



4008

ANNUAL REPORT

of

Name: WISCONSIN INDEPENDENT TELECOMMUNICATIONS SYS

Principal Office: 2801 INTERNATIONAL LANE #200
MADISON, WI 53704

For the Year Ended: DECEMBER 31, 2003

Alternative Telecommunications Utility -- Other Telecommunications Provider

To

Public Service Commission of Wisconsin

Mailing Address:	P.O. Box 7854 Madison, WI 53707-7854
Courier Address:	610 N. Whitney Way Madison, WI 53705-2729
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Home Page:	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.

RULES FOR REPORTING

1. The annual report due date is April 1 of the following year. (Example: The 2002 report is due April 1, 2003.) 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>, click on Telecommunications, click on Annual Report Programs and Worksheets, and click on Annual Report Program for Alternative Telecommunications Utility - Other Telecommunications Providers (OTH).
3. Alternative Telecommunications Utility-Other Telecommunications Provider (ATU-Other) entities with no revenues for the report year are required to file an OTH annual report.
4. Unless otherwise indicated, the information requested in this report should be taken from the accounts and other records of the utility. A query or response concerning information contained in this report regarding any practice or transaction should not be construed as indicating conformity to 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.
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. Limited 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. Please report all dollar amounts to the nearest thousand dollars.
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 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 OTH annual report program incorporates provisional confidentiality capability for the following item, based on the Commission's Information Regarding Confidential Filings decision dated February 24, 2003, as supplemented for the new Nonregulated Revenues category on the Operating Revenues schedule:
 - a. Operating Revenues (Particulars, Wisconsin-Based Intrastate, Wisconsin-Based Interstate, Wisconsin-Based Total, and Total Company columns) (pp. 14-15) (Miscellaneous Revenues and Nonregulated Revenues descriptions, other than Video Distance Learning and Directory appearing in the report form, contained in the Particulars column (column a) and respective dollar amounts reported for the Miscellaneous Revenues and Nonregulated Revenues categories in the columns labeled Wisconsin-

RULES FOR REPORTING

Based Intrastate, Wisconsin-Based Interstate, Wisconsin-Based Total, and Total Company);

- b. Central Office Data-End of Year (p. 19)
 - i. Integrated Service Digital Network (ISDN) Lines-In Use (BRI);
 - ii. ISDN Lines-In Use (PRI);
 - iii. xDSL Lines-In Use;
 - iv. Switched 56 lines in use;
 - v. Digital Transmission Facilities: DS-1-In use;
 - vi. Digital Transmission Facilities: DS-3-In use;
 - vii. Video Information Service-In use (# lines); and
 - viii. Fiber Transmission Facilities: No. of fiber strands working (LIT) in C.O.

If additional provisional confidential treatment is desired, please contact the Commission concerning required manual filing procedures. In this situation, 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 annual report printout 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 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 (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:

RULES FOR REPORTING

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://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.

16. Changes to the Annual Report Subsequent to Filing:

If making revisions to the report subsequent to an electronic 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.

Revisions to an annual report previously filed on a manual basis also require a new complete manual filing.

17. Municipalities authorized by the Commission as competitive local exchange carriers (CLECs) should report only the CLEC-related amounts in the OTH annual report.

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IDENTIFICATION AND OWNERSHIP

Exact Utility Name: WISCONSIN INDEPENDENT TELECOMMUNICATIONS SYSTEM, INC.
Utility Location: 2801 INTERNATIONAL LANE #200
MADISON, WI 53704

Utility Web Site Address: www.accesswis.com

Date utility authorized to provide service in Wisconsin: 02/08/1995

State in which utility was organized: Wisconsin

Organization type (e.g., corporation, partnership): Corporation

New Utility Name: Doing business as "Access Wisconsin"

Effective Date: 08/03/1995

Telephone numbers for potential customers to contact company:

Business Customers: (608) 244 - 4600 Ext:

Residential Customers: (608) 244 - 4600 Ext:

Primary Utility Contact (located at utility address)

Name: MARK WELLER
Title: PRESIDENT
Firm/Company: WI INDEPENDENT TELECOMMUNICAITONS SYSTEM, INC.
Office Address: 2801 INTERNATIONAL LANE #200
MADISON, WI 53704

Fax Number: (608) 244 - 4447
Telephone Number: (608) 244 - 4600
Email Address: mweiler@accesswis.com

Officer in charge of correspondence concerning this report

Name: MARK WELLER
Title: PRESIDENT
Firm/Company: WI INDEPENDENT TELECOMMUNICATIONS SYSTEM, INC.
Office Address: 2801 INTERNATIONAL LANE #200
MADISON, WI 53704

Fax Number: (608) 244 - 4447
Telephone Number: (608) 244 - 4600
Email Address: mweiler@accesswis.com

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

Name: BRUCE E. HOEHNE
Title: PARTNER
Firm/Company: KIESLING ASSOCIATES, LLP
Office Address: 8517 EXCELSIOR DRIVE, SUITE 301
MADISON, WI 53717

Fax Number: (608) 664 - 9112
Telephone Number: (608) 664 - 9110
Email Address: bhoehne@kiesling.com

IDENTIFICATION AND OWNERSHIP

Name and address of the office where the utility`s books are kept

Name: MARK WELLER
Title: PRESIDENT
Firm/Company: WI INDEPENDENT TELECOMMUNICATIONS SYSTEM, INC.
Office Address: 2801 INTERNATIONAL LANE #200
MADISON , WI 53704

Fax Number: (608) 244 - 4447
Telephone Number: (608) 244 - 4600
Email Address: mwell@accesswis.com

Contact person for Regulatory Inquiries and Complaints

Name: MARK WELLER
Title: PRESIDENT
Firm/Company: WI INDEPENDENT TELECOMMUNICATIONS SYSTEM, INC.
Office Address: 2801 INTERNATIONAL LANE #200
MADISON, WI 53704

Fax Number: (608) 244 - 4447
Telephone Number: (608) 244 - 4600
Email Address: mwell@accesswis.com

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: 2801 INTERNATIONAL LANE #200
MADISON , WI 53704

Number of Shares Held: 0
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: N/A
Extent of Interest: N/A

INCOME STATEMENT - TOTAL COMPANY

Particulars (a)	This Year (000's)(b)	Last Year (000's)(c)	
Operating Revenues	5,415	5,094	1
OPERATING EXPENSES			
Access and Billing Expenses	4,804	4,459	2
Local Interconnection	0	0	3
Other Charges Imposed by Another Carrier	0	0	4
Communication System Operations	0	0	5
Sales and Marketing	3	4	6
Administrative and General	577	569	7
Depreciation and Amortization	8	10	8
Other	0	0	9
Total Operating Expenses	5,392	5,042	10
Net Operating Income	23	52	11
OTHER INCOME			
Nonoperating Income and Expense	92	159	12
Nonoperating Taxes	34	72	13
Interest and Related Items	0	0	14
Extraordinary Items	0	0	15
Nonregulated Net Income	0	0	16
Total Nonoperating Income	58	87	17
Net Income	81	139	18

Income Statement - Total Company Note:

Disclose additional material information not included elsewhere in this report that is necessary to make the financial statements clear and understandable, including:

1. A summary of significant accounting policies, including, but not limited to, accounting policies related to pension cost, unbilled revenues, and income taxes.
2. The method of computing depreciation expense.

REVENUE AND COST RECOGNITION

The Corporation has entered into contracts to provide telecommunications network service to be used for the transmission of educational and education-related programming (Distance Learning Service) and medical link services which generates contract revenues and costs. Revenue under these contracts has been deferred and will be recognized over the contract's life principally using the straight-line method. The Corporation has subcontracted with various telephone companies to provide services to meet their obligations under these contracts. Costs under these subcontracts have been prepaid and are being amortized over the life of the contract using the straight-line method

In addition, certain direct payroll costs associated with procuring certain of these contracts has been deferred and is being amortized over the life of the contract.

Revenues under a contract to perform installation services are recognized when the sites are completed using a percentage of completion method.

INCOME STATEMENT - TOTAL COMPANY

INCOME TAXES

Income taxes are accounted for using the liability method and provide for the tax effects of transactions reported in the financial statements including both taxes currently due and deferred. Deferred taxes are adjusted to reflect deferred tax consequences at current enacted tax rates. Deferred income taxes reflect the net tax effects of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for income tax purposes. Significant components of the Corporation's deferred tax assets include deferred revenues. The deferred tax assets and liabilities represent the future tax return consequences of those differences, which will either be taxable or deductible, when the assets and liabilities are recovered or settled.

INCOME STATEMENT - WISCONSIN INTRASTATE OPERATIONS

Particulars (a)	Wisconsin Intrastate % This Year (b)	This Year (000's) (c)	Last Year (000's) (d)	
Operating Revenues	100.00%	5,415	5,094	1
OPERATING EXPENSES				
Access and Billing Expenses	100.00%	4,804	4,459	2
Local Interconnection	0%	0	0	3
Other Charges Imposed by Another Carrier	0%	0	0	4
Communication System Operations	0%	0	0	5
Sales and Marketing	100.00%	3	4	6
Administrative and General	100.00%	577	569	7
Depreciation and Amortization	100.00%	8	10	8
Other	0%	0	0	9
Total Operating Expenses	100.00%	5,392	5,042	10
Net Operating Income	100.00%	23	52	11
OTHER INCOME				
Nonoperating Income and Expense	100.00%	92	159	12
Nonoperating Taxes	100.00%	34	72	13
Interest and Related Items	0%	0	0	14
Extraordinary Items	0%	0	0	15
Nonregulated Net Income	0%	0	0	16
Total Nonoperating Income	100.00%	58	87	17
Net Income	100.00%	81	139	18

Income Statement - Wisconsin Intrastate Operations Note:
 Please state the bases upon which the Wisconsin intrastate factors were developed and provide supporting calculations.

Wisconsin intrastate factors are based on identifiable intrastate revenues.

TOTAL COMPANY BALANCE SHEET - ASSETS

Particulars (a)	Balance--EOY (000's)(b)	Balance--FOY (000's)(c)	
CURRENT ASSETS			
Cash and Cash Equivalents	484	1,804	1
Net Telecommunications Accounts Receivable	0	0	2
Net Other Accounts Receivable	111	313	3
Net Notes Receivable	0	0	4
Interest and Dividends Receivable	4	7	5
Materials and Supplies	25	26	6
Prepayments	4,268	4,513	7
Other Current Assets	3,366	3,069	8
TOTAL CURRENT ASSETS	8,258	9,732	
NONCURRENT ASSETS			
Investments in Affiliated Companies	0	0	9
Investments in Nonaffiliated Companies	0	0	10
Other Noncurrent Assets	3,491	7,253	11
Deferred Charges	0	0	12
TOTAL NONCURRENT ASSETS	3,491	7,253	
PLANT			
Telecommunications Plant in Service	83	104	13
Less: Accumulated Depreciation and Amortization	57	59	14
Net Property Held for Future Telecommunications Use	0	0	15
Net Nonoperating Plant	0	0	16
Telecommunications Plant Under Construction	0	0	17
Net Telecommunications Plant Adjustment	0	0	18
TOTAL PLANT	26	45	
TOTAL ASSETS AND OTHER DEBITS	11,775	17,030	

TOTAL COMPANY BALANCE SHEET - LIABILITIES AND CAPITAL

Particulars (a)	Balance--EOY (000's)(b)	Balance--FOY (000's)(c)	
CURRENT LIABILITIES			
Accounts and Notes Payable to Affiliated Companies	0	0	1
Other Accounts and Notes Payable	12	1,047	2
Advance Billing and Payments	0	0	3
Customer Deposits	0	0	4
Current Maturities - Long-Term Obligations	0	0	5
Taxes Accrued	6	51	6
Other Current and Accrued Liabilities	4,711	5,003	7
TOTAL CURRENT LIABILITIES	4,729	6,101	
LONG-TERM DEBT			
Net Funded Debt	0	0	8
Obligations Under Capital Leases	0	0	9
Advances from Affiliated Companies	0	0	10
Other Long-Term Debt	0	0	11
TOTAL LONG-TERM DEBT	0	0	
OTHER LIABILITIES AND DEFERRED CREDITS			
Other Long-Term Liabilities	0	0	12
Unamortized Investment Tax Credits	0	0	13
Net Noncurrent Deferred Income Taxes	0	0	14
Other Deferred Credits	3,733	7,697	15
TOTAL OTHER LIABILITIES AND DEFERRED CREDITS	3,733	7,697	
STOCKHOLDERS' EQUITY			
Capital Stock and Paid-In Capital	3,292	3,292	16
Other Capital	0	0	17
Retained Earnings	21	(60)	18
TOTAL STOCKHOLDERS' EQUITY	3,313	3,232	
TOTAL LIABILITIES AND OTHER CREDITS	11,775	17,030	

TOTAL COMPANY BALANCE SHEET - NOTES

Other information concerning the total company balance sheet.

The accounting policies of the Corporation conform to generally accepted accounting principles in the United States of America. Management uses estimates and assumptions in preparing its financial statements. Those estimates and assumptions affect the reported amounts of assets, liabilities, revenues and expenses, and the disclosure of contingent revenues and expenses.

CASH EQUIVALENTS

All highly liquid investments with a maturity of three months or less at the time of purchase are considered cash equivalents.

ACCOUNTS RECEIVABLE

In the normal course of business, the Corporation extends credits to its customers, all of whom are located in Wisconsin, and considers accounts receivable to be fully collectible; accordingly, no allowance for doubtful accounts is required to state accounts receivable at net realizable value.

PROPERTY, PLANT AND EQUIPMENT

Fixed Assets are recorded at original cost and are depreciated on a straight-line basis over the estimated useful life of 3-20 years.

RETAINED EARNINGS - TOTAL COMPANY

Particulars (a)	This Year (000's)(b)	Last Year (000's)(c)	
Balance - First of Year	(60)	(199)	1
Changes:			
Balance Transferred from Income	81	139	2
Dividends Declared	0	0	3
Miscellaneous Debits to Retained Earnings	0	0	4
Miscellaneous Credits to Retained Earnings	0	0	5
Balance - End of Year	<u>21</u>	<u>(60)</u>	6

TELECOMMUNICATIONS PLANT IN SERVICE & ACCUMULATED DEPRECIATION & AMORTIZATION - WISCONSIN

Plant Function (a)	Plant in Service FOY (000's)(b)	Additions (000's)(c)	Retirements (000's)(d)	
GENERAL SUPPORT				
Vehicle	24	0	24	1
Office Furniture & Equipment	72	3	0	2
CENTRAL OFFICE				
	0	0	0	3
INFORMATION ORIG./TERM.				
	0	0	0	4
CABLE WIRE FACILITIES				
Fiber & Cable Facilities	8	0	0	5
AMORTIZABLE				
	0	0	0	6
TOTAL PLANT IN SERVICE	104	3	24	

TELECOMMUNICATIONS PLANT IN SERVICE & ACCUMULATED DEPRECIATION & AMORTIZATION - WISCONSIN (cont.)

Plant Function (e)	Transfers / Adjustments (000's)(f)	Plant in Service EOY (000's)(g)	Acc. Depr. & Amortization EOY (000's)(h)	Net Plant in Service EOY (000's)(i)	
GENERAL SUPPORT					
Vehicle	0	0	0	0	1
Office Furniture & Equipment	0	75	54	21	2
CENTRAL OFFICE					
	0	0	0	0	3
INFORMATION ORIG./TERM.					
	0	0	0	0	4
CABLE WIRE FACILITIES					
Fiber & Cable Facilities	0	8	3	5	5
AMORTIZABLE					
	0	0	0	0	6
TOTAL PLANT IN SERVICE	0	83	57	26	

OPERATING REVENUES

Particulars (a)	Wisconsin- Based Intrastate (000's)(b)	Wisconsin- Based Interstate (000's)(c)	
LOCAL NETWORK SERVICES REVENUES			
End User Retail			1
Reciprocal Compensation & Interconnection			2
Private Line, Special Access & Unbundled Network Elements			3
			4
NETWORK INTERSTATE ACCESS SERVICE REVENUES			
End User Line Charge			5
Switched			6
Special			7
NETWORK INTRASTATE ACCESS SERVICE REVENUES			
Switched			8
Special			9
			10
LONG DISTANCE NETWORK SERVICES MESSAGE REVENUES			
			11
LONG DISTANCE PRIVATE NETWORK REVENUES			
			12
MISCELLANEOUS REVENUES			
Video Distance Learning	5,375		13
Directory			14
Miscellaneous	40		15
NONREGULATED REVENUES			
Enter Description Here			16
GROSS OPERATING REVENUES	5,415	0	
UNCOLLECTIBLE REVENUES			
Enter Description Here			17
TOTAL UNCOLLECTIBLE REVENUES	0	0	
TOTAL OPERATING REVENUES	5,415	0	

OPERATING REVENUES (cont.)

Particulars (d)	Wisconsin- Based Total (000's)(e)	Total Company (000's)(f)
LOCAL NETWORK SERVICES REVENUES		
End User Retail	0	1
Reciprocal Compensation & Interconnection	0	2
Private Line, Special Access & Unbundled Network Elements	0	3
	0	4
NETWORK INTERSTATE ACCESS SERVICE REVENUES		
End User Line Charge	0	5
Switched	0	6
Special	0	7
NETWORK INTRASTATE ACCESS SERVICE REVENUES		
Switched	0	8
Special	0	9
	0	10
LONG DISTANCE NETWORK SERVICES MESSAGE REVENUES		
	0	11
LONG DISTANCE PRIVATE NETWORK REVENUES		
	0	12
MISCELLANEOUS REVENUES		
Video Distance Learning	5,375	5,375 13
Directory	0	14
Miscellaneous	40	40 15
NONREGULATED REVENUES		
Enter Description Here	0	16
GROSS OPERATING REVENUES	5,415	5,415
UNCOLLECTIBLE REVENUES		
Enter Description Here	0	17
TOTAL UNCOLLECTIBLE REVENUES	0	0
TOTAL OPERATING REVENUES	5,415	5,415

AVERAGE NUMBER OF SUBSCRIBERS

Average Number of Subscribers (a)	Wisconsin-Based Total (Actual No.) (b)	Total Company (Actual No.) (c)	
Residential	0	0	1
Business	0	0	2
Total	0	0	3

NUMBER OF LIFELINE AND LINKUP CUSTOMERS

Number of Lifeline and Linkup Customers (a)	Wisconsin (Actual No.)(b)	
Number of Lifeline Customers in Wisconsin at December 31, 2003	0	1
Number of Linkup Customers in Wisconsin Connected During 2003	0	2

ACCESS EXPENSES, BILLING EXPENSES & CHARGES IMPOSED BY ANOTHER CARRIER

Particulars (a)	Wisconsin- Based Intrastate (000's)(b)	Wisconsin- Based Interstate (000's)(c)	
ACCESS AND BILLING EXPENSES			
Carrier Common Line (Intrastate IntraLATA)			1
Carrier Common Line (Intrastate InterLATA)			2
Carrier Common Line (Interstate)			3
Switched Access			4
Special Access	4,804		5
Billing and Collection Expenses			6
TOTAL ACCESS AND BILLING EXPENSES	4,804	0	
CHARGES IMPOSED BY ANOTHER CARRIER			
Expenses Related to Interconnection with Another Local Exchange Carrier's Facilities			7
Expenses Related to the Wholesale Use of Another Carrier's Network (Resale & Unbundled Network Elements) and Tariffed General Service Offerings			8
TOTAL CHARGES IMPOSED BY ANOTHER CARRIER	0	0	
TOTAL ACCESS EXPENSES, BILLING EXPENSES & CHARGES IMPOSED BY ANOTHER CARRIER	4,804	0	

**ACCESS EXPENSES, BILLING EXPENSES & CHARGES IMPOSED BY ANOTHER CARRIER
(cont.)**

Particulars (d)	Wisconsin- Based Total (000's)(e)	Total Company (000's)(f)
ACCESS AND BILLING EXPENSES		
Carrier Common Line (Intrastate IntraLATA)	0	1
Carrier Common Line (Intrastate InterLATA)	0	2
Carrier Common Line (Interstate)	0	3
Switched Access	0	4
Special Access	4,804	4,804
Billing and Collection Expenses	0	6
TOTAL ACCESS AND BILLING EXPENSES	4,804	4,804
CHARGES IMPOSED BY ANOTHER CARRIER		
Expenses Related to Interconnection with Another Local Exchange Carrier`s Facilities	0	7
Expenses Related to the Wholesale Use of Another Carrier`s Network (Resale & Unbundled Network Elements) and Tariffed General Service Offerings	0	8
TOTAL CHARGES IMPOSED BY ANOTHER CARRIER	0	0
TOTAL ACCESS EXPENSES, BILLING EXPENSES & CHARGES IMPOSED BY ANOTHER CARRIER	4,804	4,804

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)
NONE				
Rate Center Name				1
Central Office (Switch) CLLI Code				2
Switch Location				3
Manufacturer of COE				4
Year COE Installed				5
Type of Equipment				6
(S)tandalone, (H)ost, (R)emote, (A)dv. Fiber Comm.				7
Remote Host Rate Center Name				8
Remote Host Switch CLLI Code				9
COE Generic Software Release No.				10
SS7?				11
9-1-1?				12
Access Lines - In Use				13
- Equipped				14
- Wired				15
Trunks - In Use				16
- Equipped				17
- Wired				18
ISDN Available?				19
ISDN Lines - In Use (BRI)				20
- In Use (PRI)				21
xDSL Available?				22
- In Use (# lines)				23
Switched 56 Service?				24
Switched 56 lines in use				25

¹ Teleco provided end-to-end facility.

CENTRAL OFFICE DATA - END OF YEAR

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

Description (a)	Central Off. (b)	Central Off. (c)	Central Off. (d)	Central Off. (e)
NONE				
Digital Transmission Facilities: DS-1 - In Use				26
DS-3 - In Use				27
Advanced Data Service Available:				
Packet Switching?				28
SMDS?				29
Frame Relay?				30
ATM (Asynchronous Trans. Mode)?				31
Video Information - Service Available?				32
- In Use (# lines) ¹				33
Fiber Transmission Facilities:				
No. of fiber strands entering C.O.				34
No. of fiber strands working (LIT) in C.O.				35
No. of fiber strands for interoffice use				36
Miles of fiber sheath in wire center				37
Access Tandem Serving this C.O.:				
- Central Office Name				38
- Central Office CLLI Code				39
Does this C.O. do access tandem switching?				40

¹ Teleco provided end-to-end facility.

ASSESSABLE REVENUES

Description (a)	This Year (000's)(b)
Calculation of Assessable Revenues for Remainder and Telephone Relay Assessment Purposes	
Gross Operating Revenues--Wisconsin (including outbound interstate revenues)	5,415 1
Less: Inbound Interstate Revenues (exclusive of uncollectible service revenues) Included in Line 1 (if any)	0 2
Less : Current Year Write-offs of Uncollectible Revenues	0 3
Plus: Current Year Collection of Operating Revenues Previously Written Off	0 4
Less : Nonregulated Operating Revenue (included in Gross Oper. Rev. on Line 1)	0 5
Plus: Nonregulated Net Write Off Amount (included on Lines 3 and 4)	0 6
Total Assessable Revenues for Remainder and Telephone Relay Assessment Purposes	5,415 7

Assessable Revenues for Universal Service Fund Assessment Purposes

Wisconsin Gross Intrastate Operating Telecommunications Service Revenue	5,375 8
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Notes

"Gross Operating Revenues--Wisconsin" are revenues before consideration of uncollectible revenues. These revenues include revenues from inbound interstate 800 and collect calls billed to customers in Wisconsin.

"Outbound interstate revenues" are service operations revenues received from communications originating at points within Wisconsin and terminating at points outside the state.

"Inbound interstate revenues" are service operations revenues received from communications originating at points outside the State of Wisconsin and terminating at points within the state.

(NOT TO BE EXCLUDED HERE ARE INBOUND INTERSTATE 800 AND COLLECT REVENUES BILLED TO CUSTOMERS IN WISCONSIN).

"Gross" means revenue before consideration of uncollectible amounts. Access expenses may not be netted against assessable revenues.

"Intrastate" means telecommunications service originating and terminating within the State of Wisconsin. Intrastate revenue does not include interstate access revenue.

"Operating" means provision of telecommunications services.

"Telecommunications service revenue" for the purpose of this assessment does not include cable television service, broadcast service, rents, directory revenue, carrier billing and collection revenue, nonregulated customer premises equipment revenue, or other miscellaneous or nonregulated revenue. However, it does include video distance learning revenue and payphone revenue (the latter which was deregulated in 1997).

OTHER INFORMATION

Additional or other information concerning this annual report.

None

SCHEDULE AND REPORT NOTES

General Footnote

Accountants Compilation Report

To the Board of Directors
Wisconsin Independent Telecommunications Systems, Inc.
(d.b.a. Access Wisconsin)
Madison, Wisconsin

We have compiled the balance sheets of Wisconsin Independent Telecommunications Systems, Inc. as of December 31, 2003 and 2002, and the related statements of income and retained earnings for the years then ended included in the accompanying prescribed form in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. We have also compiled the supplementary information presented in the prescribed form, except for pages 16 and 19.

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

These financial statements and the supplementary information are presented in accordance with the requirements of the Public Service Commission of Wisconsin, which differ from generally accepted accounting principles. Accordingly, these financial statements and supplementary information are not designed for those who are not informed about such differences.

The supplementary information contained on pages 16 and 19 of the accompanying prescribed form has not been audited, reviewed, or compiled by us, and, accordingly, we assume no responsibility for that information.

Kiesling Associates LLP
Madison, Wisconsin
April 26, 2004

Schedule Footnotes

Average Number of Subscribers Footnote. Page 16

The company enters into contracts to provide telecommunications network service to be used for the transmission of educational programming. They do not have subscribers.

Central Office Data - End of Year Footnote. Page 19

Wisconsin Independent Telecommunications Systems has no central office.
