



4004

ANNUAL REPORT

OF

Name: BAYLAND TELEPHONE, INC.

Principal Office: 2711 E. FRONTAGE ROAD
P.O. BOX 200
ABRAMS, WI 54101-0200

For the Year Ended: DECEMBER 31, 2001

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. The annual report due date is April 1 of the following year. (Example: The 2001 report is due April 1, 2002.) If that date falls on a weekend or holiday, the annual report is due the following business day.
2. **Electronic filing via e-mail is required.** Go to the Public Service Commission of Wisconsin's web page at <http://psc.wi.gov>, click on Telecommunications and click on Annual Report for Incumbent Local Exchange Carriers (LECs).
3. LEC entities with no revenues for the report year are required to file a LEC annual report.
4. Unless otherwise indicated, the information requested in this report should be taken from the accounts and other records of the utility in conformity with the Uniform System of Accounts prescribed by the Public Service Commission 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.
5. 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.
6. 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.
7. Numeric items are limited to digits (0-9). A minus sign "-" should be entered in the software program to indicate negative values. The program will convert the minus sign to parentheses if 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.
8. Please report all dollar amounts to the nearest whole dollar.
9. This annual report should be complete in all respects. Unless otherwise authorized, avoid references to returns of former years or to other reports.
10. Wherever schedules call for data from the previous year and such data were reported in the previous annual report, the 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.
11. 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.
12. The LEC annual report program incorporates provisional confidentiality capability for selected items, based on the Commission's confidentiality determination dated February 5, 2002.
13. It is not necessary to sign the signature page.
14. **Edit Check, Confidential Listing, Exported Annual Report, and Export Status Files;
Filing the Completed Report:**

GENERAL RULES FOR REPORTING

Program edit checks, which are located under the Admin dropdown menu, should be run at the completion of data entry. Each edit problem lists pertinent schedule(s) as well as the nature of the problem (such as "does not equal"). Edit items should be reviewed and corrected; unresolved problems should be footnoted in the report, if necessary. This screen automatically saves the edit checks to an .edt file that may be viewed and edited (for purposes of adding necessary notations) using a word processing package such as WordPad.

The confidential listing, which is located under the Admin dropdown menu, should also be run at the completion of data entry. This will create a .clf file.

Select the annual report to export from the Main-Report Selection window. Click Admin, Export Data to PSC to start the export process. This will create an .mdb file, which will subsequently be encrypted to a file with an .sen extension. An export status file is also created (with a .txt extension). The export status report file may also be viewed in a word processing package such as WordPad. If you encounter any export errors, please contact the Commission for assistance.

The .edt, .clf, .sen, and .txt files will be zipped to a file with a .zip extension. An e-mail message will be created, addressed to pscrcs@psc.state.wi.us. The .zip file is automatically attached to the e-mail message. After the e-mail is created, it will automatically be sent to the Commission.

Once received and processed by the Commission, you will receive a response indicating that your annual report has been received and is being processed. You will be notified if there are any problems with the annual report filing.

15. Name Changes:

If a name change is identified in the report, documents from the State of Wisconsin Department of Financial Institutions (DFI) also must be submitted to the Commission:

A domestic corporation should send a copy of the stamped page from its Articles of Amendment as filed with DFI. A foreign corporation should send a copy of their Amended Certificate of Authority as issued by DFI.

These documents can be obtained by:

1. Calling DFI at (608) 261-7577;
2. Contacting DFI on the web at www.wdfi.org; or
3. By writing to DFI at P.O. Box 7846, Madison, WI 53707-7846.

While the electronic annual report filing may detail the name change (i.e., date of the change and the affected entities with their respective four-digit Commission utility identification numbers), a name change is not effective in the Commission's records until a separate notification letter is sent to the Commission including documentation to confirm registration of that change with the State of Wisconsin Department of Financial Institutions.

16. Changes to the Annual Report Subsequent to Filing:

If making revisions to the report subsequent to filing with the Commission, resubmit the report via e-mail following the procedures set forth above in item number 14. New edit check, confidential listing, exported annual report, and export status files should be created as a result of the revisions.

SIGNATURE PAGE

I MR. ROGER HERMSEN of
(Person responsible for accounts)

BAYLAND TELEPHONE, INC. , 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.

MR. ROGER HERMSEN 03/29/2002
(Person responsible for accounts) (Date)

PRESIDENT
(Title)

TABLE OF CONTENTS

Schedule Name	Page
Cover Page	1
General Rules for Reporting	2
Signature Page	3
Table of Contents	4
Annual Telecommunications Report Glossary of Terms	5
Abbreviations Used in Annual Reports	6
Identification and Ownership	7
Officers and Directors	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
Employee Data - End of Year	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

Access Line	Central office line equipment, or equivalent, and all outside plant facilities, or equivalent, required to connect the serving central office with the customer premises via physical connection, frequency transmission, and/or time slot transmission. From an engineering perspective, a channel connection is at a DS0 level. A DS0 level is a 4 KHz voice channel or a 64 kilobits per second digital channel.
Analog Signal	A signal that varies in a continuous manner such as voice or music. An analog signal must be contrasted with a digital signal which can assume only discrete values.
Cellular System	A high capacity land mobile radio system in which an assigned frequency spectrum is divided into discrete channels that are assigned to a cellular geographic serving area.
Central Office	A switching unit in a telephone system providing service to the general public, having the necessary equipment and operating arrangements for terminating and interconnecting lines and trunks.
Centrex	A service for customers with many stations that permits station-to-station dialing, one listed directory number for the customer, direct inward dialing to a particular station and station identification on outgoing calls. The switching functions are performed in a central office (stand alone, host or remote).
Channel	An electrical communications path between two or more points. A single pair of wires may provide more than one channel. A channel may also be provided by microwave.
Customer	A person who uses a telephone as a subscriber.
Digital Signal	A signal that has a limited number of discrete states. This may be contrasted with an analog signal that varies in a continuous manner and may have an infinite number of states.
Equal Access	The ability of the subscriber to use any long distance service by dialing the same number of digits.
Exchange	A defined area served by one or more central offices regardless of technical serving arrangements within which the company furnishes service at rates and rules prescribed for that area in the company's filed tariffs. The area is not necessarily marked by political boundaries or the location of host or remote switching units.
Extended Area Service (EAS)	The ability of a customer to call customers in other exchanges at no additional charge or at an additional charge per tariff.
Extended Community Calling (ECC)	The ability of a customer to call customers in other exchanges at rates usually above EAS rates but below toll rates for comparable distances. Rates generally include a duration element.
Feature Group A	Line-side originating and terminating LATA access for which an originating subscriber dials an assigned telephone number that connects to a specific interexchange carrier (IC). The IC returns a tone to signal the caller to input additional generated digits of the called number.

ANNUAL TELECOMMUNICATIONS REPORT GLOSSARY OF TERMS

Feature Group B	Trunk-side originating and terminating LATA access for which an originating subscriber dials a 950-WXXX number (where W=0, 1 and XXX is the carrier access code (CAC)), which is translated to a specific XXX carrier trunk group. Optional rotary dial service and ANI may be available.
Feature Group C	Trunk-side LATA access for AT&T-Communications generally on a direct basis between each end office (EO) and an AT&T-C switching system.
Feature Group D	Also referred to as equal access. It is trunk-side LATA access affording call supervision of an interexchange carrier, a uniform access code (10XXXXX), optional calling party identification, recording of access-charge billing details and presubscription to a customer specified interexchange carrier.
FX-IN	A nonswitched service where the customer of the company is connected to and receives switching service through central office equipment located in another exchange area.
FX-OUT	A switched service where facilities are provided from the central office out to the exchange boundary where it meets the line from a foreign exchange subscriber.
Host Switching System	A switching system that provides centralized control over most of the switching functions of one or more remote switching units. The host switching system usually provides trunk access to the operating company intraLATA networks.
Local Access Transport Area (LATA)	A geographic area within which an operating company may offer its telecommunications services.
Mobile Telephone	A service which provides radio telephone communication from a mobile vehicle to another vehicle or to a regular telephone.
Paging	A service which provides one-way signal or voice communication over a radio channel to a miniature receiver carried by the customer.
Pair	Two wires of a single circuit.
Pay Station	A telephone which normally requires all users to deposit one or more coins or use a credit card to complete a call.
Private Line Service	Channel or circuit rented for private use and not intended to be connected to the general distribution system.
Private Branch Exchange (PBX)	A manually, or operator controlled switching system, usually on the customer's premises, which serves that customer's telephones over a common group of lines from the central office.
Radio Common Carrier (RCC)	A company which furnishes public telecommunications service using one or more radio channels.
Remote Switching Unit (RSU)	An electronic switching system that is remote from its host or control office. All of the central control equipment for the RSU is located in the host switching system.

ANNUAL TELECOMMUNICATIONS REPORT GLOSSARY OF TERMS

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

ABBREVIATIONS USED IN ANNUAL REPORTS

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

IDENTIFICATION AND OWNERSHIP

Exact Utility Name: BAYLAND TELEPHONE, INC.
Utility Location: 2711 E. FRONTAGE ROAD
P.O. BOX 200
ABRAMS, WI 54101-0200

Utility Web Site Address: www.bayland.net

When was utility organized?: 01/01/1907

Report any change in name and the effective date:

Officer in charge of correspondence concerning this report

Name: MR ROGER L . HERMSEN
Title: PRESIDENT AND GENERAL MANAGER

Office Address: 2711 E. FRONTAGE ROAD
ABRAMS , WI 54101

Fax Number: (920) 826 - 5911
Telephone Number: (920) 826 - 5215
Email Address: rlherm@bayland.net

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

Name: MR. DENNIS E . HILDEBRANDT F
Title: CERTIFIED PUBLIC ACCOUNTANT
Firm: SIEPERT & CO. LLP
Office Address: 1920 WEST HART ROAD
BELOIT , WI 53511

Fax Number: (608) 364 - 8727
Telephone Number: (608) 365 - 2266
Email Address: dhildebrandt@charter.net

Person responsible for financial information contained in report

Name: MR. ROGER L . HERMSEN
Title: PRESIDENT AND GENERAL MANAGER

Office Address: 2711 E. FRONTAGE ROAD
ABRAMS , WI 54101

Fax Number: (920) 826 - 5911
Telephone Number: (920) 826 - 5215
Email Address: rlherm@bayland.net

Person responsible for statistical information contained in report

Name: MR ROGER L . HERMSEN
Title: PRESIDENT AND GENERAL MANAGER

Office Address: 2711 E. FRONTAGE ROAD
P.O. BOX 200
ABRAMS , WI 54101

Fax Number: (920) 826 - 5911
Telephone Number: (920) 826 - 5215
Email Address: rlherm@bayland.net

IDENTIFICATION AND OWNERSHIP

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

Name: CHRISTINE C. FRENCH
Address: 3517 BARKWOOD LANE
MANITOWOC , WI 54220

Number of Shares Held: 684
Beneficial Owner: NONE

Name: DONALD & RUTH LE BRECK
Address: 1122 BIEMERET STREET
GREEN BAY , WI 54304-3314

Number of Shares Held: 470
Beneficial Owner: NONE

Name: HELEN L. HERMSEN
Address: 1027 BIEMERET STREET
GREEN BAY , WI 54304-3473

Number of Shares Held: 469
Beneficial Owner: NONE

Name: J. ROGER HERSMEN
Address: 921C E. WINDFIELD PLACE
APPLETON , WI 54911

Number of Shares Held: 100
Beneficial Owner: NONE

Name: JEAN J. HERMSEN
Address: 2832B MADISON STREET
WAUKESHA , WI 53188-4507

Number of Shares Held: 410
Beneficial Owner: NONE

Name: PATRICK & MARY ANDERSON
Address: 3502 E. BOTTSFORD AVE.
CUDAHY , WI 53110-1134

Number of Shares Held: 452
Beneficial Owner: NONE

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: PAUL G. HERMSEN
Address: 622 SARATOGA DRIVE
GREEN BAY , WI 54303-4438

Number of Shares Held: 684
Beneficial Owner: NONE

Name: ROGER L. HERMSEN
Address: 3025 BIG TIMBER CIRCLE
GREEN BAY , WI 54313

Number of Shares Held: 685
Beneficial Owner: NONE

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

Company Name: BAYLAND COMMUNICATIONS, INC.
Form of Interest: EQUITY
Extent Of Interest: 100% OWNERSHIP

Company Name: BAYNET, INC.
Form of Interest: EQUITY
Extent Of Interest: 100% OWNERSHIP

OFFICERS AND DIRECTORS

**Name, Title/Occupation
and Business Address**

Name: MR. J. ROGER HERMSEN Title/Occupation: VICE PRESIDENT Business Address (1): 2711 E. FRONTAGE ROAD Business Address (2): Business Address (3): City State, Zip: ABRAMS, WI 54101	1
<hr/>	
Name: MR. PAUL HERMSEN Title/Occupation: TREASURER Business Address (1): 2711 E. FRONTAGE ROAD Business Address (2): Business Address (3): City State, Zip: ABRAMS, WI 54101	2
<hr/>	
Name: MR. ROGER L. HERMSEN Title/Occupation: PRESIDENT Business Address (1): 2711 E. FRONTAGE ROAD Business Address (2): Business Address (3): City State, Zip: ABRAMS, WI 54101	3
<hr/>	
Name: MS. RUTH LEBROCK Title/Occupation: SECRETARY Business Address (1): 2711 E. FRONTAGE ROAD Business Address (2): Business Address (3): City State, Zip: ABRAMS, WI 54101	4

INCOME STATEMENT - TOTAL COMPANY

Particulars (a)	This Year (b)	Last Year (c)	
Operating Revenues (5000-5300)	1,757,095	1,625,690	1
Operating Expenses			
Plant Specific Operations Expense (6110-6410)	364,612	278,621	2
Plant Nonspecific Operations Expense	586,982	513,720	3
Customer Operations Expense (6610-6620)	351,066	317,608	4
Corporate Operations Expense (6710-6790)	212,070	219,116	5
Other Operating Income and Expense (7100)	0	0	6
Operating Taxes (7200)	92,738	82,044	7
Total Operating Expenses	1,607,468	1,411,109	8
Net Operating Income	149,627	214,581	9
Other Income			
Nonoperating Income and Expense (7300)	689,819	568,129	10
Nonoperating Taxes (7400)	239,196	109,023	11
Interest and Related Items (7500)	180,355	163,043	12
Extraordinary Items (7600)	0	0	13
Nonregulated Net Income (7990)	13,144	30,622	14
Total Nonoperating Income	283,412	326,685	15
Net Income	433,039	541,266	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.)

1. SIGNIFICANT ACCOUNTING POLICIES:

A. TELEPHONE PLANT IS RECORDED AT ORIGINAL COST. DEPRECIATION IS COMPUTED ON A STRAIGHT-LINE BASIS BY APPLYING A RATE TO A GROUP OF ASSETS FOR BOOK PURPOSES. AN ACCELERATED METHOD TO COMPUTE DEPRECIATION IS USED FOR TAX PURPOSES. DEFERRED INCOME TAXES HAVE BEEN RECORDED FOR ALL TEMPORARY TIMING DIFFERENCES.

B. THE COMPANY HAS ELECTED TO DEFER INCOME TAX SAVINGS EARNED BY AN INVESTMENT TAX CREDIT AND IS AMORTIZING THESE SAVINGS OVER THE SERVICE LIFE OF THE ASSETS ON WHICH THE ITC WAS GENERATED.

C. THE COMPANY HAS DEFINED CONTRIBUTION PENSION PLAN WHICH IS ADMINISTERED BY A TRUSTEE AND COVERS ALL ELIGIBLE EMPLOYEES. PENSION PLAN EXPENSE FOR 2001 AMOUNTS TO \$57,591.

D. IN GENERAL, REVENUES ARE RECOGNIZED WHEN EARNED REGARDLESS OF WHEN ACTUALLY RECEIVED.

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

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

3. RETAINED EARNINGS RESTRICTIONS:

UNDER THE MOST RESTRICTIVE PROVISIONS OF THE COMPANY'S RURAL UTILITIES SERVICE (RUS) LOAN AGREEMENT, APPROXIMATELY \$1,626,230 OF RETAINED EARNINGS IS AVAILABLE FOR DIVIDENDS.

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)*	279,362	238,472	1
Cash (1130)			2
Special Cash Deposits (1140)			3
Working Cash Advances (1150)			4
Temporary Investments (1160)			5
TOTAL CASH AND EQUIVALENTS	279,362	238,472	
RECEIVABLES AND ALLOWANCES FOR DOUBTFUL ACCOUNTS			
Telecommunications Accounts Receivable (1180)*	227,485	80,451	6
Accounts Receivable Allowance-Telecom (1181)*			7
Net: Telecommunications Accounts Receivable	227,485	80,451	
Other Accounts Receivable (1190)*	613,276	425,932	8
Accounts Receivable Allowance--Other (1191)*			9
Net: Other Accounts Receivable	613,276	425,932	
Notes Receivable (1200)*	282,762	346,832	10
Notes Receivable Allowance (1201)*			11
Net: Notes Receivable	282,762	346,832	
Interest and Dividends Receivable (1210)*	3,386	35,522	12
TOTAL REC AND ALLOW FOR DOUBTFUL ACCOUNTS	1,126,909	888,737	
SUPPLIES			
Inventories (1220)*	17,673	22,592	13
TOTAL SUPPLIES	17,673	22,592	
PREPAYMENTS			
Total Prepayments (1280)*	103,448	39,544	14
Prepaid Rents (1290)			15
Prepaid Taxes (1300)			16
Prepaid Insurance (1310)			17
Prepaid Directory Expenses (1320)			18
Other Prepayments (1330)			19
TOTAL PREPAYMENTS	103,448	39,544	
OTHER CURRENT ASSETS			
Other Current Assets (1350)*			20
TOTAL OTHER CURRENT ASSETS	0	0	
TOTAL CURRENT ASSETS	1,527,392	1,189,345	
NONCURRENT ASSETS			
INVESTMENTS			
Investment in Affiliated Companies (1401)*	(62,467)	(197,272)	21
RTB Class B Stock (1402)*	5,300	5,300	22
Other Investments in Nonaffiliated Companies (1402)*			23
Nonregulated Investments (1406)*	73,597	59,518	24
Unamortized Debt Issuance Expense (1407)*	422	469	25

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

Particulars (a)	Balance--EOY (b)	Balance--FOY (c)	
NONCURRENT ASSETS			
INVESTMENTS			
Sinking Funds (1408)*			26
Other Noncurrent Assets (1410)*	2,173,593	1,821,395	27
TOTAL INVESTMENTS	2,190,445	1,689,410	
DEFERRED CHARGES			
Deferred Tax Regulatory Asset (1437)*	0	0	28
Deferred Maintenance and Retirements (1438)*			29
Deferred Charges (1439)*	28,145	29,499	30
TOTAL DEFERRED CHARGES	28,145	29,499	
TOTAL NONCURRENT ASSETS	2,218,590	1,718,909	
PLANT			
TELECOMMUNICATIONS PLANT IN SERVICE			
Telecommunications Plant in Service (2001)*	6,833,730	6,828,041	31
Less: Accumulated Depreciation (3100)*	3,703,848	3,600,962	32
Less: Accumulated Amortization--Capitalized Leases (3410)*			33
Less: Accumulated Amortization--Leasehold Improvements (3420)*			34
Less: Accumulated Amortization--Intangible (3500)*			35
NET TELECOMMUNICATIONS PLANT IN SERVICE	3,129,882	3,227,079	
PROPERTY HELD FOR FUTURE USE			
Prop. Held for Future Telecommun. Use (2002)*			36
Less: Accumulated Depreciation--Held for Future Telecommunications Use (3200)*			37
NET PROPERTY HELD FOR FUTURE USE	0	0	
NONOPERATING PLANT			
Nonoperating Plant (2006)*			38
Less: Accumulated Depreciation--Nonoperating (3300)*			39
NET NONOPERATING PLANT	0	0	
TPUC			
TPUC (2003)*	77,600		40
TOTAL TPUC	77,600	0	
TELECOMMUNICATIONS PLANT ADJUSTMENT			
Telecommunications Plant Adjustment (2005)*			41
Less: Accumulated Amortization--Other (3600)*			42
NET TELECOMMUNICATIONS PLANT ADJUSTMENT	0	0	
TOTAL PLANT	3,207,482	3,227,079	
TOTAL ASSETS AND OTHER DEBITS	6,953,464	6,135,333	

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

Particulars (a)	Balance--EOY (b)	Balance--FOY (c)	
CURRENT LIABILITIES			
Accounts Payable (4010)*	198,459	149,650	1
Notes Payable (4020)*	335,000	400,000	2
Advance Billing and Payments (4030)*			3
Customer Deposits (4040)*	300	400	4
Current Maturities--Long-Term Debt (4050)*	337,300	200,200	5
Current Maturities--Capital Leases (4060)*			6
Income Taxes--Accrued (4070)*			7
Other Taxes--Accrued (4080)*			8
Net Current Deferred Operating Income Taxes (4100)*	0	0	9
Net Current Deferred Nonoperating Income Taxes (4110)*			10
Other Accrued Liabilities (4120)*	11,697	10,605	11
Other Current Liabilities (4130)*			12
TOTAL CURRENT LIABILITIES	882,756	760,855	
LONG-TERM DEBT			
Funded Debt (4210)*	2,844,376	2,617,210	13
Premium on Long-Term Debt (4220)*			14
Discount on Long-Term Debt (4230)*			15
Reacquired Debt (4240)*			16
Obligations Under Capital Leases (4250)*			17
Advances from Affiliated Companies (4260)*	0	0	18
Other Long-Term Debt (4270)*	124,862	93,322	19
TOTAL LONG-TERM DEBT	2,969,238	2,710,532	
OTHER LIABILITIES AND DEFERRED CREDITS			
Other Long-Term Liabilities (4310)*			20
Unamortized Operating ITC--Net (4320)*	4,955	8,145	21
Unamortized Nonoperating ITC--Net (4330)*			22
Net Noncurrent Deferred Operating Income Taxes (4340)*	59,505	(1,434)	23
Net Deferred Tax Liability Adjustments (4341)*	0	0	24
Net Noncurrent Deferred Nonoperating Income Taxes (4350)*	(128,560)	(116,209)	25
Other Deferred Credits (4360)*			26
Deferred Tax Regulatory Liability (4361)*	12,972	12,972	27
TOTAL OTHER LIABILITIES AND DEFERRED CREDITS	(51,128)	(96,526)	
STOCKHOLDERS' EQUITY			
Capital Stock (4510)*	229,950	229,950	28
Additional Paid-in Capital (4520)*			29
Treasury Stock (4530)*			30
Other Capital (4540)*	(3,480)	(3,634)	31
Retained Earnings (4550)*	2,926,128	2,534,156	32
TOTAL STOCKHOLDERS' EQUITY	3,152,598	2,760,472	
TOTAL LIABILITIES AND OTHER CREDITS	6,953,464	6,135,333	

IMPORTANT CHANGES DURING THE YEAR

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

NONE

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)	
BAYLAND COMMUNICATIONS, INC.	BAYCOM	1
BAYNET, INC.	BAYNET	2

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	0387NC100	7147TI100		
Name of Affiliate	BAYCOM	BAYNET		1
Designate whether billed to or from:	TO	TO		2
Cost Based (C), Market Price (M), Prevailing Price (P), Tariff (T), Other (O)	C	C		3
Total Dollar Activity	69,569	37,705		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				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)	
BAYLAND COMMUNICATIONS, INC.	1190	311,857	1
BAYLAND COMMUNICATIONS, INC.	1200	282,762	2
BAYLAND COMMUNICATIONS, INC.	1210	2,810	3
BAYLAND COMMUNICATIONS, INC.	1401	(154,281)	4
BAYNET, INC.	1401	91,814	5
BAYNET, INC.	4010	57,201	6

TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B

Plant Account (a)	Account (b)	Balance FOY (c)	Additions (d)	
GENERAL SUPPORT ASSETS				
Land	2111	44,717	18,500	1
Motor Vehicles	2112	144,008		2
Aircraft	2113	0		3
Special Purpose Vehicles	2114	0		4
Garage Work Equipment	2115	0		5
Other Work Equipment	2116	37,377		6
Buildings	2121	261,827	15,668	7
Furniture	2122	16,848	2,415	8
Office Equipment	2123	47,604	0	9
General Purpose Computers	2124	123,762	34,356	10
TOTAL--GENERAL SUPPORT ASSETS:		676,143	70,939	
CENTRAL OFFICE ASSETS				
Analog Electronic Switching	2211	0		11
Digital Electronic Switching	2212	1,825,698	7,038	12 A
Electro-Mechanical Switching	2215	0	0	13
Operator Systems	2220	0		14
Radio Systems	2231	0	0	15
Circuit Equipment	2232	698,416	42,203	16 A
TOTAL--CENTRAL OFFICE ASSETS:		2,524,114	49,241	
INFORMATION ORIGATION/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		21
TOTAL--INFORMATION ORIG/TERM ASSETS:		0	0	
CABLE WIRE FACILITIES ASSETS				
Poles	2411	0		22
Aerial Cable	2421	0	0	23
Underground Cable	2422	0	0	24
Buried Cable	2423	3,627,784	306,431	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	30,825	30
TOTAL--CABLE WIRE FACILITIES ASSETS:		3,627,784	337,256	
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			63,217	1
2112			144,008	2
2113			0	3
2114			0	4
2115			0	5
2116			37,377	6
2121	1,000		276,495	7
2122			19,263	8
2123	0	0	47,604	9
2124	6,343		151,775	10
	7,343	0	739,739	
2211			0	11
2212	(2,837)	(521,955)	1,313,618	12 A
2215	0	0	0	13
2220			0	14
2231	0	0	0	15
2232	64,105	521,955	1,198,469	16 A
	61,268	0	2,512,087	
2311			0	17
2321			0	18
2341			0	19
2351			0	20
2362			0	21
	0	0	0	
2411			0	22
2421	0	0	0	23
2422	0	0	0	24
2423	383,136	0	3,551,079	25
2424	0	0	0	26
2425			0	27
2426	0	0	0	28
2431			0	29
2441			30,825	30
	383,136	0	3,581,904	
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	0	33
TOTAL--AMORTIZABLE ASSETS:		0	0
TOTAL TELECOM. PLANT IN SERVICE	2001	6,828,041	457,436
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			0	33
	0	0	0	
	451,747	0	6,833,730	
2001			0	34
			6,833,730	

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	22,614		1
Company Communications Equipment	2123.2	24,990		2
Software	2212.1	0		3 A
Digital Switching - Central Office	2212.2	1,765,994	7,038	4 A
Digital Switching - Remote	2212.3	59,704		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	608,079	42,203	10 A
Analog Circuit Equipment	2232.2	0		11 A
Light Wave Circuit Equipment	2232.3	90,337		12 A
Aerial Cable - Nonmetallic	2421.1	0		13
Aerial Cable - Metallic	2421.2	0		14
Underground Cable - Nonmetallic	2422.1	0		15
Underground Cable - Metallic	2422.2	0		16
Buried Cable - Nonmetallic	2423.1	279,382		17
Buried Cable - Metallic	2423.2	3,348,402	306,431	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			22,614	1
2123.2			24,990	2
2212.1		221,690	221,690	3 A
2212.2	(2,837)	(743,645)	1,032,224	4 A
2212.3			59,704	5
2215.1			0	6
2215.2			0	7
2231.1			0	8
2231.2			0	9
2232.1	64,105	279,016	865,193	10 A
2232.2		259,864	259,864	11 A
2232.3		(16,925)	73,412	12 A
2421.1			0	13
2421.2			0	14
2422.1			0	15
2422.2			0	16
2423.1			279,382	17
2423.2	383,136		3,271,697	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	106,880	13.3	14,192	1
Aircraft	2113	0			2
Special Purpose Vehicles	2114	0			3
Garage Work Equipment	2115	0			4
Other Work Equipment	2116	33,924	10.0	2,584	5
Buildings	2121	137,175	2.95	7,940	6
Furniture	2122	12,856	10.0	1,599	7
Office Equipment	2123	33,260	20.0	7,155	8
General Purpose Computers	2124	118,416	25.0	34,281	9
Total-- GENERAL SUPPORT ASSETS		442,511		67,751	0
CENTRAL OFFICE ASSETS					
Analog Electronic Switching	2211	0			10
Digital Electronic Switching	2212	1,140,268	9.7	160,861	11A
Electro-Mechanical Switching	2215	0			12
Operator Systems	2220	0			13
Radio Systems	2231	0			14
Circuit Equipment	2232	545,524	11.6	143,896	15A
Total-- CENTRAL OFFICE ASSETS		1,685,792		304,757	0
INFORMATION ORIG/TERM ASSETS					
Station Apparatus	2311	0			16
Customer Premises Wiring	2321	0			17
Large Private Branch Exchanges	2341	0			18
Public Telephone Terminal Equipment	2351	0			19
Other Terminal Equipment	2362	0			20
Total-- INFORMATION ORIG/TERM ASSETS		0		0	0
CABLE WIRE FACILITIES ASSETS					
Poles	2411	0			21
Aerial Cable	2421	0			22
Underground Cable	2422	0			23
Buried Cable	2423	1,472,659	5.0	179,471	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					121,072	1
2113					0	2
2114					0	3
2115					0	4
2116					36,508	5
2121	1,000				144,115	6
2122					14,455	7
2123	0				40,415	8
2124	6,343				146,354	9
	7,343	0	0	0	502,919	
2211					0	10
2212	(2,837)			(386,261)	917,705	11 A
2215	0				0	12
2220					0	13
2231	0				0	14
2232	64,105		2,523	386,261	1,014,099	15 A
	61,268	0	2,523	0	1,931,804	
2311					0	16
2321					0	17
2341					0	18
2351					0	19
2362					0	20
	0	0	0	0	0	
2411					0	21
2421	0				0	22
2422	0				0	23
2423	383,136	331			1,268,663	24
2424	0				0	25
2425					0	26
2426	0				0	27
2431					0	28

ACCUMULATED DEPRECIATION CLASS A & B

Primary Plant Account (a)	Acct (b)	Balance FOY (c)	Depr Rate (d)	Annual Accrual (e)	Additional Accrual (f)
CABLE WIRE FACILITIES ASSETS					
Conduit Systems	2441	0	3.0	462	29
Total-- CABLE WIRE FACILITIES ASSETS		1,472,659		179,933	0
Total Accumulated Depreciation	3100	3,600,962		552,441	0
Less: Allocation to Nonregulated Activity - Columns e, f and I	3100			0	0 30
Net Regulated Total Accum Depreciation - 3100 Columns e, f and I				552,441	0

ACCUMULATED DEPRECIATION CLASS A & B (cont.)

Acct (g)	Retired (h)	Cost of Removal (i)	Salvage (j)	Other (k)	Balance EOY (l)	
2441					462	29
	383,136	331	0	0	1,269,125	
3100	451,747	331	2,523	0	3,703,848	
3100					0	30
3100					3,703,848	

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	15,470	20.0	3,082		1
Company Communications Equipment	2123.2	17,790	20.0	4,073		2
Software	2212.1	0	25.0	55,423		3 A
Digital Switching - Central Office	2212.2	1,110,080	9.7	102,275		4 A
Digital Switching - Remote	2212.3	30,188	9.7	3,163		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	482,227	11.6	105,236		10 A
Analog Circuit Equipment	2232.2	0	11.6	30,144		11 A
Light Wave Circuit Equipment	2232.3	63,297	11.6	8,516		12 A
Aerial Cable - Nonmetallic	2421.1	0				13
Aerial Cable - Metallic	2421.2	0				14
Underground Cable - Nonmetallic	2422.1	0				15
Underground Cable - Metallic	2422.2	0				16
Buried Cable - Nonmetallic	2423.1	74,915	5.0	13,969		17
Buried Cable - Metallic	2423.2	1,397,744	5.0	165,502		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					18,552	1
2123.2					21,863	2
2212.1				109,700	165,123	3 A
2212.2	(2,837)			(495,961)	719,231	4 A
2212.3					33,351	5
2215.1					0	6
2215.2					0	7
2231.1					0	8
2231.2					0	9
2232.1	64,105		2,523	188,585	714,466	10 A
2232.2				198,658	228,802	11 A
2232.3				(982)	70,831	12 A
2421.1					0	13
2421.2					0	14
2422.1					0	15
2422.2					0	16
2423.1					88,884	17
2423.2	383,136	331			1,179,779	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)	
PROPERTY RELATED		
Other Current Assets (1350)		1
Other Noncurrent Assets (1410)		2
Deferred Tax Regulatory Asset (1437)		3
Net Current Deferred Operating Income Taxes (4100)		4
Net Noncurrent Deferred Operating Income Taxes (4340)	(58,170)	5
Net Deferred Tax Liability Adjustments (4341)		6
Deferred Tax Regulatory Liability (4361)	(12,710)	7
Net Property Related Deferred Operating Income Taxes	(70,880)	
Less: Allocation to Nonregulated Activity	0	8
Net Regulated Total Property Related Deferred Operating Income Taxes	(70,880)	
NONPROPERTY RELATED		
Other Current Assets (1350)		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)	(1,335)	13
Net Deferred Tax Liability Adjustments (4341)		14
Deferred Tax Regulatory Liability (4361)	(262)	15
Total Nonproperty Related Deferred Operating Income Taxes	(1,597)	

RETAINED EARNINGS (ACCT. 4550)

Particulars (a)	This Year (b)	Last Year (c)	
Balance-First of Year	2,534,156	2,033,957	1
Changes:			
Balance Transferred from Income	433,039	541,266	2
Dividends Declared:			
Common	41,067	41,067	3
Preferred		0	4
Total Dividends Declared	41,067	41,067	
Miscellaneous Debits to Retained Earnings		0	5
Miscellaneous Credits to Retained Earnings		0	6
Balance--End of Year	<u>2,926,128</u>	<u>2,534,156</u>	

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)*	716,190	669,000	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)	716,190	669,000	
NETWORK INTERSTATE ACCESS SERVICES REV.			
End User Revenue (5081)*	102,009	96,052	11
Switched Access Revenue (5082)*	475,408	426,181	12
Special Access Revenue (5083)*			13
TOTAL INTERSTATE ACCESS REVENUES (5080)	577,417	522,233	
NETWORK INTRASTATE ACCESS SERVICES REV.			
End User Revenue (5084.1)*			14
Switched Access Revenue (5084.2)*	353,711	330,072	15
Special Access Revenue (5084.3)*			16
TOTAL INTRASTATE ACCESS REVENUES (5084)	353,711	330,072	
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)*	44,625	40,065	30
Rent Revenue (5240)*			31
Corporate Operations Revenue (5250)*			32
Miscellaneous:			
Miscellaneous Revenue (5260)*	8,263	9,799	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)	8,263	9,799	
Interstate Billing and Collection Revenue*	15,535	14,866	39
Intrastate Billing and Collection Revenue*	44,235	47,296	40
Total Carrier Billing and Collection Revenue (5270)*	59,770	62,162	
Nonregulated Operating Revenue (5280)**			41
TOTAL MISCELLANEOUS REVENUES	112,658	112,026	
GROSS OPERATING REVENUES	1,759,976	1,633,331	
UNCOLLECTIBLE REVENUES			
Uncollectible Revenue (5300)*	2,881	7,641	42
Uncollectible Revenue--Telecommunications (5301)			43
Uncollectible Revenue--Other (5302)			44
TOTAL UNCOLLECTIBLE REVENUE (5300)	2,881	7,641	
TOTAL OPERATING REVENUES	1,757,095	1,625,690	

** 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)	
PLANT SPECIFIC OPERATIONS EXPENSE			
Total Network Support Expense (6110)		0	1
Less: Nonregulated		0	2
Net Regulated	0	0	3
Total General Support Expense (6120)	31,077	17,270	4
Less: Nonregulated		0	5 B
Net Regulated	31,077	17,270	6
Total Central Office Switching Expense (6210)	156,188	84,750	7
Less: Nonregulated		0	8 C
Net Regulated	156,188	84,750	9
Total Operator Systems Expense (6220)		0	10
Less: Nonregulated		0	11
Net Regulated	0	0	12
Total Central Office Transmission Expenses (6230)	17,358	22,192	13
Less: Nonregulated		0	14
Net Regulated	17,358	22,192	15
Total Information Orig. / Term. Expense (6310)		0	16
Less: Nonregulated		0	17
Net Regulated	0	0	18
Total Cable and Wire Fac. Expense (6410)	159,989	154,409	19
Less: Nonregulated		0	20
Net Regulated	159,989	154,409	21
TOTAL PLANT SPECIFIC OPERATIONS EXPENSE	364,612	278,621	
Less: Nonregulated	0	0	
Net Regulated	364,612	278,621	
PLANT NONSPECIFIC OPERATIONS EXPENSE			
Total Other Property, Plant and Equip. Exp. (6510)		0	22
Less: Nonregulated		0	23
Net Regulated	0	0	24
Total Network Operations Expense (6530)	27,021	30,075	25
Less: Nonregulated		0	26
Net Regulated	27,021	30,075	27
Access Expense (6540)	12,455	7,537	28
Less: Nonregulated		0	29
Net Regulated	12,455	7,537	30
Total Depreciation and Amortization Expense (6560)	552,441	480,205	31
Less: Nonregulated	4,935	4,097	32
Net Regulated	547,506	476,108	33
TOTAL PLANT NONSPECIFIC OPERATIONS EXP.	591,917	517,817	
Less: Nonregulated	4,935	4,097	
Net Regulated	586,982	513,720	

EXPENSES - CLASS A & B

Particulars (a)	Total This Year (b)	Total Last Year (c)	
CUSTOMER OPERATIONS EXPENSE			
Total Marketing (6610)	18,659	14,796	34
Less: Nonregulated		0	35
Net Regulated	18,659	14,796	36
<hr/>			
Total Services (6620)	332,407	302,812	37
Less: Nonregulated		0	38
Net Regulated	332,407	302,812	39
<hr/>			
TOTAL CUSTOMER OPERATIONS EXPENSE	351,066	317,608	
Less: Nonregulated	0	0	
Net Regulated	351,066	317,608	
<hr/>			
CORPORATE OPERATIONS EXPENSE			
Total Exec. and Planning (6710)	41,330	46,619	40
Less: Nonregulated		0	41
Net Regulated	41,330	46,619	42
<hr/>			
Total General and Administrative (6720)	170,740	172,497	43
Less: Nonregulated		0	44
Net Regulated	170,740	172,497	45
<hr/>			
Provision for Uncollectible Notes Receiv. (6790)		0	46
Less: Nonregulated		0	47
Net Regulated	0	0	48
<hr/>			
TOTAL CORPORATE OPERATIONS EXPENSE	212,070	219,116	
Less: Nonregulated	0	0	
Net Regulated	212,070	219,116	
<hr/>			
TOTAL EXPENSES	1,519,665	1,333,162	
Less: Nonregulated	4,935	4,097	
Net Regulated	1,514,730	1,329,065	

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)		0	2
Total: Reported in Account 6510	0	0	
Depreciat. Exp.--Tele. Plant in Service (6561)	552,441	480,205	3
Depreciat. Exp.--Prop. Held for Future Tele. Use (6562)	0	0	4
Amortization Expense--Tangible (6563)		0	5
Amortization Expense--Intangible (6564)		0	6
Amortization Expense--Other (6565)		0	7
Total: Reported in Account 6560	552,441	480,205	

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	1,759,976	1
Plus: Collection of amounts previously written off	2,476	2
Less: Uncollectibles written off during the year	5,357	3
Plus: Total Other Operating Income and (Expense) (7100)	0	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
Assessable Revenues for Remainder and Telephone Relay Assessment Purposes	1,757,095	

CALCULATION OF ASSESSABLE REVENUES FOR UNIVERSAL SERVICE FUND ASSESSMENT PURPOSES

Description (a)	This Year (b)	
Total Basic Local Service Revenue (5000)	716,190	1
Plus: Total Intrastate Access Revenues (5084)	353,711	2
Plus: Total Long Distance Network Services Revenue	0	3
Less: Out-of-State Operating Revenues (included in the above lines)	0	4
Plus: Intrastate Payphone Revenues	0	5
Plus (or Less) Other (please specify): None	0	6
Assessable Revenues for Universal Service Fund Assessment Purposes	1,069,901	

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	1,759,976	1
Plus: Collection of amounts previously written off	2,476	2
Less: Uncollectibles written off during the year	5,357	3
Plus: Total Other Operating Income and (Expense) (7100)	0	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
Assessable Revenues for Remainder and Telephone Relay Assessment Purposes	<u>1,757,095</u>	

CALCULATION OF ASSESSABLE REVENUES FOR UNIVERSAL SERVICE FUND ASSESSMENT PURPOSES

Description (a)	This Year (b)	
Total Basic Local Service Revenue (5000)	716,190	1
Plus: Total Intrastate Access Revenues (5084)	353,711	2
Plus: Total Long Distance Network Services Revenue	0	3
Less: Out-of-State Operating Revenues (included in the above lines)	0	4
Plus: Intrastate Payphone Revenues	0	5
Plus (or Less) Other (please specify): None	0	6
Assessable Revenues for Universal Service Fund Assessment Purposes	<u>1,069,901</u>	

OTHER INCOME ACCOUNTS

Particulars (a)	This Year (b)	Last Year (c)	
OTHER OPERATING INCOME AND EXPENSE			
Total Other Oper. Income and (Expense) (7100)			1
OPERATING TAXES			
Operating Investment Tax Credits--Net (7210)	(3,190)	(3,292)	2
Operating Federal Income Taxes (7220)	(20,400)	27,114	3
Operating State and Local Income Taxes (7230)	(5,147)	6,626	4
Operating Other Taxes (7240)	60,536	50,476	5
Provision for Deferred Operating Income Taxes--Net (7250)	60,939	1,120	6
TOTAL OPERATING TAXES (7200)	92,738	82,044	
NONOPERATING INCOME AND EXPENSE			
Dividend Income (7310)			7
Interest Income (7320)	40,038	56,148	8
Income from Sinking and Other Funds (7330)			9
Allowance for Funds Used During Construction (7340)	5,414	5,272	10
Gains or (Losses) from the Disposition of Certain Property (7350)			11
Other Nonoperating Income (7360)	638,092	499,484	12
Special Charges (7370)	(6,275)	(7,225)	13
TOTAL NONOPERATING INCOME AND EXPENSE (7300)	689,819	568,129	
NONOPERATING TAXES			
Total Nonoperating Taxes (7400)	239,196	109,023	14
INTEREST AND RELATED ITEMS			
Total Interest and Related Items (7500)	180,355	163,043	15
EXTRAORDINARY ITEMS			
Extraordinary Items (7600)			16
NONREGULATED NET INCOME			
Nonregulated Net Income (7990)	13,144	30,622	17

NONREGULATED ACTIVITIES

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

Nonregulated Activity	
(a)	
PROVIDE INTERNET SERVICE	1
PUBLIC PAYPHONE SERVICE	2
SALES AND INSTALLATION OF NONREGULATED TELEPHONE EQUIPMENT	3

DISTRIBUTION OF SALARIES AND WAGES

Description (a)	Amount (b)	
Regulated Expense	350,891	1
All Other Accounts	230,954	2
Total Salaries and Wages	<u>581,845</u>	3 E

EMPLOYEE DATA - END OF YEAR

Report employee data based on primary allocation of respective wages and salaries.

Particulars (a)	Employees (b)	
Plant Operations		
Supervisory & Management	1	1
Central Office	1	2
Outside Plant	4	3
Building & Service		4
Other		5
Customer Operations		
Supervisory & Management	1	6
Operators		7
Business Office	5	8
Other		9
Corporate Operations		
Executive & General Management	1	10
Accounting & Finance	1	11
External Relations		12
Human Resources		13
Information Management		14
Legal		15
Procurement		16
Research & Development		17
Other		18
Other		
All Other Employees, Not Listed Above		19
Total Employees	14	
Part-Time Employees	2	20
Full-Time Employees	12	21
Total Part-Time and Full-Time Employees	14	

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	99	341	1
Extended Area Service	383	4,809	2
Extended Community Calling	17	84	3
Other Local-Undefined			4
Total Local	499	5,234	
TOLL			
Toll	69	812	5
Total Toll	69	812	
Total Local & Toll	568	6,046	

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
Feature Group B -- Term.					4
Feature Group C -- Orig.					5
Feature Group C -- Term.					6
Feature Group D -- Orig.	1,284	733	1,924	0	7
Feature Group D -- Term.	3,496	1,509	796	0	8

OUTSIDE PLANT STATISTICS AT END OF YEAR

Description of Item (a)	Amount (b)	
Sheath miles of plant - fiber optics	21	1
Strand miles of plant - fiber optics	368	2
Route miles of plant - microwave		3

SPECIAL ACCESS CIRCUITS IN USE AT END OF YEAR

Circuit Type (a)	InterLATA Chan. Terms. (b)	IntraLATA Chan. Terms. (c)	
Voice grade	1	3	1
56 kbps	1	1	2
64 kbps (DS0)	0	0	3 D
1.54 Mbps (DS-1)	16	1	4
45 Mbps (DS-3)	0	0	5 D
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	21	1
Strand miles of plant - fiber optics	368	2
Route miles of plant - microwave		3

SPECIAL ACCESS CIRCUITS IN USE AT END OF YEAR

Circuit Type (a)	InterLATA Chan. Terms. (b)	IntraLATA Chan. Terms. (c)	
Voice grade	1	3	1
56 kbps	1	1	2
64 kbps (DS0)	0	0	3 D
1.54 Mbps (DS-1)	16	1	4
45 Mbps (DS-3)	0	0	5 D
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	197	226	3
2 Party			4
4 Party			5
PBX Trunks/System Trunks			6
Centrex Trunks			7
Centrex Lines	39	39	8
Key System Trunks	0	0	9
Mobile (Utility Provided Service)			10
Paging (Utility Provided Service)			11
FX-Out (Switched)	0	0	12
Pay Telephone	7	8	13
Coin-Operated Pay Telephone			14
Independent Pay Telephone Provider			15
Other			16
Total Business Lines	243	273	17
Residential (Incl. Emp. Concess.)			
1 Party	2,002	2,117	19
2 Party			20
4 Party			21
FX-Out (Switched)			22
Other			23
Total Residential Lines	2,002	2,117	24
Total Bus & Res Lines	2,245	2,390	25
Company Used Lines	36	40	26
Total Lines Used	2,281	2,430	27

SERVICE DATA (cont.)

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

Item (a)	FOY (b)	EOY (c)	
Miscellaneous			
WATS Lines - OutWATS			3
WATS Lines - 800 Service			4
FX-In-intraLATA			5
Special Access-intraLATA			6
(expressed in equiv. access lines)	28	28	7
Special Access-interLATA			8
(expressed in equiv. access lines)	386	386	9
Feature Group A Lines	144	144	10
Feature Group B Trunks			11
Feature Group C Trunks			12
Feature Group D Trunks	166	178	13
TSPS - Trunks	7	7	14
EAS - Trunks	312	312	15
Cellular Trunks (Pub. Sw. Net.)	485	521	16
Video Distance Learning			17
- discounted (special tariff)			18
Customers			
Lifeline Customers	0	14	20
Linkup Customers	0	14	21
Other			
Total Company Square Miles	88	88	23
Total Company Route Miles	525	530	24
Footnotes			25

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	0010				1
Business					2
1 Party	226				3
2 Party					4
4 Party					5
PBX Trunks/System Trunks					6
Centrex Trunks					7
Centrex Lines	39				8
Key System Trunks	0				9
Mobile (utility provided service)					10
Paging (utility provided service)					11
FX-Out (Switched)	0				12
Pay Telephone	8				13
Coin-Operated Pay Telephone					14
Independent Pay Telephone Provider					15
Other					16
Total Business Lines	273	0	0	0	17
Residential (Incl. Emp. Concess.)					18
1 Party	2,117				19
2 Party					20
4 Party					21
FX-Out (Switched)					22
Other					23
Total Residential Lines	2,117	0	0	0	24
Total Bus & Res Lines	2,390	0	0	0	25
Company Used Lines	40				26
Total Lines Used	2,430	0	0	0	27

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	0010				1
Miscellaneous					2
WATS Lines - OutWATS					3
WATS Lines - 800 Service					4
FX-In-intraLATA					5
Special Access-intraLATA					6
(equiv. access lines)	28				7
Special Access-interLATA					8
(equiv. access lines)	386				9
Feature Group A Lines	144				10
Feature Group B Trunks					11
Feature Group C Trunks					12
Feature Group D Trunks	178				13
TSPS - Trunks	7				14
EAS - Trunks	312				15
Cellular Trunks (Pub. Sw. Net.)	521				16
Video Distance Learning					17
- discounted (special tariff)					18
Other					19
Exchange Square Miles	88				20
Exchange Route Miles	530				21
Footnotes					22

MANUFACTURER ABBREVIATIONS

Use these abbreviations when completing the central office data schedule.

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

EQUIPMENT ABBREVIATIONS

Use these abbreviations when completing the central office data schedule.

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

MANUFACTURER ABBREVIATIONS

Use these abbreviations when completing the central office data schedule.

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

EQUIPMENT ABBREVIATIONS

Use these abbreviations when completing the central office data schedule.

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

CENTRAL OFFICE DATA - END OF YEAR

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

Description (a)	Central Off. (b)	Central Off. (c)	Central Off. (d)	Central Off. (e)	
Exchange Name	ABRAMS				1
PSCW Exchange ID	0010				2
Central Office Name	ABRAMS				3
PSCW Central Office ID	1				4
Central Office CLLI Code	ABRMWIXADSO				5
Manufacturer of COE (Page 54)	NTI				6
Year COE Installed	1984				7
Type of Equipment (Page 54)	D				8
(S)tandalone, (H)ost, (R)emote, (A)dv Fiber Comm	H				9
Remote Host PSCW Exchange ID					10
Remote Host PSCW Central Office ID	0				11
COE Generic Software Release No.	501.03				12
SS7?	Yes				13
9-1-1?	Yes				14
Access Lines - In Use	2,430				15
- Equipped	5,104				16
- Wired	5,104				17
Trunks - In Use	617				18
- Equipped	864				19
- Wired	1,056				20
ISDN Available?	No				21
ISDN Lines - In Use (BRI)	0				22
- In Use (PRI)	0				23
XDSL Available?	Yes				24
- In Use (# lines)	5				25
Switched 56 Service?	No				26
Switched 56 lines in use	0				27
Digital Transmission Facilities: DS-1 - In Use	34				28
DS-3 - In Use	3				29
Advanced Data Service Available:					
Packet Switching?	No				30
SMDS?	No				31
Frame Relay?	No				32
ATM (Asynchronous Trans. Mode)?	No				33
Video Information - Service Available?	No				34
- In Use (# lines) ¹	0				35
Fiber Transmission Facilities:					
No. of fiber strands entering C.O.	68				36
No. of fiber strands working (LIT) in C.O.	30				37
No. of fiber strands for interoffice use	52				38
Miles of fiber sheath in wire center	21				39
Access Tandem Serving this C.O.:					
- C.O. Name	GREEN BAY				40
- PSCW C.O. ID	2160-01				41
Does this C.O. do access tandem switching?	No				42
Footnotes					43

¹ Teleco provided end-to-end facility.

GENERAL, SCHEDULE LEVEL AND SCHEDULE LINE FOOTNOTES

General Footnote

Schedule Footnotes

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

G) PAGE 47 - TELEPHONE CALLS AND MINUTES OF USE PER MONTH - INFORMATION SUPPLIED BY MANAGEMENT. MANAGEMENT FEELS THAT INFORMATION IS CORRECT AS REPORTED.

Schedule Line Footnotes

- A) PAGE 22 & 24 - TO RECLASSIFY EQUIPMENT FROM DIGITAL ELETRONIC SWITCH TO DIGITAL ELECTRONIC SWITCH - SOFTWARE AND CIRCUIT EQUIPMENT AND THEIR RESPECTIVE DEPRECIATION RESERVES FOR PROPER CLASSIFICATION.
- B) PAGE 41 - ACCOUNT 6120 - INCREASE DUE TO HIGHER MAINTENANCE EXPENSES AND MAJOR ROOF REPAIRS AND ADDITIONAL LANDSCAPING PROJECTS DONE IN 2001.
- C) PAGE 41 - ACCOUNT 6210 - INCREASE DUE TO A SOFTWARE MAINTENANCE UPGRADE FOR THE SWITCH.
- D) PAGE 49 - SPECIAL ACCESS CIRCUITS - TELEPHONE COMPANY DOES NOT HAVE EITHER 64 KBPS NOR 45 MBPS CIRCUITS IN SERVICE AT THE END OF 2001.
- E) PAGE 46 - DISTRIBUTION OF SALARIES AND WAGES - REGULATED SALRIES AND WAGES REPORTED ON PAGE 46 ARE LESS THAN THE TOTAL NET REGULATED EXPENSE REPORTED ON PAGE 41.

GENERAL, SCHEDULE LEVEL AND SCHEDULE LINE FOOTNOTES**F) Board of Directors
BAYLAND TELEPHONE, INC.
Abrams, Wisconsin**

The Balance Sheets of Bayland Telephone, Inc. as of December 31, 2001 and 2000 and the related statements of income and retained earnings for the years then ended included in the accompanying prescribed forms have been compiled by us. We have also compiled the financial and non-financial data included on pages 13 through 56 of the prescribed forms.

Our compilations were 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 or accompanying data referred to above and, accordingly, do not express an opinion or any other form of assurance on them.

These financial statements are presented in accordance with the requirements of the Public Service Commission of Wisconsin and do not include the statements of cash flows and all of the disclosures required by generally accepted accounting principles. Accordingly, these financial statements are not designed for those who are not informed about such matters.

SIEPERT & CO. LLP
Certified Public Accountants

Beloit, Wisconsin

March 26, 2002

G) PAGE 47 - TELEPHONE CALLS