4004

ANNUAL REPORT

OF

Name:	EASTCOAST TELECOM, INC.
Principal Office:	525 JUNCTION ROAD P.O. BOX 5158 MADISON, WI 53717 PO Box Zip Code: 53705-0158
For the Year Ended:	DECEMBER 31, 2005

TELECOMMUNICATIONS UTILITY
TO
PUBLIC SERVICE COMMISSION OF WISCONSIN

P.O. Box 7854
Madison, WI 53707-7854
http://psc.wi.gov

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. 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, unless additional provisional confidential treatment is desired.** Go to the Public Service Commission of Wisconsin's Web Page at http://psc.wi.gov, and select the appropriate program for Incumbent Local Exchange Carriers (LECs). If additional confidential treatment is desired, contact Christopher Larson at (608) 267-9508 or christopher.larson@psc.state.wi.us for instructions.

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-116. 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). Do not type commas when entering numbers. 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. Report all dollar amounts to the nearest thousand dollars. (Example: $130,000 should be reported as $130.)

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. These items vary from year to year and are based on the Commission's decision regarding confidential items in the annual report.

GENERAL RULES FOR REPORTING

If additional provisional confidential treatment is desired, do not file the annual report electronically using the program's e-mail filing capabilities.

13. It is not necessary to manually or electronically "sign" the signature page. It is not necessary to file a hardcopy of the annual report with the Commission.

14. **Edit Check, Confidential Listing, Exported Annual Report, and Export Status Files; Filing the Completed Report:**

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 pscrecs@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 (e.g., the new name, the date of the change, and the affected entities with their respective four-digit Commission identification numbers) 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 http://www.wdfi.org; or
3. By writing to DFI at P.O. Box 7846, Madison, WI 53707-7846.

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.

GENERAL RULES FOR REPORTING

16. **Changes to the Annual Report Subsequent to Filing:**

If making revisions to the report subsequent to an electronic filing (i.e., using the program's e-mail capabilities) 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.

SIGNATURE PAGE

I John R. Erpenbach of
(Officer Verifying Annual Report Information)

EASTCOAST TELECOM, INC. , certify that I
(Utility Name)

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

John R. Erpenbach 03/23/2006
(Officer Verifying Annual Report Information) (Date)

Assistant Treasurer
(Title)

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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:

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 - UTILITY INFORMATION

Exact Utility Name: EASTCOAST TELECOM, INC.
Utility Location: 525 JUNCTION ROAD
P.O. BOX 5158
MADISON, WI 53717
P.O. BOX ZIP 53705-0158

Utility (or Parent/Holding Company) Web Site Address:
www.tdstelecom.com
When was utility organized?: 02/01/1908
Report any change in name and the effective date:

Telephone numbers for potential customers to contact company:
Business Customers: (920) 693 - 8121 Ext:
Residential Customers: (920) 693 - 8121 Ext:

Primary Address - Primary Utility Contact (located at utility address)

Name: MICHAEL VANDEN ELSEN
Title: GENERAL MANAGER - SALES & SERVICE

Office Address: 1140 W. WASHINGTON AVE.
P.O. BOX 248
CLEVELAND, WI 53015
Fax Number: (920) 693 - 3457
Telephone Number: (920) 693 - 8125
Email Address: mike.vanden.elsen@tdstelecom.com

Annual Report Address - Contact person for information contained in this annual report

☐ **Same as Primary Address**

Name: JAY G. BRANT
Title: SR. ACCOUNTANT
Firm: TDS TELECOM
Office Address: 140 NORTH MONROE STREET
P.O. BOX 467
LANCASTER, WI 53813
Fax Number: (608) 723 - 2310
Telephone Number: (608) 723 - 3629
Email Address: jay.brant@tdstelecom.com

IDENTIFICATION AND OWNERSHIP - UTILITY INFORMATION

Regulatory Contact - Contact person for regulatory inquiries and complaints

☐ **Same as Primary Address**

Name: JEAN M. PAUK
Title: MANAGER - EXTERNAL RELATIONS
Firm: TDS TELECOM
Office Address: 525 JUNCTION ROAD
MADISON, WI 53717

Fax Number: (608) 664 - 4185
Telephone Number: (608) 664 - 4152
Email Address: jean.pauk@tdstelecom.com

List names, addresses, and percent ownership interest held by persons owning 5 percent or more of outstanding voting securities or membership interests. If any stock (or interest) 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: TDS TELECOMMUNICATIONS CORPORATION
Address: 525 JUNCTION ROAD
MADISON, WI 53717

Percent Interest Held: 99
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:	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	**1**
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	**2**
Name:	KATHY E. CEFALU	
Title/Occupation:	VICE PRESIDENT	
Business Address (1):	525 JUNCTION ROAD	
Business Address (2):		
Business Address (3):		
City State, Zip:	MADISON, WI 53717	**3**
Name:	MICHAEL A. PANDOW	
Title/Occupation:	PRESIDENT	
Business Address (1):	525 JUNCTION ROAD	
Business Address (2):		
Business Address (3):		
City State, Zip:	MADISON, WI 53717	**4**

INCOME STATEMENT - TOTAL COMPANY

Particulars (a)	This Year (000's) (b)	Last Year (000's) (c)	
Operating Revenues			
Operating Revenues (5000-5300)	5,503	5,569	**1**
Total Operating Revenues	**5,503**	**5,569**	
Operating Expenses			
Plant Specific Operations Expenses (6110-6410)	313	396	**2**
Other Plant Nonspecific Operations Expenses	1,578	1,484	**3**
Customer Operations Expense (6610-6620)	590	594	**4**
Corporate Operations Expense (6720-6790)	814	747	**5**
Other Operating Income and Expense (7100)	1	1	**6**
Operating Taxes (7200)	935	970	**7**
Total Operating Expenses	**4,229**	**4,190**	
Net Operating Income	**1,274**	**1,379**	
Other Income			
Nonoperating Income and Expense (7300)	236	106	**8**
Nonoperating Taxes (7400)	89	39	**9**
Interest and Related Items (7500)	28	59	**10**
Extraordinary Items (7600)	0	0	**11**
Nonregulated Net Income (7990)	(63)	(44)	**12**
Total Nonoperating Income	**56**	**(36)**	
Net Income	**1,330**	**1,343**	

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.

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 has no restrictions on retained earnings.

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

Particulars (a)	Balance--EOY	Balance--FOY (000's) (c)	
CURRENT ASSETS			
CASH AND EQUIVALENTS			
Cash and Equivalents (1120)*	6,981	5,507	**1**
TOTAL CASH AND EQUIVALENTS	**6,981**	**5,507**	
RECEIVABLES AND ALLOWANCE FOR DOUBTFUL ACCOUNTS			
Receivables (1170)*	864	1,191	**2**
Allowance for Doubtful Accounts (1171)*	17	17	**3**
TOTAL RECEIVABLES AND ALLOWANCE FOR DOUBTFUL ACCOUNTS	**847**	**1,174**	
SUPPLIES			
Inventories (1220)*	25	26	**4**
TOTAL SUPPLIES	**25**	**26**	
PREPAYMENTS			
Prepayments (1280)*	128	126	**5**
TOTAL PREPAYMENTS	**128**	**126**	
OTHER CURRENT ASSETS			
Other Current Assets (1350)*			**6**
TOTAL OTHER CURRENT ASSETS	**0**	**0**	
TOTAL CURRENT ASSETS	**7,981**	**6,833**	
NONCURRENT ASSETS			
INVESTMENTS			
Nonregulated Investments (1406)*	5	12	**7**
RTB Class B Stock (1402)*		42	**8**
Other Noncurrent Assets (1410)*	444	485	**9**
TOTAL INVESTMENTS	**449**	**539**	
DEFERRED CHARGES			
Deferred Maint., Retirements and Other Deferred Charges (1438)*		3	**10**
TOTAL DEFERRED CHARGES	**0**	**3**	
OTHER JURISDICTIONAL ASSETS-NET			
Other Jurisdictional Assets-Net (1500)*			**11**
TOTAL OTHER JURISDICTIONAL ASSETS-NET	**0**	**0**	
TOTAL NONCURRENT ASSETS	**449**	**542**	
PLANT			
TELECOMMUNICATIONS PLANT IN SERVICE			
Telecommunications Plant in Service (2001)*	18,020	17,913	**12**
Less: Accumulated Depreciation (3100)*	11,420	10,515	**13**
Less: Accumulated Amortization-Tangible (3400)*			**14**
Less: Accumulated Amortization-Capitalized Leases (3410)	28	4	**15**
NET TELECOMMUNICATIONS PLANT IN SERVICE	**6,572**	**7,394**	
PROPERTY HELD FOR FUTURE USE			
Property Held for Future Telecommunications Use (2002)*			**16**
Less: Accumulated Depr.-Held for Future Telecom. Use (3200)*			**17**
NET PROPERTY HELD FOR FUTURE USE	**0**	**0**	

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

Particulars (a)	Balance--EOY	Balance--FOY (000's) (c)	
PLANT			
NONOPERATING PLANT			
Nonoperating Plant (2006)*			**18**
Less: Accumulated Depreciation-Nonoperating (3300)*			**19**
NET NONOPERATING PLANT	**0**	**0**	
TPUC			
Telecommunications Plant Under Construction (2003)*	46	29	**20**
TOTAL TPUC	**46**	**29**	
TELECOMMUNICATIONS PLANT ADJUSTMENT			
Telecommunications Plant Adjustment (2005)*			**21**
NET TELECOMMUNICATIONS PLANT ADJUSTMENT	**0**	**0**	
GOODWILL			
Goodwill (2007)*			**22**
TOTAL GOODWILL	**0**	**0**	
TOTAL PLANT	**6,618**	**7,423**	
TOTAL ASSETS AND OTHER DEBITS	**15,048**	**14,798**	

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

Particulars (a)	Balance--EOY (000's) (b)	Balance--FOY (000's) (c)	
CURRENT LIABILITIES			
Notes Payable (4020)*			**1**
Other Current Accounts and Notes Payable (4000)*	562	516	**2**
Customers' Deposits (4040)*		1	**3**
Income Taxes-Accrued (4070)*	55	1	**4**
Other Taxes-Accrued (4080)*	52	51	**5**
Net Current Deferred Operating Income Taxes (4100)*	(7)	(7)	**6**
Net Current Deferred Nonoperating Income Taxes (4110)*			**7**
Current Maturities-Long-Term Debt (4050)*	81	175	**8**
Current Maturities-Capital Leases (4060)*			**9**
Other Current Liabilities (4130)*	150	164	**10**
TOTAL CURRENT LIABILITIES	**893**	**901**	
LONG-TERM DEBT			
Long-Term Debt and Funded Debt (4200)*	344	1,257	**11**
TOTAL LONG-TERM DEBT	**344**	**1,257**	
OTHER LIABILITIES AND DEFERRED CREDITS			
Other Liabilities and Deferred Credits (4300)*	29	30	**12**
Unamortized Operating Investment Tax Credits-Net (4320)*			**13**
Unamortized Nonoperating Investment Tax Credits-Net (4330)*			**14**
Net Noncurrent Deferred Operating Income Taxes (4340)*	1,075	1,233	**15**
Net Deferred Tax Liability Adjustments (4341)*			**16**
Net Noncurrent Deferred Nonoperating Income Taxes (4350)*			**17**
Deferred Tax Regulatory Adjustments-Net (4361)*			**18**
Other Jurisdictional Liabilities and Deferred Credits-Net (4370)*			**19**
TOTAL OTHER LIABILITIES AND DEFERRED CREDITS	**1,104**	**1,263**	
STOCKHOLDERS' EQUITY			
Capital Stock (4510)*	637	637	**20**
Additional Paid-in Capital (4520)*			**21**
Treasury Stock (4530)*	1	1	**22**
Other Capital (4540)*			**23**
Retained Earnings (4550)*	12,071	10,741	**24**
TOTAL STOCKHOLDERS' EQUITY	**12,707**	**11,377**	
TOTAL LIABILITIES AND OTHER CREDITS	**15,048**	**14,798**	

IMPORTANT CHANGES DURING THE YEAR

1. Estimated increase or decrease in annual revenues due to important rate changes, giving bases of estimates. Provide details and dollar amounts for increases and decreases, respectively, by revenue category noted on Operating Revenues schedule.

   None.

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

   None.

AFFILIATE ABBREVIATIONS

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

Name of Affiliate (a)	Abbreviations (b)	
Other	OTHER	1
Stockbridge & Sherwood Telephone Company	STOCK	2
Telephone & Data Systems, Inc.	TDS	3
TDS Communications Solutions, Inc.	TDS CS	4
TDS Long Distance Corporation	TDS LD	5
TDS Telecommunications Corporation	TDS TC	6
TDS Telecom Service Corporation	TDS TEL	7

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	5-ATF-183	5-ATF-183	5-ATF-183	5-ATF-183	
Name of Affiliate	OTHER	OTHER	STOCK	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	C	C	3
Total Dollar Activity (000's)	23	4	80	122	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	5-ATF-183	5-ATF-183			
Name of Affiliate	TDS CS	TDS TEL			1
Designate whether billed to or from:	FROM	FROM			2
Cost Based (C), Market Price (M), Prevailing Price (P), Tariff (T), Other (O)	C	C			3
Total Dollar Activity (000's)	110	1,286			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. 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 (000's) (c)		
Other	1170	1	1	
TDS Long Distance Corporation	1170	6	2	
TDS Telecom Service Corporation	1170	186	3	
Telephone & Data Systems, Inc.	1170	10	4	
Other	4000	3	5	
Stockbridge & Sherwood Telephone Company	4000	8	6	
TDS Communications Solutions, Inc.	4000	25	7	E
TDS Telecom Service Corporation	4000	254	8	
TDS Telecommunications Corporation	4000	55	9	F
TDS Communications Solutions, Inc.	4200	22	10	G

TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B

Plant Account (a)	Account (b)	Balance FOY (000's) (c)	Additions (000's) (d)	
GENERAL SUPPORT ASSETS				
Land	2111	41		**1**
Motor Vehicles	2112	207	8	**2**
Aircraft	2113	0		**3**
Tools and Other Work Equipment	2114	211	2	**4**
Buildings	2121	483		**5**
Furniture	2122	9		**6**
Office Equipment	2123	29		**7**
General Purpose Computers	2124	188		**8 A**
TOTAL GENERAL SUPPORT ASSETS		**1,168**	**10**	
CENTRAL OFFICE ASSETS				
Non-Digital Switching	2211	0		**9**
Digital Electronic Switching	2212	2,773	1	**10 A**
Operator Systems	2220	0		**11**
Radio Systems	2231	1		**12**
Circuit Equipment	2232	3,301	55	**13 A**
TOTAL CENTRAL OFFICE ASSETS		**6,075**	**56**	
INFORMATION ORIGINATION/TERMINATION ASSETS				
Station Apparatus	2311	0		**14**
Customer Premises Wiring	2321	0		**15**
Large Private Branch Exchanges	2341	0		**16**
Public Telephone Terminal Equipment	2351	0		**17**
Other Terminal Equipment	2362	0		**18**
TOTAL INFORMATION ORIG/TERM ASSETS		**0**	**0**	
CABLE & WIRE FACILITIES ASSETS				
Poles	2411	34		**19**
Aerial Cable	2421	337	2	**20**
Underground Cable	2422	219	0	**21**
Buried Cable	2423	9,588	131	**22**
Submarine and Deep Sea Cable	2424	0	0	**23**
Intrabuilding Network Cable	2426	0	0	**24**
Aerial Wire	2431	12		**25**
Conduit Systems	2441	270		**26**
TOTAL CABLE & WIRE FACILITIES ASSETS		**10,460**	**133**	
AMORTIZABLE ASSETS				
Capital Leases	2681	75		**27**
Leasehold Improvements	2682	0		**28**
Intangibles	2690	135	(68)	**29 A,B**
TOTAL AMORTIZABLE ASSETS		**210**	**(68)**	

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

Account (e)	Retirements (000's) (f)	Transfers / Adjustments (000's) (g)	Balance EOY (000's) (h)		
2111			**41**	**1**	
2112			**215**	**2**	
2113			**0**	**3**	
2114			**213**	**4**	
2121			**483**	**5**	
2122			**9**	**6**	
2123			**29**	**7**	
2124	48	26	**166**	**8**	**A**
	48	**26**	**1,156**		
2211			**0**	**9**	
2212	0	(7)	**2,767**	**10**	**A**
2220			**0**	**11**	
2231			**1**	**12**	
2232	15	(22)	**3,319**	**13**	**A**
	15	**(29)**	**6,087**		
2311			**0**	**14**	
2321			**0**	**15**	
2341			**0**	**16**	
2351			**0**	**17**	
2362			**0**	**18**	
	0	**0**	**0**		
2411			**34**	**19**	
2421	5	0	**334**	**20**	
2422	0	0	**219**	**21**	
2423	9	0	**9,710**	**22**	
2424	0	0	**0**	**23**	
2426	0	0	**0**	**24**	
2431			**12**	**25**	
2441			**270**	**26**	
	14	**0**	**10,579**		
2681			**75**	**27**	
2682			**0**	**28**	
2690		56	**123**	**29**	**A,B**
	0	**56**	**198**		

TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B

Plant Account (a)	Account (b)	Balance FOY (000's) (c)	Additions (000's) (d)	
TOTAL TELECOM. PLANT IN SERVICE	**2001**	**17,913**	**131**	
Less: Allocation to Nonregulated Activity - EOY	2001			**30**
NET REG TOTAL TELECOM. PLANT IN SERVICE - EOY	**2001**			

Explain all amounts shown in column (g).

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

Account (e)	Retirements (000's) (f)	Transfers / Adjustments (000's) (g)	Balance EOY (000's) (h)	
2001	**77**	**53**	**18,020**	
2001				**30**
2001			**18,020**	

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

Report telecommunications plant data for each subaccount where primary plant accounts have subclassifications. 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 (000's) (c)	Additions (000's) (d)	
Digital Electronic Switching - Circuit	2212.1	2,773	1	1 A
Digital Electronic Switching - Packet	2212.2	0		2
Circuit Equipment - Electronic	2232.1	2,715	54	3 A
Circuit Equipment- Optical	2232.2	586	1	4 A
Aerial Cable - Nonmetallic	2421.1	0		5
Aerial Cable - Metallic	2421.2	337	2	6
Underground Cable - Nonmetallic	2422.1	49		7
Underground Cable - Metallic	2422.2	170		8
Buried Cable - Nonmetallic	2423.1	1,113	8	9
Buried Cable - Metallic	2423.2	8,475	123	10
Submarine and Deep Sea Cable - Nonmetallic	2424.1	0		11
Submarine and Deep Sea Cable - Metallic	2424.2	0		12
Intrabuilding Cable - Nonmetallic	2426.1	0		13
Intrabuilding Cable - Metallic	2426.2	0		14

Explain all amounts shown in column (g).

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

Subaccount (e)	Retirements (000's) (f)	Transfers / Adjustments (000's) (g)	Balance EOY (000's) (h)	
2212.1		(7)	**2,767**	**1A**
2212.2			**0**	**2**
2232.1	15	(21)	**2,733**	**3A**
2232.2		(1)	**586**	**4A**
2421.1			**0**	**5**
2421.2	5		**334**	**6**
2422.1			**49**	**7**
2422.2			**170**	**8**
2423.1			**1,121**	**9**
2423.2	9		**8,589**	**10**
2424.1			**0**	**11**
2424.2			**0**	**12**
2426.1			**0**	**13**
2426.2			**0**	**14**

ACCUMULATED DEPRECIATION CLASS A & B

Primary Plant Account (a)	Acct (b)	Balance FOY (000's) (c)	Depr Rate (d)	Annual Accrual (000's) (e)	Additional Accrual (000's) (f)	
GENERAL SUPPORT ASSETS						
Motor Vehicles	2112	187	12.8600			1
Aircraft	2113	0				2
Tools and Other Work Equipment	2114	209	10.0000	3		3
Buildings	2121	396	1.6500	8		4
Furniture	2122	9	10.0000			5
Office Equipment	2123	29	10.0000			6
General Purpose Computers	2124	188	20.0000	7		7 A
TOTAL GENERAL SUPPORT ASSETS		**1,018**		**18**	**0**	
CENTRAL OFFICE ASSETS						
Non-Digital Switching	2211	0				8
Digital Electronic Switching	2212	2,262	6.8800	191	0	9
Operator Systems	2220	0				10
Radio Systems	2231	0				11
Circuit Equipment	2232	2,034	7.3500	243	0	12 A
TOTAL CENTRAL OFFICE ASSETS		**4,296**		**434**	**0**	
INFORMATION ORIGINATION/TERMINATION ASSETS						
Station Apparatus	2311	0				13
Customer Premises Wiring	2321	0				14
Large Private Branch Exchanges	2341	0				15
Public Telephone Terminal Equipment	2351	0				16
Other Terminal Equipment	2362	0				17
TOTAL INFORMATION ORIG/TERM ASSETS		**0**		**0**	**0**	
CABLE & WIRE FACILITIES ASSETS						
Poles	2411	50	6.0000			18 D
Aerial Cable	2421	376	2.5300	9	0	19 D
Underground Cable	2422	115	5.1800	12	0	20
Buried Cable	2423	4,520	5.2300	505	0	21
Submarine and Deep Sea Cable	2424	0		0	0	22
Intrabuilding Network Cable	2426	0		0	0	23
Aerial Wire	2431	18	15.0000			24 D
Conduit Systems	2441	122	2.7800	7		25
TOTAL CABLE & WIRE FACILITIES ASSETS		**5,201**		**533**	**0**	
Total Accumulated Depreciation	**3100**	**10,515**		**985**	**0**	
Less: Nonreg Accumulated Depreciation	3100					26
Net Reg Total Accumulated Depreciation Columns e, f and l	**3100**			**985**	**0**	

ACCUMULATED DEPRECIATION CLASS A & B (cont.)

Acct (g)	Retired (000's) (h)	Cost of Removal (000's) (i)	Salvage (000's) (j)	Other (000's) (k)	Balance EOY (000's) (l)	
2112	0				187	1
2113	0				0	2
2114	0				212	3
2121	0				404	4
2122	0				9	5
2123	0				29	6
2124	48			5	152	7 A
	48	**0**	**0**	**5**	**993**	
2211	0				0	8
2212	0	0	0	0	2,453	9
2220	0				0	10
2231	0				0	11
2232	15	0	0	(7)	2,255	12 A
	15	**0**	**0**	**(7)**	**4,708**	
2311	0				0	13
2321	0				0	14
2341	0				0	15
2351	0				0	16
2362	0				0	17
	0	**0**	**0**	**0**	**0**	
2411	0				50	18 D
2421	5	0	0	0	380	19 D
2422	0	0	0	0	127	20
2423	9	1	0	0	5,015	21
2424	0	0	0	0	0	22
2426	0	0	0	0	0	23
2431	0				18	24 D
2441	0				129	25
	14	**1**	**0**	**0**	**5,719**	
3100	**77**	**1**	**0**	**(2)**	**11,420**	
3100						26
3100					**11,420**	

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 or subsidiary record. 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 (000's) (c)	Depr Rate (d)	Annual Accrual (000's) (e)	Additional Accrual (000's) (f)	
Digital Electronic Switching - Circuit	2212.1	2,262	6.88	191		1
Digital Electronic Switching - Packet	2212.2	0				2
Circuit Equipment - Electronic	2232.1	1,643	7.03	191		3 A
Circuit Equipment- Optical	2232.2	391	8.88	52		4 A
Aerial Cable - Nonmetallic	2421.1	0				5
Aerial Cable - Metallic	2421.2	376	2.53	9		6 D
Underground Cable - Nonmetallic	2422.1	11	4.54	2		7
Underground Cable - Metallic	2422.2	104	5.36	10		8
Buried Cable - Nonmetallic	2423.1	509	4.52	50		9
Buried Cable - Metallic	2423.2	4,011	5.33	455		10
Submarine and Deep Sea Cable - Nonmetall	2424.1	0				11
Submarine and Deep Sea Cable - Metallic	2424.2	0				12
Intrabuilding Cable - Nonmetallic	2426.1	0				13
Intrabuilding Cable - Metallic	2426.2	0				14

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

Subacct (g)	Retired (000's) (h)	Cost of Removal (000's) (i)	Salvage (000's) (j)	Other (000's) (k)	Balance EOY (000's) (l)	
2212.1	0				**2,453**	**1**
2212.2	0				**0**	**2**
2232.1	15			(6)	**1,813**	**3 A**
2232.2	0			(1)	**442**	**4 A**
2421.1	0				**0**	**5**
2421.2	5				**380**	**6 D**
2422.1	0				**13**	**7**
2422.2	0				**114**	**8**
2423.1	0				**559**	**9**
2423.2	9	1			**4,456**	**10**
2424.1	0				**0**	**11**
2424.2	0				**0**	**12**
2426.1	0				**0**	**13**
2426.2	0				**0**	**14**

RETAINED EARNINGS (ACCT. 4550)

Particulars (a)	This Year (000's) (b)	Last Year (000's) (c)	
Balance-First of Year	10,741	9,399	1
Changes:			
Balance Transferred from Income	1,330	1,343	2
Dividends Declared:			
Common		0	3
Preferred		0	4
Total Dividends Declared	**0**	**0**	
Miscellaneous Debits to Retained Earnings		1	5
Miscellaneous Credits to Retained Earnings		0	6
Balance--End of Year	**12,071**	**10,741**	

REVENUES (CLASS B USE ACCOUNTS DESIGNATED BY *)

Particulars (a)	This Year (000's) (b)	Last Year (000's) (c)		
LOCAL NETWORK SERVICES REVENUES				
Basic Local Service Revenue (5000)*			1	
Basic Area Revenue (5001)	1,917	2,038	2	
Private Line Revenue (5040)	10	5	3	
Other Basic Area Revenue (5060)	438	417	4	
TOTAL LOCAL NETWORK SERVICES REVENUES	**2,365**	**2,460**		
INTERSTATE NETWORK ACCESS SERVICES REV.				
End User Revenue (5081)*	520	550	5	
Switched Access Revenue (5082)*	1,088	888	6	J
Special Access Revenue (5083)*	228	156	7	K
TOTAL INTERSTATE NETWORK ACCESS SERVICES REV.	**1,836**	**1,594**		
INTRASTATE NETWORK ACCESS SERVICES REV.				
End User Revenue (5081)*			8	
Switched Access Revenue (5082)*	529	627	9	
Special Access Revenue (5083)*	420	516	10	
TOTAL INTRASTATE NETWORK ACCESS SERVICES REV.	**949**	**1,143**		
LONG DISTANCE NETWORK SERVICES MESSAGE REV.				
Long Distance Message Revenue (5100)*			11	
TOTAL LONG DISTANCE NETWORK SERVICES MESSAGE REV.	**0**	**0**		
MISCELLANEOUS & NONREGULATED REVENUES				
Miscellaneous Revenue (5200)*	203	224	12	
Directory Revenue (5230)	146	147	13	
Nonregulated Operating Revenue (5280)*			14	
TOTAL MISCELLANEOUS & NONREGULATED REVENUES	**349**	**371**		
GROSS OPERATING REVENUES	**5,499**	**5,568**		
UNCOLLECTIBLE REVENUES				
Uncollectible Revenue (5300)*	(4)	(1)	15	
TOTAL UNCOLLECTIBLE REVENUES	**(4)**	**(1)**		
TOTAL OPERATING REVENUES	**5,503**	**5,569**		

EXPENSES - CLASS A & B

Particulars (a)	Total This Year (000's) (b)	Total Last Year (000's) (c)		
PLANT SPECIFIC OPERATIONS EXPENSE				
TOTAL PLANT SPECIFIC OPERATIONS EXPENSE	**313**	**396**	**1**	**N**
LESS: NONREGULATED		**0**	**2**	
NET REGULATED PLANT SPECIFIC OPERATIONS EXPENSE	**313**	**396**		
PLANT NONSPECIFIC OPERATIONS EXPENSE				
Other Property, Plant and Equip. Exp. (6510)		0	**3**	
Network Operations Expense (6530)	356	302	**4**	
Access Expense (6540)	152	115	**5**	**L**
Depreciat. Exp.--Tele. Plant in Service (6561)	978	999	**6**	
Depreciat. Exp.--Prop. Held for Future Tele. Use (6562)		0	**7**	
Amortization Expense--Tangible (6563)	24	4	**8**	**M**
Amortization Expense--Intangible (6564)	68	64	**9**	
Amortization Expense--Other (6565)		0	**10**	
Depreciation and Amortization Expense (6560)	**1,070**	**1,067**	**11**	
TOTAL PLANT NONSPECIFIC OPERATIONS EXPENSE	**1,578**	**1,484**	**12**	
LESS: NONREGULATED		**0**	**13**	
NET REGULATED PLANT NONSPECIFIC OPERATIONS EXPENSE	**1,578**	**1,484**		
CUSTOMER OPERATIONS EXPENSE				
Marketing (6610)	198	171	**14**	
Services (6620)	392	423	**15**	
TOTAL CUSTOMER OPERATIONS EXPENSE	**590**	**594**	**16**	
LESS: NONREGULATED		**0**	**17**	
NET REGULATED CUSTOMER OPERATIONS EXPENSE	**590**	**594**		
CORPORATE OPERATIONS EXPENSE				
TOTAL CORPORATE OPERATIONS EXPENSE	**814**	**747**	**18**	
LESS: NONREGULATED		**0**	**19**	
NET REGULATED CORPORATE OPERATIONS EXPENSE	**814**	**747**		
TOTAL EXPENSES	**3,295**	**3,221**		
LESS: NONREGULATED	**0**	**0**		
NET REGULATED EXPENSES	**3,295**	**3,221**		

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 (000's) (b)	
Gross Operating Revenues	5,499	1
Plus: Collection of amounts previously written off		2
Less: Uncollectibles written off during the year	(4)	3 H
Plus: Total Other Operating Income and (Expense) (7100)	1	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	**5,504**	

CALCULATION OF ASSESSABLE REVENUES FOR UNIVERSAL SERVICE FUND ASSESSMENT PURPOSES

Description (a)	This Year (000's) (b)	
Total Basic Local Service Revenue (5000)	2,365	1
Plus: Total Intrastate Access Revenues (5081-5083)	949	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	**3,314**	

OTHER INCOME ACCOUNTS

Particulars (a)	This Year (000's) (b)	Last Year (000's) (c)	
TOTAL OTHER OPERATING INCOME AND EXPENSE (7100)	1	1	**1**
LESS: NONREGULATED		0	**2**
NET REGULATED OTHER OPERATING INCOME AND EXPENSE (7100)	**1**	**1**	
TOTAL OPERATING TAXES (7200)	935	970	**3**
LESS: NONREGULATED		0	**4**
NET REGULATED OPERATING TAXES (7200)	**935**	**970**	
TOTAL NONOPERATING INCOME AND EXPENSE (7300)	236	106	**5**
LESS: NONREGULATED		0	**6**
NET REGULATED NONOPERATING INCOME AND EXPENSE (7300)	**236**	**106**	
TOTAL NONOPERATING TAXES (7400)	89	39	**7**
LESS: NONREGULATED		0	**8**
NET REGULATED NONOPERATING TAXES (7400)	**89**	**39**	
TOTAL INTEREST AND RELATED ITEMS (7500)	28	59	**9**
LESS: NONREGULATED		0	**10**
NET REGULATED INTEREST AND RELATED ITEMS (7500)	**28**	**59**	
TOTAL EXTRAORDINARY ITEMS (7600)		0	**11**
LESS: NONREGULATED		0	**12**
NET REGULATED EXTRAORDINARY ITEMS (7600)	**0**	**0**	
TOTAL NONREGULATED NET INCOME (7990)	(63)	(44)	**13**
TOTAL OTHER INCOME ACCOUNTS	**(878)**	**(1,005)**	
TOTAL NONREGULATED	**(63)**	**(44)**	
TOTAL NET REGULATED OTHER INCOME ACCOUNTS	**(815)**	**(961)**	

NONREGULATED ACTIVITIES

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

Nonregulated Activity (a)	
Customer Premises Equipment (CPE)	1
Direct Broadcast Satellite (DBS) where available.	2
Inside Wiring	3
Internet service where available.	4
Mobile equipment where tariff allows and where available.	5
Paging service where tariff allows and where available.	6
Voicemail service where tariff allows and where available.	7

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			
Extended Community Calling	68	261	**1**
Other Local-Undefined			**2**
Total Local	**68**	**261**	
TOLL			
Toll	583	2,041	**3**
Total Toll	**583**	**2,041**	
Total Local & Toll	**651**	**2,302**	

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 & B -- Originating	3	0	0	0	1
Feature Group A & B -- Terminating	0	0	0	0	2
Feature Group C -- Originating	0	0	0	0	3
Feature Group C -- Terminating	0	0	0	0	4
Feature Group D -- Originating	4,932	4,161	2,904	0	5
Feature Group D -- Terminating	4,893	2,595	3,400	0	6

OUTSIDE PLANT STATISTICS AT END OF YEAR

Description of Item (a)	Amount (b)	
Sheath miles of plant - fiber optics	71	1
Route miles of plant - microwave		2

SPECIAL ACCESS CIRCUITS IN USE AT END OF YEAR

Circuit Type (a)	InterLATA Chan. Terms. (b)	IntraLATA Chan. Terms. (c)		
Voice grade	1	9	1	
56/64 kbps (DS0)	5	8	2	
1.54 Mbps (DS-1)	63	20	3	
45 Mbps (DS-3)	1	0	4	C
SONET OC-1 (51.84 Mbps)	0	0	5	
SONET OC-3 (155.52 Mbps)	0	0	6	
SONET OC-12 (622.08 Mbps)	0	0	7	
SONET OC-48 (2.488 Gbps)	0	0	8	
SONET OC-192 (9.953 Gbps)	0	0	9	
SONET OC-768 (39.812 Gbps)	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	723	697	3
PBX Trunks/Centrex & Key System Trunks	310	296	4
Centrex Lines	265	237	5
FX-Out (Switched)	7	6	6
Pay Telephone	0	0	7
Other	37	33	8
Total Business Lines	**1,342**	**1,269**	9
Residential (Incl. Emp. Concess.)			10
1 Party	5,028	4,895	11
FX-Out (Switched)	6	6	12
Other	2	2	13
Total Residential Lines	**5,036**	**4,903**	14
Total Bus & Res Lines	**6,378**	**6,172**	15
Company Total Lines Used	201	202	16
Total Lines Used	**6,579**	**6,374**	17
Miscellaneous			18
WATS Lines - OutWATS	0	0	19
WATS Lines - 800 Service	2	2	20
FX-In-intraLATA	8	7	21
Special Access-intraLATA			22
(expressed in equiv. access lines)	594	497	23
Special Access-interLATA			24
(expressed in equiv. access lines)	1,951	2,190	25
Feature Group C Trunks	0	0	26
Feature Group D Trunks	480	480	27
TSPS - Trunks	15	15	28
EAS and ECC - Trunks	648	528	29
Cellular Trunks (Pub. Sw. Net.)	0	0	30
Customers			31
Number of Lifeline customers at FOY (January 1, 2005)			32
and EOY (December 31, 2005):	85	93	33
Number of Linkup customers connected during			34
FOY (Calendar year 2004) and EOY (Calendar year 2005):	10	14	35
Other			36
Total Company Square Miles	205	205	37
Total Company Route Miles	571	579	38
Footnotes			39

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	1130	1220	2450	4730	1
Business					2
1 Party	146	26	342	60	3
PBX Trunks/Centrex & Key System Trunks	40	0	179	18	4
Centrex Lines	38	10	35	45	5
FX-Out (Switched)	2	0	4	0	6
Pay Telephone	0	0	0	0	7
Other	8	0	22	1	8
Total Business Lines	**234**	**36**	**582**	**124**	9
Residential (Incl. Emp. Concess.)					10
1 Party	1,089	294	1,910	679	11
FX-Out (Switched)	2	0	3	0	12
Other			1	0	13
Total Residential Lines	**1,091**	**294**	**1,914**	**679**	14
Total Bus & Res Lines	**1,325**	**330**	**2,496**	**803**	15
Company Total Lines Used	90	11	33	19	16
Total Lines Used	**1,415**	**341**	**2,529**	**822**	17
Miscellaneous					18
WATS Lines - OutWATS	0	0	0	0	19
WATS Lines - 800 Service	0	0	2	0	20
FX-In-intraLATA	0	0	2	0	21
Special Access-intraLATA					22
(equiv. access lines)	127	1	222	26	23
Special Access-interLATA					24
(equiv. access lines)	601	24	1,179	48	25
Feature Group C Trunks	0	0	0	0	26
Feature Group D Trunks	480	0	0	0	27
TSPS - Trunks	15	0	0	0	28
EAS and ECC - Trunks	528	0	0	0	29
Cellular Trunks (Pub. Sw. Net.)	0	0	0	0	30
Other					31
Exchange Square Miles	44	35	50	26	32
Exchange Route Miles	158	131	73	71	33
Footnotes					34

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	5470				1
Business					2
1 Party	123				3
PBX Trunks/Centrex & Key System Trunks	59				4
Centrex Lines	109				5
FX-Out (Switched)	0				6
Pay Telephone	0				7
Other	2				8
Total Business Lines	**293**	**0**	**0**	**0**	9
Residential (Incl. Emp. Concess.)					10
1 Party	923				11
FX-Out (Switched)	1				12
Other	1				13
Total Residential Lines	**925**	**0**	**0**	**0**	14
Total Bus & Res Lines	**1,218**	**0**	**0**	**0**	15
Company Total Lines Used	49				16
Total Lines Used	**1,267**	**0**	**0**	**0**	17
Miscellaneous					18
WATS Lines - OutWATS	0				19
WATS Lines - 800 Service	0				20
FX-In-intraLATA	5				21
Special Access-intraLATA					22
(equiv. access lines)	121				23
Special Access-interLATA					24
(equiv. access lines)	338				25
Feature Group C Trunks	0				26
Feature Group D Trunks	0				27
TSPS - Trunks	0				28
EAS and ECC - Trunks	0				29
Cellular Trunks (Pub. Sw. Net.)	0				30
Other					31
Exchange Square Miles	50				32
Exchange Route Miles	146				33
Footnotes					34

MANUFACTURER ABBREVIATIONS

Use these abbreviations when completing the central office data schedule.

Manufacturer Name (a)	Abbreviation (b)	
Advanced Fiber Communication	AFC	**1**
Alcatel	AL	**2**
ATTC	ATT	**3**
Digital Loop Carrier	DLC	**4**
GTE	GTE	**5**
ITT	ITT	**6**
Lucent	ATT/LUC	**7**
Northern Telecom	NTI	**8**
Siemens	SI	**9**
Stromberg-Carlson	SC	**10**

EQUIPMENT ABBREVIATIONS

Use these abbreviations when completing the central office data schedule.

Equipment Type (a)	Abbreviation (b)	
Electronic--Digital	D	**1**
Electronic--Video	V	**2**
IP-Packet	P	**3**

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	CLEVELAND	COLLINS	HOWARDS GROVE	SAINT NAZIANZ	1
PSCW Exchange ID	1130	1220	2450	4730	2
Central Office Name	CLEVELAND	COLLINS	HOWARDS GROVE	SAINT NAZIANZ	3
PSCW Central Office ID	1	1	1	1	4
Central Office CLLI Code	CLEVWIXADS1	CLNSWIXARS1	HWGVWIXARS0	STNZWIXARS1	5
Manufacturer of COE (Page 54)	ATT	ATT/LUC	ATT/LUC	ATT/LUC	6
Type of Equipment (Page 54)	D	D	D	D	7
(S)tandalone, (H)ost, (R)emote, (D)igital Loop Carrier	H	R	R	R	8
Remote Host PSCW Exchange ID		5470	1130	5470	9
Remote Host Central Office CLLI Code		VLDRWIXARS0	CLEVWIXADS1	VLDRWIXARS0	10
COE Generic Software Release No.	5E16	RMT	RMT	RMT	11
SS7?	Yes	Yes	Yes	Yes	12
9-1-1?	Yes	Yes	Yes	Yes	13
Access Lines - In Use	1,415	341	2,529	822	14
Trunks - In Use	1,201	0	0	0	15
ISDN Available?	Yes	Yes	Yes	Yes	16
ISDN Lines - In Use (BRI)	5	0	3	0	17
- In Use (PRI)	8	0	4	0	18
DSL Service Available?	Yes	Yes	Yes	Yes	19
- In Use (# lines)	91	36	144	58	20
End User VoIP Available?		No			21
Digital Service Available: DS-1 - In Use					22
DS-3 - In Use	13	1	4	2	23
OC-3 - In Use	22	1	16	1	24
Advanced Data Service Available:					25
Packet Switching?	No	No	No	No	26
Frame Relay?	No	No	No	No	27
ATM (Asynchronous Trans. Mode)?	No	No	No	No	28
Fiber Transmission Facilities:					29
No. of fiber strands entering C.O.	48	16	104	30	30
No. of fiber strands working (LIT) in C.O.	20	4	12	14	31
No. of fiber strands for interoffice use	24	8	16	16	32
Miles of fiber sheath in wire center	19	4	21	11	33
Access Tandem Serving this C.O.:					34
- C.O. Name	MILWAUKEE	MILWAUKEE	MILWAUKEE	MILWAUKEE	35
- PSCW C.O. CLLI Code	MILWWI1261T	MILWWI1261T	MILWWI1261T	MILWWI1261T	36
Does this C.O. do access tandem switching?	No	No	No	No	37
Footnotes					38

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	VALDERS				1
PSCW Exchange ID	5470				2
Central Office Name	VALDERS				3
PSCW Central Office ID	1				4
Central Office CLLI Code	VLDRWIXARS0				5
Manufacturer of COE (Page 54)	ATT/LUC				6
Type of Equipment (Page 54)	D				7
(S)tandalone, (H)ost, (R)emote, (D)igital Loop Carrier	R				8
Remote Host PSCW Exchange ID	1130				9
Remote Host Central Office CLLI Code	CLEVWIXADS1				10
COE Generic Software Release No.	RMT				11
SS7?	Yes				12
9-1-1?	Yes				13
Access Lines - In Use	1,267				14
Trunks - In Use	0				15
ISDN Available?	Yes				16
ISDN Lines - In Use (BRI)	2				17
- In Use (PRI)	0				18
DSL Service Available?	Yes				19
- In Use (# lines)	64				20
End User VoIP Available?					21
Digital Service Available: DS-1 - In Use					22
DS-3 - In Use	3				23
OC-3 - In Use	1				24
Advanced Data Service Available:					25
Packet Switching?	No				26
Frame Relay?	No				27
ATM (Asynchronous Trans. Mode)?	No				28
Fiber Transmission Facilities:					29
No. of fiber strands entering C.O.	36				30
No. of fiber strands working (LIT) in C.O.	14				31
No. of fiber strands for interoffice use	16				32
Miles of fiber sheath in wire center	16				33
Access Tandem Serving this C.O.:					34
- C.O. Name	MILWAUKEE				35
- PSCW C.O. CLLI Code	MILWWI1261T				36
Does this C.O. do access tandem switching?	No				37
Footnotes					38

GENERAL, SCHEDULE LEVEL AND SCHEDULE LINE FOOTNOTES

General Footnote

Schedule Footnotes

Schedule Line Footnotes

A) 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.

B) The composite depreciation rate for A/C 2690 is 4.14%.

C) Where a zero is indicated, the company does not have these types of circuits in service.

D) Accumulated depreciation is greater than the asset balance because per the WI PSC, the company is allowed to depreciate more than 100% of this account group.

E) ($1)K of this current liability to affiliate is recorded in account 4130.

F) Federal Income Tax payable to affiliate is recorded in account 4070.

G) Capital lease with affiliate is recorded in account 4250.

H) Collection of amounts previously written off and uncollectibles written off during the year are netted on line 3.

I) Miscellaneous debit in 2004 was for rounding.

J) High Cost Loop Funds increased in 2005 and the 2001/2002 pool years were finalized which increased revenues.

K) Increase is due to increase in special access circuits.

L) Increase is due to increase in USAC and Reciprocal Compensation activity.

M) Increase is due to new capital lease.

N) Less maintenance and less circuit cost activity in 2005.

Communities where Basic Local Service is offered to New Customers

County Name (a)	Municipality Name (b)	Municipality Type (c)	
Manitowoc	CATO	Town	1
Manitowoc	CENTERVILLE	Town	2
Manitowoc	CLEVELAND	Village	3
Manitowoc	COLLINS	Village	4
Manitowoc	EATON	Town	5
Sheboygan	HERMAN	Town	6
Sheboygan	HOWARDS GROVE	Village	7
Manitowoc	LIBERTY	Town	8
Manitowoc	MANITOWOC RAPIDS	Town	9
Manitowoc	MAPLE GROVE	Town	10
Sheboygan	MOSEL	Town	11
Sheboygan	RHINE	Town	12
Manitowoc	ROCKLAND	Town	13
Manitowoc	SAINT NAZIANZ	Village	14
Manitowoc	SCHLESWIG	Town	15
Sheboygan	SHEBOYGAN	Town	16
Sheboygan	SHEBOYGAN FALLS	Town	17
Manitowoc	VALDERS	Village	18