



4004

ANNUAL REPORT

OF

Name: MARQUETTE-ADAMS TELEPHONE CO-OPERATIVE, INC.

Principal Office: 113 N. OXFORD STREET
P.O. BOX 45
OXFORD, WI 53952-0045

For the Year Ended: DECEMBER 31, 1996

TELECOMMUNICATIONS UTILITY TO PUBLIC SERVICE COMMISSION OF WISCONSIN

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

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

GENERAL RULES FOR REPORTING

1. Unless otherwise indicated, the information requested in this report should be taken from the accounts and other records in conformity with the Uniform System of Accounts prescribed by the Public Service Commission of Wisconsin in docket 05-US-102. The definitions and instructions contained therein should also apply to the report wherever applicable. A query or response concerning information contained in this report regarding any practice or transaction should not be construed as indicating conformity to accounting or other pertinent regulations.
2. Please follow all instructions and answer each question fully and accurately. Provide additional information as necessary to avoid misunderstandings or misleading responses. Abbreviations listed on page 6 may be used, however please show the exact name of the respondent in full on the "Identification and Ownership" page.
3. Wherever information is requested in a "note", please show that information in the space provided, or make reference to the adjacent page or insert where the note may be found. Please also identify each note. Footnote capability is included in the annual report software program. Please use it where necessary to fully explain particulars in the annual report.
4. Numeric items are limited to digits (0-9). A minus sign "-" should be entered in the software program to indicate negative values. Do not use parentheses for numeric values. The program will convert the minus sign to parentheses when a hard copy of the annual report is printed. Negative values may not be allowed for certain entries in the annual report due to restrictions contained in the software program.
5. Please report all dollar amounts to the nearest whole dollar.
6. This annual report should be complete in all respects. Unless otherwise authorized, avoid references to returns of former years or to other reports.
7. Wherever schedules call for data from the previous year and such data were reported in the previous annual report, that previous year's data should be reported without modification. If modified, an appropriate footnote indicator and explanation should be included in the current year's annual report.
8. Where part or all of the report is prepared by other than utility personnel, a disclosure is required in the notes to the income statement or the balance sheet, which describes the nature and extent of work performed.
9. Please print a hard copy of the annual report on 20 pound or heavier paper, sign it and compare with the electronic copy before officially filing it with the Public Service Commission of Wisconsin.

SIGNATURE PAGE

I LESTER R. RODGER of
(Person responsible for accounts)

MARQUETTE-ADAMS TELEPHONE CO-OPERATIVE, INC., certify that I
(Utility Name)

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

LESTER R. RODGER 05/07/1997
(Person responsible for accounts) (Date)

SECRETARY-TREASURER
(Title)

TABLE OF CONTENTS

Schedule Name	Page
Cover Page	1
General Rules for Reporting	2
Signature Page	3
Table of Contents	4
Annual Telecommunications Report Glossary of Terms	5
Abbreviations Used in Annual Reports	6
Identification and Ownership	7
Income Statement - Total Company	8
Balance Sheet - Assets (Class B Use Accounts Designated By *)	10
Balance Sheet - Liabilities (Class B Use Accounts Designated By *)	11
Telecommunications Plant in Service Class A & B	22
Telecommunications Plant in Service Class A & B (Sub-Class Accounts)	24
Accumulated Depreciation Class A & B	26
Accumulated Depreciation Class A & B (Sub-Class Accounts)	28
Retained Earnings (Acct. 4550)	37
Revenues - Class A & B (Class B Use Accounts Designated By *)	40
Expense Matrix - Class A & B	41
Other Income Accounts (Class B Use Accounts Designated By *)	44
Telephone Calls and Minutes of Use Per Month	47
Access Usage	48
Outside Plant Statistics at End of Year	49
Special Access Circuits in Use at End of Year	49
Service Data	50
Service Data - End of Year	52
Equipment Abbreviations	54
Manufacturer Abbreviations	54
Central Office Data - End of Year	55
General, Schedule Level and Schedule Line Footnotes	56

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	<p>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:</p> <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	<p>A central office switch which has no remote switching units (RSUs) subtending it.</p>
Trunk	<p>A communications path connecting two switching systems in the establishment of an end-to-end connection.</p>
Wide Area Telephone Service (WATS)	<p>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.</p>
Wire Center	<p>The location of one or more local switching systems. A point at which customers' loops converge.</p>

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: MARQUETTE-ADAMS TELEPHONE CO-OPERATIVE, INC.
Utility Location: 113 N. OXFORD STREET
P.O. BOX 45
OXFORD, WI 53952-0045

Utility Web Site Address:

When was utility organized?: 04/21/1951

Report any change in name and the effective date:

Officer in charge of correspondence concerning this report

Name: MRS DIANA M . LAPOINTE
Title: MANAGER

Office Address: 113 N. OXFORD STREET
P.O. BOX 45
OXFORD , WI 53952-0045

Fax Number: (608) 586 - 5209
Telephone Number: (608) 586 - 4111
Email Address: diana.lapointe@maqs.net

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

Name:
Title:

Office Address:

Fax Number:
Telephone Number:
Email Address:

Person responsible for financial information contained in report

Name: MR LESTER R . RODGER
Title: SECRETARY-TREASURER

Office Address: 113 N. OXFORD STREET
P.O. BOX 45
OXFORD , WI 53952-0045

Fax Number: (608) 586 - 5209 EXT
Telephone Number: (608) 586 - 4111
Email Address:

Person responsible for statistical information contained in report

Name: MR. LESTER R . RODGER
Title: SECRETARY-TREASURER

Office Address: 113 N. OXFORD STREET
P.O. BOX 45
OXFORD , WI 53952-0045

Fax Number: (608) 586 - 5209
Telephone Number: (608) 586 - 4111
Email Address:

INCOME STATEMENT - TOTAL COMPANY

Particulars (a)	This Year (b)	Last Year (c)	
Operating Revenues (5000-5300)	2,114,626	1,871,306	1
Operating Expenses			
Plant Specific Operations Expense (6110-6410)	215,049	190,112	2
Plant Nonspecific Operations Expense	553,676	442,418	3
Customer Operations Expense (6610-6620)	297,881	298,116	4
Corporate Operations Expense (6710-6790)	246,059	223,872	5
Other Operating Income and Expense (7100)	0	0	6
Operating Taxes (7200)	93,363	103,590	7
Total Operating Expenses	1,406,028	1,258,108	8
Net Operating Income	708,598	613,198	9
Other Income			
Nonoperating Income and Expense (7300)	210,219	164,851	10
Nonoperating Taxes (7400)	63,066	51,720	11
Interest and Related Items (7500)	33,910	19,261	12
Extraordinary Items (7600)	0	0	13
Nonregulated Net Income (7990)	(36,054)	929	14
Total Nonoperating Income	77,189	94,799	15
Net Income	785,787	707,997	16

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)*	741,098	752,465	1
Cash (1130)		0	2
Special Cash Deposits (1140)		0	3
Working Cash Advances (1150)		0	4
Temporary Investments (1160)		0	5
TOTAL CASH AND EQUIVALENTS	741,098	752,465	
RECEIVABLES AND ALLOWANCES FOR DOUBTFUL ACCOUNTS			
Telecommunications Accounts Receivable (1180)*	177,490	132,567	6
Accounts Receivable Allowance-Telecom (1181)*		0	7
Net: Telecommunications Accounts Receivable	177,490	132,567	
Other Accounts Receivable (1190)*	236,490	326,623	8
Accounts Receivable Allowance--Other (1191)*		0	9
Net: Other Accounts Receivable	236,490	326,623	
Notes Receivable (1200)*		0	10
Notes Receivable Allowance (1201)*		0	11
Net: Notes Receivable	0	0	
Interest and Dividends Receivable (1210)*	1,394	1,394	12
TOTAL RECEIVABLES AND ALLOWANCES FOR DOUBTFUL	415,374	460,584	
SUPPLIES			
Inventories (1220)*	63,353	60,565	13
TOTAL SUPPLIES	63,353	60,565	
PREPAYMENTS			
Total Prepayments (1280)*	31,475	22,372	14
Prepaid Rents (1290)		0	15
Prepaid Taxes (1300)		0	16
Prepaid Insurance (1310)		0	17
Prepaid Directory Expenses (1320)		0	18
Other Prepayments (1330)		0	19
TOTAL PREPAYMENTS	31,475	22,372	
OTHER CURRENT ASSETS			
Other Current Assets (1350)*		0	20
TOTAL OTHER CURRENT ASSETS	0	0	
TOTAL CURRENT ASSETS	1,251,300	1,295,986	
NONCURRENT ASSETS			
INVESTMENTS			
Investment in Affiliated Companies (1401)*		0	21
Investments in Nonaffiliated Companies (1402)*	1,321,680	1,317,246	22
Nonregulated Investments (1406)*	1,198	0	23
Unamortized Debt Issuance Expense (1407)*		0	24
Sinking Funds (1408)*		0	25

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

Particulars (a)	Balance--EOY (b)	Balance--FOY (c)	
NONCURRENT ASSETS			
INVESTMENTS			
Other Noncurrent Assets (1410)*	1,328	1,027	26
TOTAL INVESTMENTS	1,324,206	1,318,273	
DEFERRED CHARGES			
Deferred Tax Regulatory Asset (1437)*		0	27
Deferred Maintenance and Retirements (1438)*		0	28
Deferred Charges (1439)*		0	29
TOTAL DEFERRED CHARGES	0	0	
TOTAL NONCURRENT ASSETS	1,324,206	1,318,273	
PLANT			
TELECOMMUNICATIONS PLANT IN SERVICE			
Telecommunications Plant in Service (2001)*	7,674,356	7,007,776	30
Less: Accumulated Depreciation (3100)*	3,829,602	3,464,768	31
Less: Accumulated Amortization--Capitalized Leases (3410)*		0	32
Less: Accumulated Amortization--Leasehold Improvements (3420)*		0	33
Less: Accumulated Amortization--Intangible (3500)*		0	34
NET TELECOMMUNICATIONS PLANT IN SERVICE	3,844,754	3,543,008	
PROPERTY HELD FOR FUTURE USE			
Prop. Held for Future Telecommun. Use (2002)*		0	35
Less: Accumulated Depreciation--Held for Future Telecommunications Use (3200)*		0	36
NET PROPERTY HELD FOR FUTURE USE	0	0	
NONOPERATING PLANT			
Nonoperating Plant (2006)*		0	37
Less: Accumulated Depreciation--Nonoperating (3300)*		0	38
NET NONOPERATING PLANT	0	0	
TPUC			
TPUC (2003)*	471,735	508,191	39
TOTAL TPUC	471,735	508,191	
TELECOMMUNICATIONS PLANT ADJUSTMENT			
Telecommunications Plant Adjustment (2005)*		0	40
Less: Accumulated Amortization--Other (3600)*		0	41
NET TELECOMMUNICATIONS PLANT ADJUSTMENT	0	0	
TOTAL PLANT	4,316,489	4,051,199	
TOTAL ASSETS AND OTHER DEBITS*	6,891,995	6,665,458	

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

Particulars (a)	Balance--EOY (b)	Balance--FOY (c)	
CURRENT LIABILITIES			
Accounts Payable (4010)*	138,425	124,495	1
Notes Payable (4020)*		0	2
Advance Billing and Payments (4030)*	1,220	283	3
Customer Deposits (4040)*	11,121	10,745	4
Current Maturities--Long-Term Debt (4050)*	101,900	96,000	5
Current Maturities--Capital Leases (4060)*		0	6
Income Taxes--Accrued (4070)*	65,347	44,591	7
Other Taxes--Accrued (4080)*	(7,995)	(9,604)	8
Net Current Deferred Operating Income Taxes (4100)*		0	9
Net Current Deferred Nonoperating Income Taxes (4110)*		0	10
Other Accrued Liabilities (4120)*	4,638	2,967	11
Other Current Liabilities (4130)*		0	12
TOTAL CURRENT LIABILITIES*	314,656	269,477	
LONG-TERM DEBT			
Funded Debt (4210)*	498,528	591,570	13
Premium on Long-Term Debt (4220)*		0	14
Discount on Long-Term Debt (4230)*		0	15
Reacquired Debt (4240)*		0	16
Obligations Under Capital Leases (4250)*		0	17
Advances from Affiliated Companies (4260)*		0	18
Other Long-Term Debt (4270)*		0	19
TOTAL LONG-TERM DEBT*	498,528	591,570	
OTHER LIABILITIES AND DEFERRED CREDITS			
Other Long-Term Liabilities (4310)*	69,153	65,920	20
Unamortized Operating ITC--Net (4320)*		0	21
Unamortized Nonoperating ITC--Net (4330)*		0	22
Net Noncurrent Deferred Operating Income Taxes (4340)*		0	23
Net Deferred Tax Liability Adjustments (4341)*		0	24
Net Noncurrent Deferred Nonoperating Income Taxes (4350)*	(104,905)	(30,041)	25
Other Deferred Credits (4360)*		0	26
Deferred Tax Regulatory Liability (4361)*		0	27
TOTAL OTHER LIABILITIES AND DEFERRED CREDITS*	(35,752)	35,879	
STOCKHOLDERS' EQUITY			
Capital Stock (4510)*	5,880	5,400	28
Additional Paid-in Capital (4520)*		0	29
Treasury Stock (4530)*		0	30
Other Capital (4540)*	(8,482)	(6,065)	31
Retained Earnings (4550)*	6,117,165	5,769,197	32
TOTAL STOCKHOLDERS' EQUITY*	6,114,563	5,768,532	
TOTAL LIABILITIES AND OTHER CREDITS*	6,891,995	6,665,458	

TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B

Plant Account (a)	Account (b)	Balance FOY (c)	Additions (d)	
GENERAL SUPPORT ASSETS				
Land	2111	27,368		1
Motor Vehicles	2112	122,959	29,678	2
Aircraft	2113	0		3
Special Purpose Vehicles	2114	0		4
Garage Work Equipment	2115	6,980		5
Other Work Equipment	2116	152,744	7,305	6
Buildings	2121	314,158	5,791	7
Furniture	2122	32,962	1,984	8
Office Equipment	2123	31,189	1,646	9
General Purpose Computers	2124	144,191	43,077	10
TOTAL--GENERAL SUPPORT ASSETS:		832,551	89,481	
CENTRAL OFFICE ASSETS				
Analog Electronic Switching	2211	0		11
Digital Electronic Switching	2212	1,615,795	435,639	12
Electro-Mechanical Switching	2215	0	0	13
Operator Systems	2220	0		14
Radio Systems	2231	0	0	15
Circuit Equipment	2232	560,906	75,657	16
TOTAL--CENTRAL OFFICE ASSETS:		2,176,701	511,296	
INFORMATION ORIGATION/TERMINATION ASSETS				
Station Apparatus	2311	0		17
Customer Premises Wiring	2321	409,434		18
Large Private Branch Exchanges	2341	0		19
Public Telephone Terminal Equipment	2351	38,396		20
Other Terminal Equipment	2362	0		21
TOTAL--INFORMATION ORIG/TERM ASSETS:		447,830	0	
CABLE WIRE FACILITIES ASSETS				
Poles	2411	0		22
Aerial Cable	2421	0	0	23
Underground Cable	2422	0	0	24
Buried Cable	2423	3,518,637	236,919	25
Submarine Cable	2424	0	0	26
Deep Sea Cable	2425	0		27
Intrabuilding Network Cable	2426	0	0	28
Aerial Wire	2431	0		29
Conduit Systems	2441	32,057		30
TOTAL--CABLE WIRE FACILITIES ASSETS:		3,550,694	236,919	
AMORTIZABLE ASSETS				
Capital Leases	2681	0		31

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

Account (e)	Retirements (f)	Transfers / Adjustments (g)	Balance EOY (h)	
2111			27,368	1
2112			152,637	2
2113			0	3
2114			0	4
2115			6,980	5
2116	4,832		155,217	6
2121			319,949	7
2122	131		34,815	8
2123	0	0	32,835	9
2124	24,379		162,889	10
	29,342	0	892,690	
2211			0	11
2212	126,326	0	1,925,108	12
2215	0	0	0	13
2220			0	14
2231	0	0	0	15
2232	0	0	636,563	16
	126,326	0	2,561,671	
2311			0	17
2321			409,434	18
2341			0	19
2351			38,396	20
2362			0	21
	0	0	447,830	
2411			0	22
2421	0	0	0	23
2422	0	0	0	24
2423	15,448	0	3,740,108	25
2424	0	0	0	26
2425			0	27
2426	0	0	0	28
2431			0	29
2441			32,057	30
	15,448	0	3,772,165	
2681			0	31

TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B

Plant Account (a)	Account (b)	Balance FOY (c)	Additions (d)
AMORTIZABLE ASSETS			
Leasehold Improvements	2682	0	32
Intangibles	2690	0	33
TOTAL--AMORTIZABLE ASSETS:		0	0
TOTAL TELECOM. PLANT IN SERVICE	2001	7,007,776	837,696
Less: Allocation to Nonregulated Activity - EOY	2001		34
NET REG. TOTAL TELE. PLANT IN SERV. - EOY	2001		

Explain all amounts shown in column (g).

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

Account (e)	Retirements (f)	Transfers / Adjustments (g)	Balance EOY (h)	
2682			0	32
2690			0	33
	0	0	0	
	171,116	0	7,674,356	
2001				34
			7,674,356	

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	31,189		1 A
Company Communications Equipment	2123.2	0	1,646	2 B
Software	2212.1	1,615,795	435,639	3
Digital Switching - Central Office	2212.2	0		4
Digital Switching - Remote	2212.3	0		5
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	560,906	75,657	10
Analog Circuit Equipment	2232.2	0		11
Light Wave Circuit Equipment	2232.3	0		12
Aerial Cable - Nonmetallic	2421.1	0		13
Aerial Cable - Metallic	2421.2	0		14
Underground Cable - Nonmetallic	2422.1	0		15
Underground Cable - Metallic	2422.2	0		16
Buried Cable - Nonmetallic	2423.1	3,518,637	27,655	17 C
Buried Cable - Metallic	2423.2	0	209,264	18 D
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		(10,298)	20,891	1 A
2123.2		10,298	11,944	2 B
2212.1	126,326		1,925,108	3
2212.2			0	4
2212.3			0	5
2215.1			0	6
2215.2			0	7
2231.1			0	8
2231.2			0	9
2232.1			636,563	10
2232.2			0	11
2232.3			0	12
2421.1			0	13
2421.2			0	14
2422.1			0	15
2422.2			0	16
2423.1		(3,103,371)	442,921	17 C
2423.2	15,448	3,103,371	3,297,187	18 D
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	64,830	9.09	13,873	1
Aircraft	2113	0			2
Special Purpose Vehicles	2114	0			3
Garage Work Equipment	2115	3,715	10.0	698	4
Other Work Equipment	2116	75,267	8.9799	13,941	5
Buildings	2121	95,691	2.63	8,355	6
Furniture	2122	32,962	8.33	967	7
Office Equipment	2123	28,473	11.56	3,796	8
General Purpose Computers	2124	144,190	7.03	3,121	9
Total-- GENERAL SUPPORT ASSETS		445,128		44,751	0
CENTRAL OFFICE ASSETS					
Analog Electronic Switching	2211	0			10
Digital Electronic Switching	2212	755,002	10.0	186,394	11
Electro-Mechanical Switching	2215	0			12
Operator Systems	2220	0			13
Radio Systems	2231	0			14
Circuit Equipment	2232	268,882	10.0	61,134	15
Total-- CENTRAL OFFICE ASSETS		1,023,884		247,528	0
INFORMATION ORIG/TERM ASSETS					
Station Apparatus	2311	0			16
Customer Premises Wiring	2321	305,828	12.65	51,793	17
Large Private Branch Exchanges	2341	0			18
Public Telephone Terminal Equipment	2351	24,976	10.0	3,840	19
Other Terminal Equipment	2362	0			20
Total-- INFORMATION ORIG/TERM ASSETS		330,804		55,633	0
CABLE WIRE FACILITIES ASSETS					
Poles	2411	0			21
Aerial Cable	2421	0			22
Underground Cable	2422	0			23
Buried Cable	2423	1,656,014	5.0	181,119	24
Submarine Cable	2424	0			25
Deep Sea Cable	2425	0			26
Intrabuilding Network Cable	2426	0			27
Aerial Wire	2431	0			28

ACCUMULATED DEPRECIATION CLASS A & B (cont.)

Acct (g)	Retired (h)	Cost of Removal (i)	Salvage (j)	Other (k)	Balance EOY (l)	
2112					78,703	1
2113					0	2
2114					0	3
2115					4,413	4
2116	4,832		5,000		89,376	5
2121					104,046	6
2122	131		50		33,848	7
2123	0			0	32,269	8
2124	24,379		17		122,949	9
	29,342	0	5,067	0	465,604	
2211					0	10
2212	126,326		1,050		816,120	11
2215	0				0	12
2220					0	13
2231	0				0	14
2232	0				330,016	15
	126,326	0	1,050	0	1,146,136	
2311					0	16
2321					357,621	17
2341					0	18
2351					28,816	19
2362					0	20
	0	0	0	0	386,437	
2411					0	21
2421	0				0	22
2422	0				0	23
2423	15,448			0	1,821,685	24
2424	0				0	25
2425					0	26
2426	0				0	27
2431					0	28

ACCUMULATED DEPRECIATION CLASS A & B

Primary Plant Account (a)	Acct (b)	Balance FOY (c)	Depr Rate (d)	Annual Accrual (e)	Additional Accrual (f)
CABLE WIRE FACILITIES ASSETS					
Conduit Systems	2441	8,938	2.5	802	29
Total-- CABLE WIRE FACILITIES ASSETS		1,664,952		181,921	0
Total Accumulated Depreciation	3100	3,464,768		529,833	0
Less: Allocation to Nonregulated Activity - Columns e, f and I	3100				30
Net Regulated Total Accum Depreciation - 3100 Columns e, f and I				529,833	0

ACCUMULATED DEPRECIATION CLASS A & B (cont.)

Acct (g)	Retired (h)	Cost of Removal (i)	Salvage (j)	Other (k)	Balance EOY (l)	
2441					9,740	29
	15,448	0	0	0	1,831,425	
3100	171,116	0	6,117	0	3,829,602	
3100						30
3100					3,829,602	

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	28,473	10.0	2,089		1 J
Company Communications Equipment	2123.2	0	20.0	1,707		2 K
Software	2212.1	755,002	10.0	186,394		3
Digital Switching - Central Office	2212.2	0				4
Digital Switching - Remote	2212.3	0				5
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	268,882	10.0	61,134		10
Analog Circuit Equipment	2232.2	0				11
Light Wave Circuit Equipment	2232.3	0				12
Aerial Cable - Nonmetallic	2421.1	0				13
Aerial Cable - Metallic	2421.2	0				14
Underground Cable - Nonmetallic	2422.1	0				15
Underground Cable - Metallic	2422.2	0				16
Buried Cable - Nonmetallic	2423.1	1,656,014	5.0	21,685		17 L
Buried Cable - Metallic	2423.2	0	5.0	159,434		18 M
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				(10,298)	20,264	1 J
2123.2				10,298	12,005	2 K
2212.1	126,326		1,050		816,120	3
2212.2					0	4
2212.3					0	5
2215.1					0	6
2215.2					0	7
2231.1					0	8
2231.2					0	9
2232.1					330,016	10
2232.2					0	11
2232.3					0	12
2421.1					0	13
2421.2					0	14
2422.1					0	15
2422.2					0	16
2423.1				(1,570,510)	107,189	17 L
2423.2	15,448			1,570,510	1,714,496	18 M
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	5,769,196	5,446,309	1
Changes:			
Balance Transferred from Income	785,787	707,998	2
Dividends Declared:			
Common	842	0	3
Preferred		0	4
Total Dividends Declared	842	0	
Miscellaneous Debits to Retained Earnings	436,976	385,111	5
Miscellaneous Credits to Retained Earnings		0	6
Balance--End of Year	<u>6,117,165</u>	<u>5,769,196</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)*	599,714	537,276	1
Basic Area Revenue (5001)			2
Optional Extended Area Revenue (5002)			3
Cellular Mobile Revenue (5003)			4
Other Mobile Services Revenue (5004)			5
Public Telephone Revenue (5010)			6
Local Private Line Revenue (5040)			7
Customer Premises Revenue (5050)			8
Other Local Exchange Revenue (5060)			9
Other Local Exchange Revenue Settlements (5069)			10
TOTAL BASIC LOCAL SERVICE REVENUE (5000)	599,714	537,276	
NETWORK INTERSTATE ACCESS SERVICES REV.			
End User Revenue (5081)*	141,450	136,420	11
Switched Access Revenue (5082)*	478,320	390,249	12 G
Special Access Revenue (5083)*	37,403	45,245	13
TOTAL INTERSTATE ACCESS REVENUES (5080)	657,173	571,914	
NETWORK INTRASTATE ACCESS SERVICES REV.			
End User Revenue (5084.1)*		0	14
Switched Access Revenue (5084.2)*	576,558	494,250	15
Special Access Revenue (5084.3)*	31,719	23,254	16 H
TOTAL INTRASTATE ACCESS REVENUES (5084)	608,277	517,504	
LONG DISTANCE NETWORK SERVICES MESSAGE REV.			
Long Distance Message Revenue (5100)*			17
Long Distance Inward-Only Revenue (5111)			18
Long Distance Outward-Only Revenue (5112)			19
Unidirectional Long Distance Revenue (5110)	0	0	
Long Distance Private Network Revenues			
Subvoice Grade Revenue (5121)			20
Voice Grade Revenue (5122)			21
Audio Program Grade Revenue (5123)			22
Video Program Grade Revenue (5124)			23
Digital Transmission Revenue (5125)			24
Switching Revenue (5126)			25
Other Revenue (5128)			26
Other Revenue Settlements (5129)			27
Total Long Distance Private Network Revenue	0	0	
Other Long Distance Revenue (5160)			28
Other Long Distance Revenue Settlements (5169)			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)*	64,196	62,762	30
Rent Revenue (5240)*		0	31
Corporate Operations Revenue (5250)*		0	32
Miscellaneous:			
Miscellaneous Revenue (5260)*	6,426	7,649	33
Special Billing Arrangements Revenue (5261)			34
Customer Operations Revenue (5262)			35
Plant Operations Revenue (5263)			36
Other Incidental Regulated Revenue (5264)			37
Other Revenue Settlements (5269)			38
Total Miscellaneous Revenue (5260)	6,426	7,649	
Interstate Billing and Collection Revenue*	33,588	34,168	39
Intrastate Billing and Collection Revenue*	133,011	137,415	40
Total Carrier Billing and Collection Revenue (5270)*	166,599	171,583	
Nonregulated Operating Revenue (5280)**			41
TOTAL MISCELLANEOUS REVENUES	237,221	241,994	
GROSS OPERATING REVENUES	2,102,385	1,868,688	
UNCOLLECTIBLE REVENUES			
Uncollectible Revenue (5300)*	(12,241)	(2,618)	42 I
Uncollectible Revenue--Telecommunications (5301)			43
Uncollectible Revenue--Other (5302)			44
TOTAL UNCOLLECTIBLE REVENUE (5300)	(12,241)	(2,618)	
TOTAL OPERATING REVENUES	<u>2,114,626</u>	<u>1,871,306</u>	

** Account 5280 is to be used only by those companies subject to dual jurisdiction.

EXPENSE MATRIX - CLASS A & B

Particulars (a)	Total Last Year (b)	Total This Year (c)	Salaries / Wages (d)	
PLANT SPECIFIC OPERATIONS EXPENSE				
Total Network Support Expense (6110)	2,643	1,752		1
Less: Nonregulated		0		2
Net Regulated	2,643	1,752		3
Total General Support Expense (6120)	50,701	51,316		4
Less: Nonregulated		0		5
Net Regulated	50,701	51,316		6
Total Central Office Switching Expense (6210)	64,603	75,810		7
Less: Nonregulated		0		8
Net Regulated	64,603	75,810		9
Total Operator Systems Expense (6220)		0		10
Less: Nonregulated		0		11
Net Regulated	0	0		12
Total Central Office Transmission Expenses (6230)		0		13
Less: Nonregulated		0		14
Net Regulated	0	0		15
Total Information Orig. / Term. Expense (6310)	1,768	2,994		16
Less: Nonregulated		0		17
Net Regulated	1,768	2,994		18
Total Cable and Wire Fac. Expense (6410)	70,397	83,177		19
Less: Nonregulated		0		20
Net Regulated	70,397	83,177		21
TOTAL PLANT SPECIFIC OPERATIONS EXPENSE	190,112	215,049		
Less: Nonregulated	0	0		
Net Regulated	190,112	215,049		
PLANT NONSPECIFIC OPERATIONS EXPENSE				
Total Other Property, Plant and Equip. Exp. (6510)	0	0		22
Less: Nonregulated		0		23
Net Regulated	0	0		24
Total Network Operations Expense (6530)	37,233	23,843		25
Less: Nonregulated		0		26 E
Net Regulated	37,233	23,843		27
Access Expense (6540)		0		28
Less: Nonregulated		0		29
Net Regulated	0	0		30
Total Depreciation and Amortization Expense (6560)	405,185	529,833		31
Less: Nonregulated		0		32 F
Net Regulated	405,185	529,833		33
TOTAL PLANT NONSPECIFIC OPERATIONS EXP.	442,418	553,676		
Less: Nonregulated	0	0		
Net Regulated	442,418	553,676		

EXPENSE MATRIX - CLASS A & B (cont.)

Account (e)	Benefits (f)	Rents (g)	Other (h)	Clearances to (from) (i)	
6110					1
					2
					3
6120					4
					5
					6
6210					7
					8
					9
6220					10
					11
					12
6230					13
					14
					15
6310					16
					17
					18
6410					19
					20
					21
6510					22
					23
					24
6530					25
					26 E
					27
6540					28
					29
					30
6560					31
					32 F
					33

EXPENSE MATRIX - CLASS A & B

Particulars (a)	Total Last Year (b)	Total This Year (c)	Salaries / Wages (d)
CUSTOMER OPERATIONS EXPENSE			
Total Marketing (6610)	5,013	4,673	34
Less: Nonregulated		0	35
Net Regulated	5,013	4,673	36
Total Services (6620)	293,103	293,208	37
Less: Nonregulated		0	38
Net Regulated	293,103	293,208	39
TOTAL CUSTOMER OPERATIONS EXPENSE	298,116	297,881	
Less: Nonregulated	0	0	
Net Regulated	298,116	297,881	
CORPORATE OPERATIONS EXPENSE			
Total Exec. and Planning (6710)	100,475	112,436	40
Less: Nonregulated		0	41
Net Regulated	100,475	112,436	42
Total General and Administrative (6720)	123,397	133,623	43
Less: Nonregulated		0	44
Net Regulated	123,397	133,623	45
Provision for Uncollectible Notes Receiv. (6790)		0	46
Less: Nonregulated		0	47
Net Regulated	0	0	48
TOTAL CORPORATE OPERATIONS EXPENSE	223,872	246,059	
Less: Nonregulated	0	0	
Net Regulated	223,872	246,059	
TOTAL EXPENSES	1,154,518	1,312,665	
Less: Nonregulated	0	0	
Net Regulated	1,154,518	1,312,665	

EXPENSE MATRIX - CLASS A & B (cont.)

Account (e)	Benefits (f)	Rents (g)	Other (h)	Clearances to (from) (i)
6610				34
				35
				36
6620				37
				38
				39
6710				40
				41
				42
6720				43
				44
				45
6790				46
				47
				48

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EXPENSE MATRIX - CLASS A & B (DETAIL)

Particulars (a)	Total Last Year (b)	Total This Year (c)	Salaries/ Wages (d)	
Property Held for Future Tele. Use Exp. (6511)		0		1
Provisioning Expense (6512)	0	0		2
Total: Reported in Account 6510	0	0		
Depreciat. Exp.--Tele. Plant in Service (6561)	405,185	529,833		3
Depreciat. Exp.--Prop. Held for Future Tele. Use (6562		0		4
Amortization Expense--Tangible (6563)		0		5
Amortization Expense--Intangible (6564)		0		6
Amortization Expense--Other (6565)		0		7
Total: Reported in Account 6560	405,185	529,833		

EXPENSE MATRIX - CLASS A & B (DETAIL) (cont.)

Account (e)	Benefits (f)	Rents (g)	Other (h)	Clearances to (from) (i)	
6511					1
6512					2
6561					3
6562					4
6563					5
6564					6
6565					7

OTHER INCOME ACCOUNTS (CLASS B USE ACCOUNTS DESIGNATED BY *)

Particulars (a)	This Year (b)	Last Year (c)	
OTHER OPERATING INCOME AND EXPENSE			
Income from Custom Work (7110)*		0	1
Return from Nonregulated Use of Regulated Facilities (7130)*		0	2
Gains and (Losses) from Foreign Exchange (7140)		0	3
Gains or (Losses) from the Disposition of Land and Artworks (7150)		0	4
Other Operating Gains and (Losses) (7160)*		0	5
TOTAL OTHER OPERATING INCOME AND (EXPENSE) (7100)*	0		0
OPERATING TAXES			
Operating Investment Tax Credits--Net (7210)*		0	6
Operating Federal Income Taxes (7220)*	(29,010)	(2,693)	7
Operating State and Local Income Taxes (7230)*		0	8
Operating Other Taxes (7240)*	122,373	106,283	9
Provision for Deferred Operating Income Taxes--Net (7250)*		0	10
TOTAL OPERATING TAXES (7200)*	93,363	103,590	
NONOPERATING INCOME AND EXPENSE			
Dividend Income (7310)*	3,627	4,067	11
Interest Income (7320)*	37,842	48,284	12
Income from Sinking and Other Funds (7330)*		0	13
Allowance for Funds Used During Construction (7340)*		0	14
Gains or (Losses) from the Disposition of Certain Property (7350)*		0	15
Other Nonoperating Income (7360)*	168,750	112,500	16
Special Charges (7370)*		0	17
TOTAL NONOPERATING INCOME AND EXPENSE (7300)*	210,219	164,851	
NONOPERATING TAXES			
Nonoperating Investment Tax Credits--Net (7410)*		0	18
Nonoperating Federal Income Taxes (7420)*	137,930	57,320	19
Nonoperating State and Local Income Taxes (7430)*		0	20
Nonoperating Other Taxes (7440)*		0	21
Provision for Deferred Nonoperating Income Taxes-Net (7450)*	(74,864)	(5,600)	22
TOTAL NONOPERATING TAXES (7400)*	63,066	51,720	
INTEREST AND RELATED ITEMS			
Interest on Funded Debt (7510)*	33,290	18,477	23
Interest Expense--Capital Leases (7520)*		0	24
Amortization of Debt Issuance Expense (7530)*		0	25
Other Interest Deductions (7540)*	620	784	26
TOTAL INTEREST AND RELATED ITEMS (7500)*	33,910	19,261	
EXTRAORDINARY ITEMS			
Extraordinary Items (7600)*		0	27
Extraordinary Income Credits (7610)		0	28
Extraordinary Income Charges (7620)		0	29
Current Income Tax Effect of Extraordinary Items--Net (7630)		0	30
Provision for Deferred Income Tax Effect of Extraordinary Items--Net (7640)		0	31
TOTAL EXTRAORDINARY ITEMS (7600)*	0	0	
NONREGULATED NET INCOME			
Nonregulated Net Income (7990)*	(36,054)	929	32

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	83	340	1
Extended Area Service			2
Extended Community Calling	52	213	3
Other Local-Undefined			4
Total Local	135	553	
TOLL			
Operator Handled: State--intraLATA			5
Operator Handled: State--interLATA			6
Operator Handled: Interstate			7
Customer Dialed: State--intraLATA			8
Customer Dialed: State--interLATA			9
Customer Dialed: Interstate			10
WATS			11
Other Toll-Undefined			12
Total Toll	0	0	
Total Local & Toll	135	553	

ACCESS USAGE

Enter number, in thousands, of Billed Minutes.

Description (a)	Billed Minutes (000's)				
	Interstate InterLATA (b)	Intrastate InterLATA (c)	Intrastate IntraLATA (d)	Interstate IntraLATA (e)	
Feature Group A -- Orig.					1
Feature Group A -- Term.	4	8			2
Feature Group B -- Orig.					3
Feature Group B -- Term.	12	4			4
Feature Group C -- Orig.					5
Feature Group C -- Term.					6
Feature Group D -- Orig.	196	182	198	1	7
Feature Group D -- Term.	315	160	159		8

OUTSIDE PLANT STATISTICS AT END OF YEAR

Description of Item (a)	Amount (b)	
Sheath miles of plant - aerial	0	1
Sheath miles of plant - buried	765	2
Sheath miles of plant - fiber optics	58	3
Strand miles of plant - fiber optics	535	4
Route miles of plant - microwave	0	5

SPECIAL ACCESS CIRCUITS IN USE AT END OF YEAR

Circuit Type (a)	InterLATA Chan. Terms. (b)	IntraLATA Chan. Terms. (c)	
Voice grade		10	1
56 kbps	2	2	2
64 kbps (DS0)	3		3
1.54 Mbps (DS-1)	4	1	4
45 Mbps (DS-3)			5
SONET OC-1			6
SONET OC-3			7
SONET OC-12			8
SONET OC-48			9
SONET OC-192			10

OUTSIDE PLANT STATISTICS AT END OF YEAR

Description of Item (a)	Amount (b)	
Sheath miles of plant - aerial	0	1
Sheath miles of plant - buried	765	2
Sheath miles of plant - fiber optics	58	3
Strand miles of plant - fiber optics	535	4
Route miles of plant - microwave	0	5

SPECIAL ACCESS CIRCUITS IN USE AT END OF YEAR

Circuit Type (a)	InterLATA Chan. Terms. (b)	IntraLATA Chan. Terms. (c)	
Voice grade		10	1
56 kbps	2	2	2
64 kbps (DS0)	3		3
1.54 Mbps (DS-1)	4	1	4
45 Mbps (DS-3)			5
SONET OC-1			6
SONET OC-3			7
SONET OC-12			8
SONET OC-48			9
SONET OC-192			10

SERVICE DATA

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

Item (a)	FOY (b)	EOY (c)	
Business			
1 Party	253	293	3
2 Party	0		4
4 Party	0		5
PBX Trunks/System Trunks	5	5	6
Centrex Trunks	0		7
Centrex Lines	0		8
Key System Trunks	61	50	9
Mobile (Utility Provided Service)	0		10
Paging (Utility Provided Service)	0		11
FX-Out (Switched)	3		12
Pay Telephone			13
Coin-Operated Pay Telephone			14
Independent Pay Telephone Provider			15
Pay Stations - Public	7	7	16
- Semi-Public	7	4	17
- Cust. Owned	4	5	18
Other	0		19
Total Business Lines	340	364	20
Residential (Incl. Emp. Concess.)			
1 Party	2,924	3,028	22
2 Party	0		23
4 Party	0		24
FX-Out (Switched)	0		25
Other	0		26
Total Residential Lines	2,924	3,028	27
Total Bus & Res Lines	3,264	3,392	28
Company Used Lines	55	57	29
Total Lines Used	3,319	3,449	30

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		3
WATS Lines - 800 Service	0	1	4
FX-In-intraLATA	16	5	5
Special Access-intraLATA			6
(expressed in equiv. access lines)	0	36	7
Special Access-interLATA			8
(expressed in equiv. access lines)	7	101	9
Feature Group A Lines	0		10
Feature Group B Trunks	0		11
Feature Group C Trunks	0		12
Feature Group D Trunks	149	149	13
TSPS - Trunks	30	30	14
EAS - Trunks	16	16	15
Cellular Trunks (Pub. Sw. Net.)	0		16
Video Distance Learning			17
- discounted (special tariff)	0		18
Customers			
Business - 2 Party Customers	0		19
Business - 4 Party Customers	0		20
Residential - 2 Party Customers	0		21
Residential - 4 Party Customers	0		22
Other			
Total Central Office, Info. Orig./Term., & Cable			23
Wire Fac. Assets (based on physical location of plant)	6,175,225	6,781,666	24
Total Company Square Miles	201	201	25
Total Company Route Miles	682	765	26
Footnotes			27

SERVICE DATA - END OF YEAR

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

Item (a)	Exchange (b)	Exchange (c)	Exchange (d)	Exchange (e)	
PSCW Exchange ID	0760	1790	4060	4070	1
Business					2
1 Party	49	51	134	59	3
2 Party					4
4 Party					5
PBX Trunks/System Trunks	5				6
Centrex Trunks					7
Centrex Lines					8
Key System Trunks		19	27	4	9
Mobile (utility provided service)					10
Paging (utility provided service)					11
FX-Out (Switched)					12
Pay Telephone					13
Coin-Operated Pay Telephone					14
Independent Pay Telephone Provider					15
Pay Stations - Public	1	1	3	2	16
- Semi-Public			3	1	17
- Cust. Owned	1	1	2	1	18
Other					19
Total Business Lines	56	72	169	67	20
Residential (Incl. Emp. Concess.)					21
1 Party	860	381	1,280	507	22
2 Party					23
4 Party					24
FX-Out (Switched)					25
Other					26
Total Residential Lines	860	381	1,280	507	27
Total Bus & Res Lines	916	453	1,449	574	28
Company Used Lines	9	5	39	4	29
Total Lines Used	925	458	1,488	578	30

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	0760	1790	4060	4070	1
Miscellaneous					2
WATS Lines - OutWATS					3
WATS Lines - 800 Service			1		4
FX-In-intraLATA		2	3		5
Special Access-intraLATA (equiv. access lines)		2	33	1	6 7
Special Access-interLATA (equiv. access lines)	97		4		8 9
Feature Group A Lines					10
Feature Group B Trunks					11
Feature Group C Trunks					12
Feature Group D Trunks			149		13
TSPS - Trunks			30		14
EAS - Trunks			16		15
Cellular Trunks (Pub. Sw. Net.)					16
Video Distance Learning - discounted (special tariff)					17 18
Customers					19
Business - 2 Party Customers					20
Business - 4 Party Customers					21
Residential - 2 Party Customers					22
Residential - 4 Party Customers					23
Other					24
Exchange C.O., Info. Orig./Term., & Cable					25
Wire Fac. Assets (based on physical location of plant)	1,955,163	880,557	3,112,171	833,775	26 27
Exchange Square Miles	57	36	78	30	28
Exchange Route Miles	277	109	264	115	29
Footnotes					30

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
Nippon Electric	NEC	5
Northern Telecom	NTI	6
Siemens	SI	7
Stromberg-Carlson	SC	8
VIDAR	VI	9

EQUIPMENT ABBREVIATIONS

Use these abbreviations when completing the central office data schedule.

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

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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	BROOKS	BROOKS	ENDEAVOR	OXFORD	1
PSCW Exchange ID	0760	0760	1790	4060	2
Central Office Name	BROOKS	EASTON	ENDEAVOR	OXFORD	3
PSCW Central Office ID	1	2	1	1	4
Manufacturer of COE (Page 54)	SC	SC	SC	SC	5
Year COE Installed	1988	1988	1988	1988	6
Type of Equipment (Page 54)	D	D	D	D	7
(S)tandalone, (H)ost, (R)emote	R	R	R	H	8
Remote Host PSCW Exchange ID	4060	4060	4060		9
Remote Host PSCW Central Office ID	1	1	1	0	10
COE Generic Software Release No.	19	19	19	19	11
SS7?	Yes	Yes	Yes	Yes	12
9-1-1?	Yes	Yes	Yes	Yes	13
Access Lines - In Use	504	421	458	1,042	14
- Equipped	133	82	89	272	15
- Wired	720	540	630	1,620	16
Trunks - In Use	0	0	0	149	17
- Equipped	0	0	0	149	18
- Wired	0	0	0	170	19
ISDN Available?	No	No	No	No	20
ISDN Lines - In Use (BRI)	0	0	0	0	21
- In Use (PRI)	0	0	0	0	22
Switched 56 Service?	No	No	No	No	23
Switched 56 lines in use	0	0	0	0	24
Digital Transmission Facilities: DS-1 - In Use	4	0	0	1	25
DS-3 - In Use	0	0	0	0	26
Advanced Data Service Available:					
Packet Switching?	No	No	No	No	27
SMDS?	No	No	No	No	28
Frame Relay?	No	No	No	No	29
ATM (Asynchronous Trans. Mode)?	No	No	No	No	30
Video Information - Service Available?	No	No	No	No	31
- In Use (# lines) ¹	0	0	0	0	32
Fiber Transmission Facilities:					
No. of fiber strands entering C.O.	12	32	20	20	33
No. of fiber strands working (LIT) in C.O.	4	6	8	12	34
No. of fiber strands for interoffice use	0	0	0	0	35
Miles of fiber sheath in wire center	33		7	12	36
Access Tandem Serving this C.O.:					
- C.O. Name	MADISON	MADISON	MADISON	MADISON	37
- PSCW C.O. ID	3080-01	3080-01	3080-01	3080-01	38
Does this C.O. do access tandem switching?	No	No	No	No	39
Equal Access: InterLATA (1+)?	Yes	Yes	Yes	Yes	40
Equal Access: IntraLATA (1+)?	No	No	No	No	41
Footnotes					42

¹ Teleco provided end-to-end facility.

CENTRAL OFFICE DATA - END OF YEAR

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

Description (a)	Central Off. (b)	Central Off. (c)	Central Off. (d)	Central Off. (e)	
Exchange Name	OXFORD	PACKWAUKEE			1
PSCW Exchange ID	4060	4070			2
Central Office Name	JORDAN LAKE	PACKWAUKEE			3
PSCW Central Office ID	2	1			4
Manufacturer of COE (Page 54)	SC	SC			5
Year COE Installed	1990	1988			6
Type of Equipment (Page 54)	D	D			7
(S)tandalone, (H)ost, (R)emote	R	R			8
Remote Host PSCW Exchange ID	4060	4060			9
Remote Host PSCW Central Office ID	1	1			10
COE Generic Software Release No.	19	19			11
SS7?	Yes	Yes			12
9-1-1?	Yes	Yes			13
Access Lines - In Use	446	578			14
- Equipped	67	48			15
- Wired	630	720			16
Trunks - In Use	0	0			17
- Equipped	0	0			18
- Wired	0	0			19
ISDN Available?	No	No			20
ISDN Lines - In Use (BRI)	0	0			21
- In Use (PRI)	0	0			22
Switched 56 Service?	No	No			23
Switched 56 lines in use	0	0			24
Digital Transmission Facilities: DS-1 - In Use	0	0			25
DS-3 - In Use	0	0			26
Advanced Data Service Available:					
Packet Switching?	No	No			27
SMDS?	No	No			28
Frame Relay?	No	No			29
ATM (Asynchronous Trans. Mode)?	No	No			30
Video Information - Service Available?	No	No			31
- In Use (# lines) ¹	0	0			32
Fiber Transmission Facilities:					
No. of fiber strands entering C.O.	4	16			33
No. of fiber strands working (LIT) in C.O.	2	12			34
No. of fiber strands for interoffice use	0	0			35
Miles of fiber sheath in wire center	0	6			36
Access Tandem Serving this C.O.:					
- C.O. Name	MADISON	MADISON			37
- PSCW C.O. ID	3080-01	3080-01			38
Does this C.O. do access tandem switching?	No	No			39
Equal Access: InterLATA (1+)?	Yes	Yes			40
Equal Access: IntraLATA (1+)?	No	No			41
Footnotes					42

¹ Teleco provided end-to-end facility.

GENERAL, SCHEDULE LEVEL AND SCHEDULE LINE FOOTNOTES

General Footnote

Schedule Footnotes

Telecommunications Plant in Service Class A & B (Sub-Class Accounts) Footnote. Page 24

Padlocks opened per utility letter dated July 23, 1997, from Diana LaPointe, Manager. By ele, 7/25/97.

Accumulated Depreciation Class A & B (Sub-Class Accounts) Footnote. Page 28

Padlocks opened per July 23, 1997 letter from Diana LaPointe. By ele, 7/25/97

Revenues - Class A & B (Class B Use Accounts Designated By *) Footnote. Page 40

Padlocks opened per July 23, 1997 letter of Diana LaPointe. Text of Footnotes G and H revised per letter. By ele, 7/25/97.

Schedule Line Footnotes

- A)** A/c 2123.1 Office Support Equipment
Column (g) \$10,298 Cr
This transfers the appropriate FOY balance from Office Support Equipment to
A/c 2123.2 Company Communications Equipment.
- B)** A/c 2123.2 Company Communications Equipment
Column (g) \$10,298
This transfers the appropriate FOY balance to Company Communications Equipment
from A/c 2123.1 Office Support Equipment.
- C)** A/c 2423.1 Buried Cable - Non-metallic
Column (g) \$3,103,371 Cr
This transfers the appropriate FOY balance from Buried Cable-
Non-metallic
to A/c 2423.2 Buried Cable - Metallic.
- D)** A/c 2423.2 Buried Cable - Metallic
Column (g) \$3,103,371
This transfers the appropriate FOY balance to Buried Cable- Metallic
from
A/c 2423.1 Buried Cable- Non-metallic.
- E)** A/c 6530 Network Operations Expense
Engineering expense was less for 1996. The exchange maps were updated
in 1995
which resulted in higher expenses for that year.
- F)** A/c 6560 Accumulated Depreciation
Depreciation increased due to additional plant added, along with
several large
work orders closed early in 1996, with appropriate depreciation.
- G)** A/c 5082 Switched Access Revenues
Changes in volume and year-end accounting adjustment.
- H)** A/c 5084.3 Special Access Revenues
Changes in types of services.
- I)** A/c 5300 Uncollectible Revenues
Increase is due to recoveries through patronage refunds in 1996.

GENERAL, SCHEDULE LEVEL AND SCHEDULE LINE FOOTNOTES

- J)** A/c 2123.1 Office Support Equipment
Column (k) \$10,298 Credit
This transfers the appropriate FOY amount from Office Support Equipment to A/c 2123.2 Company Communications.
- K)** A/c 2123.2 Company Communications Equipment
Column (k) \$10,298
This transfers the appropriate FOY balance to Company Communications Equipment from A/c 2123.1 Office Support Equipment.
- L)** A/c 2423.1 Buried Cable - NonMetallic
Column (k) \$1,570,510 Cr
This transfers the appropriate FOY balance from Buried Cable-NonMetallic to A/c 2423.2 Buried Cable- Metallic.
- M)** A/c 2423.2 Buried Cable - Metallic
Column (k) \$1,570,510
This transfers the appropriated FOY balance to Buried Cable-Metallic from A/c 2423.1 Buried Cable-NonMetallic.