



4004

**ANNUAL REPORT**

OF

Name: NELSON TELEPHONE COOPERATIVE

Principal Office: 318 3RD AVE W  
P.O. BOX 228  
DURAND, WI 54736-0228

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**

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

**ANNUAL TELECOMMUNICATIONS REPORT GLOSSARY OF TERMS**

<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:** NELSON TELEPHONE COOPERATIVE  
**Utility Location:** 318 3RD AVE W  
P.O. BOX 228  
DURAND, WI 54736-0228

**Utility Web Site Address:**

**When was utility organized?:** 11/01/1948

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

---

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

---

**Name:** MR GERALD L . LEVENSKE  
**Title:** GENERAL MANAGER

**Office Address:** 318 THIRD AVE WEST  
P.O. BOX 228  
DURAND , WI 54736

**Fax Number:** (715) 672 - 4344  
**Telephone Number:** (715) 672 - 4204

**Email Address:**

---

**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:** MS CHRISTY A . BERGER , CPA  
**Title:** OFFICE MANAGER

**Office Address:** 318 THIRD AVE WEST  
P.O. BOX 228  
DURAND , WI 54736

**Fax Number:** (715) 672 - 4344  
**Telephone Number:** (715) 672 - 4204

**Email Address:**

---

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

---

**Name:** MS CHRISTY A . BERGER , CPA  
**Title:** OFFICE MANAGER

**Office Address:** 318 THIRD AVE WEST  
P.O. BOX 228  
DURAND , WI 54736

**Fax Number:** (715) 672 - 4344  
**Telephone Number:** (715) 672 - 420

**Email Address:**

**INCOME STATEMENT - TOTAL COMPANY**

Particulars (a)	This Year (b)	Last Year (c)	
Operating Revenues (5000-5300)	2,407,668	2,429,699	1
<b>Operating Expenses</b>			
Plant Specific Operations Expense (6110-6410)	355,174	325,149	2
Plant Nonspecific Operations Expense	808,333	648,178	3
Customer Operations Expense (6610-6620)	404,313	395,775	4
Corporate Operations Expense (6710-6790)	410,000	467,807	5
Other Operating Income and Expense (7100)	0	0	6
Operating Taxes (7200)	220,062	186,286	7
<b>Total Operating Expenses</b>	<b>2,197,882</b>	<b>2,023,195</b>	<b>8</b>
<b>Net Operating Income</b>	<b>209,786</b>	<b>406,504</b>	<b>9</b>
<b>Other Income</b>			
Nonoperating Income and Expense (7300)	332,673	204,395	10
Nonoperating Taxes (7400)	0	0	11
Interest and Related Items (7500)	435,873	322,145	12
Extraordinary Items (7600)	0	0	13
Nonregulated Net Income (7990)	164,528	54,157	14
<b>Total Nonoperating Income</b>	<b>61,328</b>	<b>(63,593)</b>	<b>15</b>
<b>Net Income</b>	<b>271,114</b>	<b>342,911</b>	<b>16</b>

**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 )*	2,085,820	3,194,952	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>2,085,820</b>	<b>3,194,952</b>	
<b>RECEIVABLES AND ALLOWANCES FOR DOUBTFUL ACCOUNTS</b>			
Telecommunications Accounts Receivable (1180 )*	174,390	173,809	6
Accounts Receivable Allowance-Telecom (1181 )*	22,532	17,200	7
<b>Net: Telecommunications Accounts Receivable</b>	<b>151,858</b>	<b>156,609</b>	
Other Accounts Receivable (1190 )*	227,378	354,743	8
Accounts Receivable Allowance--Other (1191 )*			9
<b>Net: Other Accounts Receivable</b>	<b>227,378</b>	<b>354,743</b>	
Notes Receivable (1200 )*			10
Notes Receivable Allowance (1201 )*			11
<b>Net: Notes Receivable</b>	<b>0</b>	<b>0</b>	
Interest and Dividends Receivable (1210 )*	19,007	34,804	12
<b>TOTAL RECEIVABLES AND ALLOWANCES FOR DOUBTFUL</b>	<b>398,243</b>	<b>546,156</b>	
<b>SUPPLIES</b>			
Inventories (1220 )*	44,617	42,878	13
<b>TOTAL SUPPLIES</b>	<b>44,617</b>	<b>42,878</b>	
<b>PREPAYMENTS</b>			
Total Prepayments (1280 )*	34,801	26,428	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>34,801</b>	<b>26,428</b>	
<b>OTHER CURRENT ASSETS</b>			
Other Current Assets (1350 )*			20
<b>TOTAL OTHER CURRENT ASSETS</b>	<b>0</b>	<b>0</b>	
<b>TOTAL CURRENT ASSETS</b>	<b>2,563,481</b>	<b>3,810,414</b>	
<b>NONCURRENT ASSETS</b>			
<b>INVESTMENTS</b>			
Investment in Affiliated Companies (1401 )*	617,500	6,000	21
Investments in Nonaffiliated Companies (1402 )*	1,162,641	357,962	22
Nonregulated Investments (1406 )*			23
Unamortized Debt Issuance Expense (1407 )*	18,247	19,342	24
Sinking Funds (1408 )*			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 )*	252,062	248,647	26
<b>TOTAL INVESTMENTS</b>	<b>2,050,450</b>	<b>631,951</b>	
<b>DEFERRED CHARGES</b>			
Deferred Tax Regulatory Asset (1437 )*			27
Deferred Maintenance and Retirements (1438 )*			28
Deferred Charges (1439 )*			29
<b>TOTAL DEFERRED CHARGES</b>	<b>0</b>	<b>0</b>	
<b>TOTAL NONCURRENT ASSETS</b>	<b>2,050,450</b>	<b>631,951</b>	
<b>PLANT</b>			
<b>TELECOMMUNICATIONS PLANT IN SERVICE</b>			
Telecommunications Plant in Service (2001 )*	12,368,548	10,622,894	30
Less: Accumulated Depreciation (3100 )*	5,540,217	4,940,288	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>6,828,331</b>	<b>5,682,606</b>	
<b>PROPERTY HELD FOR FUTURE USE</b>			
Prop. Held for Future Telecommun. Use (2002 )*			35
Less: Accumulated Depreciation--Held for Future Telecommunications Use (3200 )*			36
<b>NET PROPERTY HELD FOR FUTURE USE</b>	<b>0</b>	<b>0</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 )*	0	19,657	39
<b>TOTAL TPUC</b>	<b>0</b>	<b>19,657</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>6,828,331</b>	<b>5,702,263</b>	
<b>TOTAL ASSETS AND OTHER DEBITS*</b>	<b>11,442,262</b>	<b>10,144,628</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 )*	206,315	207,322	1
Notes Payable (4020 )*			2
Advance Billing and Payments (4030 )*			3
Customer Deposits (4040 )*	8,900	8,500	4
Current Maturities--Long-Term Debt (4050 )*			5
Current Maturities--Capital Leases (4060 )*			6
Income Taxes--Accrued (4070 )*	59,237	26,235	7
Other Taxes--Accrued (4080 )*	30	107	8
Net Current Deferred Operating Income Taxes (4100 )*			9
Net Current Deferred Nonoperating Income Taxes (4110 )*			10
Other Accrued Liabilities (4120 )*	33,287	72,236	11
Other Current Liabilities (4130 )*			12
<b>TOTAL CURRENT LIABILITIES*</b>	<b>307,769</b>	<b>314,400</b>	
<b>LONG-TERM DEBT</b>			
Funded Debt (4210 )*	7,988,702	6,602,219	13
Premium on Long-Term Debt (4220 )*			14
Discount on Long-Term Debt (4230 )*			15
Reacquired Debt (4240 )*			16
Obligations Under Capital Leases (4250 )*			17
Advances from Affiliated Companies (4260 )*			18
Other Long-Term Debt (4270 )*			19
<b>TOTAL LONG-TERM DEBT*</b>	<b>7,988,702</b>	<b>6,602,219</b>	
<b>OTHER LIABILITIES AND DEFERRED CREDITS</b>			
Other Long-Term Liabilities (4310 )*	104,570	133,448	20
Unamortized Operating ITC--Net (4320 )*			21
Unamortized Nonoperating ITC--Net (4330 )*			22
Net Noncurrent Deferred Operating Income Taxes (4340 )*			23
Net Deferred Tax Liability Adjustments (4341 )*			24
Net Noncurrent Deferred Nonoperating Income Taxes (4350 )*			25
Other Deferred Credits (4360 )*	12,181	6,036	26
Deferred Tax Regulatory Liability (4361 )*			27
<b>TOTAL OTHER LIABILITIES AND DEFERRED CREDITS*</b>	<b>116,751</b>	<b>139,484</b>	
<b>STOCKHOLDERS' EQUITY</b>			
Capital Stock (4510 )*	1,460	1,460	28
Additional Paid-in Capital (4520 )*			29
Treasury Stock (4530 )*			30
Other Capital (4540 )*			31
Retained Earnings (4550 )*	3,027,580	3,087,065	32
<b>TOTAL STOCKHOLDERS' EQUITY*</b>	<b>3,029,040</b>	<b>3,088,525</b>	
<b>TOTAL LIABILITIES AND OTHER CREDITS*</b>	<b>11,442,262</b>	<b>10,144,628</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	147,649		1
Motor Vehicles	2112	251,581	23,633	2
Aircraft	2113	0		3
Special Purpose Vehicles	2114	0		4
Garage Work Equipment	2115	85,317		5
Other Work Equipment	2116	168,621		6
Buildings	2121	711,757	193,431	7
Furniture	2122	61,644	20,575	8
Office Equipment	2123	58,991	26,870	9
General Purpose Computers	2124	105,321	27,521	10
<b>TOTAL--GENERAL SUPPORT ASSETS:</b>		<b>1,590,881</b>	<b>292,030</b>	
<b>CENTRAL OFFICE ASSETS</b>				
Analog Electronic Switching	2211	0		11
Digital Electronic Switching	2212	1,363,101	183,260	12
Electro-Mechanical Switching	2215	0	0	13
Operator Systems	2220	0		14
Radio Systems	2231	0	0	15
Circuit Equipment	2232	1,009,219	416,722	16
<b>TOTAL--CENTRAL OFFICE ASSETS:</b>		<b>2,372,320</b>	<b>599,982</b>	
<b>INFORMATION ORIGATION/TERMINATION ASSETS</b>				
Station Apparatus	2311	12,368		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	0		21
<b>TOTAL--INFORMATION ORIG/TERM ASSETS:</b>		<b>12,368</b>	<b>0</b>	
<b>CABLE WIRE FACILITIES ASSETS</b>				
Poles	2411	2,411		22
Aerial Cable	2421	13,252	0	23
Underground Cable	2422	206,654	0	24
Buried Cable	2423	5,839,911	948,373	25
Submarine Cable	2424	0	0	26
Deep Sea Cable	2425	0		27
Intrabuilding Network Cable	2426	370,597	6,191	28
Aerial Wire	2431	0		29
Conduit Systems	2441	214,500		30
<b>TOTAL--CABLE WIRE FACILITIES ASSETS:</b>		<b>6,647,325</b>	<b>954,564</b>	
<b>AMORTIZABLE ASSETS</b>				
Capital Leases	2681	0		31

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

Account (e)	Retirements (f)	Transfers / Adjustments (g)	Balance EOY (h)	
2111			147,649	1
2112	17,429		257,785	2
2113			0	3
2114			0	4
2115			85,317	5
2116			168,621	6
2121			905,188	7
2122			82,219	8
2123	25,671	0	60,190	9
2124	29,286		103,556	10
	<b>72,386</b>	<b>0</b>	<b>1,810,525</b>	
2211			0	11
2212	0	0	1,546,361	12
2215	0	0	0	13
2220			0	14
2231	0	0	0	15
2232	0	0	1,425,941	16
	<b>0</b>	<b>0</b>	<b>2,972,302</b>	
2311			12,368	17
2321			0	18
2341			0	19
2351			0	20
2362			0	21
	<b>0</b>	<b>0</b>	<b>12,368</b>	
2411			2,411	22
2421	0	0	13,252	23
2422	0	0	206,654	24
2423	28,536	0	6,759,748	25
2424	0	0	0	26
2425			0	27
2426	0	0	376,788	28
2431			0	29
2441			214,500	30
	<b>28,536</b>	<b>0</b>	<b>7,573,353</b>	
2681			0	31

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

Plant Account (a)	Account (b)	Balance FOY (c)	Additions (d)
<b>AMORTIZABLE ASSETS</b>			
Leasehold Improvements	2682	0	32
Intangibles	2690	0	33
<b>TOTAL--AMORTIZABLE ASSETS:</b>		<b>0</b>	<b>0</b>
<b>TOTAL TELECOM. PLANT IN SERVICE</b>	<b>2001</b>	<b>10,622,894</b>	<b>1,846,576</b>
Less: Allocation to Nonregulated Activity - EOY	2001		34
<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	
	100,922	0	12,368,548	
2001			0	34
			<b>12,368,548</b>	

### 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	42,514	6,444	1
Company Communications Equipment	2123.2	16,477	20,426	2
Software	2212.1	110,345		3
Digital Switching - Central Office	2212.2	1,252,756	183,260	4
Digital Switching - Remote	2212.3	0		5
Step by Step Switching	2215.1	0		6
Crossbar Switching	2215.2	0		7
Satellite and Earth Station Facilities	2231.1	0		8
Other Radio Facilities	2231.2	0		9
Digital Circuit Equipment	2232.1	1,009,219	416,722	10
Analog Circuit Equipment	2232.2	0		11
Light Wave Circuit Equipment	2232.3	0		12
Aerial Cable - Nonmetallic	2421.1	0		13
Aerial Cable - Metallic	2421.2	13,252		14
Underground Cable - Nonmetallic	2422.1	48,094		15
Underground Cable - Metallic	2422.2	158,560		16
Buried Cable - Nonmetallic	2423.1	1,302,544	477,998	17
Buried Cable - Metallic	2423.2	4,537,367	470,375	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	370,597	6,191	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	16,474		32,484	1
2123.2	9,197		27,706	2
2212.1			110,345	3
2212.2			1,436,016	4
2212.3			0	5
2215.1			0	6
2215.2			0	7
2231.1			0	8
2231.2			0	9
2232.1			1,425,941	10
2232.2			0	11
2232.3			0	12
2421.1			0	13
2421.2			13,252	14
2422.1			48,094	15
2422.2			158,560	16
2423.1	2,668		1,777,874	17
2423.2	25,868		4,981,874	18
2424.1			0	19
2424.2			0	20
2426.1			0	21
2426.2			376,788	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	122,092	20.0	46,876	1
Aircraft	2113	0			2
Special Purpose Vehicles	2114	0			3
Garage Work Equipment	2115	85,317	9.09		4
Other Work Equipment	2116	79,357	15.0	22,473	5
Buildings	2121	239,876	2.63	22,828	6
Furniture	2122	61,644	20.0	5,873	7
Office Equipment	2123	56,645	20.0	9,527	8
General Purpose Computers	2124	94,998	20.0	23,179	9
<b>Total-- GENERAL SUPPORT ASSETS</b>		<b>739,929</b>		<b>130,756</b>	<b>0</b>
<b>CENTRAL OFFICE ASSETS</b>					
Analog Electronic Switching	2211	0			10
Digital Electronic Switching	2212	639,426	8.8900	122,091	11
Electro-Mechanical Switching	2215	0			12
Operator Systems	2220	0			13
Radio Systems	2231	0			14
Circuit Equipment	2232	673,914	9.17	145,098	15
<b>Total-- CENTRAL OFFICE ASSETS</b>		<b>1,313,340</b>		<b>267,189</b>	<b>0</b>
<b>INFORMATION ORIG/TERM ASSETS</b>					
Station Apparatus	2311	12,368	20.0		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
<b>Total-- INFORMATION ORIG/TERM ASSETS</b>		<b>12,368</b>		<b>0</b>	<b>0</b>
<b>CABLE WIRE FACILITIES ASSETS</b>					
Poles	2411	1,804	10.0	241	21
Aerial Cable	2421	11,554	5.56	737	22
Underground Cable	2422	114,368	4.5	7,945	23
Buried Cable	2423	2,315,679	5.0	269,958	24
Submarine Cable	2424	0			25
Deep Sea Cable	2425	0			26
Intrabuilding Network Cable	2426	328,989	5.0	18,646	27
Aerial Wire	2431	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	17,429		4,020		155,559	1
2113					0	2
2114					0	3
2115					85,317	4
2116					101,830	5
2121					262,704	6
2122					67,517	7
2123	25,671				40,501	8
2124	29,286				88,891	9
	<b>72,386</b>	<b>0</b>	<b>4,020</b>	<b>0</b>	<b>802,319</b>	
2211					0	10
2212	0				761,517	11
2215	0				0	12
2220					0	13
2231	0				0	14
2232	0				819,012	15
	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>1,580,529</b>	
2311					12,368	16
2321					0	17
2341					0	18
2351					0	19
2362					0	20
	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>12,368</b>	
2411					2,045	21
2421	0				12,291	22
2422	0				122,313	23
2423	28,536	5,141	1,649,833	(1,649,832)	2,551,961	24 1
2424	0				0	25
2425					0	26
2426	0				347,635	27
2431					0	28

**ACCUMULATED DEPRECIATION CLASS A & B**

Primary Plant Account (a)	Acct (b)	Balance FOY (c)	Depr Rate (d)	Annual Accrual (e)	Additional Accrual (f)
<b>CABLE WIRE FACILITIES ASSETS</b>					
Conduit Systems	2441	102,257	3.03	6,499	29
<b>Total-- CABLE WIRE FACILITIES ASSETS</b>		<b>2,874,651</b>		<b>304,026</b>	<b>0</b>
<b>Total Accumulated Depreciation</b>	<b>3100</b>	<b>4,940,288</b>		<b>701,971</b>	<b>0</b>
Less: Allocation to Nonregulated Activity - Columns e, f and I	3100			7,633	0 30
<b>Net Regulated Total Accum Depreciation - 3100 Columns e, f and I</b>				<b>694,338</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					108,756	29
	28,536	5,141	1,649,833	(1,649,832)	3,145,001	
<b>3100</b>	<b>100,922</b>	<b>5,141</b>	<b>1,653,853</b>	<b>(1,649,832)</b>	<b>5,540,217</b>	
3100					0	30
<b>3100</b>					<b>5,540,217</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	41,153	20.0	3,428		1
Company Communications Equipment	2123.2	15,492	20.0	6,099		2
Software	2212.1	110,345	33.33			3
Digital Switching - Central Office	2212.2	529,081	8.8900	122,091		4
Digital Switching - Remote	2212.3	0				5
Step by Step Switching	2215.1	0				6
Crossbar Switching	2215.2	0				7
Satellite and Earth Station Facilities	2231.1	0				8
Other Radio Facilities	2231.2	0				9
Digital Circuit Equipment	2232.1	673,914	9.17	145,098		10
Analog Circuit Equipment	2232.2	0				11
Light Wave Circuit Equipment	2232.3	0				12
Aerial Cable - Nonmetallic	2421.1	0				13
Aerial Cable - Metallic	2421.2	11,554	5.56	737		14
Underground Cable - Nonmetallic	2422.1	10,347	4.0	1,603		15
Underground Cable - Metallic	2422.2	104,021	5.0	6,342		16
Buried Cable - Nonmetallic	2423.1	1,878,594	4.7	65,216		17
Buried Cable - Metallic	2423.2	437,085	5.56	204,742		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	328,989	5.0	18,646		22

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

<b>Subacct (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>	
2123.1	16,474				<b>28,107</b>	<b>1</b>
2123.2	9,197				<b>12,394</b>	<b>2</b>
2212.1					<b>110,345</b>	<b>3</b>
2212.2					<b>651,172</b>	<b>4</b>
2212.3					<b>0</b>	<b>5</b>
2215.1					<b>0</b>	<b>6</b>
2215.2					<b>0</b>	<b>7</b>
2231.1					<b>0</b>	<b>8</b>
2231.2					<b>0</b>	<b>9</b>
2232.1					<b>819,012</b>	<b>10</b>
2232.2					<b>0</b>	<b>11</b>
2232.3					<b>0</b>	<b>12</b>
2421.1					<b>0</b>	<b>13</b>
2421.2					<b>12,291</b>	<b>14</b>
2422.1					<b>11,950</b>	<b>15</b>
2422.2					<b>110,363</b>	<b>16</b>
2423.1	2,668	3,608		(1,649,832)	<b>287,702</b>	<b>17 1</b>
2423.2	25,868	1,533	1,649,833		<b>2,264,259</b>	<b>18</b>
2424.1					<b>0</b>	<b>19</b>
2424.2					<b>0</b>	<b>20</b>
2426.1					<b>0</b>	<b>21</b>
2426.2					<b>347,635</b>	<b>22</b>

**RETAINED EARNINGS (ACCT. 4550)**

Particulars (a)	This Year (b)	Last Year (c)	
Balance-First of Year	3,087,065	2,904,644	1
<b>Changes:</b>			
Balance Transferred from Income	271,114	342,911	2
<b>Dividends Declared:</b>			
Common			3
Preferred			4
<b>Total Dividends Declared</b>	<b>0</b>	<b>0</b>	
Miscellaneous Debits to Retained Earnings	365,846	160,490	5
Miscellaneous Credits to Retained Earnings	35,247		6
<b>Balance--End of Year</b>	<b><u>3,027,580</u></b>	<b><u>3,087,065</u></b>	

**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 )*	481,759	441,828	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>481,759</b>	<b>441,828</b>	
<b>NETWORK INTERSTATE ACCESS SERVICES REV.</b>			
End User Revenue (5081 )*	183,414	174,653	11
Switched Access Revenue (5082 )*	770,905	788,796	12
Special Access Revenue (5083 )*	60,280	48,604	13 2
<b>TOTAL INTERSTATE ACCESS REVENUES (5080)</b>	<b>1,014,599</b>	<b>1,012,053</b>	
<b>NETWORK INTRASTATE ACCESS SERVICES REV.</b>			
End User Revenue (5084.1)*	45,289	44,248	14
Switched Access Revenue (5084.2)*	606,207	655,808	15
Special Access Revenue (5084.3)*			16
<b>TOTAL INTRASTATE ACCESS REVENUES (5084)</b>	<b>651,496</b>	<b>700,056</b>	
<b>LONG DISTANCE NETWORK SERVICES MESSAGE REV.</b>			
Long Distance Message Revenue (5100 )*	0		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>0</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 )*	111,069	107,495	<b>30</b>
Rent Revenue (5240 )*			<b>31</b>
Corporate Operations Revenue (5250 )*			<b>32</b>
<b>Miscellaneous:</b>			
Miscellaneous Revenue (5260 )*	12,482	13,285	<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>12,482</b>	<b>13,285</b>	
Interstate Billing and Collection Revenue*	57,854	73,058	<b>39</b>
Intrastate Billing and Collection Revenue*	84,409	85,524	<b>40</b>
<b>Total Carrier Billing and Collection Revenue (5270)*</b>	<b>142,263</b>	<b>158,582</b>	
Nonregulated Operating Revenue (5280 )**			<b>41</b>
<b>TOTAL MISCELLANEOUS REVENUES</b>	<b>265,814</b>	<b>279,362</b>	
<b>GROSS OPERATING REVENUES</b>	<b>2,413,668</b>	<b>2,433,299</b>	
<b>UNCOLLECTIBLE REVENUES</b>			
Uncollectible Revenue (5300 )*	6,000	3,600	<b>42</b>
Uncollectible Revenue--Telecommunications (5301 )			<b>43</b>
Uncollectible Revenue--Other (5302 )			<b>44</b>
<b>TOTAL UNCOLLECTIBLE REVENUE (5300)</b>	<b>6,000</b>	<b>3,600</b>	
<b>TOTAL OPERATING REVENUES</b>	<b><u>2,407,668</u></b>	<b><u>2,429,699</u></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 )	3,107	3,294		1
Less: Nonregulated	0	0		2
<b>Net Regulated</b>	<b>3,107</b>	<b>3,294</b>		<b>3</b>
Total General Support Expense ( 6120 )	38,079	44,605		4
Less: Nonregulated	0	0		5
<b>Net Regulated</b>	<b>38,079</b>	<b>44,605</b>		<b>6</b>
Total Central Office Switching Expense ( 6210 )	158,008	192,505		7
Less: Nonregulated	0	0		8
<b>Net Regulated</b>	<b>158,008</b>	<b>192,505</b>		<b>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>12</b>
Total Central Office Transmission Expenses ( 6230 )	1,129	2,042		13
Less: Nonregulated	0	0		14
<b>Net Regulated</b>	<b>1,129</b>	<b>2,042</b>		<b>15</b>
Total Information Orig. / Term. Expense ( 6310 )	114	0		16
Less: Nonregulated	0	0		17
<b>Net Regulated</b>	<b>114</b>	<b>0</b>		<b>18</b>
Total Cable and Wire Fac. Expense ( 6410 )	124,712	112,728		19
Less: Nonregulated	0	0		20
<b>Net Regulated</b>	<b>124,712</b>	<b>112,728</b>		<b>21</b>
<b>TOTAL PLANT SPECIFIC OPERATIONS EXPENSE</b>	<b>325,149</b>	<b>355,174</b>		
<b>Less: Nonregulated</b>	<b>0</b>	<b>0</b>		
<b>Net Regulated</b>	<b>325,149</b>	<b>355,174</b>		
<b>PLANT NONSPECIFIC OPERATIONS EXPENSE</b>				
Total Other Property, Plant and Equip. Exp. ( 6510 )	0	0		22
Less: Nonregulated	0	0		23
<b>Net Regulated</b>	<b>0</b>	<b>0</b>		<b>24</b>
Total Network Operations Expense ( 6530 )	101,136	107,969		25
Less: Nonregulated	0	0		26
<b>Net Regulated</b>	<b>101,136</b>	<b>107,969</b>		<b>27</b>
Access Expense ( 6540 )	784	14,119		28
Less: Nonregulated	0	0		29
<b>Net Regulated</b>	<b>784</b>	<b>14,119</b>		<b>30</b>
Total Depreciation and Amortization Expense ( 6560 )	553,040	693,878		31
Less: Nonregulated	6,782	7,633		32
<b>Net Regulated</b>	<b>546,258</b>	<b>686,245</b>		<b>33</b>
<b>TOTAL PLANT NONSPECIFIC OPERATIONS EXP.</b>	<b>654,960</b>	<b>815,966</b>		
<b>Less: Nonregulated</b>	<b>6,782</b>	<b>7,633</b>		
<b>Net Regulated</b>	<b>648,178</b>	<b>808,333</b>		

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

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

**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 )	63,096	70,416	34
Less: Nonregulated	0	0	35
<b>Net Regulated</b>	<b>63,096</b>	<b>70,416</b>	<b>36</b>
Total Services ( 6620 )	332,679	333,897	37
Less: Nonregulated	0	0	38
<b>Net Regulated</b>	<b>332,679</b>	<b>333,897</b>	<b>39</b>
<b>TOTAL CUSTOMER OPERATIONS EXPENSE</b>	<b>395,775</b>	<b>404,313</b>	
<b>Less: Nonregulated</b>	<b>0</b>	<b>0</b>	
<b>Net Regulated</b>	<b>395,775</b>	<b>404,313</b>	
<b>CORPORATE OPERATIONS EXPENSE</b>			
Total Exec. and Planning ( 6710 )	274,835	211,398	40
Less: Nonregulated	0	0	41
<b>Net Regulated</b>	<b>274,835</b>	<b>211,398</b>	<b>42</b>
Total General and Administrative ( 6720 )	192,972	198,602	43
Less: Nonregulated	0	0	44
<b>Net Regulated</b>	<b>192,972</b>	<b>198,602</b>	<b>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>467,807</b>	<b>410,000</b>	
<b>Less: Nonregulated</b>	<b>0</b>	<b>0</b>	
<b>Net Regulated</b>	<b>467,807</b>	<b>410,000</b>	
<b>TOTAL EXPENSES</b>	<b>1,843,691</b>	<b>1,985,453</b>	
<b>Less: Nonregulated</b>	<b>6,782</b>	<b>7,633</b>	
<b>Net Regulated</b>	<b>1,836,909</b>	<b>1,977,820</b>	

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

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

=====

**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>		
Depreciat. Exp.--Tele. Plant in Service ( 6561 )	553,040	693,878		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
<b>Total: Reported in Account 6560</b>	<b>553,040</b>	<b>693,878</b>		

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

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

### 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	2,413,668	1
Plus: Collection of amounts previously written off		2
Less: Uncollectibles written off during the year		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)		7
Plus (or Less) Other (please specify):		8
<hr/> <b>Assessable Revenues for Remainder, Department of Justice, and Telephone Relay Assessment Purposes</b>		
	<u>2,413,668</u>	

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

Description (a)	This Year (b)	
Total Basic Local Service Revenue (5000)	481,759	1
Plus: Total Intrastate Access Revenues (5084)	651,496	2
Plus: Total Long Distance Network Services Revenue	0	3
Less: Out-of-State Operating Revenues (included in the above lines)		4
Plus (or Less) Other (please specify):		5
<hr/> <b>Assessable Revenues for Universal Service Fund Assessment Purposes</b>		
	<u>1,133,255</u>	

### 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	2,413,668	1
Plus: Collection of amounts previously written off		2
Less: Uncollectibles written off during the year		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)		7
Plus (or Less) Other (please specify):		8
<hr/>		
<b>Assessable Revenues for Remainder and Telephone Relay Assessment Purposes</b>	<u><u>2,413,668</u></u>	

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

Description (a)	This Year (b)	
Total Basic Local Service Revenue (5000)	481,759	1
Plus: Total Intrastate Access Revenues (5084)	651,496	2
Plus: Total Long Distance Network Services Revenue	0	3
Less: Out-of-State Operating Revenues (included in the above lines)		4
Plus (or Less) Other (please specify):		5
<hr/>		
<b>Assessable Revenues for Universal Service Fund Assessment Purposes</b>	<u><u>1,133,255</u></u>	

**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 )*			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>0</b>	<b>0</b>	
<b>OPERATING TAXES</b>			
Operating Investment Tax Credits--Net (7210 )*			6
Operating Federal Income Taxes (7220 )*	80,942	45,946	7
Operating State and Local Income Taxes (7230 )*	25	25	8
Operating Other Taxes (7240 )*	139,095	140,315	9
Provision for Deferred Operating Income Taxes--Net (7250 )*			10
<b>TOTAL OPERATING TAXES (7200)*</b>	<b>220,062</b>	<b>186,286</b>	
<b>NONOPERATING INCOME AND EXPENSE</b>			
Dividend Income (7310 )*	274	313	11
Interest Income (7320 )*	298,888	197,592	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 )*	26,253		16
Special Charges (7370 )*	(7,258)	(6,490)	17
<b>TOTAL NONOPERATING INCOME AND EXPENSE (7300)*</b>	<b>332,673</b>	<b>204,395</b>	
<b>NONOPERATING TAXES</b>			
Nonoperating Investment Tax Credits--Net (7410 )*			18
Nonoperating Federal Income Taxes (7420 )*			19
Nonoperating State and Local Income Taxes (7430 )*			20
Nonoperating Other Taxes (7440 )*			21
Provision for Deferred Nonoperating Income Taxes-Net (7450 )*			22
<b>TOTAL NONOPERATING TAXES (7400)*</b>	<b>0</b>	<b>0</b>	
<b>INTEREST AND RELATED ITEMS</b>			
Interest on Funded Debt (7510 )*	386,754	318,655	23
Interest Expense--Capital Leases (7520 )*			24
Amortization of Debt Issuance Expense (7530 )*	1,776	1,776	25
Other Interest Deductions (7540 )*	47,343	1,714	26
<b>TOTAL INTEREST AND RELATED ITEMS (7500)*</b>	<b>435,873</b>	<b>322,145</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 )*	164,528	54,157	32

### TELEPHONE CALLS AND MINUTES OF USE PER MONTH

Enter average number, in thousands, of calls and minutes of use per month. The averages may be based on actual counts taken periodically during the year. Please provide level of detail available.

Item (a)	Telephone Calls (000's) (b)	Minutes of Use (000's) (c)	
<b>LOCAL</b>			
Intra-Exchange			1
Extended Area Service	44	98	2
Extended Community Calling	395	1,531	3
Other Local-Undefined			4
<b>Total Local</b>	<b>439</b>	<b>1,629</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	137	1,459	12 3
<b>Total Toll</b>	<b>137</b>	<b>1,459</b>	
<b>Total Local &amp; Toll</b>	<b>576</b>	<b>3,088</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.					1
Feature Group A -- Term.	140				2
Feature Group B -- Orig.	3				3
Feature Group B -- Term.	1				4
Feature Group C -- Orig.					5
Feature Group C -- Term.					6
Feature Group D -- Orig.	3,017	1,478	2,984		7
Feature Group D -- Term.	5,909	2,688	1,318		8

**OUTSIDE PLANT STATISTICS AT END OF YEAR**

Description of Item (a)	Amount (b)	
Sheath miles of plant - aerial	1	1
Sheath miles of plant - buried	816	2
Sheath miles of plant - fiber optics	126	3
Strand miles of plant - fiber optics	2,699	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	7	1	2
64 kbps (DS0)	3	0	3
1.54 Mbps (DS-1)	5	1	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	1	1
Sheath miles of plant - buried	816	2
Sheath miles of plant - fiber optics	126	3
Strand miles of plant - fiber optics	2,699	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	7	1	2
64 kbps (DS0)	3	0	3
1.54 Mbps (DS-1)	5	1	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	538	613	3
2 Party			4
4 Party			5
PBX Trunks/System Trunks	20	20	6
Centrex Trunks			7
Centrex Lines			8
Key System Trunks	221	209	9
Mobile (Utility Provided Service)			10
Paging (Utility Provided Service)	127	122	11
FX-Out (Switched)			12
Pay Telephone			13
Coin-Operated Pay Telephone	0	0	14
Independent Pay Telephone Provider	0	0	15
Pay Stations - Public	24	23	16
- Semi-Public			17
- Cust. Owned			18
Other			19
<b>Total Business Lines</b>	<b>930</b>	<b>987</b>	<b>20</b>
<b>Residential (Incl. Emp. Concess.)</b>			
1 Party	3,019	3,085	22
2 Party			23
4 Party			24
FX-Out (Switched)			25
Other			26
<b>Total Residential Lines</b>	<b>3,019</b>	<b>3,085</b>	<b>27</b>
<b>Total Bus &amp; Res Lines</b>	<b>3,949</b>	<b>4,072</b>	<b>28</b>
Company Used Lines	139	141	29
<b>Total Lines Used</b>	<b>4,088</b>	<b>4,213</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			3
WATS Lines - 800 Service			4
FX-In-intraLATA	13	11	5
Special Access-intraLATA			6
(expressed in equiv. access lines)	10	33	7
Special Access-interLATA			8
(expressed in equiv. access lines)	130	132	9
Feature Group A Lines			10
Feature Group B Trunks			11
Feature Group C Trunks			12
Feature Group D Trunks	148	148	13
TSPS - Trunks	8	8	14
EAS - Trunks	129	129	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
	9,032,013	10,558,023	25
Total Company Square Miles	368	368	26
Total Company Route Miles	767	767	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	0200	1560	2050	3680	1
<b>Business</b>					<b>2</b>
1 Party	37	482	46	48	3
2 Party					4
4 Party					5
PBX Trunks/System Trunks		20			6
Centrex Trunks					7
Centrex Lines					8
Key System Trunks	5	190	8	6	9
Mobile (utility provided service)					10
Paging (utility provided service)		114	2	6	11
FX-Out (Switched)					12
Pay Telephone					13
Coin-Operated Pay Telephone	0	0	0	0	14
Independent Pay Telephone Provider	0	0	0	0	15
Pay Stations - Public	1	18	1	3	16
- Semi-Public					17
- Cust. Owned					18
Other					19
<b>Total Business Lines</b>	<b>43</b>	<b>824</b>	<b>57</b>	<b>63</b>	<b>20</b>
<b>Residential (Incl. Emp. Concess.)</b>					<b>21</b>
1 Party	462	1,708	486	429	22
2 Party					23
4 Party					24
FX-Out (Switched)					25
Other					26
<b>Total Residential Lines</b>	<b>462</b>	<b>1,708</b>	<b>486</b>	<b>429</b>	<b>27</b>
<b>Total Bus &amp; Res Lines</b>	<b>505</b>	<b>2,532</b>	<b>543</b>	<b>492</b>	<b>28</b>
Company Used Lines	9	109	11	12	29
<b>Total Lines Used</b>	<b>514</b>	<b>2,641</b>	<b>554</b>	<b>504</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	0200	1560	2050	3680	1
<b>Miscellaneous</b>					2
WATS Lines - OutWATS					3
WATS Lines - 800 Service					4
FX-In-intraLATA		11			5
Special Access-intraLATA (equiv. access lines)		32	1		7
Special Access-interLATA (equiv. access lines)	24	59	25	24	9
Feature Group A Lines					10
Feature Group B Trunks					11
Feature Group C Trunks					12
Feature Group D Trunks		148			13
TSPS - Trunks		8			14
EAS - Trunks		129			15
Cellular Trunks (Pub. Sw. Net.)					16
Video Distance Learning - discounted (special tariff)					17 18
<b>Customers</b>					19
Business - 2 Party Customers					20
Business - 4 Party Customers					21
Residential - 2 Party Customers					22
Residential - 4 Party Customers					23
<b>Other</b>					24
Exchange C.O., Info. Orig./Term., & Cable Wire Fac. Assets (based on physical location of plant)	1,103,038	5,393,298	2,513,010	1,548,677	25 26 27
Exchange Square Miles	64	135	105	64	28
Exchange Route Miles	113	331	226	97	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	ARKANSAW	DURAND	GILMANTON	NELSON	1
PSCW Exchange ID	0200	1560	2050	3680	2
Central Office Name	ARKANSAW	DURAND	GILMANTON	NELSON	3
PSCW Central Office ID	1	1	1	1	4
Manufacturer of COE (Page 54)	NTI	NTI	NTI	NTI	5
Year COE Installed	1994	1994	1994	1994	6
Type of Equipment (Page 54)	D	D	D	D	7
(S)tandalone, (H)ost, (R)emote	S	H	S	S	8
Remote Host PSCW Exchange ID					9
Remote Host PSCW Central Office ID		0			10
COE Generic Software Release No.	408.10	408.10	408.10	408.10	11
SS7?	Yes	Yes	Yes	Yes	12
9-1-1?	Yes	Yes	No	No	13
Access Lines - In Use	510	2,562	552	498	14
- Equipped	600	2,621	600	600	15
- Wired	640	3,200	640	640	16
Trunks - In Use		425		0	17
- Equipped		576		0	18
- Wired		576		0	19
ISDN Available?	No	No	No	No	20
ISDN Lines - In Use (BRI)		0		0	21
- In Use (PRI)		0		0	22
Switched 56 Service?	No	No	No	No	23
Switched 56 lines in use		0		0	24
Digital Transmission Facilities: DS-1 - In Use	6	35	13	8	25
DS-3 - In Use	1	5	1	1	26
Advanced Data Service Available:					
Packet Switching?	No	No	No	No	27
SMDS?	No	No	No	No	28
Frame Relay?	No	No	No	No	29
ATM (Asynchronous Trans. Mode)?	No	No	No	No	30
Video Information - Service Available?	No	No	No	No	31
- In Use (# lines) <sup>1</sup>		0		0	32
Fiber Transmission Facilities:					
No. of fiber strands entering C.O.	96	84	168	72	33
No. of fiber strands working (LIT) in C.O.	11	32	18	8	34
No. of fiber strands for interoffice use		0		0	35
Miles of fiber sheath in wire center	7	41	48	30	36
Access Tandem Serving this C.O.:					
- C.O. Name	EAU CLAIRE	EAU CLAIRE	EAU CLAIRE	EAU CLAIRE	37
- PSCW C.O. ID	1630-01	1630-01	1630-01	1630-01	38
Does this C.O. do access tandem switching?	No	No	No	No	39
Equal Access: InterLATA (1+)?	Yes	Yes	Yes	Yes	40
Equal Access: IntraLATA (1+)?	No	Yes	Yes	Yes	41
Footnotes					42

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

## GENERAL, SCHEDULE LEVEL AND SCHEDULE LINE FOOTNOTES

### General Footnote

October 27, 1999

Mr. Gerald L. Levenske, General Manager  
NelsonTelephone Cooperative  
318 Third Avenue West  
P.O. Box 228  
Durand, WI 54736-0228

Re:1998 Analytical ReviewDWCCA-4070-PJL

Dear Mr. Levenske:

The Public Service Commission has completed their analytical review of your 1998 annual report. The primary purpose of our analytical review is to detect possible accounting related errors and to identify significant fluctuations from prior years data, which are not sufficiently explained in the footnotes of your annual report.

1. In the future, even if there are no edit check results, please include in your filing the Listing of Edit Check Results.

2. Staff review of page 47 reveals that information related to telephone calls and minutes of use per month are either partially provided or not provided at all. Further, no footnote is provided as to the reason(s) for not furnishing this information.

Your attention is drawn to the instructions for filing this data shown in the Commission staff e-mail dated November 19, 1998, concerning the 1998 report and the schedule reference sheet for page 47, Telephone Calls and Minutes of Use Per Month, in the 1998 Operations Manual. Even though the Commission is not requiring your company to furnish this data for the 1998 annual report due to time constraints, all efforts should be made to provide this information for the 1999 annual report due April 1, 2000. In cases where actual data cannot be made available for the 1999 report, estimated number of calls and minutes of use per month may be provided. Non availability of this information should be documented in a footnote that states clearly the reason(s) as to why it is not available and outlines the actions taken by the company to obtain such information (such as the results of discussions with switch vendors and the cost associated with adding this feature to the switching equipment or software).

Thank you for your efforts in preparing your 1998 annual report. You may consider our review closed. If you have any questions, please feel free to contact me at (608) 267-9198.

Sincerely,

Peter J. Leege  
Financial Specialist  
Division of Water, Compliance, and Consumer Affairs

E:\t\l\w\compl\telco letter\4070 rev letter

## GENERAL, SCHEDULE LEVEL AND SCHEDULE LINE FOOTNOTES

FOR LTR.W. \COMP\LECO TELCO\7070 REV TELCO\

---

### Schedule Footnotes

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

---

### Schedule Line Footnotes

- 1) To reclassify depreciation to correct accounts
- 2) More special circuits have been added.
- 3) Pursuant to agreement with PSCW staff, toll telephone calls and minutes of use per month detail is not required in 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.