



4004

ANNUAL REPORT

OF

Name: CLEAR LAKE TELEPHONE COMPANY INC

Principal Office: 316 3RD AVE
P.O. BOX 47
CLEAR LAKE, WI 54005-0047

For the Year Ended: DECEMBER 31, 1998

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.

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
Notes to Income Statement or Balance Sheet	9
Balance Sheet - Assets (Class B Use Accounts Designated By *)	10
Balance Sheet - Liabilities (Class B Use Accounts Designated By *)	11
Statement of Cash Flows	12
Important Changes During the Year	13
Affiliate Abbreviations	14
Affiliated Interest Transactions	15
Affiliated Assets and Liabilities	16
Accounts Receivable Net Write Offs - Telecommunications	17
Notes Receivable (Acct. 1200) and Allowances (Acct. 1201)	18
Investments in Nonaffiliated Companies (Acct. 1402)	19
Nonregulated Investments (Acct. 1406)	20
Deferred Maintenance and Retirements (Acct. 1438)	21
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
Net Deferred Operating Income Taxes (Acct. 1350, 1410, 1437, 4100, 4340, 4341 & 4361)	30
Notes Payable (Acct. 4020)	32
Long-Term Debt	33
Capital Stock Accounts at End of Year	35
Retained Earnings (Acct. 4550)	37
Distribution of Taxes	38
Revenues - Class A & B (Class B Use Accounts Designated By *)	40
Expense Matrix - Class A & B	41
Calculation of Assessable Revenues for Remainder, DOJ, and Tele. Relay Assessment Purposes	43
Calculation of Assessable Revenues for Universal Service Fund Assessment Purposes	43
Other Income Accounts (Class B Use Accounts Designated By *)	44
Nonregulated Net Income (Acct. 7990)	45
Distribution of Salaries and Wages	46
Employee Data	46
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

TABLE OF CONTENTS

Schedule Name	Page
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	Total number of route miles (to the nearest mile) of operating plant facilities including drop wire in the exchange. One route mile may consist of: <ol style="list-style-type: none">1. One mile of roadway with any combination of outside plant facilities on any number of rights-of-way.2. One mile of a cross country route with any combination of outside plant facilities.3. One mile of point-to-point microwave or radio link.4. One mile of plant on either side of a limited access highway or natural barrier, such as a navigable waterway.5. One mile of joint use line where the utility either owns the facility or leases space.
Stand Alone Switch	A central office switch which has no remote switching units (RSUs) subtending it.
Trunk	A communications path connecting two switching systems in the establishment of an end-to-end connection.
Wide Area Telephone Service (WATS)	Customer leased access line or lines connected to the nationwide network over which an unlimited number of calls can be made for a fixed monthly charge.
Wire Center	The location of one or more local switching systems. A point at which customers' loops converge.

ABBREVIATIONS USED IN ANNUAL REPORTS

Acct	.....	Account
Accum	.....	Accumulated
Acq	.....	Acquisition
Admin	.....	Administrative
Alloc	.....	Allocation
Amort	.....	Amortization
CO	.....	Central Office
Depr	.....	Depreciation
Equip	.....	Equipment
Exp	.....	Expenses
EOY	.....	End of Year
FOY	.....	First of Year
Info	.....	Information
ITC	.....	Investment Tax Credit
Misc	.....	Miscellaneous
Nonoper	.....	Nonoperating
Nonreg	.....	Nonregulated
Oper	.....	Operating
Opns	.....	Operations
Orig	.....	Originating
Prop	.....	Property
Receiv	.....	Receivable
Reg	.....	Regulated
Rev	.....	Revenues
Svcs	.....	Services
Telecom	.....	Telecommunications
Term	.....	Terminating
TPIS	.....	Telecommunications Plant in Service
TPUC	.....	Telecommunications Plant Under Construction
Uncoll	.....	Uncollectible

IDENTIFICATION AND OWNERSHIP

Exact Utility Name: CLEAR LAKE TELEPHONE COMPANY INC
Utility Location: 316 3RD AVE
P.O. BOX 47
CLEAR LAKE, WI 54005-0047

Utility Web Site Address:

When was utility organized?: 07/05/1907

Report any change in name and the effective date:

Officer in charge of correspondence concerning this report

Name: MR MARK L . ANDERSON
Title: GENERAL MANAGER

Office Address: 316 THIRD AVE
P.O. BOX 47
CLEAR LAKE , WI 54005

Fax Number: (715) 263 - 2267
Telephone Number: (715) 263 - 2755
Email Address: cltel@win.bright.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 MARK L . ANDERSON
Title: GENERAL MANAGER

Office Address: 316 THIRD AVE
P.O. BOX 47
CLEAR LAKE , WI 54005

Fax Number: (715) 263 - 2267
Telephone Number: (715) 263 - 2755
Email Address:

Person responsible for statistical information contained in report

Name: MR MARK L . ANDERSON
Title: GENERAL MANAGER

Office Address: 316 THIRD AVE
P.O. BOX 47
CLEAR LAKE , WI 54005

Fax Number: (715) 263 - 2267
Telephone Number: (715) 263 - 2755
Email Address: cltel@win.bright.net

IDENTIFICATION AND OWNERSHIP

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

Name: ANDERSON FAMILY TRUST
Address: 316 THIRD AVE
PO BOX 47
CLEAR LAKE , WI 54005
Number of Shares Held: 48
Beneficial Owner: NONE

Name: JIM ANDERSON
Address: PO BOX 443
CLEAR LAKE , WI 54005
Number of Shares Held: 23
Beneficial Owner: NONE

Name: MATTHEW ANDERSON
Address: PO BOX 47
CLEAR LAKE , WI 54005
Number of Shares Held: 23
Beneficial Owner: NONE

Name: PENNY HEIBEL
Address: 79 WESTERN AVE N, UNIT 101
ST PAUL , MN 55102
Number of Shares Held: 23
Beneficial Owner: NONE

Name: VOTING TRUST, MARK ANDERSON, TRUSTEE
Address: 316 THIRD AVE
PO BOX 47
CLEAR LAKE , WI 54005
Number of Shares Held: 94
Beneficial Owner: NONE

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

Company Name: CLT HOLDING COMPANY, INC.
Form of Interest: STOCK
Extent Of Interest: 100%

INCOME STATEMENT - TOTAL COMPANY

Particulars (a)	This Year (b)	Last Year (c)	
Operating Revenues (5000-5300)	940,850	905,509	1
Operating Expenses			
Plant Specific Operations Expense (6110-6410)	149,643	122,679	2
Plant Nonspecific Operations Expense	203,331	131,529	3
Customer Operations Expense (6610-6620)	88,337	92,146	4
Corporate Operations Expense (6710-6790)	161,291	139,442	5
Other Operating Income and Expense (7100)	0	0	6
Operating Taxes (7200)	146,657	193,080	7
Total Operating Expenses	749,259	678,876	8
Net Operating Income	191,591	226,633	9
Other Income			
Nonoperating Income and Expense (7300)	279,203	86,215	10
Nonoperating Taxes (7400)	117,106	25,923	11
Interest and Related Items (7500)	21,310	22,815	12
Extraordinary Items (7600)	0	0	13
Nonregulated Net Income (7990)	4,417	14,219	14
Total Nonoperating Income	145,204	51,696	15
Net Income	336,795	278,329	16

NOTES TO INCOME STATEMENT OR BALANCE SHEET

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

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

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

 3. 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.

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)*	478,174	910,121	1
Cash (1130)			2
Special Cash Deposits (1140)			3
Working Cash Advances (1150)			4
Temporary Investments (1160)			5
TOTAL CASH AND EQUIVALENTS	478,174	910,121	
RECEIVABLES AND ALLOWANCES FOR DOUBTFUL ACCOUNTS			
Telecommunications Accounts Receivable (1180)*	104,000	107,428	6
Accounts Receivable Allowance-Telecom (1181)*	0	0	7
Net: Telecommunications Accounts Receivable	104,000	107,428	
Other Accounts Receivable (1190)*	139,480	101,824	8
Accounts Receivable Allowance--Other (1191)*	0	0	9
Net: Other Accounts Receivable	139,480	101,824	
Notes Receivable (1200)*	0	0	10
Notes Receivable Allowance (1201)*	0	0	11
Net: Notes Receivable	0	0	
Interest and Dividends Receivable (1210)*	2,457	15,768	12
TOTAL RECEIVABLES AND ALLOWANCES FOR DOUBTFUL	245,937	225,020	
SUPPLIES			
Inventories (1220)*	10,275	7,376	13
TOTAL SUPPLIES	10,275	7,376	
PREPAYMENTS			
Total Prepayments (1280)*	1,365	4,562	14
Prepaid Rents (1290)			15
Prepaid Taxes (1300)			16
Prepaid Insurance (1310)			17
Prepaid Directory Expenses (1320)			18
Other Prepayments (1330)			19
TOTAL PREPAYMENTS	1,365	4,562	
OTHER CURRENT ASSETS			
Other Current Assets (1350)*	12,937	3,977	20
TOTAL OTHER CURRENT ASSETS	12,937	3,977	
TOTAL CURRENT ASSETS	748,688	1,151,056	
NONCURRENT ASSETS			
INVESTMENTS			
Investment in Affiliated Companies (1401)*	325,000	150,000	21
Investments in Nonaffiliated Companies (1402)*	361,899	361,899	22
Nonregulated Investments (1406)*	1,683	3,878	23
Unamortized Debt Issuance Expense (1407)*	167	180	24
Sinking Funds (1408)*	0	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)*	137,856	113,628	26
TOTAL INVESTMENTS	826,605	629,585	
DEFERRED CHARGES			
Deferred Tax Regulatory Asset (1437)*	0	0	27
Deferred Maintenance and Retirements (1438)*	0	0	28
Deferred Charges (1439)*	3,029	5,807	29
TOTAL DEFERRED CHARGES	3,029	5,807	
TOTAL NONCURRENT ASSETS	829,634	635,392	
PLANT			
TELECOMMUNICATIONS PLANT IN SERVICE			
Telecommunications Plant in Service (2001)*	2,810,947	2,315,417	30
Less: Accumulated Depreciation (3100)*	1,281,711	1,317,908	31
Less: Accumulated Amortization--Capitalized Leases (3410)*	0	0	32
Less: Accumulated Amortization--Leasehold Improvements (3420)*	0	0	33
Less: Accumulated Amortization--Intangible (3500)*	0	0	34
NET TELECOMMUNICATIONS PLANT IN SERVICE	1,529,236	997,509	
PROPERTY HELD FOR FUTURE USE			
Prop. Held for Future Telecommun. Use (2002)*	0	19,917	35
Less: Accumulated Depreciation--Held for Future Telecommunications Use (3200)*	0	0	36
NET PROPERTY HELD FOR FUTURE USE	0	19,917	
NONOPERATING PLANT			
Nonoperating Plant (2006)*	0	0	37
Less: Accumulated Depreciation--Nonoperating (3300)*	0	0	38
NET NONOPERATING PLANT	0	0	
TPUC			
TPUC (2003)*	0	0	39
TOTAL TPUC	0	0	
TELECOMMUNICATIONS PLANT ADJUSTMENT			
Telecommunications Plant Adjustment (2005)*	0	0	40
Less: Accumulated Amortization--Other (3600)*	0	0	41
NET TELECOMMUNICATIONS PLANT ADJUSTMENT	0	0	
TOTAL PLANT	1,529,236	1,017,426	
TOTAL ASSETS AND OTHER DEBITS*	3,107,558	2,803,874	

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

Particulars (a)	Balance--EOY (b)	Balance--FOY (c)	
CURRENT LIABILITIES			
Accounts Payable (4010)*	244,105	143,659	1
Notes Payable (4020)*	0	0	2
Advance Billing and Payments (4030)*	0	0	3
Customer Deposits (4040)*	2,801	3,155	4
Current Maturities--Long-Term Debt (4050)*	49,500	48,000	5
Current Maturities--Capital Leases (4060)*	0	0	6
Income Taxes--Accrued (4070)*	19,815	63,177	7
Other Taxes--Accrued (4080)*	(7,931)	(9,122)	8
Net Current Deferred Operating Income Taxes (4100)*	0	0	9
Net Current Deferred Nonoperating Income Taxes (4110)*	0	0	10
Other Accrued Liabilities (4120)*	3,422	3,660	11
Other Current Liabilities (4130)*	0	0	12
TOTAL CURRENT LIABILITIES*	311,712	252,529	
LONG-TERM DEBT			
Funded Debt (4210)*	495,355	544,863	13
Premium on Long-Term Debt (4220)*	0	0	14
Discount on Long-Term Debt (4230)*	0	0	15
Reacquired Debt (4240)*	0	0	16
Obligations Under Capital Leases (4250)*	0	0	17
Advances from Affiliated Companies (4260)*	0	0	18
Other Long-Term Debt (4270)*	0	0	19
TOTAL LONG-TERM DEBT*	495,355	544,863	
OTHER LIABILITIES AND DEFERRED CREDITS			
Other Long-Term Liabilities (4310)*	31,200	37,432	20
Unamortized Operating ITC--Net (4320)*	9,650	19,300	21
Unamortized Nonoperating ITC--Net (4330)*	0	0	22
Net Noncurrent Deferred Operating Income Taxes (4340)*	0	0	23
Net Deferred Tax Liability Adjustments (4341)*	0	0	24
Net Noncurrent Deferred Nonoperating Income Taxes (4350)*	0	0	25
Other Deferred Credits (4360)*	50,918	56,484	26
Deferred Tax Regulatory Liability (4361)*	6,263	12,601	27
TOTAL OTHER LIABILITIES AND DEFERRED CREDITS*	98,031	125,817	
STOCKHOLDERS' EQUITY			
Capital Stock (4510)*	67,200	67,200	28
Additional Paid-in Capital (4520)*	0	0	29
Treasury Stock (4530)*	0	0	30
Other Capital (4540)*	13,706	13,706	31
Retained Earnings (4550)*	2,121,554	1,799,759	32
TOTAL STOCKHOLDERS' EQUITY*	2,202,460	1,880,665	
TOTAL LIABILITIES AND OTHER CREDITS*	3,107,558	2,803,874	

STATEMENT OF CASH FLOWS

Item (a)	Amount (b)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net Income	336,795	1
Adjustments to Reconcile Net Income to Net Cash Provided by Operating Activities:		
Depreciation and amortization	163,441	25
Interest during construction	0	3
Changes in assets and liabilities:		
Current assets (net)	(29,579)	4
Other noncurrent assets	(21,437)	57
Other current liabilities	59,183	68
Other liabilities and deferred credits	(27,786)	7
Other (specify):		
TOTAL ADJUSTMENTS	143,822	
NET CASH PROVIDED BY OPERATING ACTIVITIES (NET INCOME & ADJUST.)	480,617	
CASH FLOWS FROM INVESTING ACTIVITIES		
Capital Expenditures:		
Changes in plant (net)	(671,053)	8
Investments in affiliated companies	(175,000)	9
Nonoperating Investments	(2,003)	10
Other (specify):		
NET CASH USING IN INVESTING ACTIVITIES	(848,056)	
CASH FLOWS FROM FINANCING ACTIVITIES		
Change in capital lease obligations (net)	0	11
Change in long-term debt (net)	(49,508)	12
Net changes in stockholder equity other than retained earnings	0	13
Change in short term borrowing (net)	0	14
Dividends paid	(15,000)	15
Miscellaneous debits/credits to retained earnings	0	16
Other (specify):		
Net Cash Provided by Financing Activities	(64,508)	
NET INCREASE IN CASH AND CASH EQUIVALENTS	(431,947)	
Cash and cash equivalents at beginning of year (Accts. 1130-1160 for Class A; 1120 for Class B)		
Cash and cash equivalents at end of year (Accts. 1130-1160 for Class A; 1120 for Class B)		

IMPORTANT CHANGES DURING THE YEAR

1. Give the name and address of all companies which during the year came under the direct control of the respondent otherwise than through title to securities, stating whether such control is sole or joint, how control was established, names of other parties to a joint agreement for control, the extent of control exercised by each party, and any other pertinent data requisite to a clear understanding of the arrangements relating to control (See Section 32.9000 of the Uniform System of Accounts). Where important details relating to control of a company have changed, give particulars. If during the year a company ceased to be controlled by the respondent, its name and a statement of fact will be sufficient.

2. Give the name and address of all companies which during the year came under the indirect control of the respondent through non-reporting intermediaries, stating whether such control is sole or joint, how control was established, names of other parties to a joint agreement for control, the extent of control exercised by each party, the name and address of the intermediary through which the indirect control exists, and any other pertinent data requisite to a clear understanding of the arrangements relating to control (See Section 32.9000 of the Uniform System of Accounts). Where important details relating to control of a company have changed, give particulars. If during the year a company ceased to be controlled by the respondent, its name and a statement of fact will be sufficient.

3. Important leaseholds acquired, given, assigned or surrendered, giving effective dates, lengths of terms, names of parties, rents, and other conditions.

4. List extension of system (other than additions supplementing existing facilities of the respondent) whether by purchase, construction, donation, or otherwise, such as a substantially complete telephone system, exchange or toll line. Give the location, new territory covered, and dates of beginning operation, and in case of purchase give also the name and address of the company from which purchased, date of acquisition, the consideration given, and reference to Commission authorization.

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

6. Obligation incurred or assumed by respondent as guarantor for the performance by another of any agreement or obligation, excluding ordinary commercial paper maturing on demand or not later than one year after date of issue.

7. Changes in articles of incorporation or amendments to charter.

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

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)	
CLT Communications, Inc.	CLTC	1
CLT Holding Company, Inc.	CLTH	2
Wisconsin Indendent Network LLC	WIN	3
Wisconsin Independent Telecommunications System	WITS	4

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 and categorize billings according to the account categories shown below.

Particulars (a)	(b)	(c)	(d)	(e)		
Docket	1170-AT-101					
Name of Affiliate	WITS					1
Designate whether billed to or from:	FROM					2
Cost Based (C), Market Price (M), Prevailing Price (P), Tariff (T), Other (O)	M					3
Revenues	0					4
Expenses:						
Plant Specific Operations Expense	0					5
Plant Nonspecific Operations Expense	0					6
Customer Operations Expense	0					7
Corporate Operations Expense	0					8
Total Operating Expenses	0	0	0	0	0	9
Other:						
Plant Accounts	0					10
Accumulated Depreciation	0					11
Accumulated Amortization	0					12
Clearing	0					13
All Other	17,599					14
Total	17,599	0	0	0	0	15
Percent of affiliate's business billed to all affiliated regulated utilities	0.00					16
If cost based, rate of return on equity or markup incorporated in billings						17
Footnotes						

AFFILIATED ASSETS AND LIABILITIES

This schedule should be used to report affiliated activity concerning balances at the end of the year for the following accounts: 1120, Cash and Equivalents; 1160, Temporary Investments; 1180, Telecommunications Accounts Receivable; 1190, Other Accounts Receivable; 1210, Interest and Dividends Receivable; 1401, Investment in Affiliated Companies; 4010, Accounts Payable; and 4260, Advances from Affiliated Companies. Amounts at the end of the year for each affiliate should be identified by respective affiliate and account number. Report information below consecutively by respective account number; affiliated amounts of less than \$5,000 may be reported in aggregate as "other" for a particular account. Affiliated amounts recorded in accounts 1200, Notes Receivable, 1408, Sinking Funds, and 4020, Notes Payable, should not be reported in this schedule, but rather in the respective schedules contained elsewhere in this report.

Name of Affiliate (a)	Account Number (b)	Balance EOY (c)	
CLT Holding Company, Inc.	1401	325,000	1

ACCOUNTS RECEIVABLE NET WRITE OFFS - TELECOMMUNICATIONS

This schedule should be used to report accounts receivable net write off activity.

Particulars (a)	Amount (b)	
Collection of amounts previously written off	4,984	1
Uncollectibles written off during the year	11,756	2
Net write offs during the year	<u>6,772</u>	

NOTES RECEIVABLE (ACCT. 1200) AND ALLOWANCES (ACCT. 1201)

For affiliates, list by issue or note by affiliate. Other, list by issue or note by entity. Separately identify economic development loans and associated particulars.

Name of Maker and purpose (a)	Issue Date (b)	Maturity (c)	Interest Rate (d)	Amount EOY (e)	Allowance Acct. 1201 (f)
--	-------------------------------	-------------------------	----------------------------------	-------------------------------	---

INVESTMENTS IN NONAFFILIATED COMPANIES (ACCT. 1402)

Name (a)	Balance EOY (b)	
RTB Class B Stock	0	1
Other:		
Wisconsin RSA #1 Limited Partnership	212,653	2
West Central Cellular Limited Partnership	117,062	3
Wisconsin Independent Telecommunications System	18,700	4
Illuminet	12,384	5
Clear Lake Industrial Development Corporation	100	6
RTFC	1,000	7
Total Investments in Nonaffiliated Companies	361,899	

NONREGULATED INVESTMENTS (ACCT. 1406)

Report below the name and end-of-year balance of total net investment and inventory (accts. 1406.10, 1406.11 and 1406.12) for each nonregulated activity. Telephone utilities not subject to dual jurisdiction should report materials and supplies held for resale in account 1406.

Name (a)	Balance EOY (b)	
Total Net Investment and Inventory (Accts. 1406.10, 1406.11, and 1406.12):		
Net Investment in Nonregulated CPE	238	1
Net Investments in Internet Equipment	1,386	2
Net Investment in Payphone Equipment	59	3

DEFERRED MAINTENANCE AND RETIREMENTS (ACCT. 1438)

List items individually by Commission approval noting the date of approval.

Description of Item (a)	Balance EOY (b)
--	--------------------------------

TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B

Plant Account (a)	Account (b)	Balance FOY (c)	Additions (d)	
GENERAL SUPPORT ASSETS				
Land	2111	6,130	0	1
Motor Vehicles	2112	112,585	58,051	2
Aircraft	2113	0	0	3
Special Purpose Vehicles	2114	0	0	4
Garage Work Equipment	2115	8,550	0	5
Other Work Equipment	2116	145,855	35,050	6
Buildings	2121	204,181	2,420	7
Furniture	2122	14,423	16,185	8
Office Equipment	2123	37,417	1,509	9
General Purpose Computers	2124	30,369	5,734	10
TOTAL--GENERAL SUPPORT ASSETS:		559,510	118,949	
CENTRAL OFFICE ASSETS				
Analog Electronic Switching	2211	0	0	11
Digital Electronic Switching	2212	115,800	207,436	12
Electro-Mechanical Switching	2215	0	0	13
Operator Systems	2220	0	0	14
Radio Systems	2231	0	0	15
Circuit Equipment	2232	53,828	39,984	16
TOTAL--CENTRAL OFFICE ASSETS:		169,628	247,420	
INFORMATION ORIGATION/TERMINATION ASSETS				
Station Apparatus	2311	0	0	17
Customer Premises Wiring	2321	0	0	18
Large Private Branch Exchanges	2341	0	0	19
Public Telephone Terminal Equipment	2351	0	0	20
Other Terminal Equipment	2362	0	0	21
TOTAL--INFORMATION ORIG/TERM ASSETS:		0	0	
CABLE WIRE FACILITIES ASSETS				
Poles	2411	0	0	22
Aerial Cable	2421	0	0	23
Underground Cable	2422	34,898	8,963	24
Buried Cable	2423	1,397,732	339,437	25
Submarine Cable	2424	0	0	26
Deep Sea Cable	2425	0	0	27
Intrabuilding Network Cable	2426	0	0	28
Aerial Wire	2431	0	0	29
Conduit Systems	2441	153,649	10,200	30
TOTAL--CABLE WIRE FACILITIES ASSETS:		1,586,279	358,600	
AMORTIZABLE ASSETS				
Capital Leases	2681	0	0	31

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

Account (e)	Retirements (f)	Transfers / Adjustments (g)	Balance EOY (h)	
2111	0		6,130	1
2112	50,722		119,914	2
2113	0		0	3
2114	0		0	4
2115	0		8,550	5
2116	55,702		125,203	6
2121	0		206,601	7
2122	0		30,608	8
2123	4,062	0	34,864	9
2124	6,927		29,176	10
	117,413	0	561,046	
2211	0		0	11
2212	87,486	0	235,750	12
2215	0	0	0	13
2220	0		0	14
2231	0	0	0	15
2232	0	0	93,812	16
	87,486	0	329,562	
2311	0		0	17
2321	0		0	18
2341	0		0	19
2351	0		0	20
2362	0		0	21
	0	0	0	
2411	0		0	22
2421	0	0	0	23
2422	0	0	43,861	24
2423	24,540	0	1,712,629	25
2424	0	0	0	26
2425	0		0	27
2426	0	0	0	28
2431	0		0	29
2441	0		163,849	30
	24,540	0	1,920,339	
2681	0		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	0	32
Intangibles	2690	0	0	33
TOTAL--AMORTIZABLE ASSETS:		0	0	
TOTAL TELECOM. PLANT IN SERVICE	2001	2,315,417	724,969	
Less: Allocation to Nonregulated Activity - EOY	2001			34
NET REG. TOTAL TELE. PLANT IN SERV. - EOY	2001			

Explain all amounts shown in column (g).

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

Account (e)	Retirements (f)	Transfers / Adjustments (g)	Balance EOY (h)	
2682	0		0	32
2690	0		0	33
	0	0	0	
	229,439	0	2,810,947	
2001			0	34
			2,810,947	

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	23,447	1,003	1
Company Communications Equipment	2123.2	13,970	506	2
Software	2212.1	0	0	3
Digital Switching - Central Office	2212.2	0	0	4
Digital Switching - Remote	2212.3	115,800	207,436	5
Step by Step Switching	2215.1	0	0	6
Crossbar Switching	2215.2	0	0	7
Satellite and Earth Station Facilities	2231.1	0	0	8
Other Radio Facilities	2231.2	0	0	9
Digital Circuit Equipment	2232.1	12,517	8,688	10
Analog Circuit Equipment	2232.2	0	0	11
Light Wave Circuit Equipment	2232.3	41,311	31,296	12
Aerial Cable - Nonmetallic	2421.1	0	0	13
Aerial Cable - Metallic	2421.2	0	0	14
Underground Cable - Nonmetallic	2422.1	30,878	6,274	15
Underground Cable - Metallic	2422.2	4,020	2,689	16
Buried Cable - Nonmetallic	2423.1	269,069	152,296	17
Buried Cable - Metallic	2423.2	1,128,663	187,141	18
Submarine Cable - Nonmetallic	2424.1	0	0	19
Submarine Cable - Metallic	2424.2	0	0	20
Intrabuilding Cable - Nonmetallic	2426.1	0	0	21
Intrabuilding Cable - Metallic	2426.2	0	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	4,062		20,388	1
2123.2	0		14,476	2
2212.1	0		0	3
2212.2	0		0	4
2212.3	87,486		235,750	5
2215.1	0		0	6
2215.2	0		0	7
2231.1	0		0	8
2231.2	0		0	9
2232.1	0		21,205	10
2232.2	0		0	11
2232.3	0		72,607	12
2421.1	0		0	13
2421.2	0		0	14
2422.1	0		37,152	15
2422.2	0		6,709	16
2423.1	0		421,365	17
2423.2	24,540		1,291,264	18
2424.1	0		0	19
2424.2	0		0	20
2426.1	0		0	21
2426.2	0		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	15,150	20.0	17,172	0 1
Aircraft	2113	0			2
Special Purpose Vehicles	2114	0			3
Garage Work Equipment	2115	5,910	8.0	684	0 4
Other Work Equipment	2116	119,687	10.0	8,418	0 5
Buildings	2121	88,670	3.4	7,017	0 6
Furniture	2122	14,423	10.0	1,786	0 7
Office Equipment	2123	27,943	5.0	4,020	0 8
General Purpose Computers	2124	25,534	25.0	8,712	0 9
Total-- GENERAL SUPPORT ASSETS		297,317		47,809	0
CENTRAL OFFICE ASSETS					
Analog Electronic Switching	2211	0			10
Digital Electronic Switching	2212	118,300	33.0	25,824	0 11
Electro-Mechanical Switching	2215	0			12
Operator Systems	2220	0			13
Radio Systems	2231	0			14
Circuit Equipment	2232	19,945	9.5	6,470	0 15
Total-- CENTRAL OFFICE ASSETS		138,245		32,294	0
INFORMATION ORIG/TERM ASSETS					
Station Apparatus	2311	0			16
Customer Premises Wiring	2321	0			17
Large Private Branch Exchanges	2341	0			18
Public Telephone Terminal Equipment	2351	0			19
Other Terminal Equipment	2362	0			20
Total-- INFORMATION ORIG/TERM ASSETS		0		0	0
CABLE WIRE FACILITIES ASSETS					
Poles	2411	0			21
Aerial Cable	2421	0			22
Underground Cable	2422	4,213	3.8	1,504	0 23
Buried Cable	2423	867,458	4.6	72,257	0 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	50,722	0	28,000	0	9,600	1
2113	0				0	2
2114	0				0	3
2115	0	0	0	0	6,594	4
2116	55,702	0	6,000	0	78,403	5
2121	0	0	0	0	95,687	6
2122	0	0	0	0	16,209	7
2123	4,062	0	0	0	27,901	8
2124	6,927	0	0	0	27,319	9
	117,413	0	34,000	0	261,713	
2211	0				0	10
2212	87,486	0	0	0	56,638	11
2215	0				0	12
2220	0				0	13
2231	0				0	14
2232	0	0	0	0	26,415	15
	87,486	0	0	0	83,053	
2311	0				0	16
2321	0				0	17
2341	0				0	18
2351	0				0	19
2362	0				0	20
	0	0	0	0	0	
2411	0				0	21
2421	0				0	22
2422	0	0	0	0	5,717	23
2423	24,540	0	0	0	915,175	24
2424	0				0	25
2425	0				0	26
2426	0				0	27
2431	0				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	10,675	3.5	5,378	0 29
Total-- CABLE WIRE FACILITIES ASSETS		882,346		79,139	0
Total Accumulated Depreciation		3100	1,317,908	159,242	0
Less: Allocation to Nonregulated Activity - Columns e, f and I	3100			0	0 30
Net Regulated Total Accum Depreciation - 3100 Columns e, f and I				159,242	0

ACCUMULATED DEPRECIATION CLASS A & B (cont.)

Acct (g)	Retired (h)	Cost of Removal (i)	Salvage (j)	Other (k)	Balance EOY (l)	
2441	0	0	0	0	16,053	29
	24,540	0	0	0	936,945	
3100	229,439	0	34,000	0	1,281,711	
3100					0	30
3100					1,281,711	

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	23,447	19.0	1,167	0	1
Company Communications Equipment	2123.2	4,496	20.0	2,853	0	2
Software	2212.1	0				3
Digital Switching - Central Office	2212.2	0				4
Digital Switching - Remote	2212.3	118,300	33.0	25,824	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	7,303	9.5	1,517	0	10
Analog Circuit Equipment	2232.2	0				11
Light Wave Circuit Equipment	2232.3	12,642	9.5	4,953	0	12
Aerial Cable - Nonmetallic	2421.1	0				13
Aerial Cable - Metallic	2421.2	0				14
Underground Cable - Nonmetallic	2422.1	3,846	4.1	1,316	0	15
Underground Cable - Metallic	2422.2	367	4.5	188	0	16
Buried Cable - Nonmetallic	2423.1	5,488	4.8	13,475	0	17
Buried Cable - Metallic	2423.2	861,970	5.0	58,782	0	18
Submarine Cable - Nonmetallic	2424.1	0				19
Submarine Cable - Metallic	2424.2	0				20
Intrabuilding Cable - Nonmetallic	2426.1	0				21
Intrabuilding Cable - Metallic	2426.2	0				22

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

Subacct (g)	Retired (h)	Cost of Removal (i)	Salvage (j)	Other (k)	Balance EOY (l)	
2123.1	4,062	0	0	0	20,552	1
2123.2	0	0	0	0	7,349	2
2212.1	0				0	3
2212.2	0				0	4
2212.3	87,486	0	0	0	56,638	5
2215.1	0				0	6
2215.2	0				0	7
2231.1	0				0	8
2231.2	0				0	9
2232.1	0	0	0	0	8,820	10
2232.2	0				0	11
2232.3	0	0	0	0	17,595	12
2421.1	0				0	13
2421.2	0				0	14
2422.1	0	0	0	0	5,162	15
2422.2	0	0	0	0	555	16
2423.1	0	0	0	0	18,963	17
2423.2	24,540	0	0	0	896,212	18
2424.1	0				0	19
2424.2	0				0	20
2426.1	0				0	21
2426.2	0				0	22

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

This schedule should be used to report the deferred operating income tax portion of the stated accounts. In addition, column (e) of this schedule should be used to report the flowback of property related excess deferred taxes (e.g., 46 percent versus 34 percent federal tax rates). Credit amounts should be shown in ().

Particulars (a)	Balance FOY (b)	
PROPERTY RELATED		
Other Current Assets (1350)	3,977	1
Other Noncurrent Assets (1410)	52,820	2 8
Deferred Tax Regulatory Asset (1437)	0	3
Net Current Deferred Operating Income Taxes (4100)	0	4
Net Noncurrent Deferred Operating Income Taxes (4340)	0	5
Net Deferred Tax Liability Adjustments (4341)	0	6
Deferred Tax Regulatory Liability (4361)	(12,601)	7
Net Property Related Deferred Operating Income Taxes	44,196	
Less: Allocation to Nonregulated Activity	0	8
Net Regulated Total Property Related Deferred Operating Income Taxes	44,196	
NONPROPERTY RELATED		
Other Current Assets (1350)	0	9
Other Noncurrent Assets (1410)	0	10
Deferred Tax Regulatory Asset (1437)	0	11
Net Current Deferred Operating Income Taxes (4100)	0	12
Net Noncurrent Deferred Operating Income Taxes (4340)	0	13
Net Deferred Tax Liability Adjustments (4341)	0	14
Deferred Tax Regulatory Liability (4361)	0	15
Total Nonproperty Related Deferred Operating Income Taxes	0	

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

Acct (c)	Current Year Accrual (d)	Current Year Amortization (e)	Adjustments Debit or (Credit) (f)	Balance EOY (g)	
7250	8,960	0		12,937	1
7250	48,756	24,528	60,808	137,856	2 8
	0	0		0	3
7250	0	0		0	4
7250	0	0		0	5
	0	0		0	6
	6,338	0		(6,263)	7
	64,054	24,528	60,808	144,530	
	0	0		0	8
	64,054	24,528	60,808	144,530	
7250				0	9
7250				0	10
				0	11
7250				0	12
7250				0	13
				0	14
				0	15
	0	0	0	0	

NOTES PAYABLE (ACCT. 4020)

For affiliate, list note by affiliate. For a particular affiliate, the identical affiliate name, as shown in the Affiliate Abbreviations schedule, should be reported in this schedule. For other, list by note by entity.

Name (a)	Issue Date (b)	Maturity (c)	Interest Rate (d)	Balance EOY (e)
---------------------	-------------------------------	-------------------------	----------------------------------	--------------------------------

LONG-TERM DEBT

Report data requested and show total for each long-term debt account at end of year. Information concerning the following debt issues may be reported on individual lines in aggregate: REA/RTB 2%, REA/RTB 5%, & REA/RTB 7%. In addition, REA/RTB and FFB debt, respectively, within a range of 200 basis points may also be reported in aggregate on individual lines. If reported in aggregate, a range of dates may be reported in columns (b) and (c) as well as a range of interest rates in column (d) and a composite interest rate in column (e). If aggregation is not utilized, column (e) should contain the same interest rate as reported in column (d). For account 4050 report only the amount of debt anticipated to be repaid in one year or less.

Description of Debt (a)	Specific or Range of Stated Dates of Issue (b)	Specific or Range of Stated Dates of Maturity (c)	Specific or Range of Interest Rates (d)	
Funded Debt (Account 4210):				
RUS 2%	08/22/1969-11/29/1972	08/22/2004-11/29/2007	2.0000	1
RUS 5%	11/04/1977	11/04/2012	5.0000	2
Total Funded Debt				

LONG-TERM DEBT (cont.)

Composite Interest Rate (e)	Held by Utility		Total Principal EOY (h)	Current Maturities Included in Acct. 4050 (i)	Total Amount Outstanding (j)	
	Reacquired Debt Acct. 4240 (f)	Sinking Funds Acct. 1408 (g)				
2.0000			192,303	33,315	225,618	1
5.0000			303,052	16,185	319,237	2
	0	0	495,355	49,500	544,855	

CAPITAL STOCK ACCOUNTS AT END OF YEAR

In column (a) indicate the stated dividend rate applicable to each series of preferred stock.

Class and Series (a)	Shares Authorized by Charter (b)	Par Value per Share (c)	Call Price End of Year (d)	
COMMON STOCK:				
	1,000	.00	.00	1
TOTAL COMMON STOCK	1,000			
TOTAL	<u>1,000</u>			

CAPITAL STOCK ACCOUNTS AT END OF YEAR (cont.)

	Acct. 4510 - Capital Stock		Acct. 4530 - Treasury Stock		
	Shares (e)	Amount (f)	Shares (g)	Amount (h)	
COMMON STOCK:					
	211	67,200	0	0	1
	211	67,200	0	0	
TOTAL	<u>211</u>	<u>67,200</u>	<u>0</u>	<u>0</u>	

RETAINED EARNINGS (ACCT. 4550)

Particulars (a)	This Year (b)	Last Year (c)	
Balance-First of Year	1,528,930	1,528,930	1 9
Changes:			
Balance Transferred from Income	336,795	278,329	2
Dividends Declared:			
Common	15,000	7,500	3
Preferred	0	0	4
Total Dividends Declared	15,000	7,500	
Miscellaneous Debits to Retained Earnings	0	0	5
Miscellaneous Credits to Retained Earnings	270,829	0	6
Balance--End of Year	<u>2,121,554</u>	<u>1,799,759</u>	

DISTRIBUTION OF TAXES

1. Report hereunder the summary accounts and functions charged with taxes accrued during the year.
2. Where allocation is necessary, explain the basis used.
3. Report in a footnote the amounts and kind of taxes cleared from prepaid taxes, if any.

Summary Account/ Function Charged (a)	Wisconsin License Fee (b)	Wisconsin Income Tax (c)	Federal Income Tax (d)	
Operating Taxes (Accts. 7210 - 7250)	55,213	21,340	70,103	1
Nonoperating Taxes (Accts. 7410 - 7450)	0	(14,422)	92,027	2
Extraordinary Items (Accts. 7630 & 7640)	0	0	0	3
Nonregulated Net Income (Acct. 7990)	0	1,297	4,746	4
Clearing Accounts	0	0	0	5
Construction	0	0	0	6
Payroll Taxes: FICA	0	0	0	7
Payroll Taxes: State Unemployment	0	0	0	8
Payroll Taxes: Federal Unemployment	0	0	0	9
Other (specify):				
TOTAL	<u><u>55,213</u></u>	<u><u>8,215</u></u>	<u><u>166,876</u></u>	

DISTRIBUTION OF TAXES (cont.)

PSC Remainder Assessment (e)	Local Property Tax (f)	State & Local Taxes Other than Wisconsin (g)	Other Taxes (h)	Payroll Taxes (i)	Total (j)	
1,153	0	0	0	0	147,809	1
0	0	0	0	0	77,605	2
0	0	0	0	0	0	3
0	0	0	0	0	6,043	4
0	0	0	0	0	0	5
0	0	0	0	0	0	6
0	0	0	0	16,625	16,625	7
0	0	0	0	400	400	8
0	0	0	0	345	345	9
1,153	0	0	0	17,370	248,827	

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)*	194,631	184,861	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)	194,631	184,861	
NETWORK INTERSTATE ACCESS SERVICES REV.			
End User Revenue (5081)*	65,639	63,092	11
Switched Access Revenue (5082)*	322,451	312,128	12
Special Access Revenue (5083)*	5,800	6,805	13
TOTAL INTERSTATE ACCESS REVENUES (5080)	393,890	382,025	
NETWORK INTRASTATE ACCESS SERVICES REV.			
End User Revenue (5084.1)*	0	0	14
Switched Access Revenue (5084.2)*	264,586	242,127	15
Special Access Revenue (5084.3)*	9,486	9,469	16
TOTAL INTRASTATE ACCESS REVENUES (5084)	274,072	251,596	
LONG DISTANCE NETWORK SERVICES MESSAGE REV.			
Long Distance Message Revenue (5100)*	6,932	6,932	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.	6,932	6,932	

REVENUES - CLASS A & B (CLASS B USE ACCOUNTS DESIGNATED BY *)

Particulars (a)	This Year (b)	Last Year (c)	
MISCELLANEOUS REVENUES			
Directory Revenue (5230)*	26,877	25,284	30
Rent Revenue (5240)*	0	0	31
Corporate Operations Revenue (5250)*	2,961	6,546	32
Miscellaneous:			
Miscellaneous Revenue (5260)*	1,497	680	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)	1,497	680	
Interstate Billing and Collection Revenue*	12,437	13,751	39
Intrastate Billing and Collection Revenue*	34,325	37,330	40
Total Carrier Billing and Collection Revenue (5270)*	46,762	51,081	
Nonregulated Operating Revenue (5280)**			41
TOTAL MISCELLANEOUS REVENUES	78,097	83,591	
GROSS OPERATING REVENUES	947,622	909,005	
UNCOLLECTIBLE REVENUES			
Uncollectible Revenue (5300)*	6,772	3,496	42
Uncollectible Revenue--Telecommunications (5301)			43
Uncollectible Revenue--Other (5302)			44
TOTAL UNCOLLECTIBLE REVENUE (5300)	6,772	3,496	
TOTAL OPERATING REVENUES	940,850	905,509	

** 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)	7,236	13,455	4,579	1
Less: Nonregulated	0	0	0	2 1
Net Regulated	7,236	13,455	4,579	3
Total General Support Expense (6120)	19,713	19,902	5,405	4
Less: Nonregulated	0	0	0	5
Net Regulated	19,713	19,902	5,405	6
Total Central Office Switching Expense (6210)	39,683	47,976	11,197	7
Less: Nonregulated	0	0	0	8 2
Net Regulated	39,683	47,976	11,197	9
Total Operator Systems Expense (6220)	0	0	0	10
Less: Nonregulated	0	0	0	11
Net Regulated	0	0	0	12
Total Central Office Transmission Expenses (6230)	727	3,229	1,751	13
Less: Nonregulated	0	0	0	14
Net Regulated	727	3,229	1,751	15
Total Information Orig. / Term. Expense (6310)	0	0	0	16
Less: Nonregulated	0	0	0	17
Net Regulated	0	0	0	18
Total Cable and Wire Fac. Expense (6410)	55,320	65,081	30,376	19
Less: Nonregulated	0	0	0	20
Net Regulated	55,320	65,081	30,376	21
TOTAL PLANT SPECIFIC OPERATIONS EXPENSE	122,679	149,643	53,308	
Less: Nonregulated	0	0	0	
Net Regulated	122,679	149,643	53,308	
PLANT NONSPECIFIC OPERATIONS EXPENSE				
Total Other Property, Plant and Equip. Exp. (6510)	0	0		22
Less: Nonregulated	0	0		23
Net Regulated	0	0	0	24
Total Network Operations Expense (6530)	30,330	47,177	33,242	25
Less: Nonregulated	0	0	0	26 3
Net Regulated	30,330	47,177	33,242	27
Access Expense (6540)	0	1,738	0	28
Less: Nonregulated	0	0	0	29
Net Regulated	0	1,738	0	30
Total Depreciation and Amortization Expense (6560)	101,199	154,416		31
Less: Nonregulated	0	0		32 4
Net Regulated	101,199	154,416		33
TOTAL PLANT NONSPECIFIC OPERATIONS EXP.	131,529	203,331	33,242	
Less: Nonregulated	0	0	0	
Net Regulated	131,529	203,331	33,242	

EXPENSE MATRIX - CLASS A & B (cont.)

Account (e)	Benefits (f)	Rents (g)	Other (h)	Clearances to (from) (i)	
6110	1,211	0	7,665		1
	0	0	0		2 1
	1,211	0	7,665	0	3
6120	1,266	1,129	12,102		4
	0	0	0		5
	1,266	1,129	12,102	0	6
6210	3,709	0	33,070		7
	0	0	0		8 2
	3,709	0	33,070	0	9
6220	0	0	0		10
	0	0	0		11
	0	0	0	0	12
6230	460	0	1,018		13
	0	0	0		14
	460	0	1,018	0	15
6310	0	0	0		16
	0	0	0		17
	0	0	0	0	18
6410	9,669	0	25,036		19
	0	0	0		20
	9,669	0	25,036	0	21
	16,315	1,129	78,891	0	
	0	0	0	0	
	16,315	1,129	78,891	0	
6510					22
					23
	0		0	0	24
6530	8,686	0	5,249		25
	0	0	0		26 3
	8,686	0	5,249	0	27
6540	0	0	1,738		28
	0	0	0		29
	0	0	1,738	0	30
6560			154,416		31
			0		32 4
			154,416		33
	8,686	0	161,403	0	
	0	0	0	0	
	8,686	0	161,403	0	

EXPENSE MATRIX - CLASS A & B

Particulars (a)	Total Last Year (b)	Total This Year (c)	Salaries / Wages (d)	
CUSTOMER OPERATIONS EXPENSE				
Total Marketing (6610)	0	0	0	34
Less: Nonregulated	0	0	0	35
Net Regulated	0	0	0	36
<hr/>				
Total Services (6620)	92,146	88,337	15,757	37
Less: Nonregulated	0	0	0	38
Net Regulated	92,146	88,337	15,757	39
<hr/>				
TOTAL CUSTOMER OPERATIONS EXPENSE	92,146	88,337	15,757	
Less: Nonregulated	0	0	0	
Net Regulated	92,146	88,337	15,757	
<hr/>				
CORPORATE OPERATIONS EXPENSE				
Total Exec. and Planning (6710)	80,409	91,940	63,893	40
Less: Nonregulated	0	0	0	41
Net Regulated	80,409	91,940	63,893	42
<hr/>				
Total General and Administrative (6720)	59,033	69,351	18,932	43
Less: Nonregulated	0	0	0	44
Net Regulated	59,033	69,351	18,932	45
<hr/>				
Provision for Uncollectible Notes Receiv. (6790)	0	0		46
Less: Nonregulated	0	0		47
Net Regulated	0	0		48
<hr/>				
TOTAL CORPORATE OPERATIONS EXPENSE	139,442	161,291	82,825	
Less: Nonregulated	0	0	0	
Net Regulated	139,442	161,291	82,825	
<hr/>				
TOTAL EXPENSES	485,796	602,602	185,132	
Less: Nonregulated	0	0	0	
Net Regulated	485,796	602,602	185,132	

EXPENSE MATRIX - CLASS A & B (cont.)

Account (e)	Benefits (f)	Rents (g)	Other (h)	Clearances to (from) (i)	
6610	0	0	0		34
	0	0	0		35
	0	0	0	0	36
6620	2,649		69,931		37
	0		0		38
	2,649		69,931	0	39
	2,649	0	69,931	0	
	0	0	0	0	
	2,649	0	69,931	0	
6710	15,777		12,270		40
	0		0		41
	15,777		12,270	0	42
6720	3,669		46,750		43
	0		0		44
	3,669		46,750	0	45
6790			0		46
			0		47
			0		48
	19,446	0	59,020	0	
	0	0	0	0	
	19,446	0	59,020	0	
	47,096	1,129	369,245	0	
	0	0	0	0	
	47,096	1,129	369,245	0	

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	0		1
Provisioning Expense (6512)	0	0		2
Total: Reported in Account 6510	0	0	0	
Depreciat. Exp.--Tele. Plant in Service (6561)	101,199	154,416		3
Depreciat. Exp.--Prop. Held for Future Tele. Use (6562)	0	0		4
Amortization Expense--Tangible (6563)	0	0		5
Amortization Expense--Intangible (6564)	0	0		6
Amortization Expense--Other (6565)	0	0		7
Total: Reported in Account 6560	101,199	154,416		

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

Account (e)	Benefits (f)	Rents (g)	Other (h)	Clearances to (from) (i)	
6511					1
6512					2
	0		0	0	
6561			154,416		3
6562			0		4
6563			0		5
6564			0		6
6565			0		7
			154,416		

CALCULATION OF ASSESSABLE REVENUES FOR REMAINDER AND TELEPHONE RELAY ASSESSMENT PURPOSES

Currently, cooperatives are not billed for remainder assessment, but are subject to Department of Justice and telephone relay assessments.

Description (a)	This Year (b)	
Gross Operating Revenues	947,622	1
Plus: Collection of amounts previously written off	4,984	2
Less: Uncollectibles written off during the year	11,756	3
Plus: Total Other Operating Income and (Expense) (7100)	0	4
Less: Nonregulated Operating Revenue (included 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)	0	7
Plus (or Less) Other (please specify): NONE	0	8
Assessable Revenues for Remainder, Department of Justice, and Telephone Relay Assessment Purposes	940,850	

CALCULATION OF ASSESSABLE REVENUES FOR UNIVERSAL SERVICE FUND ASSESSMENT PURPOSES

Description (a)	This Year (b)	
Total Basic Local Service Revenue (5000)	194,631	1
Plus: Total Intrastate Access Revenues (5084)	274,072	2
Plus: Total Long Distance Network Services Revenue	6,932	3
Less: Out-of-State Operating Revenues (included in the above lines)	0	4
Plus (or Less) Other (please specify): NONE	0	5
Assessable Revenues for Universal Service Fund Assessment Purposes	475,635	

CALCULATION OF ASSESSABLE REVENUES FOR REMAINDER AND TELEPHONE RELAY ASSESSMENT PURPOSES

Currently, cooperatives are not billed for remainder assessment, but are subject to the telephone relay assessment.

Description (a)	This Year (b)	
Gross Operating Revenues	947,622	1
Plus: Collection of amounts previously written off	4,984	2
Less: Uncollectibles written off during the year	11,756	3
Plus: Total Other Operating Income and (Expense) (7100)	0	4
Less: Nonregulated Operating Revenue (included 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)	0	7
Plus (or Less) Other (please specify): NONE	0	8
Assessable Revenues for Remainder and Telephone Relay Assessment Purposes	940,850	

CALCULATION OF ASSESSABLE REVENUES FOR UNIVERSAL SERVICE FUND ASSESSMENT PURPOSES

Description (a)	This Year (b)	
Total Basic Local Service Revenue (5000)	194,631	1
Plus: Total Intrastate Access Revenues (5084)	274,072	2
Plus: Total Long Distance Network Services Revenue	6,932	3
Less: Out-of-State Operating Revenues (included in the above lines)	0	4
Plus (or Less) Other (please specify): NONE	0	5
Assessable Revenues for Universal Service Fund Assessment Purposes	475,635	

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	0	1
Return from Nonregulated Use of Regulated Facilities (7130)*	0	0	2
Gains and (Losses) from Foreign Exchange (7140)			3
Gains or (Losses) from the Disposition of Land and Artworks (7150)			4
Other Operating Gains and (Losses) (7160)*	0	0	5
TOTAL OTHER OPERATING INCOME AND (EXPENSE) (7100)*	0	0	
OPERATING TAXES			
Operating Investment Tax Credits--Net (7210)*	(9,650)	(9,684)	6
Operating Federal Income Taxes (7220)*	73,688	113,970	7
Operating State and Local Income Taxes (7230)*	19,298	29,471	8
Operating Other Taxes (7240)*	55,214	53,704	9
Provision for Deferred Operating Income Taxes--Net (7250)*	8,107	5,619	10
TOTAL OPERATING TAXES (7200)*	146,657	193,080	
NONOPERATING INCOME AND EXPENSE			
Dividend Income (7310)*	0	0	11
Interest Income (7320)*	40,054	56,891	12
Income from Sinking and Other Funds (7330)*	0	0	13
Allowance for Funds Used During Construction (7340)*	0	0	14
Gains or (Losses) from the Disposition of Certain Property (7350)*	0	0	15
Other Nonoperating Income (7360)*	254,809	42,808	16
Special Charges (7370)*	15,660	13,484	17
TOTAL NONOPERATING INCOME AND EXPENSE (7300)*	279,203	86,215	
NONOPERATING TAXES			
Nonoperating Investment Tax Credits--Net (7410)*	0	0	18
Nonoperating Federal Income Taxes (7420)*	131,528	72,046	19
Nonoperating State and Local Income Taxes (7430)*	34,230	19,267	20
Nonoperating Other Taxes (7440)*	0	0	21
Provision for Deferred Nonoperating Income Taxes-Net (7450)*	(48,652)	(65,390)	22
TOTAL NONOPERATING TAXES (7400)*	117,106	25,923	
INTEREST AND RELATED ITEMS			
Interest on Funded Debt (7510)*	21,126	22,514	23
Interest Expense--Capital Leases (7520)*	0	0	24
Amortization of Debt Issuance Expense (7530)*	13	13	25
Other Interest Deductions (7540)*	171	288	26
TOTAL INTEREST AND RELATED ITEMS (7500)*	21,310	22,815	
EXTRAORDINARY ITEMS			
Extraordinary Items (7600)*	0	0	27
Extraordinary Income Credits (7610)			28
Extraordinary Income Charges (7620)			29
Current Income Tax Effect of Extraordinary Items--Net (7630)			30
Provision for Deferred Income Tax Effect of Extraordinary Items--Net (7640)			31
TOTAL EXTRAORDINARY ITEMS (7600)*	0	0	
NONREGULATED NET INCOME			
Nonregulated Net Income (7990)*	4,417	14,219	32

NONREGULATED NET INCOME (ACCT. 7990)

Particulars (a)	Amount (b)	
Revenues (Acct. 7990.1)		
Gross Sales	91,405	1
Less: Cost of Goods Sold	21,715	2
Net Sales	69,690	3
Expenses (Acct. 7990.2)	65,273	4
Nonregulated Net Income	<u><u>4,417</u></u>	5

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

Sales & Lease of CPE, Inside Wire Maintenance, Internet Access and Accounting Services

If the revenues from an individual nonregulated activity represent in excess of 5% of the total operating revenues for the company, please provide the amounts, as requested above, for that individual activity:

DISTRIBUTION OF SALARIES AND WAGES

Description (a)	Amount (b)	
Regulated Expense	185,132	1
Nonregulated Expense	15,020	2
Plant Accounts	20,499	3
Accumulated Depreciation Accounts	0	4
All Other Accounts	8,838	5
Total Salaries and Wages	<u>229,489</u>	6

EMPLOYEE DATA

Compensation includes wages, commissions, bonuses and any other cash allowances paid to employees.

Employee Category (a)	Number of Equivalent Full-Time Employees		Total Compensation (d)	
	FOY (b)	EOY (c)		
Officers	2.10	2.10	158,836	1
Supervision and Other Management			0	2
Other Employees	2.40	2.40	70,653	3
Total	<u>4.50</u>	<u>4.50</u>	<u>229,489</u>	

DISTRIBUTION OF SALARIES AND WAGES

Description (a)	Amount (b)	
Regulated Expense	185,132	1
Nonregulated Expense	15,020	2
Plant Accounts	20,499	3
Accumulated Depreciation Accounts	0	4
All Other Accounts	8,838	5
Total Salaries and Wages	<u>229,489</u>	6

EMPLOYEE DATA

Compensation includes wages, commissions, bonuses and any other cash allowances paid to employees.

Employee Category (a)	Number of Equivalent Full-Time Employees		Total Compensation (d)	
	FOY (b)	EOY (c)		
Officers	2.10	2.10	158,836	1
Supervision and Other Management			0	2
Other Employees	2.40	2.40	70,653	3
Total	<u>4.50</u>	<u>4.50</u>	<u>229,489</u>	

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	182	0	1 a
Extended Area Service	57	0	2
Extended Community Calling	9	45	3
Other Local-Undefined	0	0	4
Total Local	248	45	
TOLL			
Operator Handled: State--intraLATA	1	1	5
Operator Handled: State--interLATA	1	1	6
Operator Handled: Interstate	1	1	7
Customer Dialed: State--intraLATA	41	221	8
Customer Dialed: State--interLATA	20	108	9
Customer Dialed: Interstate	65	347	10
WATS	0	0	11
Other Toll-Undefined	0	0	12
Total Toll	129	679	
Total Local & Toll	377	724	

ACCESS USAGE

Enter number, in thousands, of Billed Minutes.

Description (a)	Billed Minutes (000's)				
	Interstate InterLATA (b)	Intrastate InterLATA (c)	Intrastate IntraLATA (d)	Interstate IntraLATA (e)	
Feature Group A -- Orig.	0	0	0	0	1
Feature Group A -- Term.	0	0	0	0	2
Feature Group B -- Orig.	1	2	0	0	3
Feature Group B -- Term.	0	0	0	0	4
Feature Group C -- Orig.	0	0	1,420	0	5
Feature Group C -- Term.	0	0	1,245	0	6
Feature Group D -- Orig.	2,099	491	0	0	7
Feature Group D -- Term.	2,057	810	0	0	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	290	2
Sheath miles of plant - fiber optics	33	3
Strand miles of plant - fiber optics	1,417	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	2	8	1
56 kbps	1	1	2
64 kbps (DS0)	0	0	3
1.54 Mbps (DS-1)	2	0	4
45 Mbps (DS-3)	0	0	5
SONET OC-1	0	0	6
SONET OC-3	0	0	7
SONET OC-12	0	0	8
SONET OC-48	0	0	9
SONET OC-192	0	0	10

OUTSIDE PLANT STATISTICS AT END OF YEAR

Description of Item (a)	Amount (b)	
Sheath miles of plant - aerial	0	1
Sheath miles of plant - buried	290	2
Sheath miles of plant - fiber optics	33	3
Strand miles of plant - fiber optics	1,417	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	2	8	1
56 kbps	1	1	2
64 kbps (DS0)	0	0	3
1.54 Mbps (DS-1)	2	0	4
45 Mbps (DS-3)	0	0	5
SONET OC-1	0	0	6
SONET OC-3	0	0	7
SONET OC-12	0	0	8
SONET OC-48	0	0	9
SONET OC-192	0	0	10

SERVICE DATA

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

Item (a)	FOY (b)	EOY (c)	
Business			
1 Party	299	308	3
2 Party			4
4 Party			5
PBX Trunks/System Trunks			6
Centrex Trunks			7
Centrex Lines			8
Key System Trunks			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	2	2	15
Pay Stations - Public	3	3	16
- Semi-Public			17
- Cust. Owned			18
Other			19
Total Business Lines	304	313	20
Residential (Incl. Emp. Concess.)			
1 Party	1,083	1,131	22
2 Party			23
4 Party			24
FX-Out (Switched)			25
Other			26
Total Residential Lines	1,083	1,131	27
Total Bus & Res Lines	1,387	1,444	28
Company Used Lines	17	17	29
Total Lines Used	1,404	1,461	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	3	0	3
WATS Lines - 800 Service	1	0	4
FX-In-intraLATA		0	5
Special Access-intraLATA			6
(expressed in equiv. access lines)	9	9	7
Special Access-interLATA			8
(expressed in equiv. access lines)	3	5	9
Feature Group A Lines	0	0	10
Feature Group B Trunks	0	0	11
Feature Group C Trunks	0	0	12
Feature Group D Trunks	42	42	13
TSPS - Trunks	6	6	14
EAS - Trunks	32	72	15
Cellular Trunks (Pub. Sw. Net.)	0	0	16
Video Distance Learning			17
- discounted (special tariff)	1	1	18
Customers			
Business - 2 Party Customers	0	0	20
Business - 4 Party Customers	0	0	21
Residential - 2 Party Customers	0	0	22
Residential - 4 Party Customers	0	0	23
Other			
Total Central Office, Info. Orig./Term., & Cable			25
Wire Fac. Assets (based on physical location of plant)	1,755,907	2,249,901	26
Total Company Square Miles	75	75	28
Total Company Route Miles	285	323	29
Footnotes			30

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	1110				1
Business					
1 Party	308				2
2 Party					3
4 Party					4
PBX Trunks/System Trunks					5
Centrex Trunks					6
Centrex Lines					7
Key System Trunks					8
Mobile (utility provided service)					9
Paging (utility provided service)					10
FX-Out (Switched)					11
Pay Telephone					12
Coin-Operated Pay Telephone					13
Independent Pay Telephone Provider	2				14
Pay Stations - Public	3				15
- Semi-Public					16
- Cust. Owned					17
Other					18
Total Business Lines	313	0	0	0	19
Residential (Incl. Emp. Concess.)					
1 Party	1,131				20
2 Party					21
4 Party					22
FX-Out (Switched)					23
Other					24
Total Residential Lines	1,131	0	0	0	25
Total Bus & Res Lines	1,444	0	0	0	26
Company Used Lines	17				27
Total Lines Used	1,461	0	0	0	28

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	1110				1
Miscellaneous					2
WATS Lines - OutWATS	0				3
WATS Lines - 800 Service	0				4
FX-In-intraLATA	0				5
Special Access-intraLATA					6
(equiv. access lines)	9				7
Special Access-interLATA					8
(equiv. access lines)	5				9
Feature Group A Lines	0				10
Feature Group B Trunks	0				11
Feature Group C Trunks	0				12
Feature Group D Trunks	42				13
TSPS - Trunks	6				14
EAS - Trunks	72				15
Cellular Trunks (Pub. Sw. Net.)	0				16
Video Distance Learning					17
- discounted (special tariff)	1				18
Customers					19
Business - 2 Party Customers	0				20
Business - 4 Party Customers	0				21
Residential - 2 Party Customers	0				22
Residential - 4 Party Customers	0				23
Other					24
Exchange C.O., Info. Orig./Term., & Cable					25
Wire Fac. Assets (based on physical					26
location of plant)	2,249,901				27
Exchange Square Miles	75				28
Exchange Route Miles	323				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
Lucent	ATT/LUC	5
Nippon Electric	NEC	6
Northern Telecom	NTI	7
Siemens	SI	8
Stromberg-Carlson	SC	9
VIDAR	VI	10

EQUIPMENT ABBREVIATIONS

Use these abbreviations when completing the central office data schedule.

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

MANUFACTURER ABBREVIATIONS

Use these abbreviations when completing the central office data schedule.

Manufacturer Name (a)	Abbreviation (b)	
Alcatel	AL	1
ATTC	ATT	2
GTE	GTE	3
ITT	ITT	4
Lucent	ATT/LUC	5
Nippon Electric	NEC	6
Northern Telecom	NTI	7
Siemens	SI	8
Stromberg-Carlson	SC	9
VIDAR	VI	10

EQUIPMENT ABBREVIATIONS

Use these abbreviations when completing the central office data schedule.

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

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	CLEAR LAKE				1
PSCW Exchange ID	1110				2
Central Office Name	CLEAR LAKE				3
PSCW Central Office ID	1				4
Manufacturer of COE (Page 54)	NTI				5
Year COE Installed	1998				6
Type of Equipment (Page 54)	D				7
(S)tandalone, (H)ost, (R)emote	R				8
Remote Host PSCW Exchange ID	1740				9
Remote Host PSCW Central Office ID	1				10
COE Generic Software Release No.	NA08				11
SS7?	Yes				12
9-1-1?	Yes				13
Access Lines - In Use	1,461				14
- Equipped	1,472				15
- Wired	1,472				16
Trunks - In Use	384				17
- Equipped	384				18
- Wired	672				19
ISDN Available?	Yes				20
ISDN Lines - In Use (BRI)	0				21
- In Use (PRI)	0				22
Switched 56 Service?	No				23
Switched 56 lines in use					24
Digital Transmission Facilities: DS-1 - In Use	0				25
DS-3 - In Use	3				26
Advanced Data Service Available:					
Packet Switching?	No				27
SMDS?	No				28
Frame Relay?	No				29
ATM (Asynchronous Trans. Mode)?	No				30
Video Information - Service Available?	No				31
- In Use (# lines) ¹					32
Fiber Transmission Facilities:					
No. of fiber strands entering C.O.	172				33
No. of fiber strands working (LIT) in C.O.	12				34
No. of fiber strands for interoffice use	8				35
Miles of fiber sheath in wire center	33				36
Access Tandem Serving this C.O.:					
- C.O. Name	ELK LAKE				37
- PSCW C.O. ID	1740-01				38
Does this C.O. do access tandem switching?	Yes				39
Equal Access: InterLATA (1+)?	Yes				40
Equal Access: IntraLATA (1+)?	Yes				41
Footnotes	6				42

¹ Teleco provided end-to-end facility.

GENERAL, SCHEDULE LEVEL AND SCHEDULE LINE FOOTNOTES

General Footnote

Response received 11/19/99

Item 1: no affiliated interest activity during 1998 with CLT Communications, Inc.

Item 2: no affiliated interest activity occurred during 1998 with Wisconsin Independent Network LLC.

Item 3: Docket 1170-AT-101 should be reported on copy 1 of page 15 instead of none.

Item 4: \$325,000 investment in CLT Holding Company was for investment in the other affiliated companies listed on copy 1 of page 14. There were no affiliated interest transactions with CLT Holding Company, Inc. in 1998.

Item 5: This reclassification can be made for 1999. It was recorded in 1402 due to my position on the board of directors. My status as director could change at any point making Account 1402 the proper account for this investment as Clear Lake Telephone Company is less than a 5% owner of WITS

Item 6: composite depreciation rates provided (and entered into schedule).

Item 7: noted

Item 8: correct number provided.

Item 9: noted

ele

October 27, 1999

Mr. Mark L. Anderson, General Manager
Clear Lake Telephone Company, Inc.
316 Third Avenue
P.O. Box 47
Clear Lake, WI 54005-0047

Re:1998 Analytical ReviewDWCCA-1170-ELE

Dear Mr. Anderson:

The Public Service Commission (PSC) is in the process of completing an analytical review of your utility's 1998 annual report. The purposes of an analytical review are to detect possible reporting or accounting related errors and to identify significant fluctuations from established trends in reported data not sufficiently explained in the annual report. It is our hope that our review will supply information that will enable us to better provide guidance to your utility regarding proper utility accounting and the preparation of future annual reports. In order to complete this review, we request the following information:

1. On copy 1 of page 14, CLT Communications, Inc. (CLTC) is identified as an affiliate. The Commission's Case Management System indicates that an application for approval or notification of an affiliated interest contract between the utility and CLTC was filed with the Commission and was docketed as 1170-AT-102. However, no affiliated interest activity for 1998 is reported for CLTC on copy 1 of page 15. Please provide any necessary changes to the 1998 annual report to include such activity or, in the alternative, confirm that no affiliated interest activity occurred in 1998 with CLTC. If the latter, please state if any affiliated activity with CLTC will be reported in the 1999 report.

2. Also on copy 1 of page 14, Wisconsin Independent Network LLC (WIN) is identified as an affiliate. Please state if any activity associated with

GENERAL, SCHEDULE LEVEL AND SCHEDULE LINE FOOTNOTES

identified as an affiliate. Please state if any activity associated with this affiliated interest should be reported on page 15, Affiliated Interest Transactions, or elsewhere in the report. If not, please state if this name and abbreviation should be removed from copy 1 of page 14.

3.Affiliated interest activity for the Wisconsin Independent Telecommunications System (WITS) is reported on copy 1 of page 15. "None" is reported as the applicable docket number. The Commissions Case Management System indicates that an application for approval or notification of an affiliated interest contract between the utility and WITS was filed with the Commission and was docketed as 1170?AT?101. Please state if this docket number should be inserted in lieu of "None." If not, please state the reason why.

4.On copy 1 of page 16, you report a \$325,000 investment in CLT Holding Company, Inc. (CLTH), at December 31, 1998. Please state if any associated affiliated interest activity for 1998 should be reported on copy 1 of page 15 for CLTH.

5.An investment in WITS in the amount of \$18,700 is reported in Account 1402, Investments in Nonaffiliated Companies, on page 19 of the 1998 annual report. Since WITS is an affiliated interest of Clear Lake Telephone Company Inc. (as evidenced by the affiliated interest agreement in docket 1170?AT?101), staff believes that the investment in WITS should instead be recorded in Account 1401, Investment in Affiliated Companies, and be reflected on the Affiliated Assets and Liabilities schedule on page 16 of the annual report. Please confirm that this reclassification and associated reporting change will be made for 1999.

6.During our review, we noted that depreciation rates are reported for the following sub accounts on page 28:

2212.3
2232.1 and 2232.3
2422.1 and 2422.2
2423.1 and 2423.2

However, no corresponding composite depreciation rate is reported in column (d) on the Accumulated Depreciation schedule page 26 for Accounts 2212, 2232, 2422 and 2423. Please provide the composite depreciation rates for the above-listed Accounts for the Accumulated Depreciation schedule, page 26.

7.Staff review of page 47 reveals that only partial information related to telephone calls and minutes of use per month are provided and that the related footnote does not contain sufficient reason(s) for unavailability of such data.

Your attention is drawn to the instructions

Schedule Footnotes

Affiliated Interest Transactions Footnote. Page 15

Docket number provided in utility response dated 11/17/99 ele

Accumulated Depreciation Class A & B Footnote. Page 26

Depreciation rates for a/cs 2212, 2232, 2422 and 2423 provided in utility response dated 11/17/99 ele

GENERAL, SCHEDULE LEVEL AND SCHEDULE LINE FOOTNOTES

Access Usage Footnote. Page 48

Schedule Line Footnotes

- 1) Other work equipment for machines a/c# 6116.2 has normally been cleared to construction. However this year we sold our trenchers and now hire the plowing of cable to subcontractors so did not use the machinery for cable construction at this time. We also had to do extensive repair to a trailer at a cost of approximately \$2000.
- 2) A/C 6212 increased significantly due to the change out of our Vidar remote switch for a Nortel remote switch.
- 3) A/C 6534 was significantly higher due mainly to wages and benefits being approximately \$13,500 higher in 1998. This is caused by the small size of our company. Depending on the types of projects we are involved in during the year the plant wages and benefits can vary significantly from year to year when looked at by specific accounts. In total they do not increase as significantly on a year to year basis.
- 4) Depreciation increased significantly due to the significant investments made in 1997 and 1998 for plant. We have been involved in major cable upgrades in both 1997 and 1998. Also in 1998 we replaced the Vidar remote switch which had been fully depreciated for most of 1998 with a new Nortel remote switch.
- 5) Depreciation includes \$154,416 plus depreciation allocated to nonregulated activities of \$4,827 and nonregulated depreciation of \$4,198.
- 6) Clear Lake Telephone became a remote switch using West Wisconsin Telcom Cooperatives Elk Lake switch as the host. I had to mark my switch as a stand alone instead of a remote on this page in order to make the page save and close.
- 7) Page 10 Line 24 difference \$13, page 10 line 26 difference (\$24,228), page 10 line 29 difference \$2,778 which totals (\$21,437)
- 8) The 1997 ending balance for A/C 1410 on page 30 was erroneously \$60,808 different than the actual beginning balance requiring this adjustment to make the 1998 end of year balance the correct amount.
- 9) The beginning balance for 1997 transferred over to the beginning balance of 1998 requiring the adjustment to get the 1998 ending balance to actual
- a) Intraexchange and EAS calls are not recorded and have not been in the past. This is due to the expense that this would require without a corresponding revenue stream. To date there has not been a compelling, cost effective reason for our company to collect intraexchange and EAS minutes fo use data.