description of Item (a)	Amount (b)	
Sheath miles of plant - fiber optics	62	1
Strand miles of plant - fiber optics	2,034	2
Route miles of plant - microwave		3

SPECIAL ACCESS CIRCUITS IN USE AT END OF YEAR

Circuit Type (a)	InterLATA Chan. Terms. (b)	IntraLATA Chan. Terms. (c)	
Voice grade	0	6	1 B
56 kbps	24	21	2
64 kbps (DS0)	4	1	3
1.54 Mbps (DS-1)	49	23	4
45 Mbps (DS-3)	0	0	5 B
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	62	1
Strand miles of plant - fiber optics	2,034	2
Route miles of plant - microwave		3

SPECIAL ACCESS CIRCUITS IN USE AT END OF YEAR

Circuit Type (a)	InterLATA Chan. Terms. (b)	IntraLATA Chan. Terms. (c)	
Voice grade	0	6	1 B
56 kbps	24	21	2
64 kbps (DS0)	4	1	3
1.54 Mbps (DS-1)	49	23	4
45 Mbps (DS-3)	0	0	5 B
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	1,677	1,781	3
2 Party	0	0	4
4 Party	0	0	5
PBX Trunks/System Trunks	48	46	6
Centrex Trunks	72	0	7
Centrex Lines	238	259	8
Key System Trunks	395	387	9
Mobile (Utility Provided Service)	0	0	10
Paging (Utility Provided Service)	0	0	11
FX-Out (Switched)	1	1	12
Pay Telephone	0	0	13
Coin-Operated Pay Telephone	0	0	14
Independent Pay Telephone Provider	0	0	15
Other	0	0	16
Total Business Lines	2,431	2,474	17
Residential (Incl. Emp. Concess.)			
1 Party	10,282	10,743	19
2 Party	0	0	20
4 Party	0	0	21
FX-Out (Switched)	12	12	22
Other	22	386	23
Total Residential Lines	10,316	11,141	24
Total Bus & Res Lines	12,747	13,615	25
Company Used Lines	197	216	26
Total Lines Used	12,944	13,831	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	0	0	3
WATS Lines - 800 Service	0	0	4
FX-In-intraLATA	0	0	5
Special Access-intraLATA			6
(expressed in equiv. access lines)	519	580	7
Special Access-interLATA			8
(expressed in equiv. access lines)	864	1,204	9
Feature Group A Lines	0	0	10
Feature Group B Trunks	0	0	11
Feature Group C Trunks	0	0	12
Feature Group D Trunks	420	492	13
TSPS - Trunks	8	8	14
EAS - Trunks	1,191	1,263	15
Cellular Trunks (Pub. Sw. Net.)	0	0	16
Video Distance Learning	1	1	17
- discounted (special tariff)			18
Customers			
Lifeline Customers	56	59	20
Linkup Customers	12	24	21
Other			
Total Company Square Miles	163	164	23
Total Company Route Miles	472	518	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	3580	3760	5500		1
Business					2
1 Party	42	343	1,396		3
2 Party	0	0	0		4
4 Party	0	0	0		5
PBX Trunks/System Trunks	0	10	36		6
Centrex Trunks	0	0	0		7
Centrex Lines	0	73	186		8
Key System Trunks	4	62	321		9
Mobile (utility provided service)	0	0	0		10
Paging (utility provided service)	0	0	0		11
FX-Out (Switched)	0	1	0		12
Pay Telephone	0	0	0		13
Coin-Operated Pay Telephone	0	0	0		14
Independent Pay Telephone Provider	0	0	0		15
Other	0	0	0		16
Total Business Lines	46	489	1,939	0	17
Residential (Incl. Emp. Concess.)					18
1 Party	560	1,669	8,514		19
2 Party	0	0	0		20
4 Party	0	0	0		21
FX-Out (Switched)	4	0	8		22
Other	4	38	344		23
Total Residential Lines	568	1,707	8,866	0	24
Total Bus & Res Lines	614	2,196	10,805	0	25
Company Used Lines	6	46	164		26
Total Lines Used	620	2,242	10,969	0	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	3580	3760	5500		1
Miscellaneous					2
WATS Lines - OutWATS	0	0	0		3
WATS Lines - 800 Service	0		0		4
FX-In-intraLATA	0	0	0		5
Special Access-intraLATA (equiv. access lines)	477	103	0		6 7
Special Access-interLATA (equiv. access lines)	1,028	151	25		8 9
Feature Group A Lines	0		0		10
Feature Group B Trunks	0		0		11
Feature Group C Trunks	0		0		12
Feature Group D Trunks	0		492		13
TSPS - Trunks	0		8		14
EAS - Trunks	0		1,263		15
Cellular Trunks (Pub. Sw. Net.)	0		0		16
Video Distance Learning - discounted (special tariff)	0		1		17 18
Other					19
Exchange Square Miles	43	69	52		20
Exchange Route Miles	127	184	207		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

MANUFACTURER ABBREVIATIONS

Use these abbreviations when completing the central office data schedule.

Manufacturer Name (a)	Abbreviation (b)	
Alcatel	AL	1
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Stromberg-Carlson	SC	9
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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

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	MOUNT VERNON	NEW GLARUS	VERONA		1
PSCW Exchange ID	3580	3760	5500		2
Central Office Name	MOUNT VERNON	NEW GLARUS	VERONA		3
PSCW Central Office ID	1	1	1		4
Central Office CLLI Code	MTVRWIXARS0	NWGLWIXARS1	VRNAWIXADSA		5
Manufacturer of COE (Page 54)	SI	ATT	SI		6
Year COE Installed	1999	2002	1999		7
Type of Equipment (Page 54)	D	D	D		8
(S)tandalone, (H)ost, (R)emote, (A)dv Fiber Comm	R	R	H		9
Remote Host PSCW Exchange ID	5500	5500			10
Remote Host PSCW Central Office ID	1	1	0		11
COE Generic Software Release No.	19	RMT	19		12
SS7?	Yes	Yes	Yes		13
9-1-1?	Yes	Yes	Yes		14
Access Lines - In Use	620	2,242	10,969		15
- Equipped	800	2,500	11,000		16
- Wired	800	2,500	13,000		17
Trunks - In Use	0	0	2,400		18
- Equipped	0	0	2,400		19
- Wired	0	0	2,400		20
ISDN Available?	Yes	Yes	Yes		21
ISDN Lines - In Use (BRI)	5	6	38		22
- In Use (PRI)	0	0	6		23
XDSL Available?	No	Yes	Yes		24
- In Use (# lines)		59	539		25
Switched 56 Service?	No	Yes	No		26
Switched 56 lines in use	0	0	0		27
Digital Transmission Facilities: DS-1 - In Use	0	80	680		28
DS-3 - In Use	5	15	40		29
Advanced Data Service Available:					
Packet Switching?	No	No	Yes		30
SMDS?	No	No	No		31
Frame Relay?	Yes	Yes	Yes		32
ATM (Asynchronous Trans. Mode)?	No	No	Yes		33
Video Information - Service Available?	No	No	Yes		34
- In Use (# lines) ¹	0	0	1		35
Fiber Transmission Facilities:					
No. of fiber strands entering C.O.	44	16	116		36
No. of fiber strands working (LIT) in C.O.	16	16	50		37
No. of fiber strands for interoffice use	8	0	50		38
Miles of fiber sheath in wire center	14	8	40		39
Access Tandem Serving this C.O.:					
- C.O. Name	MADISON	MADISON	MADISON		40
- PSCW C.O. ID	3080-01	3080-01	3080-01		41
Does this C.O. do access tandem switching?	No	No	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) This information is not available.
- B) The Company does not have these types of circuits in service.
- C) Amounts listed on pages 22 and 24, in column (g) and pages 26 and 28, column (k) are reclasses between accounts or transfers with affiliates.
- D) 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.
- E) Accumulated depreciation is greater than the asset balance because per the WI PSC, we are allowed to depreciate more than 100% of this account group.
- F) After the retirement and salvage occurred for this account a negative annual accrual was necessary to get the accumulated depreciation down to the depreciation level as approved by the WI PSC.
- G) Increase due to an increase in minutes of use.
- H) Change is due to a change in the monthly NECA reporting.
 - I) Decrease due to change in factors for the toll revenue requirement.
 - J) Increase is due to increase in special access circuits.
 - K) Decrease is a result of this category now being netted with Directory Expense. Break out of expenses is no longer tracked separately.
- L) 2001 included back billing for tower rent.
- M) Increase is due to additional compensation from Ameritech for CNDS queries
- N) Decrease due to new B&C contracts beginning in 2002.
- O) Write-offs due to Global Crossing and WorldCom/MCI bankruptcies.
- P) Switching expenses were higher in 2001.
- Q) Increase due to increase in USAC and WI TEACH.
- R) Reclassifications were done in 2001 to move wages and related expenses from Marketing to Executive.