



4004

# ANNUAL REPORT

OF

Name: CENTRAL STATE TELEPHONE COMPANY

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Principal Office: 301 S WESTFIELD RD  
P.O. BOX 5158  
MADISON, WI 53705-0158

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For the Year Ended: DECEMBER 31, 1999

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## 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 "Individual or firm, if other than utility employee, preparing this report" portion of the Identification and Ownership schedule, which describes the nature and extent of work performed.
9. Please print a hard copy of the annual report on 20 pound or heavier paper, sign it and compare with the electronic copy before officially filing it with the Public Service Commission of Wisconsin.



**TABLE OF CONTENTS**

Schedule Name	Page
Cover Page	1
General Rules for Reporting	2
Signature Page	3
Table of Contents	4
Annual Telecommunications Report Glossary of Terms	5
Abbreviations Used in Annual Reports	6
Identification and Ownership	7
Income Statement - Total Company	8
Notes to Income Statement or Balance Sheet	9
Balance Sheet - Assets (Class B Use Accounts Designated By *)	10
Balance Sheet - Liabilities (Class B Use Accounts Designated By *)	11
Important Changes During the Year	13
Affiliate Abbreviations	14
Affiliated Interest Transactions	15
Affiliated Assets and Liabilities	16
Telecommunications Plant in Service Class A & B	22
Telecommunications Plant in Service Class A & B (Sub-Class Accounts)	24
Accumulated Depreciation Class A & B	26
Accumulated Depreciation Class A & B (Sub-Class Accounts)	28
Net Deferred Operating Income Taxes (Acct. 1350, 1410, 1437, 4100, 4340, 4341 & 4361)	30
Retained Earnings (Acct. 4550)	37
Revenues - Class A & B (Class B Use Accounts Designated By *)	40
Expenses - Class A & B	41
Calculation of Assessable Revenues for Remainder and Telephone Relay Assessment Purposes	43
Calculation of Assessable Revenues for Universal Service Fund Assessment Purposes	43
Other Income Accounts	44
Nonregulated Activities	45
Distribution of Salaries and Wages	46
Telephone Calls and Minutes of Use Per Month	47
Access Usage	48
Outside Plant Statistics at End of Year	49
Special Access Circuits in Use at End of Year	49
Service Data	50
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

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## IDENTIFICATION AND OWNERSHIP

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**Exact Utility Name:** CENTRAL STATE TELEPHONE COMPANY  
**Utility Location:** 301 S WESTFIELD RD  
P.O. BOX 5158  
MADISON, WI 53705-0158

**Utility Web Site Address:**

**When was utility organized?:** 01/24/1908

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

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

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**Name:** JOHN R . ERPENBACH  
**Title:** ACCOUNTING MANAGER

**Office Address:** 301 SOUTH WESTFIELD ROAD  
P.O. BOX 5158  
MADISON , WI 53705-0158

**Fax Number:** (608) 664 - 4519  
**Telephone Number:** (608) 664 - 4289  
**Email Address:** john.erpenbach@tdstelecom.com

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

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**Name:** BENJAMIN C . GOTH  
**Title:** STAFF ACCOUNTANT  
**Firm:** TDS TELECOM

**Office Address:** 301 SOUTH WESTFIELD ROAD  
P.O. BOX 5158  
MADISON , WI 53705-0158

**Fax Number:** (608) 664 - 4519  
**Telephone Number:** (608) 664 - 4073  
**Email Address:** benjamin.goth@tdstelecom.com

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

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**Name:** JOHN R . ERPENBACH  
**Title:** ACCOUNTING MANAGER

**Office Address:** 301 SOUTH WESTFIELD ROAD  
P.O. BOX 5158  
MADISON , WI 53705-0158

**Fax Number:** (608) 664 - 4519  
**Telephone Number:** (608) 664 - 4289  
**Email Address:** john.erpenbach@tdstelecom.com

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

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**Name:** VARIOUS CONTACTS X a  
**Title:** X

**Office Address:** 301 SOUTH WESTFIELD ROAD  
MADISON , WI 53717-1707

**Fax Number:** (608) 999 - 9999  
**Telephone Number:** (608) 999 - 9999  
**Email Address:**

## IDENTIFICATION AND OWNERSHIP

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**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).**

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**Name:** TDS TELECOMMUNICATIONS CORPORATION  
**Address:** 301 SOUTH WESTFIELD ROAD  
MADISON                   , WI 53717-1707

**Number of Shares Held:** 4,813  
**Beneficial Owner:** NONE

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

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**Company Name:** NONE  
**Form of Interest:** NONE  
**Extent Of Interest:** NONE

**INCOME STATEMENT - TOTAL COMPANY**

Particulars (a)	This Year (b)	Last Year (c)	
Operating Revenues (5000-5300)	8,770,965	8,338,160	1
<b>Operating Expenses</b>			
Plant Specific Operations Expense (6110-6410)	788,097	664,957	2
Plant Nonspecific Operations Expense	2,815,585	2,433,309	3
Customer Operations Expense (6610-6620)	1,312,040	1,193,808	4
Corporate Operations Expense (6710-6790)	1,208,666	1,195,094	5
Other Operating Income and Expense (7100)	(2,868)	16,723	6
Operating Taxes (7200)	1,219,006	1,348,871	7
<b>Total Operating Expenses</b>	<b>7,346,262</b>	<b>6,819,316</b>	<b>8</b>
<b>Net Operating Income</b>	<b>1,424,703</b>	<b>1,518,844</b>	<b>9</b>
<b>Other Income</b>			
Nonoperating Income and Expense (7300)	38,600	54,028	10
Nonoperating Taxes (7400)	13,589	16,940	11
Interest and Related Items (7500)	369,623	279,571	12
Extraordinary Items (7600)	0	0	13
Nonregulated Net Income (7990)	23,114	54,470	14
<b>Total Nonoperating Income</b>	<b>(321,498)</b>	<b>(188,013)</b>	<b>15</b>
<b>Net Income</b>	<b>1,103,205</b>	<b>1,330,831</b>	<b>16</b>

## NOTES TO INCOME STATEMENT OR BALANCE SHEET

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

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

### TELEPHONE PLANT

Telephone plant is stated as the original cost of construction including capitalized costs such as taxes, pensions, and other fringe benefits, and an allowance for funds used during construction (AFUDC).

### DEPRECIATION

The company provides depreciation for financial reporting purposes using the straight-line method. Renewals and betterments of units of property are charged to telephone plant in service. The original cost of depreciable property retired, together with removal cost less any salvage realized, is charged to accumulated depreciation. Repairs and renewals of minor items of property are charged to maintenance expense. No gain or loss is recognized in connection with ordinary retirements of depreciable property.

### REVENUES

Operating and nonoperating revenues are recognized when earned regardless of the period in which they are billed.

Compensation for all intrastate service is received through tariffed access charges billed to the long distance carrier and retained by the company.

Compensation for interstate access services is received through tariffed access charges filed by the National Exchange Carrier Association (NECA) with the Federal Communications Commission (FCC) on behalf of the member companies. These access charges are billed by the company to the interstate long distance carrier, and pooled with like revenues from all NECA member companies.

### PENSION

The company is a member of the Telephone and Data Systems, Inc. Employees' Pension Trust I. This qualified, noncontributory defined contribution pension plan covers substantially all company employees. Under this plan, pension benefits and costs are funded currently.

### INCOME TAXES

The company is included in the TDS consolidated federal income tax return. For financial reporting purposes, the company computes its federal income tax by applying the statutory rate to all its taxable income.

The company uses the full-normalization method for all timing differences with the resulting book-tax differences being provisioned through the deferred tax accounts. Deferred income taxes resulting from accelerated depreciation used for income tax purposes had previously been provided through the depreciation accounts. Such deferred taxes are credited to income as the related timing differences reverse. Investment tax credits resulting from investments in qualifying telephone plant and equipment

## 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:

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have been deferred and are being amortized to income over the service lives of the related property.

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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 company is restricted from transferring funds to the parent or other affiliates in the form of cash dividends until certain financial requirements of its mortgage indentures have been met. At December 31, 1999, the company has invested \$0 with Telecommunications Technologies Fund, Inc., and could distribute up to \$7,448,057 to the parent or other affiliates in the form of cash dividends.

**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)*			1
Cash (1130)	338,617	494,810	2
Special Cash Deposits (1140)		0	3
Working Cash Advances (1150)	600	600	4
Temporary Investments (1160)		0	5
<b>TOTAL CASH AND EQUIVALENTS</b>	<b>339,217</b>	<b>495,410</b>	
<b>RECEIVABLES AND ALLOWANCES FOR DOUBTFUL ACCOUNTS</b>			
Telecommunications Accounts Receivable (1180)*	953,905	850,463	6
Accounts Receivable Allowance-Telecom (1181)*	0	0	7
<b>Net: Telecommunications Accounts Receivable</b>	<b>953,905</b>	<b>850,463</b>	
Other Accounts Receivable (1190)*	1,036,235	1,193,866	8
Accounts Receivable Allowance--Other (1191)*	0	0	9
<b>Net: Other Accounts Receivable</b>	<b>1,036,235</b>	<b>1,193,866</b>	
Notes Receivable (1200)*	0	0	10
Notes Receivable Allowance (1201)*	0	0	11
<b>Net: Notes Receivable</b>	<b>0</b>	<b>0</b>	
Interest and Dividends Receivable (1210)*	1,498	1,171	12
<b>TOTAL REC AND ALLOW FOR DOUBTFUL ACCOUNTS</b>	<b>1,991,638</b>	<b>2,045,500</b>	
<b>SUPPLIES</b>			
Inventories (1220)*	57,552	41,138	13
<b>TOTAL SUPPLIES</b>	<b>57,552</b>	<b>41,138</b>	
<b>PREPAYMENTS</b>			
Total Prepayments (1280)*			14
Prepaid Rents (1290)	0	0	15
Prepaid Taxes (1300)	7,763	7,680	16
Prepaid Insurance (1310)	0	0	17
Prepaid Directory Expenses (1320)	12,913	9,660	18
Other Prepayments (1330)	34,127	34,193	19
<b>TOTAL PREPAYMENTS</b>	<b>54,803</b>	<b>51,533</b>	
<b>OTHER CURRENT ASSETS</b>			
Other Current Assets (1350)*	1,362	1,372	20
<b>TOTAL OTHER CURRENT ASSETS</b>	<b>1,362</b>	<b>1,372</b>	
<b>TOTAL CURRENT ASSETS</b>	<b>2,444,572</b>	<b>2,634,953</b>	
<b>NONCURRENT ASSETS</b>			
<b>INVESTMENTS</b>			
Investment in Affiliated Companies (1401)*	0	0	21
RTB Class B Stock (1402)*	206,500	206,500	22
Other Investments in Nonaffiliated Companies (1402)*	2,000	2,000	23
Nonregulated Investments (1406)*	37,595	46,203	24
Unamortized Debt Issuance Expense (1407)*	872	969	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>			
Sinking Funds (1408)*	0	0	26
Other Noncurrent Assets (1410)*	0	0	27
<b>TOTAL INVESTMENTS</b>	<b>246,967</b>	<b>255,672</b>	
<b>DEFERRED CHARGES</b>			
Deferred Tax Regulatory Asset (1437)*	413	517	28
Deferred Maintenance and Retirements (1438)*	0	0	29
Deferred Charges (1439)*	0	2,000	30
<b>TOTAL DEFERRED CHARGES</b>	<b>413</b>	<b>2,517</b>	
<b>TOTAL NONCURRENT ASSETS</b>	<b>247,380</b>	<b>258,189</b>	
<b>PLANT</b>			
<b>TELECOMMUNICATIONS PLANT IN SERVICE</b>			
Telecommunications Plant in Service (2001)*	32,881,635	30,343,930	31
Less: Accumulated Depreciation (3100 )*	15,670,098	13,715,303	32
Less: Accumulated Amortization--Capitalized Leases (3410 )*	0	0	33
Less: Accumulated Amortization--Leasehold Improvements (3420 )*	0	0	34
Less: Accumulated Amortization--Intangible (3500 )*	0	0	35
<b>NET TELECOMMUNICATIONS PLANT IN SERVICE</b>	<b>17,211,537</b>	<b>16,628,627</b>	
<b>PROPERTY HELD FOR FUTURE USE</b>			
Prop. Held for Future Telecommun. Use (2002)*	0	0	36
Less: Accumulated Depreciation--Held for Future Telecommunications Use (3200 )*	0	0	37
<b>NET PROPERTY HELD FOR FUTURE USE</b>	<b>0</b>	<b>0</b>	
<b>NONOPERATING PLANT</b>			
Nonoperating Plant (2006)*	0	0	38
Less: Accumulated Depreciation--Nonoperating (3300 )*	0	0	39
<b>NET NONOPERATING PLANT</b>	<b>0</b>	<b>0</b>	
<b>TPUC</b>			
TPUC (2003)*	245,995	305,647	40
<b>TOTAL TPUC</b>	<b>245,995</b>	<b>305,647</b>	
<b>TELECOMMUNICATIONS PLANT ADJUSTMENT</b>			
Telecommunications Plant Adjustment (2005)*	0	0	41
Less: Accumulated Amortization--Other (3600 )*	0	0	42
<b>NET TELECOMMUNICATIONS PLANT ADJUSTMENT</b>	<b>0</b>	<b>0</b>	
<b>TOTAL PLANT</b>	<b>17,457,532</b>	<b>16,934,274</b>	
<b>TOTAL ASSETS AND OTHER DEBITS</b>	<b>20,149,484</b>	<b>19,827,416</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)*	611,056	2,431,840	1
Notes Payable (4020)*	2,375,000	1,450,000	2
Advance Billing and Payments (4030)*	243,750	213,900	3
Customer Deposits (4040)*	1,150	1,250	4
Current Maturities--Long-Term Debt (4050)*	179,947	167,797	5
Current Maturities--Capital Leases (4060)*		0	6
Income Taxes--Accrued (4070)*	7,592	0	7
Other Taxes--Accrued (4080)*	28,530	47,996	8
Net Current Deferred Operating Income Taxes (4100)*	0	0	9
Net Current Deferred Nonoperating Income Taxes (4110)*		0	10
Other Accrued Liabilities (4120)*	56,796	61,149	11
Other Current Liabilities (4130)*	142,403	220,237	12
<b>TOTAL CURRENT LIABILITIES</b>	<b>3,646,224</b>	<b>4,594,169</b>	
<b>LONG-TERM DEBT</b>			
Funded Debt (4210)*	2,288,192	2,468,028	13
Premium on Long-Term Debt (4220)*	0	0	14
Discount on Long-Term Debt (4230)*	0	0	15
Reacquired Debt (4240)*	0	0	16
Obligations Under Capital Leases (4250)*	0	0	17
Advances from Affiliated Companies (4260)*	0	0	18
Other Long-Term Debt (4270)*	0	0	19
<b>TOTAL LONG-TERM DEBT</b>	<b>2,288,192</b>	<b>2,468,028</b>	
<b>OTHER LIABILITIES AND DEFERRED CREDITS</b>			
Other Long-Term Liabilities (4310)*	334,541	273,440	20
Unamortized Operating ITC--Net (4320)*	0	0	21
Unamortized Nonoperating ITC--Net (4330)*	0	0	22
Net Noncurrent Deferred Operating Income Taxes (4340)*	1,349,469	1,100,472	23
Net Deferred Tax Liability Adjustments (4341)*	(27,013)	(33,800)	24
Net Noncurrent Deferred Nonoperating Income Taxes (4350)*	0	0	25
Other Deferred Credits (4360)*	0	0	26
Deferred Tax Regulatory Liability (4361)*	27,426	34,317	27
<b>TOTAL OTHER LIABILITIES AND DEFERRED CREDITS</b>	<b>1,684,423</b>	<b>1,374,429</b>	
<b>STOCKHOLDERS' EQUITY</b>			
Capital Stock (4510)*	481,300	481,300	28
Additional Paid-in Capital (4520)*	46,012	9,360	29
Treasury Stock (4530)*		0	30
Other Capital (4540)*		0	31
Retained Earnings (4550)*	12,003,325	10,900,120	32
<b>TOTAL STOCKHOLDERS' EQUITY</b>	<b>12,530,637</b>	<b>11,390,780</b>	
<b>TOTAL LIABILITIES AND OTHER CREDITS</b>	<b>20,149,476</b>	<b>19,827,406</b>	

### IMPORTANT CHANGES DURING THE YEAR

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

**None**

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2. 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)	
BadgerTelecom, Inc.	BADGER	1
Black Earth Telephone Company	BLACK	2
Chatham Telephone Company	CHATHAM	3
EastCoast Telecom, Inc.	EASTCOAST	4
Grantland Telecom, Inc.	GRANTLAND	5
Midway Telephone Company	MIDWAY	6
Mt. Vernon	MT VERNON	7
Oklahoma Communications Systems, Inc.	OCSI	8
Other	OTH	9
Riverside Telecom, Inc.	RIVERSIDE	10
Scandanavia Telephone Company	SCAND	11
Stockbridge & Sherwood Telephone Company	STOCK	12
Suttle Press, Inc.	SUTTLE	13
TDS Telecommunications Corporation	TDS	14
Telephone and Data Systems, Inc	TDS CORP	15
TDS NET	TDS NET	16
TDS Telecom, Inc.	TDS TEL	17
TDS Computing Services, Inc.	TDS/CS	18
Tenney Telephone Company	TENNEY	19
Telecommunications Technologies Fund	TTF	20

### 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.

Particulars (a)	(b)	(c)	(d)	(e)		
Docket	0005TI000124	0005TI000124	0005TI000124	None		
Name of Affiliate	BADGER	OTH	OTH	SUTTLE		1
Designate whether billed to or from:	FROM	FROM	TO	FROM		2
Cost Based (C), Market Price (M), Prevailing Price (P), Tariff (T), Other (O)	C	C	C	M		3
Total Dollar Activity	50,574	19,322	725	1,124		4
Percent of affiliate's business billed to all affiliated regulated utilities				63.00		5
If cost based, rate of return on equity or markup incorporated in billings	0.00	0.00				6
Footnotes						

Particulars (a)	(b)	(c)	(d)	(e)		
Docket	0005TI000124	0005TI000124	0005TI000124			
Name of Affiliate	TDS CORP	TDS TEL	TDS/CS			1
Designate whether billed to or from:	FROM	FROM	FROM			2
Cost Based (C), Market Price (M), Prevailing Price (P), Tariff (T), Other (O)	C	C	C			3
Total Dollar Activity	160,865	2,365,300	315,064			4
Percent of affiliate's business billed to all affiliated regulated utilities						5
If cost based, rate of return on equity or markup incorporated in billings	0.00	0.00	15.00			6
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; 1200, Notes Receivable; 1210, Interest and Dividends Receivable; 1401, Investment in Affiliated Companies; 1408, Sinking Funds; 4010, Accounts Payable; 4020, Notes 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.

Name of Affiliate (a)	Account Number (b)	Balance EOY (c)	
TDS Telecom, Inc.	1190	293,988	1
BadgerTelecom, Inc.	4010	3,550	2
Mt. Vernon	4010	1,483	3
TDS Telecom, Inc.	4010	252,578	4
Telecommunications Technologies Fund	4010	17,593	5
Telephone and Data Systems, Inc	4010	1,796	6

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

Plant Account (a)	Account (b)	Balance FOY (c)	Additions (d)	
<b>GENERAL SUPPORT ASSETS</b>				
Land	2111	22,499		1
Motor Vehicles	2112	333,205		2
Aircraft	2113	45,077		3 e,f
Special Purpose Vehicles	2114	0		4
Garage Work Equipment	2115	0		5
Other Work Equipment	2116	305,916	2,204	6
Buildings	2121	384,568	11,931	7
Furniture	2122	11,915		8
Office Equipment	2123	32,219	0	9
General Purpose Computers	2124	1,315,321	430,882	10
<b>TOTAL--GENERAL SUPPORT ASSETS:</b>		<b>2,450,720</b>	<b>445,017</b>	
<b>CENTRAL OFFICE ASSETS</b>				
Analog Electronic Switching	2211	0		11
Digital Electronic Switching	2212	4,884,408	188,010	12 e
Electro-Mechanical Switching	2215	0	0	13
Operator Systems	2220	0		14
Radio Systems	2231	0	0	15
Circuit Equipment	2232	5,945,821	572,592	16
<b>TOTAL--CENTRAL OFFICE ASSETS:</b>		<b>10,830,229</b>	<b>760,602</b>	
<b>INFORMATION ORIGATION/TERMINATION ASSETS</b>				
Station Apparatus	2311	0		17
Customer Premises Wiring	2321	0		18
Large Private Branch Exchanges	2341	0		19
Public Telephone Terminal Equipment	2351	0		20
Other Terminal Equipment	2362	0		21
<b>TOTAL--INFORMATION ORIG/TERM ASSETS:</b>		<b>0</b>	<b>0</b>	
<b>CABLE WIRE FACILITIES ASSETS</b>				
Poles	2411	47,000		22
Aerial Cable	2421	407,242	1,221	23
Underground Cable	2422	50,247	8,809	24
Buried Cable	2423	16,403,948	1,677,277	25
Submarine Cable	2424	0	0	26
Deep Sea Cable	2425	0		27
Intrabuilding Network Cable	2426	0	0	28
Aerial Wire	2431	99,050	25	29
Conduit Systems	2441	55,494	20,538	30
<b>TOTAL--CABLE WIRE FACILITIES ASSETS:</b>		<b>17,062,981</b>	<b>1,707,870</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			22,499	1
2112	13,390		319,815	2
2113		(11,269)	33,808	3 e,f
2114			0	4
2115			0	5
2116			308,120	6
2121			396,499	7
2122			11,915	8
2123	0	0	32,219	9
2124	73,789		1,672,414	10
	<b>87,179</b>	<b>(11,269)</b>	<b>2,797,289</b>	
2211			0	11
2212	42,339	(105,085)	4,924,994	12 e
2215	0	0	0	13
2220			0	14
2231	0	0	0	15
2232	41,842	0	6,476,571	16
	<b>84,181</b>	<b>(105,085)</b>	<b>11,401,565</b>	
2311			0	17
2321			0	18
2341			0	19
2351			0	20
2362			0	21
	<b>0</b>	<b>0</b>	<b>0</b>	
2411			47,000	22
2421	38	0	408,425	23
2422	0	0	59,056	24
2423	87,735	0	17,993,490	25
2424	0	0	0	26
2425			0	27
2426	0	0	0	28
2431	297	0	98,778	29
2441	0		76,032	30
	<b>88,070</b>	<b>0</b>	<b>18,682,781</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>30,343,930</b>	<b>2,913,489</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	
	259,430	(116,354)	32,881,635	
2001			0	34
			<b>32,881,635</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	9,182	0	<b>1</b>
Company Communications Equipment	2123.2	23,037	0	<b>2</b>
Software	2212.1	154,990	38,190	<b>3</b>
Digital Switching - Central Office	2212.2	2,692,803	62,364	<b>4 e</b>
Digital Switching - Remote	2212.3	2,036,615	87,456	<b>5 e</b>
Step by Step Switching	2215.1	0		<b>6</b>
Crossbar Switching	2215.2	0		<b>7</b>
Satellite and Earth Station Facilities	2231.1	0		<b>8</b>
Other Radio Facilities	2231.2	0		<b>9</b>
Digital Circuit Equipment	2232.1	3,808,675	487,533	<b>10 e</b>
Analog Circuit Equipment	2232.2	0		<b>11</b>
Light Wave Circuit Equipment	2232.3	2,137,146	85,059	<b>12 e</b>
Aerial Cable - Nonmetallic	2421.1	32,287		<b>13</b>
Aerial Cable - Metallic	2421.2	374,955	1,221	<b>14</b>
Underground Cable - Nonmetallic	2422.1	24,441	3,678	<b>15</b>
Underground Cable - Metallic	2422.2	25,806	5,131	<b>16</b>
Buried Cable - Nonmetallic	2423.1	2,579,249	474,090	<b>17</b>
Buried Cable - Metallic	2423.2	13,824,699	1,203,187	<b>18</b>
Submarine Cable - Nonmetallic	2424.1	0		<b>19</b>
Submarine Cable - Metallic	2424.2	0		<b>20</b>
Intrabuilding Cable - Nonmetallic	2426.1	0		<b>21</b>
Intrabuilding Cable - Metallic	2426.2	0		<b>22</b>

Explain all amounts shown in column (g).

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

Subaccount (e)	Retirements (f)	Transfers / Adjustments (g)	Balance EOY (h)	
2123.1			9,182	1
2123.2			23,037	2
2212.1			193,180	3
2212.2		(101,217)	2,653,950	4 e
2212.3	42,339	(3,868)	2,077,864	5 e
2215.1			0	6
2215.2			0	7
2231.1			0	8
2231.2			0	9
2232.1	2,554	5,858	4,299,512	10 e
2232.2			0	11
2232.3	39,288	(5,858)	2,177,059	12 e
2421.1			32,287	13
2421.2	38		376,138	14
2422.1			28,119	15
2422.2			30,937	16
2423.1			3,053,339	17
2423.2	87,735		14,940,151	18
2424.1			0	19
2424.2			0	20
2426.1			0	21
2426.2			0	22

**ACCUMULATED DEPRECIATION CLASS A & B**

Primary Plant Account (a)	Acct (b)	Balance FOY (c)	Depr Rate (d)	Annual Accrual (e)	Additional Accrual (f)
<b>GENERAL SUPPORT ASSETS</b>					
Motor Vehicles	2112	216,093	15.0	50,628	1
Aircraft	2113	36,415	.0	2,165	2e,f
Special Purpose Vehicles	2114	0			3
Garage Work Equipment	2115	0			4
Other Work Equipment	2116	299,798	10.0	6,119	5
Buildings	2121	227,606	10.0	12,696	6
Furniture	2122	8,381	3.3	1,188	7
Office Equipment	2123	31,710	16.53	49	8
General Purpose Computers	2124	779,236	20.0	299,401	9e
<b>Total-- GENERAL SUPPORT ASSETS</b>		<b>1,599,239</b>		<b>372,246</b>	<b>0</b>
<b>CENTRAL OFFICE ASSETS</b>					
Analog Electronic Switching	2211	0			10
Digital Electronic Switching	2212	1,802,004	17.21	415,603	11e
Electro-Mechanical Switching	2215	0			12
Operator Systems	2220	0			13
Radio Systems	2231	0			14
Circuit Equipment	2232	2,310,110	11.26	563,167	15
<b>Total-- CENTRAL OFFICE ASSETS</b>		<b>4,112,114</b>		<b>978,770</b>	<b>0</b>
<b>INFORMATION ORIG/TERM ASSETS</b>					
Station Apparatus	2311	0			16
Customer Premises Wiring	2321	0			17
Large Private Branch Exchanges	2341	0			18
Public Telephone Terminal Equipment	2351	(1)			19
Other Terminal Equipment	2362	0			20
<b>Total-- INFORMATION ORIG/TERM ASSETS</b>		<b>(1)</b>		<b>0</b>	<b>0</b>
<b>CABLE WIRE FACILITIES ASSETS</b>					
Poles	2411	70,147	8.3999	353	21b
Aerial Cable	2421	414,004	6.72	10,105	22b
Underground Cable	2422	16,603	9.54	10,680	23
Buried Cable	2423	7,384,677	8.5	820,744	24
Submarine Cable	2424	0	.0		25
Deep Sea Cable	2425	0	.0		26
Intrabuilding Network Cable	2426	0	.0		27
Aerial Wire	2431	114,185	19.0	18,776	28b

**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	13,390		4,662		<b>257,993</b>	<b>1</b>
2113				(11,269)	<b>27,311</b>	<b>2 e,f</b>
2114					<b>0</b>	<b>3</b>
2115					<b>0</b>	<b>4</b>
2116					<b>305,917</b>	<b>5</b>
2121					<b>240,302</b>	<b>6</b>
2122					<b>9,569</b>	<b>7</b>
2123	0				<b>31,759</b>	<b>8</b>
2124	73,789			2,300	<b>1,007,148</b>	<b>9 e</b>
	<b>87,179</b>	<b>0</b>	<b>4,662</b>	<b>(8,969)</b>	<b>1,879,999</b>	
2211					<b>0</b>	<b>10</b>
2212	42,339	4,801	17,439	(3,868)	<b>2,184,038</b>	<b>11 e</b>
2215	0				<b>0</b>	<b>12</b>
2220					<b>0</b>	<b>13</b>
2231	0				<b>0</b>	<b>14</b>
2232	41,842	1,242	6,425		<b>2,836,618</b>	<b>15</b>
	<b>84,181</b>	<b>6,043</b>	<b>23,864</b>	<b>(3,868)</b>	<b>5,020,656</b>	
2311					<b>0</b>	<b>16</b>
2321					<b>0</b>	<b>17</b>
2341					<b>0</b>	<b>18</b>
2351					<b>(1)</b>	<b>19</b>
2362					<b>0</b>	<b>20</b>
	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>(1)</b>	
2411					<b>70,500</b>	<b>21 b</b>
2421	38	3,087			<b>420,984</b>	<b>22 b</b>
2422	0				<b>27,283</b>	<b>23</b>
2423	87,735	3,555			<b>8,114,131</b>	<b>24</b>
2424	0				<b>0</b>	<b>25</b>
2425					<b>0</b>	<b>26</b>
2426	0				<b>0</b>	<b>27</b>
2431	297	2,133			<b>130,531</b>	<b>28 b</b>

**ACCUMULATED DEPRECIATION CLASS A & B**

<b>Primary Plant Account (a)</b>	<b>Acct (b)</b>	<b>Balance FOY (c)</b>	<b>Depr Rate (d)</b>	<b>Annual Accrual (e)</b>	<b>Additional Accrual (f)</b>
<b>CABLE WIRE FACILITIES ASSETS</b>					
Conduit Systems	2441	4,335	13.6	1,680	<b>29</b>
<b>Total-- CABLE WIRE FACILITIES ASSETS</b>		<b>8,003,951</b>		<b>862,338</b>	<b>0</b>
<b>Total Accumulated Depreciation</b>	<b>3100</b>	<b>13,715,303</b>		<b>2,213,354</b>	<b>0</b>
Less: Allocation to Nonregulated Activity - Columns e, f and I	3100			0	<b>0 30</b>
<b>Net Regulated Total Accum Depreciation - 3100 Columns e, f and I</b>				<b>2,213,354</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	0				6,015	<b>29</b>
	<b>88,070</b>	<b>8,775</b>	<b>0</b>	<b>0</b>	<b>8,769,444</b>	
<b>3100</b>	<b>259,430</b>	<b>14,818</b>	<b>28,526</b>	<b>(12,837)</b>	<b>15,670,098</b>	
3100					0	<b>30</b>
<b>3100</b>					<b>15,670,098</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	8,673	10.0	49		1
Company Communications Equipment	2123.2	23,037	19.0	0		2
Software	2212.1	10,996	7.85	51,660		3
Digital Switching - Central Office	2212.2	1,380,432	20.38	202,724		4
Digital Switching - Remote	2212.3	410,576	7.85	161,219		5 e
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	1,744,092	11.85	374,984		10
Analog Circuit Equipment	2232.2	0				11
Light Wave Circuit Equipment	2232.3	566,018	9.5	188,183		12
Aerial Cable - Nonmetallic	2421.1	6,192	10.0	1,548		13
Aerial Cable - Metallic	2421.2	407,812	6.67	8,557		14 b
Underground Cable - Nonmetallic	2422.1	15,237	9.5	9,540		15
Underground Cable - Metallic	2422.2	1,366	10.0	1,140		16
Buried Cable - Nonmetallic	2423.1	583,409	4.8	123,804		17
Buried Cable - Metallic	2423.2	6,801,268	8.84	696,940		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					8,722	1
2123.2					23,037	2
2212.1					62,656	3
2212.2		2,019	16,000		1,597,137	4
2212.3	42,339	2,782	1,439	(3,868)	524,245	5e
2215.1					0	6
2215.2					0	7
2231.1					0	8
2231.2					0	9
2232.1	2,554	1,242			2,115,280	10
2232.2					0	11
2232.3	39,288		6,425		721,338	12
2421.1		400			7,340	13
2421.2	38	2,687			413,644	14b
2422.1					24,777	15
2422.2					2,506	16
2423.1					707,213	17
2423.2	87,735	3,555			7,406,918	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. Credit amounts should be shown in ( ).

Particulars (a)	Balance EOY (b)	
<b>PROPERTY RELATED</b>		
Other Current Assets (1350 )		1
Other Noncurrent Assets (1410 )		2
Deferred Tax Regulatory Asset (1437 )	413	3
Net Current Deferred Operating Income Taxes (4100 )		4
Net Noncurrent Deferred Operating Income Taxes (4340 )	(1,349,469)	5
Net Deferred Tax Liability Adjustments (4341 )	27,013	6
Deferred Tax Regulatory Liability (4361 )	(27,426)	7
<b>Net Property Related Deferred Operating Income Taxes</b>	<b>(1,349,469)</b>	
Less: Allocation to Nonregulated Activity	0	8
<b>Net Regulated Total Property Related Deferred Operating Income Taxes</b>	<b>(1,349,469)</b>	
<b>NONPROPERTY RELATED</b>		
Other Current Assets (1350 )	1,362	9
Other Noncurrent Assets (1410 )		10
Deferred Tax Regulatory Asset (1437 )		11
Net Current Deferred Operating Income Taxes (4100 )		12
Net Noncurrent Deferred Operating Income Taxes (4340 )		13
Net Deferred Tax Liability Adjustments (4341 )		14
Deferred Tax Regulatory Liability (4361 )		15
<b>Total Nonproperty Related Deferred Operating Income Taxes</b>	<b>1,362</b>	

**RETAINED EARNINGS (ACCT. 4550)**

Particulars (a)	This Year (b)	Last Year (c)	
Balance-First of Year	10,900,120	9,569,290	1
<b>Changes:</b>			
Balance Transferred from Income	1,103,205	1,330,830	2
<b>Dividends Declared:</b>			
Common	0	0	3
Preferred	0	0	4
<b>Total Dividends Declared</b>	<b>0</b>	<b>0</b>	
Miscellaneous Debits to Retained Earnings	0	0	5
Miscellaneous Credits to Retained Earnings	0	0	6
<b>Balance--End of Year</b>	<b><u>12,003,325</u></b>	<b><u>10,900,120</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 )*			1
Basic Area Revenue (5001 )	3,097,188	3,010,026	2
Optional Extended Area Revenue (5002 )	294	34	3
Cellular Mobile Revenue (5003 )		0	4
Other Mobile Services Revenue (5004 )		0	5
Public Telephone Revenue (5010 )		0	6
Local Private Line Revenue (5040 )	43,850	8,189	7 d
Customer Premises Revenue (5050 )	131	414	8
Other Local Exchange Revenue (5060 )	1,155,075	966,266	9
Other Local Exchange Revenue Settlements (5069 )		0	10
<b>TOTAL BASIC LOCAL SERVICE REVENUE (5000)</b>	<b>4,296,538</b>	<b>3,984,929</b>	
<b>NETWORK INTERSTATE ACCESS SERVICES REV.</b>			
End User Revenue (5081 )*	506,878	482,693	11
Switched Access Revenue (5082 )*	1,530,624	1,426,266	12
Special Access Revenue (5083 )*	227,413	284,150	13
<b>TOTAL INTERSTATE ACCESS REVENUES (5080)</b>	<b>2,264,915</b>	<b>2,193,109</b>	
<b>NETWORK INTRASTATE ACCESS SERVICES REV.</b>			
End User Revenue (5084.1)*		0	14
Switched Access Revenue (5084.2)*	1,408,143	1,401,730	15
Special Access Revenue (5084.3)*	266,484	212,641	16 g
<b>TOTAL INTRASTATE ACCESS REVENUES (5084)</b>	<b>1,674,627</b>	<b>1,614,371</b>	
<b>LONG DISTANCE NETWORK SERVICES MESSAGE REV.</b>			
Long Distance Message Revenue (5100 )*		0	17
Long Distance Inward-Only Revenue (5111 )		0	18
Long Distance Outward-Only Revenue (5112 )		0	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 )		0	20
Voice Grade Revenue (5122 )		0	21
Audio Program Grade Revenue (5123 )		0	22
Video Program Grade Revenue (5124 )		0	23
Digital Transmission Revenue (5125 )		0	24
Switching Revenue (5126 )		0	25
Other Revenue (5128 )		0	26
Other Revenue Settlements (5129 )		0	27
<b>Total Long Distance Private Network Revenue</b>	<b>0</b>	<b>0</b>	
Other Long Distance Revenue (5160 )		0	28
Other Long Distance Revenue Settlements (5169 )		0	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 )*	162,759	166,242	<b>30</b>
Rent Revenue (5240 )*	154,713	110,604	<b>31 h</b>
Corporate Operations Revenue (5250 )*		0	<b>32</b>
<b>Miscellaneous:</b>			
Miscellaneous Revenue (5260 )*			<b>33</b>
Special Billing Arrangements Revenue (5261 )		412	<b>34</b>
Customer Operations Revenue (5262 )		0	<b>35</b>
Plant Operations Revenue (5263 )		0	<b>36</b>
Other Incidental Regulated Revenue (5264 )	32,791	28,303	<b>37</b>
Other Revenue Settlements (5269 )	176	1,538	<b>38</b>
<b>Total Miscellaneous Revenue (5260)</b>	<b>32,967</b>	<b>30,253</b>	
Interstate Billing and Collection Revenue*	76,657	86,243	<b>39</b>
Intrastate Billing and Collection Revenue*	133,122	165,241	<b>40</b>
<b>Total Carrier Billing and Collection Revenue (5270)*</b>	<b>209,779</b>	<b>251,484</b>	
Nonregulated Operating Revenue (5280 )**			<b>41</b>
<b>TOTAL MISCELLANEOUS REVENUES</b>	<b>560,218</b>	<b>558,583</b>	
<b>GROSS OPERATING REVENUES</b>	<b>8,796,298</b>	<b>8,350,992</b>	
<b>UNCOLLECTIBLE REVENUES</b>			
Uncollectible Revenue (5300 )*			<b>42</b>
Uncollectible Revenue--Telecommunications (5301 )	25,333	18,447	<b>43</b>
Uncollectible Revenue--Other (5302 )		(5,615)	<b>44</b>
<b>TOTAL UNCOLLECTIBLE REVENUE (5300)</b>	<b>25,333</b>	<b>12,832</b>	
<b>TOTAL OPERATING REVENUES</b>	<b>8,770,965</b>	<b>8,338,160</b>	

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

**EXPENSES - CLASS A & B**

Particulars (a)	Total This Year (b)	Total Last Year (c)	
<b>PLANT SPECIFIC OPERATIONS EXPENSE</b>			
Total Network Support Expense ( 6110 )	25,203	13,757	1
Less: Nonregulated		0	2 i
<b>Net Regulated</b>	<b>25,203</b>	<b>13,757</b>	<b>3</b>
Total General Support Expense ( 6120 )	77,345	76,783	4
Less: Nonregulated		0	5
<b>Net Regulated</b>	<b>77,345</b>	<b>76,783</b>	<b>6</b>
Total Central Office Switching Expense ( 6210 )	282,580	226,374	7
Less: Nonregulated		0	8 j
<b>Net Regulated</b>	<b>282,580</b>	<b>226,374</b>	<b>9</b>
Total Operator Systems Expense ( 6220 )		0	10
Less: Nonregulated		0	11
<b>Net Regulated</b>	<b>0</b>	<b>0</b>	<b>12</b>
Total Central Office Transmission Expenses ( 6230 )	81,323	70,804	13
Less: Nonregulated		0	14
<b>Net Regulated</b>	<b>81,323</b>	<b>70,804</b>	<b>15</b>
Total Information Orig. / Term. Expense ( 6310 )		0	16
Less: Nonregulated		0	17
<b>Net Regulated</b>	<b>0</b>	<b>0</b>	<b>18</b>
Total Cable and Wire Fac. Expense ( 6410 )	321,646	277,239	19
Less: Nonregulated		0	20
<b>Net Regulated</b>	<b>321,646</b>	<b>277,239</b>	<b>21</b>
<b>TOTAL PLANT SPECIFIC OPERATIONS EXPENSE</b>	<b>788,097</b>	<b>664,957</b>	
<b>Less: Nonregulated</b>	<b>0</b>	<b>0</b>	
<b>Net Regulated</b>	<b>788,097</b>	<b>664,957</b>	
<b>PLANT NONSPECIFIC OPERATIONS EXPENSE</b>			
Total Other Property, Plant and Equip. Exp. ( 6510 )	21,668	19,069	22
Less: Nonregulated		0	23
<b>Net Regulated</b>	<b>21,668</b>	<b>19,069</b>	<b>24</b>
Total Network Operations Expense ( 6530 )	500,552	449,899	25
Less: Nonregulated		0	26
<b>Net Regulated</b>	<b>500,552</b>	<b>449,899</b>	<b>27</b>
Access Expense ( 6540 )	89,181	58,676	28
Less: Nonregulated		0	29 k
<b>Net Regulated</b>	<b>89,181</b>	<b>58,676</b>	<b>30</b>
Total Depreciation and Amortization Expense ( 6560 )	2,204,184	1,905,665	31
Less: Nonregulated		0	32
<b>Net Regulated</b>	<b>2,204,184</b>	<b>1,905,665</b>	<b>33</b>
<b>TOTAL PLANT NONSPECIFIC OPERATIONS EXP.</b>	<b>2,815,585</b>	<b>2,433,309</b>	
<b>Less: Nonregulated</b>	<b>0</b>	<b>0</b>	
<b>Net Regulated</b>	<b>2,815,585</b>	<b>2,433,309</b>	

**EXPENSES - CLASS A & B**

Particulars (a)	Total This Year (b)	Total Last Year (c)	
<b>CUSTOMER OPERATIONS EXPENSE</b>			
Total Marketing ( 6610 )	383,757	352,642	34
Less: Nonregulated		0	35
<b>Net Regulated</b>	<b>383,757</b>	<b>352,642</b>	<b>36</b>
<hr/>			
Total Services ( 6620 )	928,283	841,166	37
Less: Nonregulated		0	38
<b>Net Regulated</b>	<b>928,283</b>	<b>841,166</b>	<b>39</b>
<hr/>			
<b>TOTAL CUSTOMER OPERATIONS EXPENSE</b>	<b>1,312,040</b>	<b>1,193,808</b>	
<b>Less: Nonregulated</b>	<b>0</b>	<b>0</b>	
<b>Net Regulated</b>	<b>1,312,040</b>	<b>1,193,808</b>	
<hr/>			
<b>CORPORATE OPERATIONS EXPENSE</b>			
Total Exec. and Planning ( 6710 )	205,742	195,704	40
Less: Nonregulated		0	41
<b>Net Regulated</b>	<b>205,742</b>	<b>195,704</b>	<b>42</b>
<hr/>			
Total General and Administrative ( 6720 )	1,002,924	999,390	43
Less: Nonregulated		0	44
<b>Net Regulated</b>	<b>1,002,924</b>	<b>999,390</b>	<b>45</b>
<hr/>			
Provision for Uncollectible Notes Receiv. ( 6790 )	0	0	46
Less: Nonregulated		0	47
<b>Net Regulated</b>	<b>0</b>	<b>0</b>	<b>48</b>
<hr/>			
<b>TOTAL CORPORATE OPERATIONS EXPENSE</b>	<b>1,208,666</b>	<b>1,195,094</b>	
<b>Less: Nonregulated</b>	<b>0</b>	<b>0</b>	
<b>Net Regulated</b>	<b>1,208,666</b>	<b>1,195,094</b>	
<hr/>			
<b>TOTAL EXPENSES</b>	<b>6,124,388</b>	<b>5,487,168</b>	
<b>Less: Nonregulated</b>	<b>0</b>	<b>0</b>	
<b>Net Regulated</b>	<b>6,124,388</b>	<b>5,487,168</b>	

**EXPENSES - CLASS A & B (DETAIL)**

Particulars (a)	Total This Year (b)	Total Last Year (c)	
Property Held for Future Tele. Use Exp. ( 6511 )		0	1
Provisioning Expense ( 6512 )	21,668	19,069	2
<b>Total: Reported in Account 6510</b>	<b>21,668</b>	<b>19,069</b>	
Depreciat. Exp.--Tele. Plant in Service ( 6561 )	2,202,019	1,903,500	3
Depreciat. Exp.--Prop. Held for Future Tele. Use ( 6562		0	4
Amortization Expense--Tangible ( 6563 )		0	5
Amortization Expense--Intangible ( 6564 )		0	6
Amortization Expense--Other ( 6565 )	2,165	2,165	7
<b>Total: Reported in Account 6560</b>	<b>2,204,184</b>	<b>1,905,665</b>	

### CALCULATION OF ASSESSABLE REVENUES FOR REMAINDER AND TELEPHONE RELAY ASSESSMENT PURPOSES

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

Description (a)	This Year (b)	
Gross Operating Revenues	8,796,298	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)	(2,868)	4
Less: Nonregulated Operating Revenue (included in Gross Oper. Rev. on Line 1)		5
Plus: Nonregulated Net Write Off Amount (included on lines 2 and 3)		6
Less: Out-of-State Operating Revenues (included in Gross Oper. Rev. on Line 1)		7
Plus (or Less) Other (please specify): NONE	0	8
<b>Assessable Revenues for Remainder and Telephone Relay Assessment Purposes</b>	<b><u>8,793,430</u></b>	

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

Description (a)	This Year (b)	
Total Basic Local Service Revenue (5000)	4,296,538	1
Plus: Total Intrastate Access Revenues (5084)	1,674,627	2
Plus: Total Long Distance Network Services Revenue	0	3
Less: Out-of-State Operating Revenues (included in the above lines)		4
Plus: Intrastate Payphone Revenues		5
Plus (or Less) Other (please specify): none	0	6
<b>Assessable Revenues for Universal Service Fund Assessment Purposes</b>	<b><u>5,971,165</u></b>	

### CALCULATION OF ASSESSABLE REVENUES FOR REMAINDER AND TELEPHONE RELAY ASSESSMENT PURPOSES

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

Description (a)	This Year (b)	
Gross Operating Revenues	8,796,298	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)	(2,868)	4
Less: Nonregulated Operating Revenue (included in Gross Oper. Rev. on Line 1)		5
Plus: Nonregulated Net Write Off Amount (included on lines 2 and 3)		6
Less: Out-of-State Operating Revenues (included in Gross Oper. Rev. on Line 1)		7
Plus (or Less) Other (please specify): NONE	0	8
<b>Assessable Revenues for Remainder and Telephone Relay Assessment Purposes</b>	<b><u>8,793,430</u></b>	

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

Description (a)	This Year (b)	
Total Basic Local Service Revenue (5000)	4,296,538	1
Plus: Total Intrastate Access Revenues (5084)	1,674,627	2
Plus: Total Long Distance Network Services Revenue	0	3
Less: Out-of-State Operating Revenues (included in the above lines)		4
Plus: Intrastate Payphone Revenues		5
Plus (or Less) Other (please specify): none	0	6
<b>Assessable Revenues for Universal Service Fund Assessment Purposes</b>	<b><u>5,971,165</u></b>	

**OTHER INCOME ACCOUNTS**

Particulars (a)	This Year (b)	Last Year (c)	
<b>OTHER OPERATING INCOME AND EXPENSE</b>			
Total Other Oper. Income and (Expense) (7100 )	(2,868)	16,723	1
<b>OPERATING TAXES</b>			
Operating Investment Tax Credits--Net (7210 )		0	2
Operating Federal Income Taxes (7220 )	373,092	569,158	3
Operating State and Local Income Taxes (7230 )	80,588	148,344	4
Operating Other Taxes (7240 )	516,328	495,481	5
Provision for Deferred Operating Income Taxes--Net (7250 )	248,998	135,888	6
<b>TOTAL OPERATING TAXES (7200)</b>	<b>1,219,006</b>	<b>1,348,871</b>	
<b>NONOPERATING INCOME AND EXPENSE</b>			
Dividend Income (7310 )	110	145	7
Interest Income (7320 )	25,320	21,669	8
Income from Sinking and Other Funds (7330 )		0	9
Allowance for Funds Used During Construction (7340 )	27,744	40,339	10
Gains or (Losses) from the Disposition of Certain Property (7350 )		0	11
Other Nonoperating Income (7360 )	(94)	0	12
Special Charges (7370 )	14,480	8,125	13
<b>TOTAL NONOPERATING INCOME AND EXPENSE (7300)</b>	<b>38,600</b>	<b>54,028</b>	
<b>NONOPERATING TAXES</b>			
Total Nonoperating Taxes (7400 )	13,589	16,940	14
<b>INTEREST AND RELATED ITEMS</b>			
Total Interest and Related Items (7500 )	369,623	279,571	15
<b>EXTRAORDINARY ITEMS</b>			
Extraordinary Items (7600 )		0	16
<b>NONREGULATED NET INCOME</b>			
Nonregulated Net Income (7990 )	23,114	54,470	17

## NONREGULATED ACTIVITIES

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

<b>Nonregulated Activity (a)</b>	
Sale and leasing of mobile equipment where the tariff allows.	1
Sale and leasing of pager equipment where the tariff allows.	2
Sale, installation and maintenance of Direct Broadcast Satellite(DBS).	3
Sale, leasing, installation and maintenance of 1&2 line phones.	4
Sale, leasing, installation and maintenance of Data Modems.	5
Sale, leasing, installation and maintenance of key systems.	6
Sale, leasing, installation and maintenance of PBXs.	7

### DISTRIBUTION OF SALARIES AND WAGES

Description (a)	Amount (b)	
Regulated Expense	569,403	1
All Other Accounts	322,522	2
<b>Total Salaries and Wages</b>	<b>891,925</b>	3

### 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			2
Extended Community Calling			3
Other Local-Undefined	1,833	10,672	4
<b>Total Local</b>	<b>1,833</b>	<b>10,672</b>	
<b>TOLL</b>			
Toll	931	3,847	5
<b>Total Toll</b>	<b>931</b>	<b>3,847</b>	
<b>Total Local &amp; Toll</b>	<b>2,764</b>	<b>14,519</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.					2
Feature Group B -- Orig.	3				3
Feature Group B -- Term.	1	1	3		4
Feature Group C -- Orig.					5
Feature Group C -- Term.					6
Feature Group D -- Orig.	8,927	7,325	6,994	3	7
Feature Group D -- Term.	7,425	5,547	6,909	2	8

**OUTSIDE PLANT STATISTICS AT END OF YEAR**

Description of Item (a)	Amount (b)	
Sheath miles of plant - fiber optics	203	1
Strand miles of plant - fiber optics	4,328	2
Route miles of plant - microwave	0	3

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

Circuit Type (a)	InterLATA Chan. Terms. (b)	IntraLATA Chan. Terms. (c)	
Voice grade	14	33	1
56 kbps	19	6	2
64 kbps (DS0)	0	0	3 c
1.54 Mbps (DS-1)	28	4	4
45 Mbps (DS-3)	0	2	5 c
SONET OC-1			6
SONET OC-3			7
SONET OC-12			8
SONET OC-48			9
SONET OC-192			10

**OUTSIDE PLANT STATISTICS AT END OF YEAR**

Description of Item (a)	Amount (b)	
Sheath miles of plant - fiber optics	203	1
Strand miles of plant - fiber optics	4,328	2
Route miles of plant - microwave	0	3

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

Circuit Type (a)	InterLATA Chan. Terms. (b)	IntraLATA Chan. Terms. (c)	
Voice grade	14	33	1
56 kbps	19	6	2
64 kbps (DS0)	0	0	3 c
1.54 Mbps (DS-1)	28	4	4
45 Mbps (DS-3)	0	2	5 c
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)	
<b>Business</b>			
1 Party	982	986	<b>3</b>
2 Party	0	0	<b>4</b>
4 Party	0	0	<b>5</b>
PBX Trunks/System Trunks	122	69	<b>6</b>
Centrex Trunks	0	0	<b>7</b>
Centrex Lines	924	829	<b>8</b>
Key System Trunks	168	145	<b>9</b>
Mobile (Utility Provided Service)	0	0	<b>10</b>
Paging (Utility Provided Service)	0	0	<b>11</b>
FX-Out (Switched)	0	0	<b>12</b>
Pay Telephone	2	0	<b>13</b>
Coin-Operated Pay Telephone	0	0	<b>14</b>
Independent Pay Telephone Provider	0	0	<b>15</b>
Pay Stations - Public	0	0	<b>16</b>
- Semi-Public	0	0	<b>17</b>
- Cust. Owned	0	0	<b>18</b>
Other	0	0	<b>19</b>
<b>Total Business Lines</b>	<b>2,198</b>	<b>2,029</b>	<b>20</b>
<b>Residential (Incl. Emp. Concess.)</b>			
1 Party	8,150	8,420	<b>22</b>
2 Party	0	0	<b>23</b>
4 Party	0	0	<b>24</b>
FX-Out (Switched)	2	2	<b>25</b>
Other	0	2	<b>26</b>
<b>Total Residential Lines</b>	<b>8,152</b>	<b>8,424</b>	<b>27</b>
<b>Total Bus &amp; Res Lines</b>	<b>10,350</b>	<b>10,453</b>	<b>28</b>
Company Used Lines	316	344	<b>29</b>
<b>Total Lines Used</b>	<b>10,666</b>	<b>10,797</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	1	0	<b>3</b>
WATS Lines - 800 Service	1	0	<b>4</b>
FX-In-intraLATA	14	0	<b>5</b>
Special Access-intraLATA			<b>6</b>
(expressed in equiv. access lines)	1,450	1,479	<b>7</b>
Special Access-interLATA			<b>8</b>
(expressed in equiv. access lines)	538	705	<b>9</b>
Feature Group A Lines	0	0	<b>10</b>
Feature Group B Trunks	0	0	<b>11</b>
Feature Group C Trunks	0	0	<b>12</b>
Feature Group D Trunks	184	504	<b>13</b>
TSPS - Trunks	239	22	<b>14</b>
EAS - Trunks	504	648	<b>15</b>
Cellular Trunks (Pub. Sw. Net.)	0	0	<b>16</b>
Video Distance Learning			<b>17</b>
- discounted (special tariff)	1	1	<b>18</b>
<b>Customers</b>			
Business - 2 Party Customers	0	0	<b>20</b>
Business - 4 Party Customers	0	0	<b>21</b>
Residential - 2 Party Customers	0	0	<b>22</b>
Residential - 4 Party Customers	0	0	<b>23</b>
<b>Other</b>			
Total Central Office, Info. Orig./Term., & Cable			<b>25</b>
Wire Fac. Assets (based on physical location of plant)	27,893,209	30,084,341	<b>26</b>
Total Company Square Miles	1,054	1,054	<b>28</b>
Total Company Route Miles	1,253	1,260	<b>29</b>
Footnotes			<b>30</b>

### 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	0230	1295	2630	2960	1
<b>Business</b>					<b>2</b>
1 Party	167	49	133	81	3
2 Party	0	0	0	0	4
4 Party	0	0	0	0	5
PBX Trunks/System Trunks	9	0	0	0	6
Centrex Trunks	0	0	0	0	7
Centrex Lines	316	0	73	11	8
Key System Trunks	31	8	16	3	9
Mobile (utility provided service)	0	0	0	0	10
Paging (utility provided service)	0	0	0	0	11
FX-Out (Switched)	0	0	0	0	12
Pay Telephone	0	0	0	0	13
Coin-Operated Pay Telephone	0	0	0	0	14
Independent Pay Telephone Provider	0	0	0	0	15
Pay Stations - Public	0	0	0	0	16
- Semi-Public	0	0	0	0	17
- Cust. Owned	0	0	0	0	18
Other	0	0	0	0	19
<b>Total Business Lines</b>	<b>523</b>	<b>57</b>	<b>222</b>	<b>95</b>	<b>20</b>
<b>Residential (Incl. Emp. Concess.)</b>					<b>21</b>
1 Party	1,296	435	1,404	984	22
2 Party	0	0	0	0	23
4 Party	0	0	0	0	24
FX-Out (Switched)	1	0	0	0	25
Other	0	0	0	1	26
<b>Total Residential Lines</b>	<b>1,297</b>	<b>435</b>	<b>1,404</b>	<b>985</b>	<b>27</b>
<b>Total Bus &amp; Res Lines</b>	<b>1,820</b>	<b>492</b>	<b>1,626</b>	<b>1,080</b>	<b>28</b>
Company Used Lines	42	0	72	19	29
<b>Total Lines Used</b>	<b>1,862</b>	<b>492</b>	<b>1,698</b>	<b>1,099</b>	<b>30</b>

### 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	3395	3640	4220	5510	1
<b>Business</b>					<b>2</b>
1 Party	76	315	161	4	3
2 Party	0	0	0	0	4
4 Party	0	0	0	0	5
PBX Trunks/System Trunks	21	39	0	0	6
Centrex Trunks	0	0	0	0	7
Centrex Lines	0	168	111	150	8
Key System Trunks	22	23	16	26	9
Mobile (utility provided service)	0	0	0	0	10
Paging (utility provided service)	0	0	0	0	11
FX-Out (Switched)	0	0	0	0	12
Pay Telephone	0	0	0	0	13
Coin-Operated Pay Telephone	0	0	0	0	14
Independent Pay Telephone Provider	0	0	0	0	15
Pay Stations - Public	0	0	0	0	16
- Semi-Public	0	0	0	0	17
- Cust. Owned	0	0	0	0	18
Other	0	0	0	0	19
<b>Total Business Lines</b>	<b>119</b>	<b>545</b>	<b>288</b>	<b>180</b>	<b>20</b>
<b>Residential (Incl. Emp. Concess.)</b>					<b>21</b>
1 Party	117	2,115	1,385	684	22
2 Party	0	0	0	0	23
4 Party	0	0	0	0	24
FX-Out (Switched)	0	1	0	0	25
Other	0	0	0	1	26
<b>Total Residential Lines</b>	<b>117</b>	<b>2,116</b>	<b>1,385</b>	<b>685</b>	<b>27</b>
<b>Total Bus &amp; Res Lines</b>	<b>236</b>	<b>2,661</b>	<b>1,673</b>	<b>865</b>	<b>28</b>
Company Used Lines	0	57	32	122	29
<b>Total Lines Used</b>	<b>236</b>	<b>2,718</b>	<b>1,705</b>	<b>987</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	0230	1295	2630	2960	1
<b>Miscellaneous</b>					<b>2</b>
WATS Lines - OutWATS	0	0	0	0	3
WATS Lines - 800 Service	0	0	0	0	4
FX-In-intraLATA	0	0	0	0	5
Special Access-intraLATA					6
(equiv. access lines)	703	2	31	1	7
Special Access-interLATA					8
(equiv. access lines)	245	0	26	2	9
Feature Group A Lines	0	0	0	0	10
Feature Group B Trunks	0	0	0	0	11
Feature Group C Trunks	0	0	0	0	12
Feature Group D Trunks	0	0	384	0	13
TSPS - Trunks	0	0	11	0	14
EAS - Trunks	0	0	552	0	15
Cellular Trunks (Pub. Sw. Net.)	0	0	0	0	16
Video Distance Learning					17
- discounted (special tariff)	0	0	0	0	18
<b>Customers</b>					<b>19</b>
Business - 2 Party Customers	0	0	0	0	20
Business - 4 Party Customers	0	0	0	0	21
Residential - 2 Party Customers	0	0	0	0	22
Residential - 4 Party Customers	0	0	0	0	23
<b>Other</b>					<b>24</b>
Exchange C.O., Info. Orig./Term., & Cable					25
Wire Fac. Assets (based on physical					26
location of plant)	5,277,674	891,905	5,722,616	2,333,208	27
Exchange Square Miles	109	57	125	75	28
Exchange Route Miles	187	68	218	147	29
Footnotes					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	3395	3640	4220	5510	1
<b>Miscellaneous</b>					<b>2</b>
WATS Lines - OutWATS	0	0	0	0	3
WATS Lines - 800 Service	0	0	0	0	4
FX-In-intraLATA	0	0	0	0	5
Special Access-intraLATA					6
(equiv. access lines)	1	707	28	6	7
Special Access-interLATA					8
(equiv. access lines)	78	319	27	8	9
Feature Group A Lines	0	0	0	0	10
Feature Group B Trunks	0	0	0	0	11
Feature Group C Trunks	0	0	0	0	12
Feature Group D Trunks	0	120	0	0	13
TSPS - Trunks	0	11	0	0	14
EAS - Trunks	0	96	0	0	15
Cellular Trunks (Pub. Sw. Net.)	0	0	0	0	16
Video Distance Learning					17
- discounted (special tariff)	0	1	0	0	18
<b>Customers</b>					<b>19</b>
Business - 2 Party Customers	0	0	0	0	20
Business - 4 Party Customers	0	0	0	0	21
Residential - 2 Party Customers	0	0	0	0	22
Residential - 4 Party Customers	0	0	0	0	23
<b>Other</b>					<b>24</b>
Exchange C.O., Info. Orig./Term., & Cable					25
Wire Fac. Assets (based on physical					26
location of plant)	346,581	6,470,335	4,729,379	4,312,643	27
Exchange Square Miles	6	207	421	54	28
Exchange Route Miles	22	265	243	110	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

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### 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.

<b>Description (a)</b>	<b>Central Off. (b)</b>	<b>Central Off. (c)</b>	<b>Central Off. (d)</b>	<b>Central Off. (e)</b>	
Exchange Name	AUBURNDALE	CRANMOOR	JUNCTION CITY	LINDSEY	<b>1</b>
PSCW Exchange ID	0230	1295	2630	2960	<b>2</b>
Central Office Name	AUBURNDALE	CRANMOOR	JUNCTION CITY	LINDSEY	<b>3</b>
PSCW Central Office ID	1	1	1	1	<b>4</b>
Manufacturer of COE (Page 54)	ATT/LUC	SW	ATT	ATT/LUC	<b>5</b>
Year COE Installed	1998	0	1996	1998	<b>6</b>
Type of Equipment (Page 54)	D	SW	D	D	<b>7</b>
(S)tandalone, (H)ost, (R)emote	R	R	H	R	<b>8</b>
Remote Host PSCW Exchange ID	2630	5970		2630	<b>9</b>
Remote Host PSCW Central Office ID	1	1		1	<b>10</b>
COE Generic Software Release No.	RMT	Switcher	11.	RMT	<b>11</b>
SS7?	Yes	Yes	Yes	Yes	<b>12</b>
9-1-1?	Yes	Yes	Yes	Yes	<b>13</b>
Access Lines - In Use	1,877	477	1,853	1,044	<b>14</b>
- Equipped	2,018	477	2,302	1,044	<b>15</b>
- Wired	2,326	477	2,408	1,152	<b>16</b>
Trunks - In Use	0	0	731	0	<b>17</b>
- Equipped	0	0	840	0	<b>18</b>
- Wired	0	0	840	0	<b>19</b>
ISDN Available?	Yes	No	Yes	Yes	<b>20</b>
ISDN Lines - In Use (BRI)	0	0	6	0	<b>21</b>
- In Use (PRI)	10	0	0	0	<b>22</b>
Switched 56 Service?	Yes	No	Yes	Yes	<b>23</b>
Switched 56 lines in use	0	0	0	0	<b>24</b>
Digital Transmission Facilities: DS-1 - In Use	28	0	246	78	<b>25</b>
DS-3 - In Use	14	0	9	3	<b>26</b>
Advanced Data Service Available:					
Packet Switching?	No	No	No	No	<b>27</b>
SMDS?	No	No	No	No	<b>28</b>
Frame Relay?	No	No	No	No	<b>29</b>
ATM (Asynchronous Trans. Mode)?	No	No	No	No	<b>30</b>
Video Information - Service Available?	No	No	No	No	<b>31</b>
- In Use (# lines) <sup>1</sup>	0	0	0	0	<b>32</b>
Fiber Transmission Facilities:					
No. of fiber strands entering C.O.	192	0	96	68	<b>33</b>
No. of fiber strands working (LIT) in C.O.	36	0	4	22	<b>34</b>
No. of fiber strands for interoffice use	52	0	40	20	<b>35</b>
Miles of fiber sheath in wire center	54	0	28	24	<b>36</b>
Access Tandem Serving this C.O.:					
- C.O. Name	STEVENS POINT	WISCONSIN RAPIDS	STEVENS POINT	STEVENS POINT	<b>37</b>
- PSCW C.O. ID	5140-01	5970-01	5140-01	5140-01	<b>38</b>
Does this C.O. do access tandem switching?	No	No	No	No	<b>39</b>
Equal Access: InterLATA (1+)?	Yes	Yes	Yes	Yes	<b>40</b>
Equal Access: IntraLATA (1+)?	No	No	No	No	<b>41</b>
Footnotes					<b>42</b>

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

**CENTRAL OFFICE DATA - END OF YEAR**

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

<b>Description (a)</b>	<b>Central Off. (b)</b>	<b>Central Off. (c)</b>	<b>Central Off. (d)</b>	<b>Central Off. (e)</b>	
Exchange Name	MILL CREEK	NECEDAH	PITTSVILLE	VESPER	<b>1</b>
PSCW Exchange ID	3395	3640	4220	5510	<b>2</b>
Central Office Name	MILL CREEK	NECEDAH	PITTSVILLE	VESPER	<b>3</b>
PSCW Central Office ID	1	1	1	1	<b>4</b>
Manufacturer of COE (Page 54)	SW	ATT/LUC	ATT/LUC	ATT/LUC	<b>5</b>
Year COE Installed	0	1998	1998	1998	<b>6</b>
Type of Equipment (Page 54)	SW	D	D	D	<b>7</b>
(S)tandalone, (H)ost, (R)emote	R	R	R	R	<b>8</b>
Remote Host PSCW Exchange ID	3210	2630	2630	2630	<b>9</b>
Remote Host PSCW Central Office ID	1	1	1	1	<b>10</b>
COE Generic Software Release No.	Switcher	RMT	RMT	RMT	<b>11</b>
SS7?	Yes	Yes	Yes	Yes	<b>12</b>
9-1-1?	Yes	Yes	Yes	Yes	<b>13</b>
Access Lines - In Use	224	2,791	1,727	768	<b>14</b>
- Equipped	224	3,019	1,848	768	<b>15</b>
- Wired	224	3,469	1,848	768	<b>16</b>
Trunks - In Use	0	227	0	0	<b>17</b>
- Equipped	0	240	0	0	<b>18</b>
- Wired	0	480	0	0	<b>19</b>
ISDN Available?	No	Yes	Yes	Yes	<b>20</b>
ISDN Lines - In Use (BRI)	0	0	0	0	<b>21</b>
- In Use (PRI)	0	0	0	0	<b>22</b>
Switched 56 Service?	No	Yes	Yes	Yes	<b>23</b>
Switched 56 lines in use	0	0	0	0	<b>24</b>
Digital Transmission Facilities: DS-1 - In Use	0	20	22	77	<b>25</b>
DS-3 - In Use	0	2	1	3	<b>26</b>
Advanced Data Service Available:					
Packet Switching?	No	No	No	No	<b>27</b>
SMDS?	No	No	No	No	<b>28</b>
Frame Relay?	No	No	No	No	<b>29</b>
ATM (Asynchronous Trans. Mode)?	No	No	No	No	<b>30</b>
Video Information - Service Available?	No	Yes	No	No	<b>31</b>
- In Use (# lines) <sup>1</sup>	0	1	0	0	<b>32</b>
Fiber Transmission Facilities:					
No. of fiber strands entering C.O.	0	160	88	48	<b>33</b>
No. of fiber strands working (LIT) in C.O.	0	32	12	20	<b>34</b>
No. of fiber strands for interoffice use	0	20	16	28	<b>35</b>
Miles of fiber sheath in wire center	0	44	33	20	<b>36</b>
Access Tandem Serving this C.O.:					
- C.O. Name	WAUSAU	MADISON	STEVENS POINT	STEVENS POINT	<b>37</b>
- PSCW C.O. ID	5700-01	3080-01	5140-01	5140-01	<b>38</b>
Does this C.O. do access tandem switching?	No	No	No	No	<b>39</b>
Equal Access: InterLATA (1+)?	Yes	Yes	Yes	Yes	<b>40</b>
Equal Access: IntraLATA (1+)?	No	No	No	No	<b>41</b>
Footnotes					<b>42</b>

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

## GENERAL, SCHEDULE LEVEL AND SCHEDULE LINE FOOTNOTES

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### General Footnote

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### Schedule Footnotes

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### Schedule Line Footnotes

- a) Contact John Erpenbach at (608)664-4289 with questions on page 47, page 48, page 49 special access circuits only, page 50, page 51 lines 1-9, page 52 and page 53 lines 1-9. Contact Dave Esser at (608)664-4530 with questions on page 49 outside plant only, page 51 lines 10-30 and page 55.
- b) Accumulated depreciation is greater than the asset balance because per the WI PSC, we are allowed to depreciate more than 100% of this account group.
- c) We dont have this type of Circuit in service.
- d) Increase is due to the addition of new services.
- e) Amounts listed on pages 23 and 25, in column (g) and pages 27 and 29, column (k) are reclasses between accounts or transfers with affiliates.
- f) The dollars showing in a/c 2113 - Aircraft actually consist of general suport assets under \$2,000 and are the result of the FCC docket No. 95-60 for accounting and reporting general support assets under \$2,000.
- g) Increase due to rate increases.
- h) Increase due to additional distance learning rent contracts.
  - i) Increased vehicle and maintenance costs.
  - j) Increase in rent of switching equipment.
- k) Increase in USF Teach program.