



4004

# ANNUAL REPORT

OF

Name: FARMERS TELEPHONE COMPANY

---

Principal Office: 140 N MONROE ST  
P.O. BOX 467  
LANCASTER, WI 53813-0467

---

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.

**SIGNATURE PAGE**

I TERRY M. MATHERS of  
(Person responsible for accounts)

FARMERS TELEPHONE COMPANY, 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.

TERRY M. MATHERS 03/26/1999  
(Person responsible for accounts) (Date)

GENERAL MANAGER/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
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

<b>Schedule Name</b>	<b>Page</b>
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**

<b>Access Line</b>	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.
<b>Analog Signal</b>	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.
<b>Cellular System</b>	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.
<b>Central Office</b>	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.
<b>Centrex</b>	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).
<b>Channel</b>	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.
<b>Customer</b>	A person who uses a telephone as a subscriber.
<b>Digital Signal</b>	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.
<b>Equal Access</b>	The ability of the subscriber to use any long distance service by dialing the same number of digits.
<b>Exchange</b>	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.
<b>Extended Area Service (EAS)</b>	The ability of a customer to call customers in other exchanges at no additional charge or at an additional charge per tariff.
<b>Extended Community Calling (ECC)</b>	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.
<b>Feature Group A</b>	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**

<b>Feature Group B</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.
<b>Feature Group C</b>	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.
<b>Feature Group D</b>	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.
<b>FX-IN</b>	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.
<b>FX-OUT</b>	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.
<b>Host Switching System</b>	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.
<b>Local Access Transport Area (LATA)</b>	A geographic area within which an operating company may offer its telecommunications services.
<b>Mobile Telephone</b>	A service which provides radio telephone communication from a mobile vehicle to another vehicle or to a regular telephone.
<b>Paging</b>	A service which provides one-way signal or voice communication over a radio channel to a miniature receiver carried by the customer.
<b>Pair</b>	Two wires of a single circuit.
<b>Pay Station</b>	A telephone which normally requires all users to deposit one or more coins or use a credit card to complete a call.
<b>Private Line Service</b>	Channel or circuit rented for private use and not intended to be connected to the general distribution system.
<b>Private Branch Exchange (PBX)</b>	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.
<b>Radio Common Carrier (RCC)</b>	A company which furnishes public telecommunications service using one or more radio channels.
<b>Remote Switching Unit (RSU)</b>	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**

<b>Route Miles</b>	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"><li>1. One mile of roadway with any combination of outside plant facilities on any number of rights-of-way.</li><li>2. One mile of a cross country route with any combination of outside plant facilities.</li><li>3. One mile of point-to-point microwave or radio link.</li><li>4. One mile of plant on either side of a limited access highway or natural barrier, such as a navigable waterway.</li><li>5. One mile of joint use line where the utility either owns the facility or leases space.</li></ol>
<b>Stand Alone Switch</b>	A central office switch which has no remote switching units (RSUs) subtending it.
<b>Trunk</b>	A communications path connecting two switching systems in the establishment of an end-to-end connection.
<b>Wide Area Telephone Service (WATS)</b>	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.
<b>Wire Center</b>	The location of one or more local switching systems. A point at which customers' loops converge.

**ABBREVIATIONS USED IN ANNUAL REPORTS**

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

---

**IDENTIFICATION AND OWNERSHIP**

---

**Exact Utility Name:** FARMERS TELEPHONE COMPANY  
**Utility Location:** 140 N MONROE ST  
P.O. BOX 467  
LANCASTER, WI 53813-0467

**Utility Web Site Address:**

**When was utility organized?:** 06/21/1898

**Report any change in name and the effective date:**

---

**Officer in charge of correspondence concerning this report**

---

**Name:** MR TERRY M . MATHERS  
**Title:** GENERAL MANAGER/TREASURER

**Office Address:** 140 NORTH MONROE STREET  
P.O. BOX 467  
LANCASTER , WI 53813-0467

**Fax Number:** (608) 723 - 2400  
**Telephone Number:** (608) 723 - 3634  
**Email Address:** terry.mathers@pcii.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 JAY G . BRANT  
**Title:** ACCOUNTING MANAGER

**Office Address:** 140 NORTH MONROE STREET  
P.O. BOX 467  
LANCASTER , WI 53813-0467

**Fax Number:** (608) 723 - 2410  
**Telephone Number:** (608) 723 - 3629  
**Email Address:** jay.brant@pcii.net

---

**Person responsible for statistical information contained in report**

---

**Name:** MR JAY G . BRANT  
**Title:** ACCOUNTING MANAGER

**Office Address:** 140 NORTH MONROE STREET  
P.O. BOX 467  
LANCASTER , WI 53813-0467

**Fax Number:** (608) 723 - 2410  
**Telephone Number:** (608) 723 - 3629  
**Email Address:** jay.brant@pcii.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).**

---

<b>Name:</b>	CHORUS COMMUNICATIONS GROUP, LTD.
<b>Address:</b>	8501 EXCELSIOR DRIVE PO BOX 46520 MADISON           , WI 53744-6520
<b>Number of Shares Held:</b>	137,643
<b>Beneficial Owner:</b>	NONE

**INCOME STATEMENT - TOTAL COMPANY**

Particulars (a)	This Year (b)	Last Year (c)	
Operating Revenues (5000-5300)	4,114,351	4,014,408	1
<b>Operating Expenses</b>			
Plant Specific Operations Expense (6110-6410)	340,934	343,035	2
Plant Nonspecific Operations Expense	816,700	718,822	3
Customer Operations Expense (6610-6620)	316,683	297,169	4
Corporate Operations Expense (6710-6790)	404,531	322,394	5
Other Operating Income and Expense (7100)	(89)	(209)	6
Operating Taxes (7200)	956,965	1,001,826	7
<b>Total Operating Expenses</b>	<b>2,835,902</b>	<b>2,683,455</b>	<b>8</b>
<b>Net Operating Income</b>	<b>1,278,449</b>	<b>1,330,953</b>	<b>9</b>
<b>Other Income</b>			
Nonoperating Income and Expense (7300)	40,256	56,465	10
Nonoperating Taxes (7400)	(6,834)	(5,514)	11
Interest and Related Items (7500)	153,737	169,031	12
Extraordinary Items (7600)	0	0	13
Nonregulated Net Income (7990)	0	0	14
<b>Total Nonoperating Income</b>	<b>(106,647)</b>	<b>(107,052)</b>	<b>15</b>
<b>Net Income</b>	<b>1,171,802</b>	<b>1,223,901</b>	<b>16</b>

## 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.)

Inventories are stated at the lower of cost or market, principally using the average cost method.

Property is stated at original cost. Depreciation is provided based upon PSCW approved rates.

The Company determines its income tax expense under the provisions of SFAS 109. ITC has been deferred and is being amortized over the life of the related property.

Revenues are recognized when earned regardless of the period in which they are billed. Revenue for interstate access is based upon nationwide average schedules.

Interest costs are capitalized under the provisions of SFAS 34.

The Company follows the accounting for regulated enterprises prescribed by SFAS 71.

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

None.

- 
3. The notes should include an explicit and precise explanation of any retained earnings restrictions and should state the amount of retained earnings affected by such restrictions.

Due to its long-term debt financing, the Company is subject to restrictions on the amount of retained earnings available for cash dividends. At December 31, 1998, \$506,000 of its retained earnings were not restricted.

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

Particulars (a)	Balance--EOY (b)	Balance--FOY (c)	
<b>CURRENT ASSETS</b>			
<b>CASH AND EQUIVALENTS</b>			
Cash and Equivalents (1120 )*	857,636	1,146,593	1
Cash (1130 )			2
Special Cash Deposits (1140 )			3
Working Cash Advances (1150 )			4
Temporary Investments (1160 )			5
<b>TOTAL CASH AND EQUIVALENTS</b>	<b>857,636</b>	<b>1,146,593</b>	
<b>RECEIVABLES AND ALLOWANCES FOR DOUBTFUL ACCOUNTS</b>			
Telecommunications Accounts Receivable (1180 )*	268,849	271,601	6
Accounts Receivable Allowance-Telecom (1181 )*			7
<b>Net: Telecommunications Accounts Receivable</b>	<b>268,849</b>	<b>271,601</b>	
Other Accounts Receivable (1190 )*	683,236	578,496	8
Accounts Receivable Allowance--Other (1191 )*			9
<b>Net: Other Accounts Receivable</b>	<b>683,236</b>	<b>578,496</b>	
Notes Receivable (1200 )*	0	0	10
Notes Receivable Allowance (1201 )*	0	0	11
<b>Net: Notes Receivable</b>	<b>0</b>	<b>0</b>	
Interest and Dividends Receivable (1210 )*	28,914	26,933	12
<b>TOTAL RECEIVABLES AND ALLOWANCES FOR DOUBTFUL</b>	<b>980,999</b>	<b>877,030</b>	
<b>SUPPLIES</b>			
Inventories (1220 )*	332,396	198,557	13
<b>TOTAL SUPPLIES</b>	<b>332,396</b>	<b>198,557</b>	
<b>PREPAYMENTS</b>			
Total Prepayments (1280 )*	33,490	45,459	14
Prepaid Rents (1290 )			15
Prepaid Taxes (1300 )			16
Prepaid Insurance (1310 )			17
Prepaid Directory Expenses (1320 )			18
Other Prepayments (1330 )			19
<b>TOTAL PREPAYMENTS</b>	<b>33,490</b>	<b>45,459</b>	
<b>OTHER CURRENT ASSETS</b>			
Other Current Assets (1350 )*	46,309	15,499	20
<b>TOTAL OTHER CURRENT ASSETS</b>	<b>46,309</b>	<b>15,499</b>	
<b>TOTAL CURRENT ASSETS</b>	<b>2,250,830</b>	<b>2,283,138</b>	
<b>NONCURRENT ASSETS</b>			
<b>INVESTMENTS</b>			
Investment in Affiliated Companies (1401 )*	0	0	21
Investments in Nonaffiliated Companies (1402 )*	246,564	246,564	22
Nonregulated Investments (1406 )*	0	0	23
Unamortized Debt Issuance Expense (1407 )*			24
Sinking Funds (1408 )*	0	0	25

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

Particulars (a)	Balance--EOY (b)	Balance--FOY (c)	
<b>NONCURRENT ASSETS</b>			
<b>INVESTMENTS</b>			
Other Noncurrent Assets (1410 )*			26
<b>TOTAL INVESTMENTS</b>	<b>246,564</b>	<b>246,564</b>	
<b>DEFERRED CHARGES</b>			
Deferred Tax Regulatory Asset (1437 )*	14,051	14,953	27
Deferred Maintenance and Retirements (1438 )*	0	0	28
Deferred Charges (1439 )*			29
<b>TOTAL DEFERRED CHARGES</b>	<b>14,051</b>	<b>14,953</b>	
<b>TOTAL NONCURRENT ASSETS</b>	<b>260,615</b>	<b>261,517</b>	
<b>PLANT</b>			
<b>TELECOMMUNICATIONS PLANT IN SERVICE</b>			
Telecommunications Plant in Service (2001 )*	9,772,629	9,153,740	30
Less: Accumulated Depreciation (3100 )*	5,952,051	5,376,566	31
Less: Accumulated Amortization--Capitalized Leases (3410 )*			32
Less: Accumulated Amortization--Leasehold Improvements (3420 )*			33
Less: Accumulated Amortization--Intangible (3500 )*			34
<b>NET TELECOMMUNICATIONS PLANT IN SERVICE</b>	<b>3,820,578</b>	<b>3,777,174</b>	
<b>PROPERTY HELD FOR FUTURE USE</b>			
Prop. Held for Future Telecommun. Use (2002 )*	37,533	37,533	35
Less: Accumulated Depreciation--Held for Future Telecommunications Use (3200 )*	18,019	15,767	36
<b>NET PROPERTY HELD FOR FUTURE USE</b>	<b>19,514</b>	<b>21,766</b>	
<b>NONOPERATING PLANT</b>			
Nonoperating Plant (2006 )*			37
Less: Accumulated Depreciation--Nonoperating (3300 )*			38
<b>NET NONOPERATING PLANT</b>	<b>0</b>	<b>0</b>	
<b>TPUC</b>			
TPUC (2003 )*	3,891	0	39
<b>TOTAL TPUC</b>	<b>3,891</b>	<b>0</b>	
<b>TELECOMMUNICATIONS PLANT ADJUSTMENT</b>			
Telecommunications Plant Adjustment (2005 )*			40
Less: Accumulated Amortization--Other (3600 )*			41
<b>NET TELECOMMUNICATIONS PLANT ADJUSTMENT</b>	<b>0</b>	<b>0</b>	
<b>TOTAL PLANT</b>	<b>3,843,983</b>	<b>3,798,940</b>	
<b>TOTAL ASSETS AND OTHER DEBITS*</b>	<b>6,355,428</b>	<b>6,343,595</b>	

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

Particulars (a)	Balance--EOY (b)	Balance--FOY (c)	
<b>CURRENT LIABILITIES</b>			
Accounts Payable (4010 )*	535,381	351,312	1
Notes Payable (4020 )*	0	0	2
Advance Billing and Payments (4030 )*	54	219	3
Customer Deposits (4040 )*	5,885	4,705	4
Current Maturities--Long-Term Debt (4050 )*	140,329	131,838	5
Current Maturities--Capital Leases (4060 )*			6
Income Taxes--Accrued (4070 )*	68,099	48,560	7
Other Taxes--Accrued (4080 )*	(38,716)	(32,212)	8
Net Current Deferred Operating Income Taxes (4100 )*	0	0	9
Net Current Deferred Nonoperating Income Taxes (4110 )*			10
Other Accrued Liabilities (4120 )*	31,756	28,386	11
Other Current Liabilities (4130 )*			12
<b>TOTAL CURRENT LIABILITIES*</b>	<b>742,788</b>	<b>532,808</b>	
<b>LONG-TERM DEBT</b>			
Funded Debt (4210 )*	2,011,755	2,152,584	13
Premium on Long-Term Debt (4220 )*			14
Discount on Long-Term Debt (4230 )*			15
Reacquired Debt (4240 )*	0	0	16
Obligations Under Capital Leases (4250 )*			17
Advances from Affiliated Companies (4260 )*	0	0	18
Other Long-Term Debt (4270 )*	0	0	19
<b>TOTAL LONG-TERM DEBT*</b>	<b>2,011,755</b>	<b>2,152,584</b>	
<b>OTHER LIABILITIES AND DEFERRED CREDITS</b>			
Other Long-Term Liabilities (4310 )*			20
Unamortized Operating ITC--Net (4320 )*	56,551	84,827	21
Unamortized Nonoperating ITC--Net (4330 )*			22
Net Noncurrent Deferred Operating Income Taxes (4340 )*	405,911	444,754	23
Net Deferred Tax Liability Adjustments (4341 )*	(32,010)	(52,355)	24
Net Noncurrent Deferred Nonoperating Income Taxes (4350 )*	(19,208)	(20,222)	25
Other Deferred Credits (4360 )*	90,179		26
Deferred Tax Regulatory Liability (4361 )*	39,129	62,668	27
<b>TOTAL OTHER LIABILITIES AND DEFERRED CREDITS*</b>	<b>540,552</b>	<b>519,672</b>	
<b>STOCKHOLDERS' EQUITY</b>			
Capital Stock (4510 )*	1,376,430	1,376,430	28
Additional Paid-in Capital (4520 )*			29
Treasury Stock (4530 )*	0	0	30
Other Capital (4540 )*			31
Retained Earnings (4550 )*	1,683,903	1,762,101	32
<b>TOTAL STOCKHOLDERS' EQUITY*</b>	<b>3,060,333</b>	<b>3,138,531</b>	
<b>TOTAL LIABILITIES AND OTHER CREDITS*</b>	<b>6,355,428</b>	<b>6,343,595</b>	

**STATEMENT OF CASH FLOWS**

Item (a)	Amount (b)	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Net Income	1,171,802	1
<b>Adjustments to Reconcile Net Income to Net Cash Provided by Operating Activities:</b>		
Depreciation and amortization	710,025	2
Interest during construction	0	3
<b>Changes in assets and liabilities:</b>		
Current assets (net)	(256,649)	4
Other noncurrent assets	902	5
Other current liabilities	201,489	6
Other liabilities and deferred credits	20,880	7
<b>Other (specify):</b>		
<b>TOTAL ADJUSTMENTS</b>	<b>676,647</b>	
<b>NET CASH PROVIDED BY OPERATING ACTIVITIES (NET INCOME &amp; ADJUST.)</b>	<b>1,848,449</b>	
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
<b>Capital Expenditures:</b>		
Changes in plant (net)	(755,068)	8
Investments in affiliated companies	0	9
Nonoperating Investments	0	10
<b>Other (specify):</b>		
<b>NET CASH USING IN INVESTING ACTIVITIES</b>	<b>(755,068)</b>	
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Change in capital lease obligations (net)	0	11
Change in long-term debt (net)	(132,338)	12
Net changes in stockholder equity other than retained earnings	0	13
Change in short term borrowing (net)	0	14
Dividends paid	(1,250,000)	15
Miscellaneous debits/credits to retained earnings	0	16
<b>Other (specify):</b>		
<b>Net Cash Provided by Financing Activities</b>	<b>(1,382,338)</b>	
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	<b>(288,957)</b>	
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.

**None .**

---

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.

**None .**

---

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

**None .**

---

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.

**None .**

---

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

**None .**

---

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.

**None .**

---

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

**None .**

---

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

**Effective June 30, 1998, Farmers Telephone Company (Farmers) became a subsidiary of Chorus Communications Group, Ltd. (Chorus). Prior to this time, Farmers was a subsidiary of Pioneer Communications, Inc., which is a wholly-owned subsidiary of Chorus.**

**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.

<b>Name of Affiliate (a)</b>	<b>Abbreviations (b)</b>	
Chorus Communications Group, Ltd.	CCG	<b>1</b>
Dickeyville Telephone Corporation	DTC	<b>2</b>
Mid-Plains, Inc.	MPI	<b>3</b>
Pioneer Communications, Inc.	PCI	<b>4</b>

**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	05 -AT-103	05 -AT-103	05 -AT-103	05 -AT-103	
Name of Affiliate	CCG	DTC	DTC	MPI	1
Designate whether billed to or from:	FROM	FROM	TO	FROM	2
Cost Based (C), Market Price (M), Prevailing Price (P), Tariff (T), Other (O)	C	C	C	C	3
Revenues					4
<b>Expenses:</b>					
Plant Specific Operations Expense					5
Plant Nonspecific Operations Expense					6
Customer Operations Expense					7
Corporate Operations Expense					8
<b>Total Operating Expenses</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>9</b>
<b>Other:</b>					
Plant Accounts					10
Accumulated Depreciation					11
Accumulated Amortization					12
Clearing					13
All Other	42,652	2,534	134,129	30,457	14
<b>Total</b>	<b>42,652</b>	<b>2,534</b>	<b>134,129</b>	<b>30,457</b>	<b>15</b>
Percent of affiliate's business billed to all affiliated regulated utilities					16
If cost based, rate of return on equity or markup incorporated in billings	0.00	0.00		0.00	17
Footnotes					

**AFFILIATED INTEREST TRANSACTIONS**

Provide a summary of transactions under established affiliated interest contracts and arrangements (see Wis. Stat. § 196.52, for "affiliated interest" definitions). Use the space below to report transactions with individual affiliates and multiple affiliated interest agreements or, at the utility's option, with individual affiliates and a single agreement. Activity associated with affiliated contracts or arrangements not in excess of \$25,000 or 5 percent of the equity of the utility, whichever is smaller, may be aggregated in a single record. For utilities whose intrastate gross operating revenues of the previous year exceeded \$100,000,000, individual contracts or arrangements not exceeding \$100,000 may be aggregated in a single record. Where an affiliate is both providing and receiving service use one record to show billings to and a second record for billings from. When billings to or from an affiliate are recorded on the books of the utility, the records underlying such billings shall be sufficient to show all the detail maintained to identify the associated accounts related to the billing and categorize billings according to the account categories shown below.

Particulars (a)	(b)	(c)	(d)	(e)		
Docket	05 -AT-103	05 -AT-103				
Name of Affiliate	PCI	PCI				1
Designate whether billed to or from:	FROM	TO				2
Cost Based (C), Market Price (M), Prevailing Price (P), Tariff (T), Other (O)	C	C				3
Revenues						4
<b>Expenses:</b>						
Plant Specific Operations Expense						5
Plant Nonspecific Operations Expense						6
Customer Operations Expense						7
Corporate Operations Expense						8
<b>Total Operating Expenses</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>9</b>
<b>Other:</b>						
Plant Accounts						10
Accumulated Depreciation						11
Accumulated Amortization						12
Clearing						13
All Other	34	293,368				14
<b>Total</b>	<b>34</b>	<b>293,368</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>15</b>
Percent of affiliate's business billed to all affiliated regulated utilities						16
If cost based, rate of return on equity or markup incorporated in billings	0.00					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)	
Dickeyville Telephone Corporation	1190	22,836	<b>1</b>
Mid-Plains, Inc.	1190	427	<b>2</b>
Pioneer Communications, Inc.	1190	(3,310)	<b>3</b>
Chorus Communications Group, Ltd.	4010	131,091	<b>4</b>
Dickeyville Telephone Corporation	4010	1,193	<b>5</b>
Mid-Plains, Inc.	4010	3,496	<b>6</b>
Pioneer Communications, Inc.	4010	31,032	<b>7</b>

**ACCOUNTS RECEIVABLE NET WRITE OFFS - TELECOMMUNICATIONS**

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

<b>Particulars (a)</b>	<b>Amount (b)</b>	
Collection of amounts previously written off	8,234	1
Uncollectibles written off during the year	22,888	2
<b>Net write offs during the year</b>	<b>14,654</b>	

**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.

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

**INVESTMENTS IN NONAFFILIATED COMPANIES (ACCT. 1402)**

Name (a)	Balance EOY (b)	
RTB Class B Stock	173,959	1
<b>Other:</b>		
RTB Class C Stock	5,000	2
Archer-Daniels-Midland Company - Stock	1,292	3
People Community Oil Company	10	4
RSA-8 2% of Net Assets	66,303	5
<b>Total Investments in Nonaffiliated Companies</b>	<b>246,564</b>	

**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.

<b>Name (a)</b>	<b>Balance EOY (b)</b>
<hr/>	
<b>Total Net Investment and Inventory ( Accts. 1406.10, 1406.11, and 1406.12 ):</b>	

**DEFERRED MAINTENANCE AND RETIREMENTS (ACCT. 1438)**

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

<b>Description of Item (a)</b>	<b>Balance EOY (b)</b>
--	--------------------------------

---

**TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B**

Plant Account (a)	Account (b)	Balance FOY (c)	Additions (d)	
<b>GENERAL SUPPORT ASSETS</b>				
Land	2111	97,629	45,160	1
Motor Vehicles	2112	269,259		2
Aircraft	2113	0		3
Special Purpose Vehicles	2114	0		4
Garage Work Equipment	2115	0		5
Other Work Equipment	2116	208,093	58,132	6
Buildings	2121	630,998	6,269	7
Furniture	2122	71,919	10,720	8
Office Equipment	2123	65,824	8,245	9
General Purpose Computers	2124	386,809	21,235	10
<b>TOTAL--GENERAL SUPPORT ASSETS:</b>		<b>1,730,531</b>	<b>149,761</b>	
<b>CENTRAL OFFICE ASSETS</b>				
Analog Electronic Switching	2211	0		11
Digital Electronic Switching	2212	1,970,746	111,423	12
Electro-Mechanical Switching	2215	0	0	13
Operator Systems	2220	0		14
Radio Systems	2231	0	0	15
Circuit Equipment	2232	727,216	149,036	16
<b>TOTAL--CENTRAL OFFICE ASSETS:</b>		<b>2,697,962</b>	<b>260,459</b>	
<b>INFORMATION ORIGATION/TERMINATION ASSETS</b>				
Station Apparatus	2311	0		17
Customer Premises Wiring	2321	0		18
Large Private Branch Exchanges	2341	0		19
Public Telephone Terminal Equipment	2351	0		20
Other Terminal Equipment	2362	761	12,870	21
<b>TOTAL--INFORMATION ORIG/TERM ASSETS:</b>		<b>761</b>	<b>12,870</b>	
<b>CABLE WIRE FACILITIES ASSETS</b>				
Poles	2411	70,510	2,247	22
Aerial Cable	2421	490,544	18,300	23
Underground Cable	2422	121,929	9,739	24
Buried Cable	2423	3,860,779	219,999	25
Submarine Cable	2424	0	0	26
Deep Sea Cable	2425	0		27
Intrabuilding Network Cable	2426	0	0	28
Aerial Wire	2431	20,513		29
Conduit Systems	2441	160,211	99,237	30
<b>TOTAL--CABLE WIRE FACILITIES ASSETS:</b>		<b>4,724,486</b>	<b>349,522</b>	
<b>AMORTIZABLE ASSETS</b>				
Capital Leases	2681	0		31

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

<b>Account (e)</b>	<b>Retirements (f)</b>	<b>Transfers / Adjustments (g)</b>	<b>Balance EOY (h)</b>	
2111			142,789	1
2112			269,259	2
2113			0	3
2114			0	4
2115			0	5
2116	3,570		262,655	6
2121			637,267	7
2122			82,639	8
2123	0	0	74,069	9
2124			408,044	10
	<b>3,570</b>	<b>0</b>	<b>1,876,722</b>	
2211			0	11
2212	83,169	0	1,999,000	12
2215	0	0	0	13
2220			0	14
2231	0	0	0	15
2232	25,900	0	850,352	16
	<b>109,069</b>	<b>0</b>	<b>2,849,352</b>	
2311			0	17
2321			0	18
2341			0	19
2351			0	20
2362			13,631	21
	<b>0</b>	<b>0</b>	<b>13,631</b>	
2411	7,530		65,227	22
2421	13,972	0	494,872	23
2422	0	0	131,668	24
2423	19,185	0	4,061,593	25
2424	0	0	0	26
2425			0	27
2426	0	0	0	28
2431	397		20,116	29
2441			259,448	30
	<b>41,084</b>	<b>0</b>	<b>5,032,924</b>	
2681			0	31

**TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B**

<b>Plant Account (a)</b>	<b>Account (b)</b>	<b>Balance FOY (c)</b>	<b>Additions (d)</b>
<b>AMORTIZABLE ASSETS</b>			
Leasehold Improvements	2682	0	<b>32</b>
Intangibles	2690	0	<b>33</b>
<b>TOTAL--AMORTIZABLE ASSETS:</b>		<b>0</b>	<b>0</b>
<b>TOTAL TELECOM. PLANT IN SERVICE</b>	<b>2001</b>	<b>9,153,740</b>	<b>772,612</b>
Less: Allocation to Nonregulated Activity - EOY	2001		<b>34</b>
<b>NET REG. TOTAL TELE. PLANT IN SERV. - EOY</b>	<b>2001</b>		

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	
	153,723	0	9,772,629	
2001			0	34
			9,772,629	

**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.

<b>Plant Subaccount (a)</b>	<b>Subaccount (b)</b>	<b>Balance FOY (c)</b>	<b>Additions (d)</b>	
Office Support Equipment	2123.1	50,090		<b>1</b>
Company Communications Equipment	2123.2	15,734	8,245	<b>2</b>
Software	2212.1	0		<b>3</b>
Digital Switching - Central Office	2212.2	1,492,721	109,103	<b>4</b>
Digital Switching - Remote	2212.3	478,025	2,320	<b>5</b>
Step by Step Switching	2215.1	0		<b>6</b>
Crossbar Switching	2215.2	0		<b>7</b>
Satellite and Earth Station Facilities	2231.1	0		<b>8</b>
Other Radio Facilities	2231.2	0		<b>9</b>
Digital Circuit Equipment	2232.1	363,577	20,246	<b>10</b>
Analog Circuit Equipment	2232.2	169,126	79,065	<b>11</b>
Light Wave Circuit Equipment	2232.3	194,513	49,725	<b>12</b>
Aerial Cable - Nonmetallic	2421.1	0		<b>13</b>
Aerial Cable - Metallic	2421.2	490,544	18,300	<b>14</b>
Underground Cable - Nonmetallic	2422.1	8,797	9,426	<b>15</b>
Underground Cable - Metallic	2422.2	113,132	313	<b>16</b>
Buried Cable - Nonmetallic	2423.1	532,770	69,043	<b>17</b>
Buried Cable - Metallic	2423.2	3,328,009	150,956	<b>18</b>
Submarine Cable - Nonmetallic	2424.1	0		<b>19</b>
Submarine Cable - Metallic	2424.2	0		<b>20</b>
Intrabuilding Cable - Nonmetallic	2426.1	0		<b>21</b>
Intrabuilding Cable - Metallic	2426.2	0		<b>22</b>

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			50,090	1
2123.2			23,979	2
2212.1			0	3
2212.2	80,621		1,521,203	4
2212.3	2,548		477,797	5
2215.1			0	6
2215.2			0	7
2231.1			0	8
2231.2			0	9
2232.1	5,500		378,323	10
2232.2	20,400		227,791	11
2232.3			244,238	12
2421.1			0	13
2421.2	13,972		494,872	14
2422.1			18,223	15
2422.2			113,445	16
2423.1	2,587		599,226	17
2423.2	16,598		3,462,367	18
2424.1			0	19
2424.2			0	20
2426.1			0	21
2426.2			0	22

**ACCUMULATED DEPRECIATION CLASS A & B**

Primary Plant Account (a)	Acct (b)	Balance FOY (c)	Depr Rate (d)	Annual Accrual (e)	Additional Accrual (f)
<b>GENERAL SUPPORT ASSETS</b>					
Motor Vehicles	2112	147,865	6.75	18,176	1
Aircraft	2113	0			2
Special Purpose Vehicles	2114	0			3
Garage Work Equipment	2115	0			4
Other Work Equipment	2116	129,043	7.03	16,238	5
Buildings	2121	283,496	3.13	19,852	6
Furniture	2122	54,823	6.67	5,250	7
Office Equipment	2123	55,366	12.87	9,208	8
General Purpose Computers	2124	266,185	20.0	80,012	9
<b>Total-- GENERAL SUPPORT ASSETS</b>		<b>936,778</b>		<b>148,736</b>	<b>0</b>
<b>CENTRAL OFFICE ASSETS</b>					
Analog Electronic Switching	2211	0			10
Digital Electronic Switching	2212	535,317	10.0	199,341	11
Electro-Mechanical Switching	2215	0			12
Operator Systems	2220	0			13
Radio Systems	2231	0			14
Circuit Equipment	2232	591,407	11.57	87,887	15
<b>Total-- CENTRAL OFFICE ASSETS</b>		<b>1,126,724</b>		<b>287,228</b>	<b>0</b>
<b>INFORMATION ORIG/TERM ASSETS</b>					
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	721	15.0	40	20
<b>Total-- INFORMATION ORIG/TERM ASSETS</b>		<b>721</b>		<b>40</b>	<b>0</b>
<b>CABLE WIRE FACILITIES ASSETS</b>					
Poles	2411	70,259	6.94	2,741	21
Aerial Cable	2421	352,781	5.25	25,654	22
Underground Cable	2422	59,729	4.0	4,980	23
Buried Cable	2423	2,733,024	6.0	233,655	24
Submarine Cable	2424	0			25
Deep Sea Cable	2425	0			26
Intrabuilding Network Cable	2426	0			27
Aerial Wire	2431	20,513	17.51	0	28

**ACCUMULATED DEPRECIATION CLASS A & B (cont.)**

<b>Acct (g)</b>	<b>Retired (h)</b>	<b>Cost of Removal (i)</b>	<b>Salvage (j)</b>	<b>Other (k)</b>	<b>Balance EOY (l)</b>	
2112					166,041	1
2113					0	2
2114					0	3
2115					0	4
2116	3,570		1,800		143,511	5
2121					303,348	6
2122					60,073	7
2123	0				64,574	8
2124					346,197	9
	<b>3,570</b>	<b>0</b>	<b>1,800</b>	<b>0</b>	<b>1,083,744</b>	
2211					0	10
2212	83,169	185	1,612	0	652,916	11
2215	0				0	12
2220					0	13
2231	0				0	14
2232	25,900	961	23,619		676,052	15
	<b>109,069</b>	<b>1,146</b>	<b>25,231</b>	<b>0</b>	<b>1,328,968</b>	
2311					0	16
2321					0	17
2341					0	18
2351					0	19
2362					761	20
	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>761</b>	
2411	7,530	939	159		64,690	21
2421	13,972	3,257	70		361,276	22
2422	0				64,709	23
2423	19,185	919	436		2,947,011	24
2424	0				0	25
2425					0	26
2426	0				0	27
2431	397				20,116	28

**ACCUMULATED DEPRECIATION CLASS A & B**

Primary Plant Account (a)	Acct (b)	Balance FOY (c)	Depr Rate (d)	Annual Accrual (e)	Additional Accrual (f)
<b>CABLE WIRE FACILITIES ASSETS</b>					
Conduit Systems	2441	76,037	2.5	4,739	29
<b>Total-- CABLE WIRE FACILITIES ASSETS</b>		<b>3,312,343</b>		<b>271,769</b>	<b>0</b>
<b>Total Accumulated Depreciation</b>	<b>3100</b>	<b>5,376,566</b>		<b>707,773</b>	<b>0</b>
Less: Allocation to Nonregulated Activity - Columns e, f and I	3100			0	0 30
<b>Net Regulated Total Accum Depreciation - 3100 Columns e, f and I</b>				<b>707,773</b>	<b>0</b>

**ACCUMULATED DEPRECIATION CLASS A & B (cont.)**

<b>Acct (g)</b>	<b>Retired (h)</b>	<b>Cost of Removal (i)</b>	<b>Salvage (j)</b>	<b>Other (k)</b>	<b>Balance EOY (l)</b>	
2441					80,776	29
	41,084	5,115	665	0	3,538,578	
<b>3100</b>	<b>153,723</b>	<b>6,261</b>	<b>27,696</b>	<b>0</b>	<b>5,952,051</b>	
3100					0	30
<b>3100</b>					<b>5,952,051</b>	

**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.

<b>Plant Subaccount (a)</b>	<b>Subacct (b)</b>	<b>Balance FOY (c)</b>	<b>Depr Rate (d)</b>	<b>Annual Accrual (e)</b>	<b>Additional Accrual (f)</b>	
Office Support Equipment	2123.1	45,279	15.0	4,811		1
Company Communications Equipment	2123.2	10,087	20.0	4,397		2
Software	2212.1	0				3
Digital Switching - Central Office	2212.2	0				4 D
Digital Switching - Remote	2212.3	535,317	10.0	199,341		5 D
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	341,799	10.0	36,351		10
Analog Circuit Equipment	2232.2	148,822	20.0	38,154		11
Light Wave Circuit Equipment	2232.3	100,786	6.67	13,382		12
Aerial Cable - Nonmetallic	2421.1	0				13
Aerial Cable - Metallic	2421.2	352,781	5.25	25,654		14
Underground Cable - Nonmetallic	2422.1	2,590	4.0	453		15
Underground Cable - Metallic	2422.2	57,139	4.0	4,527		16
Buried Cable - Nonmetallic	2423.1	221,342	6.0	32,605		17
Buried Cable - Metallic	2423.2	2,511,682	6.0	201,050		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					50,090	1
2123.2					14,484	2
2212.1					0	3
2212.2	80,621			80,621	0	4 D
2212.3	2,548	185	1,612	(80,621)	652,916	5 D
2215.1					0	6
2215.2					0	7
2231.1					0	8
2231.2					0	9
2232.1	5,500	122	4,690		377,218	10
2232.2	20,400	839	18,929		184,666	11
2232.3					114,168	12
2421.1					0	13
2421.2	13,972	3,257	70		361,276	14
2422.1					3,043	15
2422.2					61,666	16
2423.1	2,587				251,360	17
2423.2	16,598	919	436		2,695,651	18
2424.1					0	19
2424.2					0	20
2426.1					0	21
2426.2					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)	
<b>PROPERTY RELATED</b>		
Other Current Assets (1350 )	0	1
Other Noncurrent Assets (1410 )	0	2
Deferred Tax Regulatory Asset (1437 )	14,953	3 H
Net Current Deferred Operating Income Taxes (4100 )	0	4
Net Noncurrent Deferred Operating Income Taxes (4340 )	(444,754)	5 H
Net Deferred Tax Liability Adjustments (4341 )	52,355	6 H
Deferred Tax Regulatory Liability (4361 )	(62,668)	7 H
<b>Net Property Related Deferred Operating Income Taxes</b>	<b>(440,114)</b>	
Less: Allocation to Nonregulated Activity	0	8
<b>Net Regulated Total Property Related Deferred Operating Income Taxes</b>	<b>(440,114)</b>	
<b>NONPROPERTY RELATED</b>		
Other Current Assets (1350 )	15,499	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
<b>Total Nonproperty Related Deferred Operating Income Taxes</b>	<b>15,499</b>	

**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				0	1
7250				0	2
			(902)	14,051	3 H
7250				0	4
7250			38,843	(405,911)	5 H
			(20,345)	32,010	6 H
			23,539	(39,129)	7 H
	0	0	41,135	(398,979)	
				0	8
	0	0	41,135	(398,979)	
7250	30,810			46,309	9
7250				0	10
				0	11
7250				0	12
7250				0	13
				0	14
				0	15
	30,810	0	0	46,309	

**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.

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

---

**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)	
<b>Funded Debt (Account 4210):</b>				
RTB Note #S010	01/06/1975	01/06/2010	8.0000	1
RTB Note #S030	09/22/1989	09/22/2011	6.0500	2
RTB Note #S031	09/22/1989	09/22/2011	6.0400	3
RUS Note #2031	05/29/1967	05/29/2002	2.0000	4
RUS Note #2040	02/13/1968	02/13/2003	2.0000	5
RUS Note #2041	02/13/1968	02/13/2003	2.0000	6
RUS Note #2042	02/14/1974	02/14/2009	2.0000	7
<b>Total Funded Debt</b>				

**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)				
8.0000			1,206,567	71,741	1,278,308	1
6.0500			483,100	28,724	511,824	2
6.0400			206,358	12,270	218,628	3
2.0000			1,886	450	2,336	4
2.0000			72,754	17,347	90,101	5
2.0000			10,312	2,459	12,771	6
2.0000			30,778	7,338	38,116	7
	<b>0</b>	<b>0</b>	<b>2,011,755</b>	<b>140,329</b>	<b>2,152,084</b>	

**CAPITAL STOCK ACCOUNTS AT END OF YEAR**

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

<b>Class and Series (a)</b>	<b>Shares Authorized by Charter (b)</b>	<b>Par Value per Share (c)</b>	<b>Call Price End of Year (d)</b>
<b>COMMON STOCK:</b>			
Common Stock	200,000	10.00	1
<b>TOTAL COMMON STOCK</b>	<b>200,000</b>		
<b>TOTAL</b>	<b><u>200,000</u></b>		

**CAPITAL STOCK ACCOUNTS AT END OF YEAR (cont.)**

	Acct. 4510 - Capital Stock		Acct. 4530 - Treasury Stock		
	Shares (e)	Amount (f)	Shares (g)	Amount (h)	
<b>COMMON STOCK:</b>					
Common Stock	137,643	1,376,430			1
	<b>137,643</b>	<b>1,376,430</b>	<b>0</b>	<b>0</b>	
<b>TOTAL</b>	<b><u>137,643</u></b>	<b><u>1,376,430</u></b>	<b><u>0</u></b>	<b><u>0</u></b>	

**RETAINED EARNINGS (ACCT. 4550)**

<b>Particulars (a)</b>	<b>This Year (b)</b>	<b>Last Year (c)</b>	
Balance-First of Year	1,762,101	1,588,200	1
<b>Changes:</b>			
Balance Transferred from Income	1,171,802	1,223,901	2
<b>Dividends Declared:</b>			
Common	1,250,000	1,050,000	3
Preferred			4
<b>Total Dividends Declared</b>	<b>1,250,000</b>	<b>1,050,000</b>	
Miscellaneous Debits to Retained Earnings			5
Miscellaneous Credits to Retained Earnings			6
<b>Balance--End of Year</b>	<b><u>1,683,903</u></b>	<b><u>1,762,101</u></b>	

**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)	230,425	155,471	565,522	1
Nonoperating Taxes (Accts. 7410 - 7450)		(1,261)	(5,573)	2
Extraordinary Items (Accts. 7630 & 7640)				3
Nonregulated Net Income (Acct. 7990)				4
Clearing Accounts				5
Construction				6
Payroll Taxes: FICA				7
Payroll Taxes: State Unemployment				8
Payroll Taxes: Federal Unemployment				9
<b>Other (specify):</b>				
ITC			28,276	10
Deferred Taxes		5,661	65,270	11
<b>TOTAL</b>	<u><b>230,425</b></u>	<u><b>159,871</b></u>	<u><b>653,495</b></u>	

**DISTRIBUTION OF TAXES (cont.)**

<b>PSC Remainder Assessment (e)</b>	<b>Local Property Tax (f)</b>	<b>State &amp; Local Taxes Other than Wisconsin (g)</b>	<b>Other Taxes (h)</b>	<b>Payroll Taxes (i)</b>	<b>Total (j)</b>	
5,547					956,965	1
					(6,834)	2
					0	3
					0	4
					0	5
					0	6
				49,279	49,279	7
				296	296	8
				1,393	1,393	9
					28,276	10
					70,931	11
<u>5,547</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>50,968</u>	<u>1,100,306</u>	

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

Particulars (a)	This Year (b)	Last Year (c)	
<b>LOCAL NETWORK SERVICES REVENUES</b>			
Basic Local Service Revenue (5000 )*	1,171,761	1,123,699	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
<b>TOTAL BASIC LOCAL SERVICE REVENUE (5000)</b>	<b>1,171,761</b>	<b>1,123,699</b>	
<b>NETWORK INTERSTATE ACCESS SERVICES REV.</b>			
End User Revenue (5081 )*	293,710	282,440	11
Switched Access Revenue (5082 )*	1,083,591	1,094,805	12
Special Access Revenue (5083 )*	69,618	55,076	13 E
<b>TOTAL INTERSTATE ACCESS REVENUES (5080)</b>	<b>1,446,919</b>	<b>1,432,321</b>	
<b>NETWORK INTRASTATE ACCESS SERVICES REV.</b>			
End User Revenue (5084.1)*			14
Switched Access Revenue (5084.2)*	799,686	802,157	15
Special Access Revenue (5084.3)*	250,989	198,428	16 E
<b>TOTAL INTRASTATE ACCESS REVENUES (5084)</b>	<b>1,050,675</b>	<b>1,000,585</b>	
<b>LONG DISTANCE NETWORK SERVICES MESSAGE REV.</b>			
Long Distance Message Revenue (5100 )*	4,509		17
Long Distance Inward-Only Revenue (5111 )			18
Long Distance Outward-Only Revenue (5112 )			19
<b>Unidirectional Long Distance Revenue (5110)</b>	<b>0</b>	<b>0</b>	
<b>Long Distance Private Network Revenues</b>			
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
<b>Total Long Distance Private Network Revenue</b>	<b>0</b>	<b>0</b>	
Other Long Distance Revenue (5160 )			28
Other Long Distance Revenue Settlements (5169 )			29
<b>TOTAL LONG DISTANCE NET. SERVICES MESSAGE REV.</b>	<b>4,509</b>	<b>0</b>	

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

Particulars (a)	This Year (b)	Last Year (c)	
<b>MISCELLANEOUS REVENUES</b>			
Directory Revenue (5230 )*	136,647	122,586	<b>30</b>
Rent Revenue (5240 )*	9,520	9,538	<b>31</b>
Corporate Operations Revenue (5250 )*			<b>32</b>
<b>Miscellaneous:</b>			
Miscellaneous Revenue (5260 )*	153,053	159,161	<b>33</b>
Special Billing Arrangements Revenue (5261 )			<b>34</b>
Customer Operations Revenue (5262 )			<b>35</b>
Plant Operations Revenue (5263 )			<b>36</b>
Other Incidental Regulated Revenue (5264 )			<b>37</b>
Other Revenue Settlements (5269 )			<b>38</b>
<b>Total Miscellaneous Revenue (5260)</b>	<b>153,053</b>	<b>159,161</b>	
Interstate Billing and Collection Revenue*	67,556	65,506	<b>39</b>
Intrastate Billing and Collection Revenue*	88,365	102,053	<b>40</b>
<b>Total Carrier Billing and Collection Revenue (5270)*</b>	<b>155,921</b>	<b>167,559</b>	
Nonregulated Operating Revenue (5280 )**			<b>41</b>
<b>TOTAL MISCELLANEOUS REVENUES</b>	<b>455,141</b>	<b>458,844</b>	
<b>GROSS OPERATING REVENUES</b>	<b>4,129,005</b>	<b>4,015,449</b>	
<b>UNCOLLECTIBLE REVENUES</b>			
Uncollectible Revenue (5300 )*	14,654	1,041	<b>42 F</b>
Uncollectible Revenue--Telecommunications (5301 )			<b>43</b>
Uncollectible Revenue--Other (5302 )			<b>44</b>
<b>TOTAL UNCOLLECTIBLE REVENUE (5300)</b>	<b>14,654</b>	<b>1,041</b>	
<b>TOTAL OPERATING REVENUES</b>	<b>4,114,351</b>	<b>4,014,408</b>	

\*\* 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)
<b>PLANT SPECIFIC OPERATIONS EXPENSE</b>			
Total Network Support Expense ( 6110 )	10,851	10,065	1
Less: Nonregulated	0	0	2
<b>Net Regulated</b>	<b>10,851</b>	<b>10,065</b>	<b>0 3</b>
Total General Support Expense ( 6120 )	87,951	76,977	4
Less: Nonregulated	0	0	5
<b>Net Regulated</b>	<b>87,951</b>	<b>76,977</b>	<b>0 6</b>
Total Central Office Switching Expense ( 6210 )	82,508	96,685	7
Less: Nonregulated	0	0	8
<b>Net Regulated</b>	<b>82,508</b>	<b>96,685</b>	<b>0 9</b>
Total Operator Systems Expense ( 6220 )	0	0	10
Less: Nonregulated	0	0	11
<b>Net Regulated</b>	<b>0</b>	<b>0</b>	<b>0 12</b>
Total Central Office Transmission Expenses ( 6230 )	30,982	5,371	13
Less: Nonregulated	0	0	14 A
<b>Net Regulated</b>	<b>30,982</b>	<b>5,371</b>	<b>0 15</b>
Total Information Orig. / Term. Expense ( 6310 )	286	0	16
Less: Nonregulated	0	0	17
<b>Net Regulated</b>	<b>286</b>	<b>0</b>	<b>0 18</b>
Total Cable and Wire Fac. Expense ( 6410 )	130,457	151,836	19
Less: Nonregulated	0	0	20
<b>Net Regulated</b>	<b>130,457</b>	<b>151,836</b>	<b>0 21</b>
<b>TOTAL PLANT SPECIFIC OPERATIONS EXPENSE</b>	<b>343,035</b>	<b>340,934</b>	<b>0</b>
<b>Less: Nonregulated</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Net Regulated</b>	<b>343,035</b>	<b>340,934</b>	<b>0</b>
<b>PLANT NONSPECIFIC OPERATIONS EXPENSE</b>			
Total Other Property, Plant and Equip. Exp. ( 6510 )	0	0	0 22
Less: Nonregulated	0	0	23
<b>Net Regulated</b>	<b>0</b>	<b>0</b>	<b>0 24</b>
Total Network Operations Expense ( 6530 )	62,032	68,792	25
Less: Nonregulated	0	0	26
<b>Net Regulated</b>	<b>62,032</b>	<b>68,792</b>	<b>0 27</b>
Access Expense ( 6540 )	0	37,883	28
Less: Nonregulated	0	0	29 B
<b>Net Regulated</b>	<b>0</b>	<b>37,883</b>	<b>0 30</b>
Total Depreciation and Amortization Expense ( 6560 )	656,790	710,025	31
Less: Nonregulated	0	0	32
<b>Net Regulated</b>	<b>656,790</b>	<b>710,025</b>	<b>33</b>
<b>TOTAL PLANT NONSPECIFIC OPERATIONS EXP.</b>	<b>718,822</b>	<b>816,700</b>	<b>0</b>
<b>Less: Nonregulated</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Net Regulated</b>	<b>718,822</b>	<b>816,700</b>	<b>0</b>

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

Account (e)	Benefits (f)	Rents (g)	Other (h)	Clearances to (from) (i)	
6110			10,065		1
	0	0	10,065	0	2
					3
6120			76,977		4
	0	0	76,977	0	5
					6
6210			96,685		7
	0	0	96,685	0	8
					9
6220					10
	0	0	0	0	11
					12
6230			5,371		13
	0	0	5,371	0	14 A
					15
6310			0		16
	0	0	0	0	17
					18
6410			151,836		19
	0	0	151,836	0	20
					21
	0	0	340,934	0	
	0	0	0	0	
	0	0	340,934	0	
6510	0	0	0	0	22
					23
	0		0	0	24
6530			68,792		25
	0	0	68,792	0	26
					27
6540			37,883		28
	0	0	37,883	0	29 B
					30
6560			710,025		31
					32
			710,025		33
	0	0	816,700	0	
	0	0	0	0	
	0	0	816,700	0	

**EXPENSE MATRIX - CLASS A & B**

Particulars (a)	Total Last Year (b)	Total This Year (c)	Salaries / Wages (d)
<b>CUSTOMER OPERATIONS EXPENSE</b>			
Total Marketing ( 6610 )	1,191	2,279	34
Less: Nonregulated	0	0	35
<b>Net Regulated</b>	<b>1,191</b>	<b>2,279</b>	<b>0 36</b>
Total Services ( 6620 )	295,978	314,404	37
Less: Nonregulated	0	0	38
<b>Net Regulated</b>	<b>295,978</b>	<b>314,404</b>	<b>0 39</b>
<b>TOTAL CUSTOMER OPERATIONS EXPENSE</b>	<b>297,169</b>	<b>316,683</b>	<b>0</b>
<b>Less: Nonregulated</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Net Regulated</b>	<b>297,169</b>	<b>316,683</b>	<b>0</b>
<b>CORPORATE OPERATIONS EXPENSE</b>			
Total Exec. and Planning ( 6710 )	181,573	202,564	40
Less: Nonregulated	0	0	41
<b>Net Regulated</b>	<b>181,573</b>	<b>202,564</b>	<b>0 42</b>
Total General and Administrative ( 6720 )	140,821	201,967	43
Less: Nonregulated	0	0	44 c
<b>Net Regulated</b>	<b>140,821</b>	<b>201,967</b>	<b>0 45</b>
Provision for Uncollectible Notes Receiv. ( 6790 )	0	0	46
Less: Nonregulated	0	0	47
<b>Net Regulated</b>	<b>0</b>	<b>0</b>	<b>48</b>
<b>TOTAL CORPORATE OPERATIONS EXPENSE</b>	<b>322,394</b>	<b>404,531</b>	<b>0</b>
<b>Less: Nonregulated</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Net Regulated</b>	<b>322,394</b>	<b>404,531</b>	<b>0</b>
<b>TOTAL EXPENSES</b>	<b>1,681,420</b>	<b>1,878,848</b>	<b>0</b>
<b>Less: Nonregulated</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Net Regulated</b>	<b>1,681,420</b>	<b>1,878,848</b>	<b>0</b>

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

Account (e)	Benefits (f)	Rents (g)	Other (h)	Clearances to (from) (i)	
6610			2,279		34
					35
	0	0	2,279	0	36
6620			314,404		37
					38
	0		314,404	0	39
	0	0	316,683	0	
	0	0	0	0	
	0	0	316,683	0	
6710			202,564		40
					41
	0		202,564	0	42
6720			201,967		43
					44 C
	0		201,967	0	45
6790					46
					47
			0		48
	0	0	404,531	0	
	0	0	0	0	
	0	0	404,531	0	
	0	0	1,878,848	0	
	0	0	0	0	
	0	0	1,878,848	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
<b>Total: Reported in Account 6510</b>	<b>0</b>	<b>0</b>	<b>0</b>	
Depreciat. Exp.--Tele. Plant in Service ( 6561 )	654,538	707,773		3
Depreciat. Exp.--Prop. Held for Future Tele. Use ( 6562 )	2,252	2,252		4
Amortization Expense--Tangible ( 6563 )	0	0		5
Amortization Expense--Intangible ( 6564 )	0	0		6
Amortization Expense--Other ( 6565 )	0	0		7
<b>Total: Reported in Account 6560</b>	<b>656,790</b>	<b>710,025</b>		

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

Account (e)	Benefits (f)	Rents (g)	Other (h)	Clearances to (from) (i)	
6511			0		1
6512			0		2
	0		0	0	
6561			707,773		3
6562			2,252		4
6563					5
6564					6
6565					7
			710,025		

## 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	4,129,005	1
Plus: Collection of amounts previously written off	8,234	2
Less: Uncollectibles written off during the year	22,888	3
Plus: Total Other Operating Income and (Expense) (7100)	(89)	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)		7
Plus (or Less) Other (please specify): NONE	0	8
<b>Assessable Revenues for Remainder, Department of Justice, and Telephone Relay Assessment Purposes</b>	<b>4,114,262</b>	

## CALCULATION OF ASSESSABLE REVENUES FOR UNIVERSAL SERVICE FUND ASSESSMENT PURPOSES

Description (a)	This Year (b)	
Total Basic Local Service Revenue (5000)	1,171,761	1
Plus: Total Intrastate Access Revenues (5084)	1,050,675	2
Plus: Total Long Distance Network Services Revenue	4,509	3
Less: Out-of-State Operating Revenues (included in the above lines)		4
Plus (or Less) Other (please specify): NONE	0	5
<b>Assessable Revenues for Universal Service Fund Assessment Purposes</b>	<b>2,226,945</b>	

### 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	4,129,005	1
Plus: Collection of amounts previously written off	8,234	2
Less: Uncollectibles written off during the year	22,888	3
Plus: Total Other Operating Income and (Expense) (7100)	(89)	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)		7
Plus (or Less) Other (please specify): NONE	0	8
<b>Assessable Revenues for Remainder and Telephone Relay Assessment Purposes</b>	<b>4,114,262</b>	

### CALCULATION OF ASSESSABLE REVENUES FOR UNIVERSAL SERVICE FUND ASSESSMENT PURPOSES

Description (a)	This Year (b)	
Total Basic Local Service Revenue (5000)	1,171,761	1
Plus: Total Intrastate Access Revenues (5084)	1,050,675	2
Plus: Total Long Distance Network Services Revenue	4,509	3
Less: Out-of-State Operating Revenues (included in the above lines)		4
Plus (or Less) Other (please specify): NONE	0	5
<b>Assessable Revenues for Universal Service Fund Assessment Purposes</b>	<b>2,226,945</b>	

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

Particulars (a)	This Year (b)	Last Year (c)	
<b>OTHER OPERATING INCOME AND EXPENSE</b>			
Income from Custom Work (7110 )*	(89)	(209)	1
Return from Nonregulated Use of Regulated Facilities (7130 )*			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 )*			5
<b>TOTAL OTHER OPERATING INCOME AND (EXPENSE) (7100)*</b>	<b>(89)</b>	<b>(209)</b>	
<b>OPERATING TAXES</b>			
Operating Investment Tax Credits--Net (7210 )*	(28,276)	(15,539)	6
Operating Federal Income Taxes (7220 )*	659,685	610,668	7
Operating State and Local Income Taxes (7230 )*	161,529	156,818	8
Operating Other Taxes (7240 )*	235,972	230,350	9
Provision for Deferred Operating Income Taxes--Net (7250 )*	(71,945)	19,529	10
<b>TOTAL OPERATING TAXES (7200)*</b>	<b>956,965</b>	<b>1,001,826</b>	
<b>NONOPERATING INCOME AND EXPENSE</b>			
Dividend Income (7310 )*	123	448	11
Interest Income (7320 )*	43,210	57,943	12
Income from Sinking and Other Funds (7330 )*			13
Allowance for Funds Used During Construction (7340 )*			14
Gains or (Losses) from the Disposition of Certain Property (7350 )*			15
Other Nonoperating Income (7360 )*	59	45	16
Special Charges (7370 )*	3,136	1,971	17
<b>TOTAL NONOPERATING INCOME AND EXPENSE (7300)*</b>	<b>40,256</b>	<b>56,465</b>	
<b>NONOPERATING TAXES</b>			
Nonoperating Investment Tax Credits--Net (7410 )*			18
Nonoperating Federal Income Taxes (7420 )*	(6,190)	3,958	19
Nonoperating State and Local Income Taxes (7430 )*	(1,658)	1,037	20
Nonoperating Other Taxes (7440 )*			21
Provision for Deferred Nonoperating Income Taxes-Net (7450 )*	1,014	(10,509)	22
<b>TOTAL NONOPERATING TAXES (7400)*</b>	<b>(6,834)</b>	<b>(5,514)</b>	
<b>INTEREST AND RELATED ITEMS</b>			
Interest on Funded Debt (7510 )*	153,519	168,880	23
Interest Expense--Capital Leases (7520 )*			24
Amortization of Debt Issuance Expense (7530 )*			25
Other Interest Deductions (7540 )*	218	151	26
<b>TOTAL INTEREST AND RELATED ITEMS (7500)*</b>	<b>153,737</b>	<b>169,031</b>	
<b>EXTRAORDINARY ITEMS</b>			
Extraordinary Items (7600 )*			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
<b>TOTAL EXTRAORDINARY ITEMS (7600)*</b>	<b>0</b>	<b>0</b>	
<b>NONREGULATED NET INCOME</b>			
Nonregulated Net Income (7990 )*	0	0	32

**NONREGULATED NET INCOME (ACCT. 7990)**

Particulars (a)	Amount (b)	
Revenues (Acct. 7990.1)		
Gross Sales	0	1
Less: Cost of Goods Sold	0	2
<b>Net Sales</b>	<b>0</b>	<b>3</b>
Expenses (Acct. 7990.2)	0	4
<b>Nonregulated Net Income</b>	<b>0</b>	<b>5</b>

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

None .

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	0	1
Nonregulated Expense		2
Plant Accounts	58,302	3
Accumulated Depreciation Accounts	3,846	4
All Other Accounts	582,018	5
<b>Total Salaries and Wages</b>	<b>644,166</b>	<b>6 G</b>

**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	1.05	1.05	58,051	1
Supervision and Other Management	6.00	6.00	232,475	2
Other Employees	13.83	15.35	353,640	3
<b>Total</b>	<b>20.88</b>	<b>22.40</b>	<b>644,166</b>	

**DISTRIBUTION OF SALARIES AND WAGES**

Description (a)	Amount (b)	
Regulated Expense	0	1
Nonregulated Expense		2
Plant Accounts	58,302	3
Accumulated Depreciation Accounts	3,846	4
All Other Accounts	582,018	5
<b>Total Salaries and Wages</b>	<b>644,166</b>	<b>6 G</b>

**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	1.05	1.05	58,051	1
Supervision and Other Management	6.00	6.00	232,475	2
Other Employees	13.83	15.35	353,640	3
<b>Total</b>	<b>20.88</b>	<b>22.40</b>	<b>644,166</b>	

**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)	
<b>LOCAL</b>			
Intra-Exchange	512	1,439	1
Extended Area Service	186	880	2
Extended Community Calling	70	264	3
Other Local-Undefined			4
<b>Total Local</b>	<b>768</b>	<b>2,583</b>	
<b>TOLL</b>			
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	344	2,282	12
<b>Total Toll</b>	<b>344</b>	<b>2,282</b>	
<b>Total Local &amp; Toll</b>	<b>1,112</b>	<b>4,865</b>	

**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.	6	0	0	0	2
Feature Group B -- Orig.	0	0	0	0	3
Feature Group B -- Term.	17	0	0	0	4
Feature Group C -- Orig.	0	0	0	0	5
Feature Group C -- Term.	0	0	0	0	6
Feature Group D -- Orig.	4,976	1,674	4,460	6	7
Feature Group D -- Term.	10,095	4,018	1,932	1	8

**OUTSIDE PLANT STATISTICS AT END OF YEAR**

Description of Item (a)	Amount (b)	
Sheath miles of plant - aerial	79	1
Sheath miles of plant - buried	455	2
Sheath miles of plant - fiber optics	73	3
Strand miles of plant - fiber optics	836	4
Route miles of plant - microwave		5

**SPECIAL ACCESS CIRCUITS IN USE AT END OF YEAR**

Circuit Type (a)	InterLATA Chan. Terms. (b)	IntraLATA Chan. Terms. (c)	
Voice grade	7	23	1
56 kbps	14	15	2
64 kbps (DS0)	1	2	3
1.54 Mbps (DS-1)	10	12	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	79	1
Sheath miles of plant - buried	455	2
Sheath miles of plant - fiber optics	73	3
Strand miles of plant - fiber optics	836	4
Route miles of plant - microwave		5

**SPECIAL ACCESS CIRCUITS IN USE AT END OF YEAR**

Circuit Type (a)	InterLATA Chan. Terms. (b)	IntraLATA Chan. Terms. (c)	
Voice grade	7	23	1
56 kbps	14	15	2
64 kbps (DS0)	1	2	3
1.54 Mbps (DS-1)	10	12	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)	
<b>Business</b>			
1 Party	882	925	<b>3</b>
2 Party			<b>4</b>
4 Party			<b>5</b>
PBX Trunks/System Trunks	28	190	<b>6</b>
Centrex Trunks			<b>7</b>
Centrex Lines	272	239	<b>8</b>
Key System Trunks	445	418	<b>9</b>
Mobile (Utility Provided Service)			<b>10</b>
Paging (Utility Provided Service)	111	120	<b>11</b>
FX-Out (Switched)		3	<b>12</b>
Pay Telephone	46	44	<b>13</b>
Coin-Operated Pay Telephone			<b>14</b>
Independent Pay Telephone Provider	7	9	<b>15</b>
Pay Stations - Public			<b>16</b>
- Semi-Public			<b>17</b>
- Cust. Owned			<b>18</b>
Other	5	9	<b>19</b>
<b>Total Business Lines</b>	<b>1,796</b>	<b>1,957</b>	<b>20</b>
<b>Residential (Incl. Emp. Concess.)</b>			
1 Party	4,555	4,657	<b>22</b>
2 Party			<b>23</b>
4 Party			<b>24</b>
FX-Out (Switched)	12	12	<b>25</b>
Other			<b>26</b>
<b>Total Residential Lines</b>	<b>4,567</b>	<b>4,669</b>	<b>27</b>
<b>Total Bus &amp; Res Lines</b>	<b>6,363</b>	<b>6,626</b>	<b>28</b>
Company Used Lines	91	94	<b>29</b>
<b>Total Lines Used</b>	<b>6,454</b>	<b>6,720</b>	<b>30</b>

**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)	
<b>Miscellaneous</b>			
WATS Lines - OutWATS	0		3
WATS Lines - 800 Service	2		4
FX-In-intraLATA		4	5
Special Access-intraLATA			6
(expressed in equiv. access lines)	143	328	7
Special Access-interLATA			8
(expressed in equiv. access lines)	117	262	9
Feature Group A Lines			10
Feature Group B Trunks			11
Feature Group C Trunks	144	144	12
Feature Group D Trunks	192	216	13
TSPS - Trunks	16	16	14
EAS - Trunks	228	228	15
Cellular Trunks (Pub. Sw. Net.)			16
Video Distance Learning			17
- discounted (special tariff)			18
<b>Customers</b>			
Business - 2 Party Customers			19
Business - 4 Party Customers			20
Residential - 2 Party Customers			21
Residential - 4 Party Customers			22
<b>Other</b>			
Total Central Office, Info. Orig./Term., & Cable			23
Wire Fac. Assets (based on physical location of plant)			24
	7,423,209	7,895,907	25
Total Company Square Miles	330	330	26
Total Company Route Miles	933	977	27
Footnotes			28
			29
			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	0390	0960	2850	4350	1
<b>Business</b>					2
1 Party	54	132	626	113	3
2 Party					4
4 Party					5
PBX Trunks/System Trunks		6	184		6
Centrex Trunks					7
Centrex Lines		1	234	4	8
Key System Trunks	9	35	339	35	9
Mobile (utility provided service)					10
Paging (utility provided service)		9	107	4	11
FX-Out (Switched)			3		12
Pay Telephone	3	9	29	3	13
Coin-Operated Pay Telephone					14
Independent Pay Telephone Provider		2	6	1	15
Pay Stations - Public					16
- Semi-Public					17
- Cust. Owned					18
Other		0	8	1	19
<b>Total Business Lines</b>	<b>66</b>	<b>194</b>	<b>1,536</b>	<b>161</b>	<b>20</b>
<b>Residential (Incl. Emp. Concess.)</b>					<b>21</b>
1 Party	478	812	2,498	869	22
2 Party					23
4 Party					24
FX-Out (Switched)			8	4	25
Other					26
<b>Total Residential Lines</b>	<b>478</b>	<b>812</b>	<b>2,506</b>	<b>873</b>	<b>27</b>
<b>Total Bus &amp; Res Lines</b>	<b>544</b>	<b>1,006</b>	<b>4,042</b>	<b>1,034</b>	<b>28</b>
Company Used Lines	6	4	79	5	29
<b>Total Lines Used</b>	<b>550</b>	<b>1,010</b>	<b>4,121</b>	<b>1,039</b>	<b>30</b>

**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	0390	0960	2850	4350	1
<b>Miscellaneous</b>					2
WATS Lines - OutWATS					3
WATS Lines - 800 Service					4
FX-In-intraLATA			4		5
Special Access-intraLATA (equiv. access lines)	1	106	170	51	6
Special Access-interLATA (equiv. access lines)	1	1	236	24	7
Feature Group A Lines					8
Feature Group B Trunks					9
Feature Group C Trunks			144		10
Feature Group D Trunks			216		11
TSPS - Trunks			16		12
EAS - Trunks			228		13
Cellular Trunks (Pub. Sw. Net.)					14
Video Distance Learning - discounted (special tariff)					15
<b>Customers</b>					16
Business - 2 Party Customers					17
Business - 4 Party Customers					18
Residential - 2 Party Customers					19
Residential - 4 Party Customers					20
<b>Other</b>					21
Exchange C.O., Info. Orig./Term., & Cable Wire Fac. Assets (based on physical location of plant)	1,137,513	1,039,145	4,496,211	1,223,038	22
Exchange Square Miles	79	54	130	67	23
Exchange Route Miles	200	152	429	196	24
Footnotes					25

**MANUFACTURER ABBREVIATIONS**

Use these abbreviations when completing the central office data schedule.

<b>Manufacturer Name (a)</b>	<b>Abbreviation (b)</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.

<b>Equipment Type (a)</b>	<b>Abbreviation (b)</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.

<b>Manufacturer Name (a)</b>	<b>Abbreviation (b)</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.

<b>Equipment Type (a)</b>	<b>Abbreviation (b)</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.

<b>Description (a)</b>	<b>Central Off. (b)</b>	<b>Central Off. (c)</b>	<b>Central Off. (d)</b>	<b>Central Off. (e)</b>	
Exchange Name	BEETOWN	CASSVILLE	LANCASTER	POTOSI	<b>1</b>
PSCW Exchange ID	0390	0960	2850	4350	<b>2</b>
Central Office Name	BEETOWN	CASSVILLE	LANCASTER	POTOSI	<b>3</b>
PSCW Central Office ID	1	1	1	1	<b>4</b>
Manufacturer of COE (Page 54)	SI	SI	SI	SI	<b>5</b>
Year COE Installed	1994	1994	1994	1994	<b>6</b>
Type of Equipment (Page 54)	D	D	D	D	<b>7</b>
(S)tandalone, (H)ost, (R)emote	R	R	H	R	<b>8</b>
Remote Host PSCW Exchange ID	2850	2850		2850	<b>9</b>
Remote Host PSCW Central Office ID	1	1	0	1	<b>10</b>
COE Generic Software Release No.	15.1	15.1	15.1	15.1	<b>11</b>
SS7?	Yes	Yes	Yes	Yes	<b>12</b>
9-1-1?	Yes	Yes	Yes	Yes	<b>13</b>
Access Lines - In Use	552	1,117	4,531	1,114	<b>14</b>
- Equipped	696	1,420	4,660	1,444	<b>15</b>
- Wired	712	1,480	4,776	1,480	<b>16</b>
Trunks - In Use	0	0	580	0	<b>17</b>
- Equipped	0	0	936	0	<b>18</b>
- Wired	0	0	936	0	<b>19</b>
ISDN Available?	Yes	Yes	Yes	Yes	<b>20</b>
ISDN Lines - In Use (BRI)	0	0	8	1	<b>21</b>
- In Use (PRI)	0	0	0	0	<b>22</b>
Switched 56 Service?	Yes	Yes	Yes	Yes	<b>23</b>
Switched 56 lines in use	0	0	0	0	<b>24</b>
Digital Transmission Facilities: DS-1 - In Use	5	14	122	11	<b>25</b>
DS-3 - In Use	1	2	8	1	<b>26</b>
Advanced Data Service Available:					
Packet Switching?	No	No	No	No	<b>27</b>
SMDS?	No	No	No	No	<b>28</b>
Frame Relay?	No	No	No	No	<b>29</b>
ATM (Asynchronous Trans. Mode)?	No	No	No	No	<b>30</b>
Video Information - Service Available?	Yes	Yes	Yes	Yes	<b>31</b>
- In Use (# lines) <sup>1</sup>	0	1	0	0	<b>32</b>
Fiber Transmission Facilities:					
No. of fiber strands entering C.O.	16	12	44	16	<b>33</b>
No. of fiber strands working (LIT) in C.O.	8	4	16	8	<b>34</b>
No. of fiber strands for interoffice use	8	4	28	8	<b>35</b>
Miles of fiber sheath in wire center	16	8	29	20	<b>36</b>
Access Tandem Serving this C.O.:					
- C.O. Name	PLATTEVILLE	PLATTEVILLE	PLATTEVILLE	PLATTEVILLE	<b>37</b>
- PSCW C.O. ID	4250-02	4250-02	4250-02	4250-02	<b>38</b>
Does this C.O. do access tandem switching?	No	No	No	No	<b>39</b>
Equal Access: InterLATA (1+)?	Yes	Yes	Yes	Yes	<b>40</b>
Equal Access: IntraLATA (1+)?	Yes	Yes	Yes	Yes	<b>41</b>
Footnotes					<b>42</b>

<sup>1</sup> Teleco provided end-to-end facility.

**GENERAL, SCHEDULE LEVEL AND SCHEDULE LINE FOOTNOTES****General Footnote**

Material provided, cr#08680, ele (sent in correct material with copy of original 3/26/99 CR)

October 20, 1999

Mr. Terry M. Mathers, General Manager  
Farmer Telephone Company  
140 North Monroe Street  
P.O. Box 467  
Lancaster, WI 53813-0467

Re:1998 Analytical ReviewDWCCA-1960-ELE

Dear Mr. Mathers:

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:

During our review, we noted that the public "masked" annual report pages were filed under confidentiality request No. 08680 filed March 26, 1999. Please provide copies of the confidential annual report pages with data, stamped "confidential" in red and request in your letter that they be substituted for the masked pages filed on March 26, 1999.

We appreciate your cooperation in providing the above information. These recommendations are intended to provide accounting assistance and should not be construed as criticisms of utility personnel. If you have any questions, please feel free to contact me at (608) 266-3768. Please respond within 30 days of this letter. If we have no questions regarding your response, you can consider the review closed.

Sincerely,

Elaine L. Engelke  
Financial Specialist  
Division of Water, Compliance, and Consumer Affairs

ELE:tlk:w:\compl\telco letters\1960 rev letters

---

**Schedule Footnotes**

**Central Office Lookup Table Footnote. Page 0**

**GENERAL, SCHEDULE LEVEL AND SCHEDULE LINE FOOTNOTES****Affiliated Interest Transactions Footnote. Page 15**

Pursuant to agreement with PSCW staff, revenue, expense and other detail amounts are not required for the 1998 annual report. The total amount for each column is included on the All Other line in order to facilitate the summation function in the program.

**Net Deferred Operating Income Taxes (Acct. 1350, 1410, 1437, 4100, 4340, 4341 & 4361) Footnote. Page 30**

Pursuant to agreement with PSCW staff, net deferred operating income tax property and nonproperty related detail and activity is not required for the 1998 annual report. The total amounts for accounts 1437, 4100, 4340, 4341 and 4361 are included in the Balance EOY column in order that the Balance Sheet schedules may be populated with the appropriate end-of-year balances for these accounts in the program.

**Expense Matrix - Class A & B Footnote. Page 41**

Pursuant to agreement with PSCW staff, expense matrix subsidiary record category detail is not required for the 1998 annual report. The total amount for each item is included in the Other column in order to facilitate the summation function in the program.

**Telephone Calls and Minutes of Use Per Month Footnote. Page 47**

Pursuant to agreement with PSCW staff, toll telephone calls and minutes of use per month detail is not required for the 1998 annual report. The total toll amount for each item is included on the Other Toll - Undefined line in order to facilitate the summation function in the program.

---

**Schedule Line Footnotes**

- A)** Decrease caused by inventory true-up. 1997 went up and 1998 went down.
- B)** Increase caused by reclassifying Universal Service Support Payments per the direction of the FCC and the PSCW.
- C)** Increase in expenses due to: (1) additional external reporting requirements, (2) increase in office phone charges, (3) increase in company sponsored events, (4) initiated employee recognition program and (5) 100 year celebration costs.
- D)** Amounts shown in column (k) are to correct ending balances. Depreciation for account 2212 is only maintained in total. No sub-class accounts are maintained for depreciation purposes. Total depreciation is shown under sub-class account 2212.3.
- E)** Increase in revenues due to increase in special access circuits installed.
- F)** Incurred more write-offs in 1998.
- G)** Pursuant to agreement with the PSCW staff, expense matrix subsidiary record category detail is not required for the 1998 annual report. Because of this, the program did not populate the Regulated Expense amount on line 1. The amount of Regulated Expense that is included on line 5, All Other Accounts is \$351,233.
- H)** See Schedule Footnote for page 30.