4004

ANNUAL REPORT

OF

Name:	BALDWIN TELECOM, INC.
Principal Office:	930 MAPLE ST P.O. BOX 420 BALDWIN, WI 54002-0420
For the Year Ended:	DECEMBER 31, 2002

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 pscrecs@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 LARRY KNEGENDORF of
(Person responsible for accounts)

BALDWIN TELECOM, 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.

LARRY KNEGENDORF 03/29/2003
(Person responsible for accounts) (Date)

GENERAL MANAGER
(Title)

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ANNUAL TELECOMMUNICATIONS REPORT GLOSSARY OF TERMS

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

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

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

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

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

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

Customer A person who uses a telephone as a subscriber.

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

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

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

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

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

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

ANNUAL TELECOMMUNICATIONS REPORT GLOSSARY OF TERMS

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

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

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

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

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

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

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

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

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

Pair Two wires of a single circuit.

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

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

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

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

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

ANNUAL TELECOMMUNICATIONS REPORT GLOSSARY OF TERMS

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

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

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

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

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

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

ABBREVIATIONS USED IN ANNUAL REPORTS

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

IDENTIFICATION AND OWNERSHIP

Exact Utility Name: BALDWIN TELECOM, INC.
Utility Location: 930 MAPLE ST
P.O. BOX 420
BALDWIN, WI 54002-0420

Utility Web Site Address:
When was utility organized?: 01/01/1900
Report any change in name and the effective date:

Telephone numbers for potential customers to contact company:
Business Customers: (715) 684 - 4747 Ext:
Residential Customers: (715) 684 - 3346 Ext:

Officer in charge of correspondence concerning this report

Name: MR LARRY KNEGENDORF
Title: GENERAL MANAGER

Office Address: 930 MAPLE STREET
P.O. BOX 420
BALDWIN , WI 54002-0420
Fax Number: (715) 684 - 4747
Telephone Number: (715) 684 - 3346
Email Address:

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

Name: MR STEVEN J . JOHNSON , CPA **A**
Title: PRINCIPAL
Firm: OLSEN THIELEN & CO., LTD
Office Address: 223 LITTLE CANADA ROAD
ST. PAUL , MN 55117-1376

Fax Number: (651) 483 - 2467
Telephone Number: (651) 483 - 4521
Email Address:

Person responsible for financial information contained in report

Name: MR LARRY KNEGENDORF
Title: GENERAL MANAGER

Office Address: 930 MAPLE STREET
P.O. BOX 420
BALDWIN , WI 54002-0420
Fax Number: (715) 684 - 4747
Telephone Number: (715) 684 - 3346
Email Address:

IDENTIFICATION AND OWNERSHIP

Person responsible for statistical information contained in report

Name: MR LARRY KNEGENDORF **A**
Title: GENERAL MANAGER

Office Address: 930 MAPLE STREET
P.O. BOX 420
BALDWIN , WI 54002
Fax Number: (715) 684 - 4747
Telephone Number: (715) 684 - 3346
Email Address:

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: US BANK TRUST NAT'L ASSOC
Address: P.O. BOX CM-9551
ST. PAUL , MN 55170-9551

Number of Shares Held: 6,094
Beneficial Owner: NONE

Name: WILLIAM C. AND MURIEL HAWLEY
Address: 830 12TH AVENUE
BALDWIN , WI 54002

Number of Shares Held: 2,764
Beneficial Owner: NONE

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

Company Name: BALDWIN CELLCOM, INC.
Form of Interest: WHOLLY OWNED SUBSIDIARY
Extent Of Interest: WHOLLY OWNED SUBSIDIARY

OFFICERS AND DIRECTORS

Name, Title/Occupation and Business Address

Name: DAVID MATTISON
Title/Occupation: PRESIDENT
Business Address (1): 880 MAIN STREET
Business Address (2):
Business Address (3):
City State, Zip: BALDWIN, WI 54002 **1**

Name: DENNIS MATHISON
Title/Occupation: SECRETARY/TREASURER
Business Address (1): 145 MAIN STREET
Business Address (2):
Business Address (3):
City State, Zip: WOODVILLE, WI 54028 **2**

Name: KENT WYNVEEN
Title/Occupation: VICE PRESIDENT
Business Address (1): 808 200TH STREET
Business Address (2):
Business Address (3):
City State, Zip: BALDWIN, WI 54002 **3**

Name: LARRY KNEGENDORF
Title/Occupation: DIRECTOR/MANAGER
Business Address (1): 930 MAPLE STREET
Business Address (2):
Business Address (3):
City State, Zip: BALDWIN, WI 54002 **4**

Name: PETER HAWLEY
Title/Occupation: DIRECTOR
Business Address (1): 1095 210TH
Business Address (2):
Business Address (3):
City State, Zip: BALDWIN, WI 54002 **5**

INCOME STATEMENT - TOTAL COMPANY

Particulars (a)	This Year (b)	Last Year (c)	
Operating Revenues (5000-5300)	3,704,152	3,511,261	1
Operating Expenses			
Plant Specific Operations Expense (6110-6410)	329,014	326,142	2
Plant Nonspecific Operations Expense	1,377,509	1,270,233	3
Customer Operations Expense (6610-6620)	514,237	460,923	4
Corporate Operations Expense (6710-6790)	415,751	393,858	5
Other Operating Income and Expense (7100)	0	0	6
Operating Taxes (7200)	276,125	269,207	7
Total Operating Expenses	**2,912,636**	**2,720,363**	8
Net Operating Income	**791,516**	**790,898**	9
Other Income			
Nonoperating Income and Expense (7300)	93,214	212,548	10
Nonoperating Taxes (7400)	64,447	93,796	11
Interest and Related Items (7500)	565,121	586,117	12
Extraordinary Items (7600)	0	0	13
Nonregulated Net Income (7990)	76,517	103,161	14
Total Nonoperating Income	**(459,837)**	**(364,204)**	15
Net Income	**331,679**	**426,694**	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.)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Operations

The Company's principal line of business is providing local telephone service and access to long distance telephone service through its local exchange network. The Company is also a long distance service reseller. The principal market for these telecommunications services are local residential and business customers residing in each of the exchanges the Company serves. Cable Television (CATV) services are provided to customers in five CATV franchises. The revenues reported on the statement of income reflect the relative importance of each type of service.

Basis of Accounting

The consolidated financial statements have been prepared in conformity with U.S. generally accepted accounting principles including certain accounting practices prescribed by the Federal Communications Commission (FCC) and the state regulatory commission in Wisconsin.

Consolidation

The consolidated financial statements include the accounts of the Company and its wholly owned subsidiary, Baldwin CellCom, Inc. All significant intercompany transactions and accounts have been eliminated.

Accounting Estimates

The presentation of financial statements in conformity with U.S. generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Cash Equivalents

The Company considers all highly liquid debt instruments with a maturity of three months or less when purchased to be cash equivalents. Cash equivalents are stated at cost, which approximates market value.

Temporary Cash Investments

Temporary cash investments are interest bearing investments with maturities of less than one year but greater than three months when purchased. These investments are readily convertible to cash and are stated at cost plus accrued interest, which approximates fair value.

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:

Receivables

Receivables are reported at the amount the Company expects to collect on balances outstanding at year end. The Company monitors outstanding balances and periodically writes off balances that are determined to be uncollectible. The Company has concluded that losses on balances outstanding at year end will be immaterial.

Inventories

Materials and supplies are recorded at average cost. Inventories of communications equipment for resale are recorded at the lower of average cost or market.

Investment Securities

Readily marketable investments in debt and equity securities are classified as available-for-sale and are reported at fair value with unrealized gains and losses recorded in a separate component of stockholders' equity. Investments accounted for using the equity method of accounting and investments which do not have readily determinable fair market values are not affected by this accounting principle.

Realized gains and losses on dispositions are based on the net proceeds and the adjusted book value of the securities sold, using the specific identification method.

Investments

The Company follows the equity method of accounting for investments in 20% to 50% owned operating companies. Certain investments are less than 20% owned but are accounted for using the equity method because management feels it has influence over operating and financial activities. Equity method investments are recorded at cost plus equity in undistributed earnings or losses since the date of acquisition. Other investments are recorded at cost which approximates net realizable value.

Property and Depreciation

Property and equipment are recorded at original cost. Additions, improvements or major renewals are capitalized. If the assets are sold, retired or otherwise disposed of in the ordinary course of business, the cost plus removal costs less salvage is charged to accumulated depreciation. Any gains or losses on property and equipment retirements are reflected in accumulated depreciation.

Depreciation is computed using the straight-line method based on estimated service or remaining useful lives of the assets. Composite depreciation rates are as follows:

	2002	2001

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:

Telecommunications Plant	6.9%	6.8%
Nonregulated Telecommunications Equipment	11.1	10.7
CATV	8.3	8.1

Revenue Recognition

Revenues are recognized when earned. Interstate access service is based on average schedule settlements with the National Exchange Carrier Association. Local and intrastate access services are based on tariffs filed with the state regulatory commission.

Income Taxes and Investment Credit

The provision for income taxes consists of an amount for taxes currently payable and a provision for tax consequences deferred to future periods. Deferred income taxes are recognized for the future tax consequences attributable to differences between the financial statement carrying amounts of existing assets and liabilities and their respective tax bases. Deferred income tax assets and liabilities are measured using enacted tax rates expected to apply to taxable income in the years in which those temporary differences are expected to be recovered or settled. The major temporary differences that give rise to the net deferred tax liability are fixed asset depreciation and differing book and tax basis of partnership and LLC investments.

Credit Risk

Financial instruments which potentially subject the Company to concentrations of credit risk consist principally of temporary cash investments. The Company places its temporary cash investments with high credit quality financial institutions and, by policy, generally limits the amount of credit exposure to any one financial institution. The bank accounts, at times, exceed federally insured limits. The Company believes it is not exposed to any significant risk on these accounts.

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:

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.

NOTE 2 - INVESTMENT SECURITIES AND OTHER COMPREHENSIVE INCOME

The cost and fair values of investment securities available-for-sale at December 31, 2002 were:

	Cost	Unrealized Gains	Unrealized Losses	Fair Value	Maturity Date
Federal Agency Bonds and Notes	$374,758	$16,862	$(1,584)	$390,036	2009 - 2032
Local and State Agency Bonds and Notes	176,084	13,709	(819)	188,974	2017 - 2027
Totals	$550,842	$30,571	$(2,403)	$579,010	

The cost and fair values of investment securities available-for-sale at December 31, 2001 were:

Description	Cost	Gross Unrealized Gains	Gross Unrealized Losses	Fair Value	Contractual Maturity Date
Federal Agency Bondsand Notes	$395,894	$5,553	$(34,231)	$367,216	2013 - 2019
Local and State Agency Bonds and Notes	197,114	1,900	(7,822)	191,192	2017 - 2029
Totals	$593,008	$7,453	$(42,053)	$558,408	

Proceeds from sales and maturities of investment securities available-for-sale during 2002 and 2001 were $255,872 and $555,090. There were losses of $9,866 in 2002 and gains of $20,204 in 2001.

Changes in other comprehensive income are as follows:

	Before Tax	Tax (Expense) Benefit	Net-of-Tax Amount
2002:			
Unrealized Losses on Available-for-Sale Securities	$52,902	$(20,744)	$32,158
Reclassification Adjustment for Losses Recognized in Net Income	9,866	(3,869)	5,997
Net Unrealized Loss	$62,768	$(24,613)	$38,155
2001:			
Unrealized Losses on Available-for-Sale Securities	$(73,310)	$28,748	$(44,562)

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:

Reclassification Adjustment for Gains Recognized in Net Income
(20,204) 7,923 (12,281)
Net Unrealized Loss $(93,514)
$36,671$(56,843)

As of December 31, 2002 and 2001 the accumulated other comprehensive income (loss) consisted of the following:

	2002	2001
Unrealized Gains (Losses) on Available-for-Sale Securities	**$28,168**	**$(34,600)**
Deferred Income Tax Asset (Liability)	**(11,046)**	**13,567**
Net	**$17,122**	**$(21,033)**

NOTE 3 - INVESTMENT IN PARTNERSHIP AND LLCS

The Company has a wholly owned subsidiary, Baldwin CellCom, Inc., which has investments as follows:

2002

	Percent of Owner-ship	Cost	Cumulative Loss	2001 Total	Total
Equity Method:					
NEXTGEN Communications, LLC	**50.00%**	**$1,011,002**	**$(202,027)**	**$808,975**	**$849,517**
Vision Communications, LLC (Vision)	**16.67%**	**240,011**	**(188,610)**	**51,401**	**74,418**
Subtotal		**$1,251,013**	**$(390,637)**	**860,376**	**923,935**
Cost Method:					
Midwest WirelessHoldings, LLC (MWH)	**.82%**	**2,550,160**		**2,539,390**	
Communications Manage-ment Group, LLC	**3.23%**			**141,540**	**141,540**
Total		**$3,552,076**		**$3,604,865**	

LLC and partnership loss consists of the following:

	2002	2001
Equity in Loss:		
NEXTGEN Communications, LLC	**$(90,541)**	**$(96,885)**
Vision Communications, LLC	**(23,017)**	**(39,310)**
Subtotal	**(113,558)**	**(136,195)**
Distributions from Cost Method Investee - MWH	**68,200**	**66,656**
Total Loss	**$(45,358)**	**$(69,539)**

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:

On October 31, 2001 as part of a partial liquidation, Vision distributed $113,704 of CATV assets to the Company. The Company sold certain assets to another party for $198,000 and realized a gain of $147,580 on the sale.

Future capital contributions may be required. Summarized financial information (not audited) presented in aggregate for the equity method investees, NEXTGEN Communications, LLC and Vision Communications, LLC, is as follows:

	2002	2001
Revenue	$517,352	$1,246,066
Operating Loss	(332,904)	(343,456)
Net Loss	(330,318)	(418,009)
Total Assets	2,279,495	2,759,108
Total Liabilities	116,135	361,311
Total Equity	2,163,360	2,397,797

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:

3. 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.

NOTE 4 - PROPERTY, PLANT AND EQUIPMENT

The Company's investment in property, plant and equipment consists of the following:

Service Life (Years)
20022001

Telecommunications Plant: 3.33 to 30.00
In Service $16,919,381 $16,393,861
Under Construction 263,158328,499
Total17,182,539 6,722,360
Accumulated Depreciation 8,209,279 7,240,014
Net 8,973,260 9,482,346

Nonregulated
Telecommunications Equipment:8.00
In Service 347,636321,470
Accumulated Depreciation 214,555177,312
Net 133,081144,158

CATV Plant: 5.00 to 27.00
In Service 3,841,522 3,496,336
Accumulated Deprecation 1,584,795 1,290,754
Net 2,256,727 2,205,582

Totals: 3.33 to 30.00
In Service21,108,539 20,211,667
Under Construction 263,158328,499
Total21,371,697 20,540,166
Accumulated Depreciation10,008,629 8,708,080

Net $11,363,068 $11,832,086

NOTE 5 - LINE OF CREDIT

The Company has a line of credit with First National Bank of Baldwin which enables the Company to borrow up to $500,000 at the prevailing prime interest rate due on May 30, 2003. The loan is secured by investment securities owned by the Company. No balance was outstanding on this loan at December 31, 2002. The December 31, 2001 balance was paid in full in 2002.

NOTE 6 - LONG-TERM DEBT

Long-term debt is as follows:

20022001

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:

RUS:		
0% Economic Development Loan	**$836,573**	**$1,031,018**
2% - 6.28%	**3,485,207**	**3,663,959**
RTB:		
5.17% - 7.5%	**5,191,505**	**5,356,769**
RTFC:		
Variable Rate	**408,501**	**548,946**
Construction Contracts Payable	**-62,850**	
Total	**9,921,786**	**10,663,542**
Less Amount Due Within One Year	**803,100**	**733,600**
Long-Term Debt	**$9,118,686**	**$9,929,942**

The mortgage notes payable to the Rural Utilities Service (RUS) and to the Rural Telephone Bank (RTB) are secured by substantially all assets of the Company. These notes are payable in equal monthly and quarterly installments of principal and interest beginning three years after the date of the issue and will be fully repaid at various times from 2003 to 2022.

The five year note payable to the Rural Telephone Finance Cooperative (RTFC) is payable in quarterly installments of principal and interest with a variable interest rate as of December 31, 2002 of 5.75%.

Unadvanced loan funds on RUS and RTB loan commitments of $11,262,000 and $6,955,003 are available to the Company as of December 31, 2002. Unadvanced loan funds on RTFC loan commitments of $20,000 are available to the Company as of December 31, 2002.

All RUS and RTB loan funds are deposited in the RUS Construction Fund, and disbursements are restricted to construction costs and other expenditures authorized by the loan agreement, subject to RUS approval.

RTFC stock was purchased pursuant to terms of the note agreement. RTB Class B stock was purchased pursuant to terms of a mortgage loan agreement with the RTB. The Class B stock will not be redeemed by the RTB until all Class A stock has been redeemed.

The 0% Economic Development Loans are payable in monthly installments ranging from $3,704 to $4,167 for the years 2003 through 2008. The proceeds from the loans were advanced to unrelated businesses from whom the Company has 0% notes receivable which are collectible in monthly installments equal to those of the Economic Development Loans payable. In accordance with the Public Service Commission of Wisconsin guidelines, the notes receivable are classified as Investment in Nonaffiliated Companies.

Principal payments required during the next five years are: 2003 $803,100; 2004 $804,400; 2005 $840,600; 2006 $715,600; and 2007 $749,500.

Long-term debt agreements contain restrictions on dividends and

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:

redemptions of equity capital. Retained earnings available for dividend distribution totaled $1,462,530 as of December 31, 2002.

NOTE 7 - INCOME TAXES

The provision for income tax expense includes the following components:

	2002	2001
Current Expense	$(73,871)	$207,907
Deferred	265,711	75,469
Total	$191,840	$283,376

The Company files a consolidated federal income tax return with its subsidiary and a separate state income tax return. The consolidated amount of current and deferred tax expense is allocated to group members based on a method similar to applying SFAS No. 109 to each member of the group on an individual basis.

The components of deferred income taxes at December 31, 2002 and 2001 are as follows:

	2002	2001
Deferred Tax Assets:		
Deferred Revenue	$15,772	$8,972
Other	12,461	13,420
Investment Securities	-	13,567
Total Deferred Tax Assets	28,233	35,959
Deferred Tax Liabilities:		
Depreciation	(1,155,319)	(878,710)
Investment in Partnership and LLCs	(908,671)	(913,727)
Investment Securities	(11,046)	-
Total Deferred Tax Liabilities	(2,075,036)	(1,792,437)
Net Deferred Tax Liabilities	$(2,046,803)	$(1,756,478)

NOTE 8 - RETIREMENT PLAN

The Company has a defined contribution plan for its employees who meet certain age and service requirements. Contributions to the plan are 3% of the qualified employee salaries, determined annually by the Board of Directors. The Company's expense for the defined contribution plan was $20,135 and $17,849 in 2002 and 2001.

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

Particulars (a)	Balance--EOY (b)	Balance--FOY (c)	
CURRENT ASSETS			
CASH AND EQUIVALENTS			
Cash and Equivalents (1120)*	1,278,566	1,328,373	**1**
Cash (1130)			**2**
Special Cash Deposits (1140)			**3**
Working Cash Advances (1150)			**4**
Temporary Investments (1160)			**5**
TOTAL CASH AND EQUIVALENTS	**1,278,566**	**1,328,373**	
RECEIVABLES AND ALLOWANCES FOR DOUBTFUL ACCOUNTS			
Telecommunications Accounts Receivable (1180)*	50,601	86,599	**6**
Accounts Receivable Allowance-Telecom (1181)*			**7**
Net: Telecommunications Accounts Receivable	**50,601**	**86,599**	
Other Accounts Receivable (1190)*	423,680	452,074	**8**
Accounts Receivable Allowance--Other (1191)*			**9**
Net: Other Accounts Receivable	**423,680**	**452,074**	
Notes Receivable (1200)*			**10**
Notes Receivable Allowance (1201)*			**11**
Net: Notes Receivable	**0**	**0**	
Interest and Dividends Receivable (1210)*	3,764	3,764	**12**
TOTAL REC AND ALLOW FOR DOUBTFUL ACCOUNTS	**478,045**	**542,437**	
SUPPLIES			
Inventories (1220)*	235,776	259,495	**13**
TOTAL SUPPLIES	**235,776**	**259,495**	
PREPAYMENTS			
Total Prepayments (1280)*	18,686	17,182	**14**
Prepaid Rents (1290)			**15**
Prepaid Taxes (1300)			**16**
Prepaid Insurance (1310)			**17**
Prepaid Directory Expenses (1320)			**18**
Other Prepayments (1330)			**19**
TOTAL PREPAYMENTS	**18,686**	**17,182**	
OTHER CURRENT ASSETS			
Other Current Assets (1350)*		0	**20**
TOTAL OTHER CURRENT ASSETS	**0**	**0**	
TOTAL CURRENT ASSETS	**2,011,073**	**2,147,487**	
NONCURRENT ASSETS			
INVESTMENTS			
Investment in Affiliated Companies (1401)*	2,682,985	2,719,860	**21**
RTB Class B Stock (1402)*	325,880	321,280	**22**
Other Investments in Nonaffiliated Companies (1402)*	919,685	1,114,864	**23**
Nonregulated Investments (1406)*	2,491,189	2,451,860	**24**
Unamortized Debt Issuance Expense (1407)*			**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)*	91,603	62,604	27
TOTAL INVESTMENTS	**6,511,342**	**6,670,468**	
DEFERRED CHARGES			
Deferred Tax Regulatory Asset (1437)*			28
Deferred Maintenance and Retirements (1438)*			29
Deferred Charges (1439)*			30
TOTAL DEFERRED CHARGES	**0**	**0**	
TOTAL NONCURRENT ASSETS	**6,511,342**	**6,670,468**	
PLANT			
TELECOMMUNICATIONS PLANT IN SERVICE			
Telecommunications Plant in Service (2001)*	16,919,383	16,393,862	31
Less: Accumulated Depreciation (3100)*	8,209,281	7,240,015	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	**8,710,102**	**9,153,847**	
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)*	263,158	328,499	40
TOTAL TPUC	**263,158**	**328,499**	
TELECOMMUNICATIONS PLANT ADJUSTMENT			
Telecommunications Plant Adjustment (2005)*			41
Less: Accumulated Amortization--Other (3600)*			42
NET TELECOMMUNICATIONS PLANT ADJUSTMENT	**0**	**0**	
TOTAL PLANT	**8,973,260**	**9,482,346**	
TOTAL ASSETS AND OTHER DEBITS	**17,495,675**	**18,300,301**	

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

Particulars (a)	Balance--EOY (b)	Balance--FOY (c)	
CURRENT LIABILITIES			
Accounts Payable (4010)*	328,549	455,355	**1**
Notes Payable (4020)*	0	399,722	**2**
Advance Billing and Payments (4030)*	35,000	35,000	**3**
Customer Deposits (4040)*	1,300	1,450	**4**
Current Maturities--Long-Term Debt (4050)*	803,100	733,600	**5**
Current Maturities--Capital Leases (4060)*	0	0	**6**
Income Taxes--Accrued (4070)*	0	45,827	**7**
Other Taxes--Accrued (4080)*	54,770	20,822	**8**
Net Current Deferred Operating Income Taxes (4100)*	0	0	**9**
Net Current Deferred Nonoperating Income Taxes (4110)*	0	0	**10**
Other Accrued Liabilities (4120)*	35,962	42,064	**11**
Other Current Liabilities (4130)*	0	0	**12**
TOTAL CURRENT LIABILITIES	**1,258,681**	**1,733,840**	
LONG-TERM DEBT			
Funded Debt (4210)*	9,118,686	9,867,092	**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	62,850	**19**
TOTAL LONG-TERM DEBT	**9,118,686**	**9,929,942**	
OTHER LIABILITIES AND DEFERRED CREDITS			
Other Long-Term Liabilities (4310)*	0	0	**20**
Unamortized Operating ITC--Net (4320)*	0	0	**21**
Unamortized Nonoperating ITC--Net (4330)*	0	0	**22**
Net Noncurrent Deferred Operating Income Taxes (4340)*	1,138,132	842,751	**23**
Net Deferred Tax Liability Adjustments (4341)*	0	0	**24**
Net Noncurrent Deferred Nonoperating Income Taxes (4350)*	0	0	**25**
Other Deferred Credits (4360)*	40,220	22,880	**26**
Deferred Tax Regulatory Liability (4361)*	0	0	**27**
TOTAL OTHER LIABILITIES AND DEFERRED CREDITS	**1,178,352**	**865,631**	
STOCKHOLDERS' EQUITY			
Capital Stock (4510)*	424,300	428,290	**28**
Additional Paid-in Capital (4520)*	0	0	**29**
Treasury Stock (4530)*	0	0	**30**
Other Capital (4540)*	17,122	(21,033)	**31**
Retained Earnings (4550)*	5,498,534	5,363,631	**32**
TOTAL STOCKHOLDERS' EQUITY	**5,939,956**	**5,770,888**	
TOTAL LIABILITIES AND OTHER CREDITS	**17,495,675**	**18,300,301**	

IMPORTANT CHANGES DURING THE YEAR

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

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

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)	
Baldwin Cellcom, Inc.	CELLCOM	**1**
Wisconsin Independent Telecommunications System, Inc.	WITS	**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	None				
Name of Affiliate	CELLCOM				1
Designate whether billed to or from:	TO				2
Cost Based (C), Market Price (M), Prevailing Price (P), Tariff (T), Other (O)	C				3
Total Dollar Activity	(34,823)				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)	
Baldwin Cellcom, Inc.	1401	2,647,785	**1**
Wisconsin Independent Telecommunications System, Inc.	1401	35,200	**2**

TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B

Plant Account (a)	Account (b)	Balance FOY (c)	Additions (d)		
GENERAL SUPPORT ASSETS					
Land	2111	156,499		**1**	
Motor Vehicles	2112	300,620	27,427	**2**	1
Aircraft	2113	0		**3**	
Special Purpose Vehicles	2114	0		**4**	
Garage Work Equipment	2115	9,551		**5**	
Other Work Equipment	2116	218,877	36,847	**6**	1
Buildings	2121	1,645,095	11,065	**7**	1
Furniture	2122	157,666	1,352	**8**	1
Office Equipment	2123	89,001	17,680	**9**	1
General Purpose Computers	2124	241,562	9,976	**10**	1
TOTAL--GENERAL SUPPORT ASSETS:		**2,818,871**	**104,347**		
CENTRAL OFFICE ASSETS					
Analog Electronic Switching	2211	0		**11**	
Digital Electronic Switching	2212	2,845,615	409,746	**12**	1
Electro-Mechanical Switching	2215	0	0	**13**	
Operator Systems	2220	0		**14**	
Radio Systems	2231	30,391	0	**15**	
Circuit Equipment	2232	1,770,864	36,037	**16**	1
TOTAL--CENTRAL OFFICE ASSETS:		**4,646,870**	**445,783**		
INFORMATION ORIGINATION/TERMINATION ASSETS					
Station Apparatus	2311	0		**17**	
Customer Premises Wiring	2321	0		**18**	
Large Private Branch Exchanges	2341	0		**19**	
Public Telephone Terminal Equipment	2351	0		**20**	
Other Terminal Equipment	2362	34,299		**21**	
TOTAL--INFORMATION ORIG/TERM ASSETS:		**34,299**	**0**		
CABLE WIRE FACILITIES ASSETS					
Poles	2411	0		**22**	
Aerial Cable	2421	0	0	**23**	
Underground Cable	2422	2,054,422	2,642	**24**	1
Buried Cable	2423	5,945,662	222,177	**25**	1
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	893,738		**30**	1
TOTAL--CABLE WIRE FACILITIES ASSETS:		**8,893,822**	**224,819**		
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			**156,499**	**1**	
2112	12,466	(151)	**315,430**	**2**	1
2113			**0**	**3**	
2114			**0**	**4**	
2115			**9,551**	**5**	
2116		(2,177)	**253,547**	**6**	1
2121	4,573	(340)	**1,651,247**	**7**	1
2122		(232)	**158,786**	**8**	1
2123	21,140	(6,139)	**79,402**	**9**	1
2124		(8,251)	**243,287**	**10**	1
	38,179	**(17,290)**	**2,867,749**		
2211			**0**	**11**	
2212	(3,229)	(23,199)	**3,235,391**	**12**	1
2215	0	0	**0**	**13**	
2220			**0**	**14**	
2231	0	0	**30,391**	**15**	
2232	116,786	11,194	**1,701,309**	**16**	1
	113,557	**(12,005)**	**4,967,091**		
2311			**0**	**17**	
2321			**0**	**18**	
2341			**0**	**19**	
2351			**0**	**20**	
2362			**34,299**	**21**	
	0	**0**	**34,299**		
2411			**0**	**22**	
2421	0	0	**0**	**23**	
2422	0	100,888	**2,157,952**	**24**	1
2423	10,026	(163,640)	**5,994,173**	**25**	1
2424	0	0	**0**	**26**	
2425			**0**	**27**	
2426	0	0	**0**	**28**	
2431			**0**	**29**	
2441		4,381	**898,119**	**30**	1
	10,026	**(58,371)**	**9,050,244**		
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**	**16,393,862**	**774,949**	
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**	
	161,762	**(87,666)**	**16,919,383**	
2001			0	**34**
			16,919,383	

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	48,683	16,264	1	1
Company Communications Equipment	2123.2	40,318	1,416	2	
Software	2212.1	397,022	2,500	3	1
Digital Switching - Central Office	2212.2	2,448,593	407,246	4	1
Digital Switching - Remote	2212.3			5	
Step by Step Switching	2215.1			6	
Crossbar Switching	2215.2			7	
Satellite and Earth Station Facilities	2231.1			8	
Other Radio Facilities	2231.2	30,391		9	
Digital Circuit Equipment	2232.1	1,770,864	36,037	10	1
Analog Circuit Equipment	2232.2			11	
Light Wave Circuit Equipment	2232.3			12	
Aerial Cable - Nonmetallic	2421.1			13	
Aerial Cable - Metallic	2421.2			14	
Underground Cable - Nonmetallic	2422.1	1,717,725		15	1
Underground Cable - Metallic	2422.2	336,697	2,642	16	1
Buried Cable - Nonmetallic	2423.1			17	
Buried Cable - Metallic	2423.2	5,945,662	222,177	18	1
Submarine Cable - Nonmetallic	2424.1			19	
Submarine Cable - Metallic	2424.2			20	
Intrabuilding Cable - Nonmetallic	2426.1			21	
Intrabuilding Cable - Metallic	2426.2			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	21,140	(6,139)	**37,668**	**1**	1
2123.2			**41,734**	**2**	
2212.1		8,651	**408,173**	**3**	1
2212.2	(3,229)	(31,850)	**2,827,218**	**4**	1
2212.3			**0**	**5**	
2215.1			**0**	**6**	
2215.2			**0**	**7**	
2231.1			**0**	**8**	
2231.2			**30,391**	**9**	
2232.1	116,786	11,194	**1,701,309**	**10**	1
2232.2			**0**	**11**	
2232.3			**0**	**12**	
2421.1			**0**	**13**	
2421.2			**0**	**14**	
2422.1		88,496	**1,806,221**	**15**	1
2422.2		12,392	**351,731**	**16**	1
2423.1			**0**	**17**	
2423.2	10,026	(163,640)	**5,994,173**	**18**	1
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	246,003	18.2	56,005		1
Aircraft	2113	0				2
Special Purpose Vehicles	2114	0				3
Garage Work Equipment	2115	9,551	7.9			4
Other Work Equipment	2116	175,861	9.1000	21,474		5
Buildings	2121	505,102	3.3	54,939		6
Furniture	2122	149,757	10.0	9,029		7
Office Equipment	2123	74,293	20.0	16,840		8
General Purpose Computers	2124	180,408	20.0	48,485		9
Total-- GENERAL SUPPORT ASSETS		**1,340,975**		**206,772**	**0**	
CENTRAL OFFICE ASSETS						
Analog Electronic Switching	2211	0				10
Digital Electronic Switching	2212	1,829,582	9.7	267,258		11
Electro-Mechanical Switching	2215	0				12
Operator Systems	2220	0				13
Radio Systems	2231	30,391	11.6			14
Circuit Equipment	2232	888,293	12.8	222,352		15
Total-- CENTRAL OFFICE ASSETS		**2,748,266**		**489,610**	**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	26,433	12.5	4,287		20
Total-- INFORMATION ORIG/TERM ASSETS		**26,433**		**4,287**	**0**	
CABLE WIRE FACILITIES ASSETS						
Poles	2411	0				21
Aerial Cable	2421	0				22
Underground Cable	2422	524,950	5.0	105,310		23
Buried Cable	2423	2,252,971	5.0	298,496		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	12,466		4,045		**293,587**	**1**
2113					**0**	**2**
2114					**0**	**3**
2115					**9,551**	**4**
2116					**197,335**	**5**
2121	4,573				**555,468**	**6**
2122					**158,786**	**7**
2123	21,140				**69,993**	**8**
2124					**228,893**	**9**
	38,179	**0**	**4,045**	**0**	**1,513,613**	
2211					**0**	**10**
2212	(3,229)				**2,100,069**	**11**
2215	0				**0**	**12**
2220					**0**	**13**
2231	0				**30,391**	**14**
2232	116,786				**993,859**	**15**
	113,557	**0**	**0**	**0**	**3,124,319**	
2311					**0**	**16**
2321					**0**	**17**
2341					**0**	**18**
2351					**0**	**19**
2362					**30,720**	**20**
	0	**0**	**0**	**0**	**30,720**	
2411					**0**	**21**
2421	0				**0**	**22**
2422	0				**630,260**	**23**
2423	10,026	8,709			**2,532,732**	**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	346,420	3.5	31,217		**29**
Total-- CABLE WIRE FACILITIES ASSETS		**3,124,341**		**435,023**	**0**	
Total Accumulated Depreciation	**3100**	**7,240,015**		**1,135,692**	**0**	
Less: Allocation to Nonregulated Activity - Columns e, f and l	3100			0	0	**30**
Net Regulated Total Accum Depreciation - Columns e, f and l	**3100**			**1,135,692**	**0**	

ACCUMULATED DEPRECIATION CLASS A & B (cont.)

Acct (g)	Retired (h)	Cost of Removal (i)	Salvage (j)	Other (k)	Balance EOY (l)	
2441					**377,637**	**29**
	10,026	**8,709**	**0**	**0**	**3,540,629**	
3100	**161,762**	**8,709**	**4,045**	**0**	**8,209,281**	
3100					0	**30**
3100					**8,209,281**	

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	43,048	20.0	9,767		1
Company Communications Equipment	2123.2	31,245	20.0	7,073		2
Software	2212.1	397,022	30.0	11,151		3
Digital Switching - Central Office	2212.2	1,432,560	9.7	256,107		4
Digital Switching - Remote	2212.3	0				5
Step by Step Switching	2215.1	0				6
Crossbar Switching	2215.2	0				7
Satellite and Earth Station Facilities	2231.1	0				8
Other Radio Facilities	2231.2	30,391	11.6			9
Digital Circuit Equipment	2232.1	888,293	12.8	222,352		10
Analog Circuit Equipment	2232.2	0				11
Light Wave Circuit Equipment	2232.3	0				12
Aerial Cable - Nonmetallic	2421.1	0				13
Aerial Cable - Metallic	2421.2	0				14
Underground Cable - Nonmetallic	2422.1	326,996	5.0	88,099		15
Underground Cable - Metallic	2422.2	197,954	5.0	17,211		16
Buried Cable - Nonmetallic	2423.1	0				17
Buried Cable - Metallic	2423.2	2,252,971	5.0	298,496		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	21,140				**31,675**	1
2123.2					**38,318**	2
2212.1					**408,173**	3
2212.2	(3,229)				**1,691,896**	4
2212.3					**0**	5
2215.1					**0**	6
2215.2					**0**	7
2231.1					**0**	8
2231.2					**30,391**	9
2232.1	116,786				**993,859**	10
2232.2					**0**	11
2232.3					**0**	12
2421.1					**0**	13
2421.2					**0**	14
2422.1					**415,095**	15
2422.2					**215,165**	16
2423.1					**0**	17
2423.2	10,026	8,709			**2,532,732**	18
2424.1					**0**	19
2424.2					**0**	20
2426.1					**0**	21
2426.2					**0**	22

RETAINED EARNINGS (ACCT. 4550)

Particulars (a)	This Year (b)	Last Year (c)	
Balance-First of Year	5,363,631	5,095,229	1
Changes:			
Balance Transferred from Income	331,679	426,694	2
Dividends Declared:			
Common	148,505	139,194	3
Preferred	0	0	4
Total Dividends Declared	**148,505**	**139,194**	
Miscellaneous Debits to Retained Earnings	48,271	19,098	5
Miscellaneous Credits to Retained Earnings			6
Balance--End of Year	**5,498,534**	**5,363,631**	

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

Particulars (a)	This Year (b)	Last Year (c)	
LOCAL NETWORK SERVICES REVENUES			
Basic Local Service Revenue (5000)*	1,351,565	1,167,177	1
Basic Area Revenue (5001)			2
Optional Extended Area Revenue (5002)			3
Cellular Mobile Revenue (5003)			4
Other Mobile Services Revenue (5004)			5
Public Telephone Revenue (5010)			6
Local Private Line Revenue (5040)			7
Customer Premises Revenue (5050)			8
Other Local Exchange Revenue (5060)			9
Other Local Exchange Revenue Settlements (5069)			10
TOTAL BASIC LOCAL SERVICE REVENUE (5000)	**1,351,565**	**1,167,177**	
NETWORK INTERSTATE ACCESS SERVICES REV.			
End User Revenue (5081)*	403,254	245,503	11 3
Switched Access Revenue (5082)*	878,012	1,051,274	12
Special Access Revenue (5083)*	171,131	86,788	13 4
TOTAL INTERSTATE ACCESS REVENUES (5080)	**1,452,397**	**1,383,565**	
NETWORK INTRASTATE ACCESS SERVICES REV.			
End User Revenue (5084.1)*			14
Switched Access Revenue (5084.2)*	508,436	500,498	15
Special Access Revenue (5084.3)*	93,345	105,805	16
TOTAL INTRASTATE ACCESS REVENUES (5084)	**601,781**	**606,303**	
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)*	180,368	184,139	**30**	
Rent Revenue (5240)*	50,615	29,361	**31**	**5**
Corporate Operations Revenue (5250)*			**32**	
Miscellaneous:				
Miscellaneous Revenue (5260)*	5,178	5,286	**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)	**5,178**	**5,286**		
Interstate Billing and Collection Revenue*	46,420	69,328	**39**	**6**
Intrastate Billing and Collection Revenue*	60,237	59,693	**40**	
Total Carrier Billing and Collection Revenue (5270)*	**106,657**	**129,021**		
Nonregulated Operating Revenue (5280)**			**41**	
TOTAL MISCELLANEOUS REVENUES	**342,818**	**347,807**		
GROSS OPERATING REVENUES	**3,748,561**	**3,504,852**		
UNCOLLECTIBLE REVENUES				
Uncollectible Revenue (5300)*	44,409	(6,409)	**42**	**7**
Uncollectible Revenue--Telecommunications (5301)			**43**	
Uncollectible Revenue--Other (5302)			**44**	
TOTAL UNCOLLECTIBLE REVENUE (5300)	**44,409**	**(6,409)**		
TOTAL OPERATING REVENUES	**3,704,152**	**3,511,261**		

** 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)	10,623	9,370	1
Less: Nonregulated	0	0	2
Net Regulated	**10,623**	**9,370**	3
Total General Support Expense (6120)	104,288	100,401	4
Less: Nonregulated	0	0	5
Net Regulated	**104,288**	**100,401**	6
Total Central Office Switching Expense (6210)	69,918	54,865	7
Less: Nonregulated	0	0	8 8
Net Regulated	**69,918**	**54,865**	9
Total Operator Systems Expense (6220)	0	0	10
Less: Nonregulated	0	0	11
Net Regulated	**0**	**0**	12
Total Central Office Transmission Expenses (6230)	4,880	6,600	13
Less: Nonregulated	0	0	14
Net Regulated	**4,880**	**6,600**	15
Total Information Orig. / Term. Expense (6310)	1,276	652	16
Less: Nonregulated	0	0	17
Net Regulated	**1,276**	**652**	18
Total Cable and Wire Fac. Expense (6410)	138,029	154,254	19
Less: Nonregulated	0	0	20
Net Regulated	**138,029**	**154,254**	21
TOTAL PLANT SPECIFIC OPERATIONS EXPENSE	**329,014**	**326,142**	
Less: Nonregulated	**0**	**0**	
Net Regulated	**329,014**	**326,142**	
PLANT NONSPECIFIC OPERATIONS EXPENSE			
Total Other Property, Plant and Equip. Exp. (6510)			22
Less: Nonregulated			23
Net Regulated	**0**	**0**	24
Total Network Operations Expense (6530)	132,515	163,011	25
Less: Nonregulated	0	0	26
Net Regulated	**132,515**	**163,011**	27
Access Expense (6540)	109,302	35,221	28
Less: Nonregulated	0	0	29 9
Net Regulated	**109,302**	**35,221**	30
Total Depreciation and Amortization Expense (6560)	1,135,692	1,072,001	31
Less: Nonregulated			32
Net Regulated	**1,135,692**	**1,072,001**	33
TOTAL PLANT NONSPECIFIC OPERATIONS EXP.	**1,377,509**	**1,270,233**	
Less: Nonregulated	**0**	**0**	
Net Regulated	**1,377,509**	**1,270,233**	

EXPENSES - CLASS A & B

Particulars (a)	Total This Year (b)	Total Last Year (c)	
CUSTOMER OPERATIONS EXPENSE			
Total Marketing (6610)	0	0	**34**
Less: Nonregulated	0	0	**35**
Net Regulated	**0**	**0**	**36**
Total Services (6620)	514,237	460,923	**37**
Less: Nonregulated	0	0	**38**
Net Regulated	**514,237**	**460,923**	**39**
TOTAL CUSTOMER OPERATIONS EXPENSE	**514,237**	**460,923**	
Less: Nonregulated	**0**	**0**	
Net Regulated	**514,237**	**460,923**	
CORPORATE OPERATIONS EXPENSE			
Total Exec. and Planning (6710)	92,452	89,218	**40**
Less: Nonregulated	0	0	**41**
Net Regulated	**92,452**	**89,218**	**42**
Total General and Administrative (6720)	323,299	304,640	**43**
Less: Nonregulated	0	0	**44**
Net Regulated	**323,299**	**304,640**	**45**
Provision for Uncollectible Notes Receiv. (6790)	0	0	**46**
Less: Nonregulated	0	0	**47**
Net Regulated	**0**	**0**	**48**
TOTAL CORPORATE OPERATIONS EXPENSE	**415,751**	**393,858**	
Less: Nonregulated	**0**	**0**	
Net Regulated	**415,751**	**393,858**	
TOTAL EXPENSES	**2,636,511**	**2,451,156**	
Less: Nonregulated	**0**	**0**	
Net Regulated	**2,636,511**	**2,451,156**	

EXPENSES - CLASS A & B (DETAIL)

Particulars (a)	Total This Year (b)	Total Last Year (c)	
Property Held for Future Tele. Use Exp. (6511)			1
Provisioning Expense (6512)			2
Total: Reported in Account 6510	**0**	**0**	
Depreciat. Exp.--Tele. Plant in Service (6561)	1,135,692	1,072,001	3
Depreciat. Exp.--Prop. Held for Future Tele. Use (6562			4
Amortization Expense--Tangible (6563)			5
Amortization Expense--Intangible (6564)			6
Amortization Expense--Other (6565)			7
Total: Reported in Account 6560	**1,135,692**	**1,072,001**	

CALCULATION OF ASSESSABLE REVENUES FOR REMAINDER AND TELEPHONE RELAY ASSESSMENT PURPOSES

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

Description (a)	This Year (b)	
Gross Operating Revenues	3,748,561	1
Plus: Collection of amounts previously written off	59,963	2
Less: Uncollectibles written off during the year	104,372	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	**3,704,152**	

CALCULATION OF ASSESSABLE REVENUES FOR UNIVERSAL SERVICE FUND ASSESSMENT PURPOSES

Description (a)	This Year (b)	
Total Basic Local Service Revenue (5000)	1,351,565	1
Plus: Total Intrastate Access Revenues (5084)	601,781	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):		6
Assessable Revenues for Universal Service Fund Assessment Purposes	**1,953,346**	

CALCULATION OF ASSESSABLE REVENUES FOR REMAINDER AND TELEPHONE RELAY ASSESSMENT PURPOSES

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

Description (a)	This Year (b)	
Gross Operating Revenues	3,748,561	1
Plus: Collection of amounts previously written off	59,963	2
Less: Uncollectibles written off during the year	104,372	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	**3,704,152**	

CALCULATION OF ASSESSABLE REVENUES FOR UNIVERSAL SERVICE FUND ASSESSMENT PURPOSES

Description (a)	This Year (b)	
Total Basic Local Service Revenue (5000)	1,351,565	1
Plus: Total Intrastate Access Revenues (5084)	601,781	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):		6
Assessable Revenues for Universal Service Fund Assessment Purposes	**1,953,346**	

OTHER INCOME ACCOUNTS

Particulars (a)	This Year (b)	Last Year (c)	
OTHER OPERATING INCOME AND EXPENSE			
Total Other Oper. Income and (Expense) (7100)	0	0	**1**
OPERATING TAXES			
Operating Investment Tax Credits--Net (7210)	0	0	**2**
Operating Federal Income Taxes (7220)	99,304	107,872	**3**
Operating State and Local Income Taxes (7230)	24,616	26,149	**4**
Operating Other Taxes (7240)	152,205	147,208	**5**
Provision for Deferred Operating Income Taxes--Net (7250)		(12,022)	**6**
TOTAL OPERATING TAXES (7200)	**276,125**	**269,207**	
NONOPERATING INCOME AND EXPENSE			
Dividend Income (7310)	22,069	17,676	**7**
Interest Income (7320)	62,779	126,273	**8**
Income from Sinking and Other Funds (7330)			**9**
Allowance for Funds Used During Construction (7340)			**10**
Gains or (Losses) from the Disposition of Certain Property (7350)			**11**
Other Nonoperating Income (7360)	14,183	73,405	**12**
Special Charges (7370)	5,817	4,806	**13**
TOTAL NONOPERATING INCOME AND EXPENSE (7300)	**93,214**	**212,548**	
NONOPERATING TAXES			
Total Nonoperating Taxes (7400)	64,447	93,796	**14**
INTEREST AND RELATED ITEMS			
Total Interest and Related Items (7500)	565,121	586,117	**15**
EXTRAORDINARY ITEMS			
Extraordinary Items (7600)			**16**
NONREGULATED NET INCOME			
Nonregulated Net Income (7990)	76,517	103,161	**17**

NONREGULATED ACTIVITIES

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

Nonregulated Activity (a)	
Cable Television	1
Equipment Sales	2
Internet	3
Leasing of Customer Premises Equipment	4

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

TELEPHONE CALLS AND MINUTES OF USE PER MONTH

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

Item (a)	Telephone Calls (000's) (b)	Minutes of Use (000's) (c)	
LOCAL			
Intra-Exchange			**1** **2**
Extended Area Service			**2**
Extended Community Calling	65	258	**3**
Other Local-Undefined			**4**
Total Local	**65**	**258**	
TOLL			
Toll	227	662	**5**
Total Toll	**227**	**662**	
Total Local & Toll	**292**	**920**	

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.	2				3
Feature Group B -- Term.					4
Feature Group C -- Orig.	2		642		5
Feature Group C -- Term.	22		640		6
Feature Group D -- Orig.	9,265	2,098	2,937		7
Feature Group D -- Term.	8,428	1,512	2,521		8

OUTSIDE PLANT STATISTICS AT END OF YEAR

Description of Item (a)	Amount (b)	
Sheath miles of plant - fiber optics	126	1
Strand miles of plant - fiber optics	3,216	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	4	23	1	
56 kbps	9	2	2	
64 kbps (DS0)	1	4	3	
1.54 Mbps (DS-1)	19	11	4	
45 Mbps (DS-3)	0	2	5	B
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	126	1
Strand miles of plant - fiber optics	3,216	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	4	23	1	
56 kbps	9	2	2	
64 kbps (DS0)	1	4	3	
1.54 Mbps (DS-1)	19	11	4	
45 Mbps (DS-3)	0	2	5	B
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	850	880	3
2 Party	0	0	4
4 Party	0	0	5
PBX Trunks/System Trunks	65	75	6
Centrex Trunks	0	0	7
Centrex Lines	0	0	8
Key System Trunks	434	435	9
Mobile (Utility Provided Service)	0	0	10
Paging (Utility Provided Service)	0	0	11
FX-Out (Switched)	0	0	12
Pay Telephone	8	4	13
Coin-Operated Pay Telephone	0	0	14
Independent Pay Telephone Provider	30	27	15
Other	82	194	16
Total Business Lines	**1,469**	**1,615**	17
Residential (Incl. Emp. Concess.)			18
1 Party	3,264	3,276	19
2 Party	0	0	20
4 Party	0	0	21
FX-Out (Switched)	0	0	22
Other	6		23
Total Residential Lines	**3,270**	**3,276**	24
Total Bus & Res Lines	**4,739**	**4,891**	25
Company Used Lines	18	18	26
Total Lines Used	**4,757**	**4,909**	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	1	13	3
WATS Lines - 800 Service	0		4
FX-In-intraLATA	4	4	5
Special Access-intraLATA			6
(expressed in equiv. access lines)	160	160	7
Special Access-interLATA			8
(expressed in equiv. access lines)	471	471	9
Feature Group A Lines	0		10
Feature Group B Trunks	0		11
Feature Group C Trunks	0		12
Feature Group D Trunks	288	336	13
TSPS - Trunks	10	10	14
EAS - Trunks	96	96	15
Cellular Trunks (Pub. Sw. Net.)	0		16
Video Distance Learning	0		17
- discounted (special tariff)			18
Customers			19
Lifeline Customers	0	0	20
Linkup Customers	0	0	21
Other			22
Total Company Square Miles	135	135	23
Total Company Route Miles	556	560	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	0290	6030			1
Business					2
1 Party	682	198			3
2 Party	0				4
4 Party	0				5
PBX Trunks/System Trunks	67	8			6
Centrex Trunks	0				7
Centrex Lines	0				8
Key System Trunks	335	100			9
Mobile (utility provided service)	0				10
Paging (utility provided service)	0				11
FX-Out (Switched)	0				12
Pay Telephone	3	1			13
Coin-Operated Pay Telephone	0	0			14
Independent Pay Telephone Provider	24	3			15
Other	182	12			16
Total Business Lines	**1,293**	**322**	**0**	**0**	17
Residential (Incl. Emp. Concess.)					18
1 Party	2,376	900			19
2 Party	0				20
4 Party	0				21
FX-Out (Switched)	0				22
Other					23
Total Residential Lines	**2,376**	**900**	**0**	**0**	24
Total Bus & Res Lines	**3,669**	**1,222**	**0**	**0**	25
Company Used Lines	17	1			26
Total Lines Used	**3,686**	**1,223**	**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	0290	6030			1
Miscellaneous					2
WATS Lines - OutWATS	4	9			3
WATS Lines - 800 Service					4
FX-In-intraLATA	3	1			5
Special Access-intraLATA					6
(equiv. access lines)	134	26			7
Special Access-interLATA					8
(equiv. access lines)	469	2			9
Feature Group A Lines					10
Feature Group B Trunks					11
Feature Group C Trunks					12
Feature Group D Trunks	336				13
TSPS - Trunks	10				14
EAS - Trunks	96				15
Cellular Trunks (Pub. Sw. Net.)					16
Video Distance Learning					17
- discounted (special tariff)					18
Other					19
Exchange Square Miles	94	41			20
Exchange Route Miles	350	210			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**

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EQUIPMENT ABBREVIATIONS

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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	BALDWIN	WOODVILLE			1
PSCW Exchange ID	0290	6030			2
Central Office Name	BALDWIN	WOODVILLE			3
PSCW Central Office ID	1	1			4
Central Office CLLI Code	BLDWWIXAD50	WDVLWIXA698			5
Manufacturer of COE (Page 54)	NTI	NTI			6
Year COE Installed	1980	1999			7
Type of Equipment (Page 54)	D	D			8
(S)tandalone, (H)ost, (R)emote, (A)dv Fiber Comm	H	R			9
Remote Host PSCW Exchange ID		6030			10
Remote Host PSCW Central Office ID		1			11
COE Generic Software Release No.	502.10	502.10			12
SS7?	Yes	Yes			13
9-1-1?	Yes	Yes			14
Access Lines - In Use	3,686	1,223			15
- Equipped	5,525	1,916			16
- Wired	8,840	3,640			17
Trunks - In Use	538	416			18
- Equipped	656	464			19
- Wired	656	464			20
ISDN Available?	Yes	Yes			21
ISDN Lines - In Use (BRI)	16	4			22
- In Use (PRI)	0	0			23
XDSL Available?	No	No			24
- In Use (# lines)					25
Switched 56 Service?	Yes	Yes			26
Switched 56 lines in use	6	0			27
Digital Transmission Facilities: DS-1 - In Use	79	16			28
DS-3 - In Use	2	0			29
Advanced Data Service Available:					
Packet Switching?	No	No			30
SMDS?	No	No			31
Frame Relay?	No	No			32
ATM (Asynchronous Trans. Mode)?	No	No			33
Video Information - Service Available?	No	No			34
- In Use (# lines) [1]					35
Fiber Transmission Facilities:					
No. of fiber strands entering C.O.	400	204			36
No. of fiber strands working (LIT) in C.O.	108	70			37
No. of fiber strands for interoffice use	17	1			38
Miles of fiber sheath in wire center	80	46			39
Access Tandem Serving this C.O.:					
- C.O. Name	EAU CLAIRE	EAU CLAIRE			40
- PSCW C.O. ID	1630-01	1630-01			41
Does this C.O. do access tandem switching?	No	No			42
Footnotes					43

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

GENERAL, SCHEDULE LEVEL AND SCHEDULE LINE FOOTNOTES

General Footnote

Schedule Footnotes

Schedule Line Footnotes

1) Transfers and adjustments are due to adjustments when continuing property records are updated.
2) The number of telephone calls and minutes of use information is not available at this time.
3) Increase is due to an increase in in EU charges and the universal service charge that went into effect in July, 2001.
4) Increase due to adding special circuits for internet.
5) Increase due to reclassification of nonregulated rent revenue in the prior period to regulated rent revenue in 2002.
6) Decrease is due to rate changes in a billing contract, effective 8/1/01.
7) Increase is due the Global Crossings and Worldcom bankruptcy write-offs.
8) Increase due to expensing a service contract and also some adjustments that were made when continuing property records were updated.
9) Increase due to increased payments for universal service charges and additional access charges paid in 2002.

GENERAL, SCHEDULE LEVEL AND SCHEDULE LINE FOOTNOTES

A) **Board of Directors**
Baldwin Telecom, Inc.
Baldwin, Wisconsin

We have compiled the accompanying balance sheet (Pages 10 and 11) of Baldwin Telecom, Inc. as of December 31, 2002 and 2001, and the related statements of income (Page 8) and retained earnings (Page 37) for the years then ended included in the accompanying prescribed form in accordance with Statements on Standards of Accounting and Review Services issued by the American Institute of Certified Public Accountants. We have also compiled the supplementary information in Pages 9,15 to 45, and 56 of the accompanying prescribed form.

Our compilation was limited to presenting in the form prescribed by the Public Service Commission of Wisconsin information that is the representation of management. We have not audited or reviewed the financial statements and supplementary information referred to above and, accordingly, do not express an opinion or any other form of assurance on them. These financial statements were compiled by us from financial statements for the same periods that we previously audited, as indicated in our report dated January 17, 2003.

These financial statements (Pages 8, 10, 11 and 37) and the supplementary information in Pages 9, 15 to 45, and 56 are presented in accordance with the requirements of the Public Service Commission of Wisconsin, which differ from generally accepted accounting principles. Accordingly, the financial statements and supplementary information are not designed for those who are not informed about such differences.

The supplementary information contained in Pages 1 to 7, 13, 14 and 46 to 55 of the accompanying prescribed form has not been audited, reviewed, or compiled by us, and accordingly we assume no resposibility for that information.

March 18, 2003

B) **Represents actual number.**