4004

ANNUAL REPORT

OF

Name:	UNION TELEPHONE COMPANY
Principal Office:	100 WEST NORTH STREET P.O. BOX 96 PLAINFIELD, WI 54966-0096
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 DWIGHT BOWDEN of
(Person responsible for accounts)

UNION 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.

DWIGHT BOWDEN 04/14/1999
(Person responsible for accounts) (Date)

GENERAL MANAGER
(Title)

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ANNUAL TELECOMMUNICATIONS REPORT GLOSSARY OF TERMS

Access Line Central office line equipment, or equivalent, and all outside plant facilities, or equivalent, required to connect the serving central office with the customer premises via physical connection, frequency transmission, and/or time slot transmission. From an engineering perspective, a channel connection is at a DS0 level. A DS0 level is a 4 KHz voice channel or a 64 kilobits per second digital channel.

Analog Signal A signal that varies in a continuous manner such as voice or music. An analog signal must be contrasted with a digital signal which can assume only discrete values.

Cellular System A high capacity land mobile radio system in which an assigned frequency spectrum is divided into discrete channels that are assigned to a cellular geographic serving area.

Central Office A switching unit in a telephone system providing service to the general public, having the necessary equipment and operating arrangements for terminating and interconnecting lines and trunks.

Centrex A service for customers with many stations that permits station-to-station dialing, one listed directory number for the customer, direct inward dialing to a particular station and station identification on outgoing calls. The switching functions are performed in a central office (stand alone, host or remote).

Channel An electrical communications path between two or more points. A single pair of wires may provide more than one channel. A channel may also be provided by microwave.

Customer A person who uses a telephone as a subscriber.

Digital Signal A signal that has a limited number of discrete states. This may be contrasted with an analog signal that varies in a continuous manner and may have an infinite number of states.

Equal Access The ability of the subscriber to use any long distance service by dialing the same number of digits.

Exchange A defined area served by one or more central offices regardless of technical serving arrangements within which the company furnishes service at rates and rules prescribed for that area in the company's filed tariffs. The area is not necessarily marked by political boundaries or the location of host or remote switching units.

Extended Area Service (EAS) The ability of a customer to call customers in other exchanges at no additional charge or at an additional charge per tariff.

Extended Community Calling (ECC) The ability of a customer to call customers in other exchanges at rates usually above EAS rates but below toll rates for comparable distances. Rates generally include a duration element.

Feature Group A Line-side originating and terminating LATA access for which an originating subscriber dials an assigned telephone number that connects to a specific interexchange carrier (IC). The IC returns a tone to signal the caller to input additional generated digits of the called number.

ANNUAL TELECOMMUNICATIONS REPORT GLOSSARY OF TERMS

Feature Group B Trunk-side originating and terminating LATA access for which an originating subscriber dials a 950-WXXX number (where W=0, 1 and XXX is the carrier access code (CAC)), which is translated to a specific XXX carrier trunk group. Optional rotary dial service and ANI may be available.

Feature Group C Trunk-side LATA access for AT&T-Communications generally on a direct basis between each end office (EO) and an AT&T-C switching system.

Feature Group D Also referred to as equal access. It is trunk-side LATA access affording call supervision of an interexchange carrier, a uniform access code (10XXXXX), optional calling party identification, recording of access-charge billing details and presubscription to a customer specified interexchange carrier.

FX-IN A nonswitched service where the customer of the company is connected to and receives switching service through central office equipment located in another exchange area.

FX-OUT A switched service where facilities are provided from the central office out to the exchange boundary where it meets the line from a foreign exchange subscriber.

Host Switching System A switching system that provides centralized control over most of the switching functions of one or more remote switching units. The host switching system usually provides trunk access to the operating company intraLATA networks.

Local Access Transport Area (LATA) A geographic area within which an operating company may offer its telecommunications services.

Mobile Telephone A service which provides radio telephone communication from a mobile vehicle to another vehicle or to a regular telephone.

Paging A service which provides one-way signal or voice communication over a radio channel to a miniature receiver carried by the customer.

Pair Two wires of a single circuit.

Pay Station A telephone which normally requires all users to deposit one or more coins or use a credit card to complete a call.

Private Line Service Channel or circuit rented for private use and not intended to be connected to the general distribution system.

Private Branch Exchange (PBX) A manually, or operator controlled switching system, usually on the customer’s premises, which serves that customer's telephones over a common group of lines from the central office.

Radio Common Carrier (RCC) A company which furnishes public telecommunications service using one or more radio channels.

Remote Switching Unit (RSU) An electronic switching system that is remote from its host or control office. All of the central control equipment for the RSU is located in the host switching system.

ANNUAL TELECOMMUNICATIONS REPORT GLOSSARY OF TERMS

Route Miles Total number of route miles (to the nearest mile) of operating plant facilities including drop wire in the exchange. One route mile may consist of:

1. One mile of roadway with any combination of outside plant facilities on any number of rights-of-way.
2. One mile of a cross country route with any combination of outside plant facilities.
3. One mile of point-to-point microwave or radio link.
4. One mile of plant on either side of a limited access highway or natural barrier, such as a navigable waterway.
5. One mile of joint use line where the utility either owns the facility or leases space.

Stand Alone Switch A central office switch which has no remote switching units (RSUs) subtending it.

Trunk A communications path connecting two switching systems in the establishment of an end-to-end connection.

Wide Area Telephone Service (WATS) Customer leased access line or lines connected to the nationwide network over which an unlimited number of calls can be made for a fixed monthly charge.

Wire Center The location of one or more local switching systems. A point at which customers' loops converge.

ABBREVIATIONS USED IN ANNUAL REPORTS

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

IDENTIFICATION AND OWNERSHIP

Exact Utility Name: UNION TELEPHONE COMPANY
Utility Location: 100 WEST NORTH STREET
P.O. BOX 96
PLAINFIELD, WI 54966-0096
Utility Web Site Address:
When was utility organized?: 07/15/1900
Report any change in name and the effective date:

Officer in charge of correspondence concerning this report

Name: DWIGHT BOWDEN
Title: GENERAL MANAGER

Office Address: 100 WEST NORTH STREET
P.O. BOX 96
PLAINFIELD , WI 54966
Fax Number: (715) 335 - 6305
Telephone Number: (715) 335 - 6301
Email Address:

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

Name: KIESLING ASSOCIATES LLP
Title: ACCOUNTING FIRM
Firm: KIESLING ASSOCIATES LLP
Office Address: 6401 ODANA ROAD
MADISON , WI 53719

Fax Number: (608) 273 - 2383
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Person responsible for financial information contained in report

Name: DWIGHT BOWDEN
Title: GENERAL MANAGER

Office Address: 100 WEST NORTH STREET
P.O. BOX 96
PLAINFIELD , WI 54966
Fax Number: (715) 335 - 6305
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Person responsible for statistical information contained in report

Name: DWIGHT BOWDEN
Title: GENERAL MANAGER

Office Address: 100 WEST NORTH STREET
P.O. BOX 96
PLAINFIELD , WI 54966
Fax Number: (715) 335 - 6305
Telephone Number: (715) 335 - 6301
Email Address:

IDENTIFICATION AND OWNERSHIP

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

Name: BEULAH M. SEVERNS
Address:
WAUTOMA , WI 54982

Number of Shares Held: 9,361
Beneficial Owner: NONE

Name: DWIGHT H. BOWDEN
Address:
ALMOND , WI 54909

Number of Shares Held: 15,421
Beneficial Owner: NONE

Name: WILL OF A.H. BOWDEN, TRUST I
Address:
ALMOND , WI 54909

Number of Shares Held: 18,263
Beneficial Owner: NONE

Name: WILL OF A.H. BOWDEN, TRUST II
Address:
ALMOND , WI 54909

Number of Shares Held: 9,132
Beneficial Owner: NONE

INCOME STATEMENT - TOTAL COMPANY

Particulars (a)	This Year (b)	Last Year (c)	
Operating Revenues (5000-5300)	3,428,251	3,201,230	1
Operating Expenses			
Plant Specific Operations Expense (6110-6410)	449,248	447,364	2
Plant Nonspecific Operations Expense	1,266,770	906,726	3
Customer Operations Expense (6610-6620)	340,510	392,360	4
Corporate Operations Expense (6710-6790)	285,060	265,487	5
Other Operating Income and Expense (7100)	0	0	6
Operating Taxes (7200)	450,548	482,152	7
Total Operating Expenses	**2,792,136**	**2,494,089**	8
Net Operating Income	**636,115**	**707,141**	9
Other Income			
Nonoperating Income and Expense (7300)	496,584	542,552	10
Nonoperating Taxes (7400)	200,853	167,672	11
Interest and Related Items (7500)	199,104	208,534	12
Extraordinary Items (7600)	0	0	13
Nonregulated Net Income (7990)	46,427	1,627	14
Total Nonoperating Income	**143,054**	**167,973**	15
Net Income	**779,169**	**875,114**	16

NOTES TO INCOME STATEMENT OR BALANCE SHEET

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

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

The acounting policies of the Company conform to generally accepted accounting principles. Management uses estimates and assumptions in preparing its financial statements. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenues and expenses. Telephone operations reflect practices appropriate to the telephone industry. The accounting records of the company are maintained in accordance with Uniform System of Accounts for Class A and B Telephone Companies prescribed by the Federal Communications Commission as modified by the Public Service Commission of Wisconsin (PSCW).

A. Property and Equipment

Telephone plant is capitalized at original cost, including the capitalized cost of salaries and wages, materials, certain payroll taxes, and employee benefits.

The Company provides for depreciation for financial reporting purposes on the straight-line method by the application of rates, based on the estimated service lives of hte various classes of depreciable property.

Renewals and betterments of units of property are charged to telephone plant in service. When telephone plant is retired, its cost is removed from the asset account and charged against accumulated depreciation, together with removal cost less any salvage realized. No gains or losses are recognized in connection with routine retirements of depreciable property. Repairs and renewals of minor items of property are included in plant specific operations expense.

B. Income taxes

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

Investment tax credits (ITC) which were deferred prior to the Tax Reform Act of 1986 are being amortized over the regulatory life of hte plant which produced the ITC.

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:

C. Revenue Recognition

Revenues are recognized when earned regardless of the period in which they are billed.

Revenues relating to the provisiton of access services to customers are derived, in part, from tariffed access charges to toll service providers (interexchange carriers), and in part from sharing in interstate and intrastate pools. Interstate revenues are determined in accordance with nationwide average cost schedules.

The Company is compensated for intrastate access under access charge procedures based on expense and plant investment levels, as determined by the Company and approved by the PSCW.

D. Cash Equivalents

All highly liquid investments purchased with a maturity of one year or less are considered cash equivalents.

E. Investments

Non-marketable equity investments and temporary investments are stated at cost.

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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.

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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.

The mortgage to the United States of America, underlying the RUS notes, contains certain restrictions on the declaration of payment of cash dividends, redemption of capital stock, or investment in affiliated companies. As of December 31, 1998, the maximum amount which could be distributed in accordance with these restrictions was $3,864,499, except as might be specifically authorized in writing in advance by the RUS noteholders.

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

Particulars (a)	Balance--EOY (b)	Balance--FOY (c)	
CURRENT ASSETS			
CASH AND EQUIVALENTS			
Cash and Equivalents (1120)*	1,728,737	1,599,065	**1**
Cash (1130)			**2**
Special Cash Deposits (1140)			**3**
Working Cash Advances (1150)			**4**
Temporary Investments (1160)			**5**
TOTAL CASH AND EQUIVALENTS	**1,728,737**	**1,599,065**	
RECEIVABLES AND ALLOWANCES FOR DOUBTFUL ACCOUNTS			
Telecommunications Accounts Receivable (1180)*	230,553	220,592	**6**
Accounts Receivable Allowance-Telecom (1181)*			**7**
Net: Telecommunications Accounts Receivable	**230,553**	**220,592**	
Other Accounts Receivable (1190)*	325,352	230,763	**8**
Accounts Receivable Allowance--Other (1191)*			**9**
Net: Other Accounts Receivable	**325,352**	**230,763**	
Notes Receivable (1200)*	0	0	**10**
Notes Receivable Allowance (1201)*	0	0	**11**
Net: Notes Receivable	**0**	**0**	
Interest and Dividends Receivable (1210)*	27,823	23,428	**12**
TOTAL RECEIVABLES AND ALLOWANCES FOR DOUBTFUL	**583,728**	**474,783**	
SUPPLIES			
Inventories (1220)*	36,826	26,448	**13**
TOTAL SUPPLIES	**36,826**	**26,448**	
PREPAYMENTS			
Total Prepayments (1280)*	54,329	120,670	**14**
Prepaid Rents (1290)			**15**
Prepaid Taxes (1300)			**16**
Prepaid Insurance (1310)			**17**
Prepaid Directory Expenses (1320)			**18**
Other Prepayments (1330)			**19**
TOTAL PREPAYMENTS	**54,329**	**120,670**	
OTHER CURRENT ASSETS			
Other Current Assets (1350)*	38,449	11,686	**20**
TOTAL OTHER CURRENT ASSETS	**38,449**	**11,686**	
TOTAL CURRENT ASSETS	**2,442,069**	**2,232,652**	
NONCURRENT ASSETS			
INVESTMENTS			
Investment in Affiliated Companies (1401)*	120,000	120,000	**21**
Investments in Nonaffiliated Companies (1402)*	4,562,470	3,881,221	**22**
Nonregulated Investments (1406)*	41,241	37,395	**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)	
NONCURRENT ASSETS			
INVESTMENTS			
Other Noncurrent Assets (1410)*		0	**26**
TOTAL INVESTMENTS	**4,723,711**	**4,038,616**	
DEFERRED CHARGES			
Deferred Tax Regulatory Asset (1437)*	49,113	52,424	**27**
Deferred Maintenance and Retirements (1438)*	0	0	**28**
Deferred Charges (1439)*		0	**29**
TOTAL DEFERRED CHARGES	**49,113**	**52,424**	
TOTAL NONCURRENT ASSETS	**4,772,824**	**4,091,040**	
PLANT			
TELECOMMUNICATIONS PLANT IN SERVICE			
Telecommunications Plant in Service (2001)*	12,968,741	12,392,436	**30**
Less: Accumulated Depreciation (3100)*	7,559,852	6,538,359	**31**
Less: Accumulated Amortization--Capitalized Leases (3410)*		0	**32**
Less: Accumulated Amortization--Leasehold Improvements (3420)*		0	**33**
Less: Accumulated Amortization--Intangible (3500)*		0	**34**
NET TELECOMMUNICATIONS PLANT IN SERVICE	**5,408,889**	**5,854,077**	
PROPERTY HELD FOR FUTURE USE			
Prop. Held for Future Telecommun. Use (2002)*		0	**35**
Less: Accumulated Depreciation--Held for Future Telecommunications Use (3200)*		0	**36**
NET PROPERTY HELD FOR FUTURE USE	**0**	**0**	
NONOPERATING PLANT			
Nonoperating Plant (2006)*		0	**37**
Less: Accumulated Depreciation--Nonoperating (3300)*		0	**38**
NET NONOPERATING PLANT	**0**	**0**	
TPUC			
TPUC (2003)*	34,800	0	**39**
TOTAL TPUC	**34,800**	**0**	
TELECOMMUNICATIONS PLANT ADJUSTMENT			
Telecommunications Plant Adjustment (2005)*		0	**40**
Less: Accumulated Amortization--Other (3600)*		0	**41**
NET TELECOMMUNICATIONS PLANT ADJUSTMENT	**0**	**0**	
TOTAL PLANT	**5,443,689**	**5,854,077**	
TOTAL ASSETS AND OTHER DEBITS*	**12,658,582**	**12,177,769**	

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

Particulars (a)	Balance--EOY (b)	Balance--FOY (c)	
CURRENT LIABILITIES			
Accounts Payable (4010)*	291,787	213,933	**1**
Notes Payable (4020)*	0	0	**2**
Advance Billing and Payments (4030)*		0	**3**
Customer Deposits (4040)*	3,094	1,814	**4**
Current Maturities--Long-Term Debt (4050)*	144,300	137,800	**5**
Current Maturities--Capital Leases (4060)*		0	**6**
Income Taxes--Accrued (4070)*	(38,909)	(173,035)	**7**
Other Taxes--Accrued (4080)*	(23,689)	(34,697)	**8**
Net Current Deferred Operating Income Taxes (4100)*	0	0	**9**
Net Current Deferred Nonoperating Income Taxes (4110)*		0	**10**
Other Accrued Liabilities (4120)*	31,030	33,722	**11**
Other Current Liabilities (4130)*		0	**12**
TOTAL CURRENT LIABILITIES*	**407,613**	**179,537**	
LONG-TERM DEBT			
Funded Debt (4210)*	3,811,726	3,959,184	**13**
Premium on Long-Term Debt (4220)*		0	**14**
Discount on Long-Term Debt (4230)*		0	**15**
Reacquired Debt (4240)*	0	0	**16**
Obligations Under Capital Leases (4250)*		0	**17**
Advances from Affiliated Companies (4260)*	0	0	**18**
Other Long-Term Debt (4270)*	0	0	**19**
TOTAL LONG-TERM DEBT*	**3,811,726**	**3,959,184**	
OTHER LIABILITIES AND DEFERRED CREDITS			
Other Long-Term Liabilities (4310)*			**20**
Unamortized Operating ITC--Net (4320)*	47,283	94,567	**21**
Unamortized Nonoperating ITC--Net (4330)*		0	**22**
Net Noncurrent Deferred Operating Income Taxes (4340)*	525,334	625,009	**23**
Net Deferred Tax Liability Adjustments (4341)*	(18,588)	(49,694)	**24**
Net Noncurrent Deferred Nonoperating Income Taxes (4350)*	(136,917)	(142,009)	**25**
Other Deferred Credits (4360)*	77,826	139,813	**26**
Deferred Tax Regulatory Liability (4361)*	49,233	83,663	**27**
TOTAL OTHER LIABILITIES AND DEFERRED CREDITS*	**544,171**	**751,349**	
STOCKHOLDERS' EQUITY			
Capital Stock (4510)*	564,860	564,860	**28**
Additional Paid-in Capital (4520)*		0	**29**
Treasury Stock (4530)*	0	0	**30**
Other Capital (4540)*	186,688	76,055	**31**
Retained Earnings (4550)*	7,143,524	6,646,784	**32**
TOTAL STOCKHOLDERS' EQUITY*	**7,895,072**	**7,287,699**	
TOTAL LIABILITIES AND OTHER CREDITS*	**12,658,582**	**12,177,769**	

STATEMENT OF CASH FLOWS

Item (a)	Amount (b)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net Income	779,169	1
Adjustments to Reconcile Net Income to Net Cash Provided by Operating Activities:		
Depreciation and amortization	1,114,798	2
Interest during construction	0	3
Changes in assets and liabilities:		
Current assets (net)	(79,745)	4
Other noncurrent assets	3,311	5
Other current liabilities	221,576	6
Other liabilities and deferred credits	(207,178)	7
Other (specify):		
TOTAL ADJUSTMENTS	**1,052,762**	
NET CASH PROVIDED BY OPERATING ACTIVITIES (NET INCOME & ADJUST.)	**1,831,931**	
CASH FLOWS FROM INVESTING ACTIVITIES		
Capital Expenditures:		
Changes in plant (net)	(704,410)	8
Investments in affiliated companies	0	9
Nonoperating Investments	(685,095)	10
Other (specify):		
NET CASH USING IN INVESTING ACTIVITIES	**(1,389,505)**	
CASH FLOWS FROM FINANCING ACTIVITIES		
Change in capital lease obligations (net)	0	11
Change in long-term debt (net)	(140,958)	12
Net changes in stockholder equity other than retained earnings	110,633	13
Change in short term borrowing (net)	0	14
Dividends paid	(282,429)	15
Miscellaneous debits/credits to retained earnings	0	16
Other (specify):		
Net Cash Provided by Financing Activities	**(312,754)**	
NET INCREASE IN CASH AND CASH EQUIVALENTS	**129,672**	
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.

   None

AFFILIATE ABBREVIATIONS

In column (b) provide the abbreviation for the name of the affiliate shown in column (a). Limit abbreviations to 10 characters or less. Use these abbreviations when completing the affiliated interest schedules. Insert "Other" in the Abbreviations column if the activity to be reported for a particular record in the Affiliated Interest Transactions or Affiliated Assets and Liabilities schedule represents an aggregation of activity not exceeding the dollar or percentage limits set forth in the header of that schedule.

Name of Affiliate (a)	Abbreviations (b)	
Computer Systems Limited Liability Corporation	CSLLC	**1**

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	6000-AT-101				
Name of Affiliate	CSLLC				1
Designate whether billed to or from:	FROM				2
Cost Based (C), Market Price (M), Prevailing Price (P), Tariff (T), Other (O)	M				3
Revenues					4
Expenses:					
Plant Specific Operations Expense					5
Plant Nonspecific Operations Expense					6
Customer Operations Expense					7
Corporate Operations Expense					8
Total Operating Expenses	**0**	**0**	**0**	**0**	9
Other:					
Plant Accounts					10
Accumulated Depreciation					11
Accumulated Amortization					12
Clearing					13
All Other	129,553				14
Total	**129,553**	**0**	**0**	**0**	15
Percent of affiliate's business billed to all affiliated regulated utilities	61.21				16
If cost based, rate of return on equity or markup incorporated in billings					17
Footnotes					

AFFILIATED ASSETS AND LIABILITIES

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

Name of Affiliate (a)	Account Number (b)	Balance EOY (c)	
Computer Systems Limited Liability Corporation	1401	120,000	**1**

ACCOUNTS RECEIVABLE NET WRITE OFFS - TELECOMMUNICATIONS

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

Particulars (a)	Amount (b)	
Collection of amounts previously written off		1
Uncollectibles written off during the year		2
Net write offs during the year	**0**	

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

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

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

INVESTMENTS IN NONAFFILIATED COMPANIES (ACCT. 1402)

Name (a)	Balance EOY (b)	
RTB Class B Stock	0	1
Other:		
Almond Fire Department	39,477	2
A.G. Edwards & Sons	696,396	3
Dean Witter	2,131,781	4
Other	69,856	5
Reserve for Market Value	307,125	6
Mid-Wisconsin DBS Cooperative	214,322	7
Rural Service Area #7 Partnership	1,103,513	8
Total Investments in Nonaffiliated Companies	**4,562,470**	

NONREGULATED INVESTMENTS (ACCT. 1406)

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

Name (a)	Balance EOY (b)	
Total Net Investment and Inventory (Accts. 1406.10, 1406.11, and 1406.12):		
Telecommunications equipment	6,285	**1**
Internet equipment	34,956	**2**

DEFERRED MAINTENANCE AND RETIREMENTS (ACCT. 1438)

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

Description of Item (a)	Balance EOY (b)

TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B

Plant Account (a)	Account (b)	Balance FOY (c)	Additions (d)	
GENERAL SUPPORT ASSETS				
Land	2111	26,338		**1**
Motor Vehicles	2112	135,735	44,248	**2**
Aircraft	2113	0		**3**
Special Purpose Vehicles	2114	0		**4**
Garage Work Equipment	2115	0		**5**
Other Work Equipment	2116	179,659	35,164	**6**
Buildings	2121	1,021,691		**7**
Furniture	2122	39,868		**8**
Office Equipment	2123	27,902	0	**9**
General Purpose Computers	2124	76,916	15,865	**10**
TOTAL--GENERAL SUPPORT ASSETS:		**1,508,109**	**95,277**	
CENTRAL OFFICE ASSETS				
Analog Electronic Switching	2211	0		**11**
Digital Electronic Switching	2212	3,330,415	35,542	**12**
Electro-Mechanical Switching	2215	0	0	**13**
Operator Systems	2220	0		**14**
Radio Systems	2231	0	0	**15**
Circuit Equipment	2232	1,380,244	195,075	**16**
TOTAL--CENTRAL OFFICE ASSETS:		**4,710,659**	**230,617**	
INFORMATION ORIGINATION/TERMINATION ASSETS				
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	0	22,609	**21**
TOTAL--INFORMATION ORIG/TERM ASSETS:		**0**	**22,609**	
CABLE WIRE FACILITIES ASSETS				
Poles	2411	4,301	0	**22**
Aerial Cable	2421	2,561	0	**23**
Underground Cable	2422	0	0	**24**
Buried Cable	2423	6,160,093	323,942	**25**
Submarine Cable	2424	0	0	**26**
Deep Sea Cable	2425	0		**27**
Intrabuilding Network Cable	2426	0	0	**28**
Aerial Wire	2431	0		**29**
Conduit Systems	2441	0		**30**
TOTAL--CABLE WIRE FACILITIES ASSETS:		**6,166,955**	**323,942**	
AMORTIZABLE ASSETS				
Capital Leases	2681	0		**31**

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

Account (e)	Retirements (f)	Transfers / Adjustments (g)	Balance EOY (h)	
2111			**26,338**	**1**
2112			**179,983**	**2**
2113			**0**	**3**
2114			**0**	**4**
2115			**0**	**5**
2116			**214,823**	**6**
2121			**1,021,691**	**7**
2122			**39,868**	**8**
2123	0	0	**27,902**	**9**
2124			**92,781**	**10**
	0	**0**	**1,603,386**	
2211			**0**	**11**
2212	90,221	0	**3,275,736**	**12**
2215	0	0	**0**	**13**
2220			**0**	**14**
2231	0	0	**0**	**15**
2232	0	0	**1,575,319**	**16**
	90,221	**0**	**4,851,055**	
2311			**0**	**17**
2321			**0**	**18**
2341			**0**	**19**
2351			**0**	**20**
2362			**22,609**	**21**
	0	**0**	**22,609**	
2411			**4,301**	**22**
2421	0	0	**2,561**	**23**
2422	0	0	**0**	**24**
2423	5,919	0	**6,478,116**	**25**
2424	0	0	**0**	**26**
2425			**0**	**27**
2426	0	0	**0**	**28**
2431	0		**0**	**29**
2441			**0**	**30**
	5,919	**0**	**6,484,978**	
2681			**0**	**31**

TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B

Plant Account (a)	Account (b)	Balance FOY (c)	Additions (d)	
AMORTIZABLE ASSETS				
Leasehold Improvements	2682	0		**32**
Intangibles	2690	6,713		**33**
TOTAL--AMORTIZABLE ASSETS:		**6,713**	**0**	
TOTAL TELECOM. PLANT IN SERVICE	**2001**	**12,392,436**	**672,445**	
Less: Allocation to Nonregulated Activity - EOY	2001			**34**
NET REG. TOTAL TELE. PLANT IN SERV. - EOY	**2001**			

Explain all amounts shown in column (g).

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

Account (e)	Retirements (f)	Transfers / Adjustments (g)	Balance EOY (h)	
2682			**0**	**32**
2690			**6,713**	**33**
	0	**0**	**6,713**	
	96,140	**0**	**12,968,741**	
2001			0	**34**
			12,968,741	

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	16,942		1
Company Communications Equipment	2123.2	10,960		2
Software	2212.1	0		3
Digital Switching - Central Office	2212.2	3,330,415	35,542	4 E
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	1,380,244	195,075	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	2,561		14
Underground Cable - Nonmetallic	2422.1	0		15
Underground Cable - Metallic	2422.2	0		16
Buried Cable - Nonmetallic	2423.1	0		17
Buried Cable - Metallic	2423.2	6,160,093	323,942	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

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			**16,942**	**1**	
2123.2			**10,960**	**2**	
2212.1			**0**	**3**	
2212.2	90,221		**3,275,736**	**4**	**E**
2212.3			**0**	**5**	
2215.1			**0**	**6**	
2215.2			**0**	**7**	
2231.1			**0**	**8**	
2231.2			**0**	**9**	
2232.1			**1,575,319**	**10**	
2232.2			**0**	**11**	
2232.3			**0**	**12**	
2421.1			**0**	**13**	
2421.2			**2,561**	**14**	
2422.1			**0**	**15**	
2422.2			**0**	**16**	
2423.1			**0**	**17**	
2423.2	5,919		**6,478,116**	**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)	
GENERAL SUPPORT ASSETS						
Motor Vehicles	2112	92,192	20.0	13,248		1 D
Aircraft	2113	0				2
Special Purpose Vehicles	2114	0				3
Garage Work Equipment	2115	0				4
Other Work Equipment	2116	165,563	10.0	18,928		5
Buildings	2121	330,786	2.5	25,542		6
Furniture	2122	39,512	10.0	356		7
Office Equipment	2123	23,217	13.51	1,694		8 E
General Purpose Computers	2124	76,916	20.0	15,865		9
Total-- GENERAL SUPPORT ASSETS		**728,186**		**75,633**	**0**	
CENTRAL OFFICE ASSETS						
Analog Electronic Switching	2211	0				10
Digital Electronic Switching	2212	2,251,421	14.8	487,197	93,200	11 E,F
Electro-Mechanical Switching	2215	0				12
Operator Systems	2220	0				13
Radio Systems	2231	0				14
Circuit Equipment	2232	502,762	10.0	145,429		15
Total-- CENTRAL OFFICE ASSETS		**2,754,183**		**632,626**	**93,200**	
INFORMATION ORIG/TERM ASSETS						
Station Apparatus	2311	0				16
Customer Premises Wiring	2321	0				17
Large Private Branch Exchanges	2341	0				18
Public Telephone Terminal Equipment	2351	0				19
Other Terminal Equipment	2362	0	15.0	2,447		20
Total-- INFORMATION ORIG/TERM ASSETS		**0**		**2,447**	**0**	
CABLE WIRE FACILITIES ASSETS						
Poles	2411	4,301				21
Aerial Cable	2421	2,561	7.14	0		22
Underground Cable	2422	0				23
Buried Cable	2423	3,049,128	5.0	313,727		24
Submarine Cable	2424	0				25
Deep Sea Cable	2425	0				26
Intrabuilding Network Cable	2426	0				27
Aerial Wire	2431	0				28

ACCUMULATED DEPRECIATION CLASS A & B (cont.)

Acct (g)	Retired (h)	Cost of Removal (i)	Salvage (j)	Other (k)	Balance EOY (l)		
2112					**105,440**	**1**	**D**
2113					**0**	**2**	
2114					**0**	**3**	
2115					**0**	**4**	
2116					**184,491**	**5**	
2121					**356,328**	**6**	
2122					**39,868**	**7**	
2123	0				**24,911**	**8**	**E**
2124					**92,781**	**9**	
	0	**0**	**0**	**0**	**803,819**		
2211					**0**	**10**	
2212	90,221				**2,741,597**	**11**	**E,F**
2215	0				**0**	**12**	
2220					**0**	**13**	
2231	0				**0**	**14**	
2232	0				**648,191**	**15**	
	90,221	**0**	**0**	**0**	**3,389,788**		
2311					**0**	**16**	
2321					**0**	**17**	
2341					**0**	**18**	
2351					**0**	**19**	
2362					**2,447**	**20**	
	0	**0**	**0**	**0**	**2,447**		
2411					**4,301**	**21**	
2421	0				**2,561**	**22**	
2422	0				**0**	**23**	
2423	5,919				**3,356,936**	**24**	
2424	0				**0**	**25**	
2425					**0**	**26**	
2426	0				**0**	**27**	
2431	0				**0**	**28**	

ACCUMULATED DEPRECIATION CLASS A & B

Primary Plant Account (a)	Acct (b)	Balance FOY (c)	Depr Rate (d)	Annual Accrual (e)	Additional Accrual (f)	
CABLE WIRE FACILITIES ASSETS						
Conduit Systems	2441	0		0		**29**
Total-- CABLE WIRE FACILITIES ASSETS		**3,055,990**		**313,727**	**0**	
Total Accumulated Depreciation	**3100**	**6,538,359**		**1,024,433**	**93,200**	
Less: Allocation to Nonregulated Activity - Columns e, f and l	3100			0	0	**30**
Net Regulated Total Accum Depreciation - Columns e, f and l	**3100**			**1,024,433**	**93,200**	

ACCUMULATED DEPRECIATION CLASS A & B (cont.)

Acct (g)	Retired (h)	Cost of Removal (i)	Salvage (j)	Other (k)	Balance EOY (l)	
2441					**0**	**29**
	5,919	**0**	**0**	**0**	**3,363,798**	
3100	**96,140**	**0**	**0**	**0**	**7,559,852**	
3100					0	**30**
3100					**7,559,852**	

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

Where subclassifications of primary plant accounts are used, report below the accumulated depreciation details for each subaccount. Amounts pertaining to subaccount 2212.4, Test Equipment, should be reported in account 2212.2, Digital Switching - Central Office; amounts for subaccounts 2231.3, Microwave, 2231.4, Cellular, 2231.5, Mobile Radio, and 2231.6, Paging, should be included in 2231.2, Other Radio Facilities; amounts pertaining to subaccounts 2232.4, Digital Data Services, 2232.5, Digital Circuit - Subscriber, 2232.6, Digital Circuit - Trunk - Toll, and 2232.7, Concentrators,should be reported in 2232.1, Digital Circuit Equipment. Any other separate accounting for telephone accumulated depreciation at an individual telephone company should be consolidated and reported in the primary accounts as defined in the uniform system of accounts.

Plant Subaccount (a)	Subacct (b)	Balance FOY (c)	Depr Rate (d)	Annual Accrual (e)	Additional Accrual (f)	
Office Support Equipment	2123.1	12,257	10.0	1,694		1
Company Communications Equipment	2123.2	10,960	20.0	0		2
Software	2212.1	0				3
Digital Switching - Central Office	2212.2	2,251,421	14.8	487,197	93,200	4 E,F
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	502,762	10.0	145,429		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	2,561	7.14	0		14
Underground Cable - Nonmetallic	2422.1	0				15
Underground Cable - Metallic	2422.2	0				16
Buried Cable - Nonmetallic	2423.1	0				17
Buried Cable - Metallic	2423.2	3,049,128	5.0	313,727		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					**13,951**	**1**
2123.2					**10,960**	**2**
2212.1					**0**	**3**
2212.2	90,221				**2,741,597**	**4 E,F**
2212.3					**0**	**5**
2215.1					**0**	**6**
2215.2					**0**	**7**
2231.1					**0**	**8**
2231.2					**0**	**9**
2232.1					**648,191**	**10**
2232.2					**0**	**11**
2232.3					**0**	**12**
2421.1					**0**	**13**
2421.2					**2,561**	**14**
2422.1					**0**	**15**
2422.2					**0**	**16**
2423.1					**0**	**17**
2423.2	5,919				**3,356,936**	**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)	
PROPERTY RELATED		
Other Current Assets (1350)	0	1
Other Noncurrent Assets (1410)	0	2
Deferred Tax Regulatory Asset (1437)	0	3
Net Current Deferred Operating Income Taxes (4100)	0	4
Net Noncurrent Deferred Operating Income Taxes (4340)	(680,236)	5
Net Deferred Tax Liability Adjustments (4341)	49,694	6
Deferred Tax Regulatory Liability (4361)	(83,663)	7
Net Property Related Deferred Operating Income Taxes	**(714,205)**	
Less: Allocation to Nonregulated Activity	0	8
Net Regulated Total Property Related Deferred Operating Income Taxes	**(714,205)**	
NONPROPERTY RELATED		
Other Current Assets (1350)	11,686	9
Other Noncurrent Assets (1410)	0	10
Deferred Tax Regulatory Asset (1437)	52,424	11
Net Current Deferred Operating Income Taxes (4100)	0	12
Net Noncurrent Deferred Operating Income Taxes (4340)	55,227	13
Net Deferred Tax Liability Adjustments (4341)	0	14
Deferred Tax Regulatory Liability (4361)	0	15
Total Nonproperty Related Deferred Operating Income Taxes	**119,337**	

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**
				0	**3**
7250				**0**	**4**
7250	124,383			**(555,853)**	**5**
	(31,106)			**18,588**	**6**
	34,430			**(49,233)**	**7**
	127,707	**0**	**0**	**(586,498)**	
	0			**0**	**8**
	127,707	**0**	**0**	**(586,498)**	
7250	26,763			**38,449**	**9**
7250				**0**	**10**
	(3,311)			**49,113**	**11**
7250				**0**	**12**
7250	(24,708)			**30,519**	**13**
				0	**14**
				0	**15**
	(1,256)	**0**	**0**	**118,081**	

NOTES PAYABLE (ACCT. 4020)

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

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

LONG-TERM DEBT

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

Description of Debt (a)	Specific or Range of Stated Dates of Issue (b)	Specific or Range of Stated Dates of Maturity (c)	Specific or Range of Interest Rates (d)	
Funded Debt (Account 4210):				
RURAL DEVELOPMENT	06/01/1993	06/01/2003	.0000	**1**
RUS	09/16/1981	09/16/2016	5.0000	**2**
Total Funded Debt				

LONG-TERM DEBT (cont.)

Composite Interest Rate (e)	Held by Utility: Reacquired Debt Acct. 4240 (f)	Held by Utility: Sinking Funds Acct. 1408 (g)	Total Principal EOY (h)	Current Maturities Included in Acct. 4050 (i)	Total Amount Outstanding (j)	
.0000			31,726	9,300	41,026	**1**
5.0000			3,780,000	135,000	3,915,000	**2**
	0	**0**	**3,811,726**	**144,300**	**3,956,026**	

CAPITAL STOCK ACCOUNTS AT END OF YEAR

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

Class and Series (a)	Shares Authorized by Charter (b)	Par Value per Share (c)	Call Price End of Year (d)	
COMMON STOCK:				
Common Stock	80,000	10.00		**1**
TOTAL COMMON STOCK	**80,000**			
TOTAL	**80,000**			

CAPITAL STOCK ACCOUNTS AT END OF YEAR (cont.)

	Acct. 4510 - Capital Stock		Acct. 4530 - Treasury Stock		
	Shares (e)	Amount (f)	Shares (g)	Amount (h)	
COMMON STOCK:					
Common Stock	56,486	564,860			**1**
	56,486	**564,860**	**0**	**0**	
TOTAL	**56,486**	**564,860**	**0**	**0**	

RETAINED EARNINGS (ACCT. 4550)

Particulars (a)	This Year (b)	Last Year (c)	
Balance-First of Year	6,646,784	6,054,100	1
Changes:			
Balance Transferred from Income	779,169	875,114	2
Dividends Declared:			
Common	282,429	282,430	3
Preferred			4
Total Dividends Declared	**282,429**	**282,430**	
Miscellaneous Debits to Retained Earnings			5
Miscellaneous Credits to Retained Earnings			6
Balance--End of Year	**7,143,524**	**6,646,784**	

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)	197,130	60,484	188,033	1
Nonoperating Taxes (Accts. 7410 - 7450)		47,343	153,492	2
Extraordinary Items (Accts. 7630 & 7640)				3
Nonregulated Net Income (Acct. 7990)		(5,776)	(22,871)	4
Clearing Accounts				5
Construction				6
Payroll Taxes: FICA				7
Payroll Taxes: State Unemployment				8
Payroll Taxes: Federal Unemployment				9
Other (specify):				
Investment Tax Credit			47,284	10
Deferred Oper Income Tax		13,730	112,703	11
Other Deferred Taxes		11,849	53,837	12
TOTAL	**197,130**	**127,630**	**532,478**	

DISTRIBUTION OF TAXES (cont.)

PSC Remainder Assessment (e)	Local Property Tax (f)	State & Local Taxes Other than Wisconsin (g)	Other Taxes (h)	Payroll Taxes (i)	Total (j)	
4,901					**450,548**	**1**
			18		**200,853**	**2**
					0	**3**
					(28,647)	**4**
					0	**5**
					0	**6**
				31,866	**31,866**	**7**
				193	**193**	**8**
				877	**877**	**9**
					47,284	**10**
					126,433	**11**
					65,686	**12**
4,901	**0**	**0**	**18**	**32,936**	**895,093**	

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

Particulars (a)	This Year (b)	Last Year (c)	
LOCAL NETWORK SERVICES REVENUES			
Basic Local Service Revenue (5000)*	1,079,514	997,941	1
Basic Area Revenue (5001)			2
Optional Extended Area Revenue (5002)			3
Cellular Mobile Revenue (5003)			4
Other Mobile Services Revenue (5004)			5
Public Telephone Revenue (5010)			6
Local Private Line Revenue (5040)			7
Customer Premises Revenue (5050)			8
Other Local Exchange Revenue (5060)			9
Other Local Exchange Revenue Settlements (5069)			10
TOTAL BASIC LOCAL SERVICE REVENUE (5000)	**1,079,514**	**997,941**	
NETWORK INTERSTATE ACCESS SERVICES REV.			
End User Revenue (5081)*	205,263	194,778	11
Switched Access Revenue (5082)*	1,027,331	912,389	12
Special Access Revenue (5083)*	16,376	11,669	13
TOTAL INTERSTATE ACCESS REVENUES (5080)	**1,248,970**	**1,118,836**	
NETWORK INTRASTATE ACCESS SERVICES REV.			
End User Revenue (5084.1)*			14
Switched Access Revenue (5084.2)*	818,803	793,512	15
Special Access Revenue (5084.3)*	53,093	51,350	16
TOTAL INTRASTATE ACCESS REVENUES (5084)	**871,896**	**844,862**	
LONG DISTANCE NETWORK SERVICES MESSAGE REV.			
Long Distance Message Revenue (5100)*			17
Long Distance Inward-Only Revenue (5111)			18
Long Distance Outward-Only Revenue (5112)			19
Unidirectional Long Distance Revenue (5110)	**0**	**0**	
Long Distance Private Network Revenues			
Subvoice Grade Revenue (5121)			20
Voice Grade Revenue (5122)			21
Audio Program Grade Revenue (5123)			22
Video Program Grade Revenue (5124)			23
Digital Transmission Revenue (5125)			24
Switching Revenue (5126)			25
Other Revenue (5128)			26
Other Revenue Settlements (5129)			27
Total Long Distance Private Network Revenue	**0**	**0**	
Other Long Distance Revenue (5160)			28
Other Long Distance Revenue Settlements (5169)			29
TOTAL LONG DISTANCE NET. SERVICES MESSAGE REV.	**0**	**0**	

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

Particulars (a)	This Year (b)	Last Year (c)		
MISCELLANEOUS REVENUES				
Directory Revenue (5230)*	74,239	79,183	**30**	
Rent Revenue (5240)*	0	0	**31**	
Corporate Operations Revenue (5250)*	0	0	**32**	
Miscellaneous:				
Miscellaneous Revenue (5260)*	3,853	7,219	**33**	
Special Billing Arrangements Revenue (5261)			**34**	
Customer Operations Revenue (5262)			**35**	
Plant Operations Revenue (5263)			**36**	
Other Incidental Regulated Revenue (5264)			**37**	
Other Revenue Settlements (5269)			**38**	
Total Miscellaneous Revenue (5260)	**3,853**	**7,219**		
Interstate Billing and Collection Revenue*	88,147	99,954	**39**	
Intrastate Billing and Collection Revenue*	67,341	66,579	**40**	
Total Carrier Billing and Collection Revenue (5270)*	**155,488**	**166,533**		
Nonregulated Operating Revenue (5280)**			**41**	
TOTAL MISCELLANEOUS REVENUES	**233,580**	**252,935**		
GROSS OPERATING REVENUES	**3,433,960**	**3,214,574**		
UNCOLLECTIBLE REVENUES				
Uncollectible Revenue (5300)*	5,709	13,344	**42**	**D**
Uncollectible Revenue--Telecommunications (5301)			**43**	
Uncollectible Revenue--Other (5302)			**44**	
TOTAL UNCOLLECTIBLE REVENUE (5300)	**5,709**	**13,344**		
TOTAL OPERATING REVENUES	**3,428,251**	**3,201,230**		

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

EXPENSE MATRIX - CLASS A & B

Particulars (a)	Total Last Year (b)	Total This Year (c)	Salaries / Wages (d)		
PLANT SPECIFIC OPERATIONS EXPENSE					
Total Network Support Expense (6110)	170	(2,151)		1	
Less: Nonregulated	0	0		2	
Net Regulated	**170**	**(2,151)**	**0**	3	
Total General Support Expense (6120)	40,763	48,461		4	
Less: Nonregulated	0	0		5	
Net Regulated	**40,763**	**48,461**	**0**	6	
Total Central Office Switching Expense (6210)	177,009	171,653		7	
Less: Nonregulated	0	0		8	
Net Regulated	**177,009**	**171,653**	**0**	9	
Total Operator Systems Expense (6220)	0	0		10	
Less: Nonregulated	0	0		11	
Net Regulated	**0**	**0**	**0**	12	
Total Central Office Transmission Expenses (6230)	19,455	16,430		13	
Less: Nonregulated	0	0		14	
Net Regulated	**19,455**	**16,430**	**0**	15	
Total Information Orig. / Term. Expense (6310)	336	0		16	
Less: Nonregulated	0	0		17	
Net Regulated	**336**	**0**	**0**	18	
Total Cable and Wire Fac. Expense (6410)	209,631	214,855		19	
Less: Nonregulated	0	0		20	
Net Regulated	**209,631**	**214,855**	**0**	21	
TOTAL PLANT SPECIFIC OPERATIONS EXPENSE	**447,364**	**449,248**	**0**		
Less: Nonregulated	**0**	**0**	**0**		
Net Regulated	**447,364**	**449,248**	**0**		
PLANT NONSPECIFIC OPERATIONS EXPENSE					
Total Other Property, Plant and Equip. Exp. (6510)	0	0	0	22	
Less: Nonregulated	0	0		23	
Net Regulated	**0**	**0**	**0**	24	
Total Network Operations Expense (6530)	118,987	151,972		25	
Less: Nonregulated	0	0		26	C
Net Regulated	**118,987**	**151,972**	**0**	27	
Access Expense (6540)	0	0		28	
Less: Nonregulated	0	0		29	
Net Regulated	**0**	**0**	**0**	30	
Total Depreciation and Amortization Expense (6560)	787,739	1,114,798		31	
Less: Nonregulated	0	0		32	H
Net Regulated	**787,739**	**1,114,798**		33	
TOTAL PLANT NONSPECIFIC OPERATIONS EXP.	**906,726**	**1,266,770**	**0**		
Less: Nonregulated	**0**	**0**	**0**		
Net Regulated	**906,726**	**1,266,770**	**0**		

EXPENSE MATRIX - CLASS A & B (cont.)

Account (e)	Benefits (f)	Rents (g)	Other (h)	Clearances to (from) (i)		
6110			(2,151)		1	
					2	
	0	0	(2,151)	0	3	
6120			48,461		4	
					5	
	0	0	48,461	0	6	
6210			171,653		7	
					8	
	0	0	171,653	0	9	
6220					10	
					11	
	0	0	0	0	12	
6230			16,430		13	
					14	
	0	0	16,430	0	15	
6310					16	
					17	
	0	0	0	0	18	
6410			214,855		19	
					20	
	0	0	214,855	0	21	
	0	0	449,248	0		
	0	0	0	0		
	0	0	449,248	0		
6510	0	0	0	0	22	
					23	
	0		0	0	24	
6530			151,972		25	
					26	C
	0	0	151,972	0	27	
6540					28	
					29	
	0	0	0	0	30	
6560			1,114,798		31	
					32	H
			1,114,798		33	
	0	0	1,266,770	0		
	0	0	0	0		
	0	0	1,266,770	0		

EXPENSE MATRIX - CLASS A & B

Particulars (a)	Total Last Year (b)	Total This Year (c)	Salaries / Wages (d)		
CUSTOMER OPERATIONS EXPENSE					
Total Marketing (6610)	0	0		34	
Less: Nonregulated	0	0		35	
Net Regulated	**0**	**0**	**0**	36	
Total Services (6620)	392,360	340,510		37	
Less: Nonregulated	0	0		38	
Net Regulated	**392,360**	**340,510**	**0**	39	
TOTAL CUSTOMER OPERATIONS EXPENSE	**392,360**	**340,510**	**0**		
Less: Nonregulated	**0**	**0**	**0**		
Net Regulated	**392,360**	**340,510**	**0**		
CORPORATE OPERATIONS EXPENSE					
Total Exec. and Planning (6710)	152,170	137,572		40	
Less: Nonregulated	0	0		41	
Net Regulated	**152,170**	**137,572**	**0**	42	
Total General and Administrative (6720)	113,317	147,488		43	
Less: Nonregulated	0	0		44	G
Net Regulated	**113,317**	**147,488**	**0**	45	
Provision for Uncollectible Notes Receiv. (6790)	0	0		46	
Less: Nonregulated	0	0		47	
Net Regulated	**0**	**0**		48	
TOTAL CORPORATE OPERATIONS EXPENSE	**265,487**	**285,060**	**0**		
Less: Nonregulated	**0**	**0**	**0**		
Net Regulated	**265,487**	**285,060**	**0**		
TOTAL EXPENSES	**2,011,937**	**2,341,588**	**0**		
Less: Nonregulated	**0**	**0**	**0**		
Net Regulated	**2,011,937**	**2,341,588**	**0**		

EXPENSE MATRIX - CLASS A & B (cont.)

Account (e)	Benefits (f)	Rents (g)	Other (h)	Clearances to (from) (i)		
6610					**34**	
					35	
	0	**0**	**0**	**0**	**36**	
6620			340,510		**37**	
					38	
	0		**340,510**	**0**	**39**	
	0	**0**	**340,510**	**0**		
	0	**0**	**0**	**0**		
	0	**0**	**340,510**	**0**		
6710			137,572		**40**	
					41	
	0		**137,572**	**0**	**42**	
6720			147,488		**43**	
					44	**G**
	0		**147,488**	**0**	**45**	
6790					**46**	
					47	
			0		**48**	
	0	**0**	**285,060**	**0**		
	0	**0**	**0**	**0**		
	0	**0**	**285,060**	**0**		
	0	**0**	**2,341,588**	**0**		
	0	**0**	**0**	**0**		
	0	**0**	**2,341,588**	**0**		

EXPENSE MATRIX - CLASS A & B (DETAIL)

Particulars (a)	Total Last Year (b)	Total This Year (c)	Salaries/ Wages (d)	
Property Held for Future Tele. Use Exp. (6511)	0	0		1
Provisioning Expense (6512)	0	0		2
Total: Reported in Account 6510	**0**	**0**	**0**	
Depreciat. Exp.--Tele. Plant in Service (6561)	787,739	1,114,798		3 H
Depreciat. Exp.--Prop. Held for Future Tele. Use (6562	0	0		4
Amortization Expense--Tangible (6563)	0	0		5
Amortization Expense--Intangible (6564)	0	0		6
Amortization Expense--Other (6565)	0	0		7
Total: Reported in Account 6560	**787,739**	**1,114,798**		

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

Account (e)	Benefits (f)	Rents (g)	Other (h)	Clearances to (from) (i)	
6511					1
6512					2
	0		0	0	
6561			1,114,798		3 H
6562					4
6563					5
6564					6
6565					7
			1,114,798		

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	3,433,960	1
Plus: Collection of amounts previously written off	0	2
Less: Uncollectibles written off during the year	0	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
Assessable Revenues for Remainder, Department of Justice, and Telephone Relay Assessment Purposes	**3,433,960**	

CALCULATION OF ASSESSABLE REVENUES FOR UNIVERSAL SERVICE FUND ASSESSMENT PURPOSES

Description (a)	This Year (b)	
Total Basic Local Service Revenue (5000)	1,079,514	1
Plus: Total Intrastate Access Revenues (5084)	871,896	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
Assessable Revenues for Universal Service Fund Assessment Purposes	**1,951,410**	

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	3,433,960	1
Plus: Collection of amounts previously written off	0	2
Less: Uncollectibles written off during the year	0	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
Assessable Revenues for Remainder and Telephone Relay Assessment Purposes	**3,433,960**	

CALCULATION OF ASSESSABLE REVENUES FOR UNIVERSAL SERVICE FUND ASSESSMENT PURPOSES

Description (a)	This Year (b)	
Total Basic Local Service Revenue (5000)	1,079,514	1
Plus: Total Intrastate Access Revenues (5084)	871,896	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
Assessable Revenues for Universal Service Fund Assessment Purposes	**1,951,410**	

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

Particulars (a)	This Year (b)	Last Year (c)	
OTHER OPERATING INCOME AND EXPENSE			
Income from Custom Work (7110)*	0	0	1
Return from Nonregulated Use of Regulated Facilities (7130)*			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
TOTAL OTHER OPERATING INCOME AND (EXPENSE) (7100)*	**0**	**0**	
OPERATING TAXES			
Operating Investment Tax Credits--Net (7210)*	(47,284)	(47,284)	6
Operating Federal Income Taxes (7220)*	348,020	298,189	7
Operating State and Local Income Taxes (7230)*	74,214	70,367	8
Operating Other Taxes (7240)*	202,031	189,648	9
Provision for Deferred Operating Income Taxes--Net (7250)*	(126,433)	(28,768)	10
TOTAL OPERATING TAXES (7200)*	**450,548**	**482,152**	
NONOPERATING INCOME AND EXPENSE			
Dividend Income (7310)*	1,020	1,140	11
Interest Income (7320)*	215,714	262,894	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)*	281,375	278,323	16
Special Charges (7370)*	1,525	(195)	17
TOTAL NONOPERATING INCOME AND EXPENSE (7300)*	**496,584**	**542,552**	
NONOPERATING TAXES			
Nonoperating Investment Tax Credits--Net (7410)*			18
Nonoperating Federal Income Taxes (7420)*	181,408	149,148	19
Nonoperating State and Local Income Taxes (7430)*	52,690	48,058	20
Nonoperating Other Taxes (7440)*	18		21
Provision for Deferred Nonoperating Income Taxes-Net (7450)*	(33,263)	(29,534)	22
TOTAL NONOPERATING TAXES (7400)*	**200,853**	**167,672**	
INTEREST AND RELATED ITEMS			
Interest on Funded Debt (7510)*	199,061	204,895	23
Interest Expense--Capital Leases (7520)*			24
Amortization of Debt Issuance Expense (7530)*			25
Other Interest Deductions (7540)*	43	3,639	26
TOTAL INTEREST AND RELATED ITEMS (7500)*	**199,104**	**208,534**	
EXTRAORDINARY ITEMS			
Extraordinary Items (7600)*	0	0	27
Extraordinary Income Credits (7610)			28
Extraordinary Income Charges (7620)			29
Current Income Tax Effect of Extraordinary Items--Net (7630)			30
Provision for Deferred Income Tax Effect of Extraordinary Items--Net (7640)			31
TOTAL EXTRAORDINARY ITEMS (7600)*	**0**	**0**	
NONREGULATED NET INCOME			
Nonregulated Net Income (7990)*	46,427	1,627	32

NONREGULATED NET INCOME (ACCT. 7990)

Particulars (a)	Amount (b)	
Revenues (Acct. 7990.1)		
Gross Sales	232,605	1
Less: Cost of Goods Sold		2
Net Sales	**232,605**	3
Expenses (Acct. 7990.2)	186,178	4
Nonregulated Net Income	**46,427**	5

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

Lease of telecommunications equipment
Sale of telecommunications equipment
Internet services

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

XXX

DISTRIBUTION OF SALARIES AND WAGES

Description (a)	Amount (b)	
Regulated Expense	0	1
Nonregulated Expense		2
Plant Accounts		3
Accumulated Depreciation Accounts		4
All Other Accounts	524,642	5
Total Salaries and Wages	**524,642**	6

EMPLOYEE DATA

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

Employee Category (a)	Number of Equivalent Full-Time Employees FOY (b)	EOY (c)	Total Compensation (d)	
Officers	3.00	3.00	101,107	1
Supervision and Other Management	1.00	1.00	62,065	2
Other Employees	13.00	12.00	361,470	3
Total	**17.00**	**16.00**	**524,642**	

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TELEPHONE CALLS AND MINUTES OF USE PER MONTH

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

Item (a)	Telephone Calls (000's) (b)	Minutes of Use (000's) (c)	
LOCAL			
Intra-Exchange			1
Extended Area Service			2
Extended Community Calling	109	442	3
Other Local-Undefined			4
Total Local	**109**	**442**	
TOLL			
Operator Handled: State--intraLATA			5
Operator Handled: State--interLATA			6
Operator Handled: Interstate			7
Customer Dialed: State--intraLATA			8
Customer Dialed: State--interLATA			9
Customer Dialed: Interstate			10
WATS			11
Other Toll-Undefined	154	1,798	12
Total Toll	**154**	**1,798**	
Total Local & Toll	**263**	**2,240**	

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.	57				2
Feature Group B -- Orig.					3
Feature Group B -- Term.					4
Feature Group C -- Orig.			2,227		5
Feature Group C -- Term.			1,831		6
Feature Group D -- Orig.	2,855	3,711	57		7
Feature Group D -- Term.	6,451	4,411			8

OUTSIDE PLANT STATISTICS AT END OF YEAR

Description of Item (a)	Amount (b)	
Sheath miles of plant - aerial	0	1
Sheath miles of plant - buried	1,409	2
Sheath miles of plant - fiber optics	111	3
Strand miles of plant - fiber optics	1,414	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	6	6	1
56 kbps	3	3	2
64 kbps (DS0)	0	1	3
1.54 Mbps (DS-1)	2	3	4
45 Mbps (DS-3)	0	0	5
SONET OC-1			6
SONET OC-3			7
SONET OC-12			8
SONET OC-48			9
SONET OC-192			10

OUTSIDE PLANT STATISTICS AT END OF YEAR

Description of Item (a)	Amount (b)	
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SONET OC-1			6
SONET OC-3			7
SONET OC-12			8
SONET OC-48			9
SONET OC-192			10

SERVICE DATA

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

Item (a)	FOY (b)	EOY (c)	
Business			
1 Party	579	660	3
2 Party			4
4 Party			5
PBX Trunks/System Trunks			6
Centrex Trunks			7
Centrex Lines			8
Key System Trunks	203	301	9
Mobile (Utility Provided Service)			10
Paging (Utility Provided Service)			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	10	10	16
- Semi-Public	12	11	17
- Cust. Owned	15	19	18
Other			19
Total Business Lines	**819**	**1,001**	20
Residential (Incl. Emp. Concess.)			21
1 Party	3,342	3,623	22
2 Party			23
4 Party			24
FX-Out (Switched)			25
Other			26
Total Residential Lines	**3,342**	**3,623**	27
Total Bus & Res Lines	**4,161**	**4,624**	28
Company Used Lines			29
Total Lines Used	**4,161**	**4,624**	30

SERVICE DATA (cont.)

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

Item (a)	FOY (b)	EOY (c)	
Miscellaneous			
WATS Lines - OutWATS	2	2	3
WATS Lines - 800 Service	0	0	4
FX-In-intraLATA			5
Special Access-intraLATA			6
(expressed in equiv. access lines)	24	82	7
Special Access-interLATA			8
(expressed in equiv. access lines)	54	57	9
Feature Group A Lines		0	10
Feature Group B Trunks	9	8	11
Feature Group C Trunks			12
Feature Group D Trunks	515	522	13
TSPS - Trunks	20	20	14
EAS - Trunks	36	76	15
Cellular Trunks (Pub. Sw. Net.)			16
Video Distance Learning			17
- discounted (special tariff)			18
Customers			19
Business - 2 Party Customers			20
Business - 4 Party Customers			21
Residential - 2 Party Customers			22
Residential - 4 Party Customers			23
Other			24
Total Central Office, Info. Orig./Term., & Cable			25
Wire Fac. Assets (based on physical			26
location of plant)	10,877,614	11,358,642	27
Total Company Square Miles	620	620	28
Total Company Route Miles	1,416	1,520	29
Footnotes			30

SERVICE DATA - END OF YEAR

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

Item (a)	Exchange (b)	Exchange (c)	Exchange (d)	Exchange (e)	
PSCW Exchange ID	0090	1230	2230	4240	1
Business					2
1 Party	123	168	107	262	3
2 Party					4
4 Party					5
PBX Trunks/System Trunks					6
Centrex Trunks					7
Centrex Lines					8
Key System Trunks	32	77	24	168	9
Mobile (utility provided service)					10
Paging (utility provided service)					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	4	1	2	3	16
- Semi-Public	2	3	1	5	17
- Cust. Owned	0	4	4	11	18
Other					19
Total Business Lines	**161**	**253**	**138**	**449**	20
Residential (Incl. Emp. Concess.)					21
1 Party	920	763	802	1,138	22
2 Party					23
4 Party					24
FX-Out (Switched)					25
Other					26
Total Residential Lines	**920**	**763**	**802**	**1,138**	27
Total Bus & Res Lines	**1,081**	**1,016**	**940**	**1,587**	28
Company Used Lines					29
Total Lines Used	**1,081**	**1,016**	**940**	**1,587**	30

SERVICE DATA - END OF YEAR (cont.)

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

Item (a)	Exchange (b)	Exchange (c)	Exchange (d)	Exchange (e)	
PSCW Exchange ID	0090	1230	2230	4240	1
Miscellaneous					2
WATS Lines - OutWATS		2			3
WATS Lines - 800 Service	0				4
FX-In-intraLATA					5
Special Access-intraLATA					6
(equiv. access lines)	2	51	3	26	7
Special Access-interLATA					8
(equiv. access lines)	0	26	0	31	9
Feature Group A Lines	0	0	0	0	10
Feature Group B Trunks				8	11
Feature Group C Trunks					12
Feature Group D Trunks				522	13
TSPS - Trunks	5			15	14
EAS - Trunks	38			38	15
Cellular Trunks (Pub. Sw. Net.)					16
Video Distance Learning					17
- discounted (special tariff)					18
Customers					19
Business - 2 Party Customers					20
Business - 4 Party Customers					21
Residential - 2 Party Customers					22
Residential - 4 Party Customers					23
Other					24
Exchange C.O., Info. Orig./Term., & Cable					25
Wire Fac. Assets (based on physical					26
location of plant)	2,951,818	2,345,303	2,140,538	3,920,983	27
Exchange Square Miles	259	105	122	134	28
Exchange Route Miles	413	333	322	452	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**

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Electronic--Video	V	**4**

CENTRAL OFFICE DATA - END OF YEAR

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

Description (a)	Central Off. (b)	Central Off. (c)	Central Off. (d)	Central Off. (e)	
Exchange Name	ALMOND	COLOMA	HANCOCK	PLAINFIELD	1
PSCW Exchange ID	0090	1230	2230	4240	2
Central Office Name	ALMOND	COLOMA	HANCOCK	PLAINFIELD	3
PSCW Central Office ID	1	1	1	1	4
Manufacturer of COE (Page 54)	SC	SC	SC	SC	5
Year COE Installed	1982	1984	1984	1983	6
Type of Equipment (Page 54)	D	D	D	D	7
(S)tandalone, (H)ost, (R)emote	S	R	R	H	8
Remote Host PSCW Exchange ID		4240	4240		9
Remote Host PSCW Central Office ID	0	1	1	0	10
COE Generic Software Release No.	20	20	20	20	11
SS7?	Yes	Yes	Yes	Yes	12
9-1-1?	Yes	Yes	Yes	Yes	13
Access Lines - In Use	1,081	1,016	940	1,587	14
- Equipped	1,250	1,062	1,077	2,002	15
- Wired	1,380	1,080	1,080	2,295	16
Trunks - In Use	148	96	96	974	17
- Equipped	228	96	96	1,378	18
- Wired	228	192	192	1,398	19
ISDN Available?	No	No	No	No	20
ISDN Lines - In Use (BRI)	0	0	0	0	21
- In Use (PRI)	0	0	0	0	22
Switched 56 Service?	No	No	No	No	23
Switched 56 lines in use	0	0	0	0	24
Digital Transmission Facilities: DS-1 - In Use	0	3	0	2	25
DS-3 - In Use	1	0	0	0	26
Advanced Data Service Available:					
Packet Switching?	No	No	No	No	27
SMDS?	No	No	No	No	28
Frame Relay?	No	No	No	No	29
ATM (Asynchronous Trans. Mode)?	No	No	No	No	30
Video Information - Service Available?	No	No	No	No	31
- In Use (# lines) [1]	0	0	0	0	32
Fiber Transmission Facilities:					
No. of fiber strands entering C.O.	36	28	24	72	33
No. of fiber strands working (LIT) in C.O.	14	8	4	20	34
No. of fiber strands for interoffice use	86	16	35	122	35
Miles of fiber sheath in wire center	31	20	18	42	36
Access Tandem Serving this C.O.:					
- C.O. Name	PLAINFIELD	PLAINFIELD	PLAINFIELD	PLAINFIELD	37
- PSCW C.O. ID	4240-01	4240-01	4240-01	4240-01	38
Does this C.O. do access tandem switching?	No	No	No	Yes	39
Equal Access: InterLATA (1+)?	Yes	Yes	Yes	Yes	40
Equal Access: IntraLATA (1+)?	No	No	No	No	41
Footnotes					42

[1] Teleco provided end-to-end facility.

GENERAL, SCHEDULE LEVEL AND SCHEDULE LINE FOOTNOTES

General Footnote

**No response. Closed per KHK. Check pay phone lines, page 50, 1999.
12/2/99 ele**

October 19, 1999

**Mr. Dwight Bowden, General Manager
Union Telephone Company
100 West North Street
P.O. Box 96
Plainfield, WI 54966-0096**

Re:1998 Analytical ReviewDWCCA-6000-ELE

Dear Mr. Bowden:

The Public Service Commission (PSC) is in the process of completing an analytical review of your utilitys 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 pay stations are reported on obsolete lines on the Service Data and Service Data End of Year schedules, pages 50 and 52. The line items: Pay Stations - Public/Semi-Public/Cust. Owned are obsolete. The information should be reported as line items: Pay Telephone, Coin Operated Pay Telephone or Independent Telephone Provider lines, pages 50 and 52. This was brought to your attention in the September 24, 1998 review letter for your 1997 annual report. Please provide the corrections to pages 50 and 52 for the 1998 annual report. Please note that this information was filed confidentially and will need a confidentiality request form if you wish confidential treatment for any information contained in your response.

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\6000 rev letter

Accountants Compilation Report

GENERAL, SCHEDULE LEVEL AND SCHEDULE LINE FOOTNOTES

To the Board of Directors
Union Telephone Company
Plainfield, Wisconsin 54966

We have compiled the balance sheets of Union Telephone Company as of December 31, 1998 and 1997, and the related statements of income and retained earnings for the years then ended, and the statement of cash flows for the year ended December 31, 1998, included in the accompanying prescribed form in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. We have also compiled the supplementary information presented in the prescribed form, except for pages 46 through 55.

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

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

The supplementary information contained on pages 46 through 55 of the accompanying prescribed form has not been audited, reviewed, or compiled by us, and, accordingly, we assume no responsibility for that information.

Kiesling Associates LLP
Madison, Wisconsin
April 13, 1999

Schedule Footnotes

Central Office Lookup Table Footnote. Page 0

Cover Page Footnote. Page 1

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.

GENERAL, SCHEDULE LEVEL AND SCHEDULE LINE FOOTNOTES

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 isnot 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 teh 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) This footnote is not being used.

B) This footnote is not being used.

C) Increase due to increased benefit expense cleared to these accounts.

D) Vehicles depreciated on a per unit basis.

E) Actual depreciation rates vary between sub-accounts, rate given is a composite.

F) Additional depreciation taken in order to accurately reflect remaining life of current switch which will be replaced in 1999.

G) Increase due to increased pension expense cleared to these accounts.

H) Increase due to increase in some depreciation rates and additional depreciation taken on switch.

I) Local telephone calls and minutes of use data are not available for lines 1, 2, and 4 of page 57. Union Telephone Company is a flat rate company and the cost incurred for the necessary software and record keeping for usage sensitive recording would not be practical for information that will not be used elsewhere.