



4008

ANNUAL REPORT

of

Name: TOUCH AMERICA, INC.

Principal Office: 130 NORTH MAIN STREET
BUTTE, MT 59701

For the Year Ended: DECEMBER 31, 2002

Alternative Telecommunications Utility -- Other Telecommunications Provider

To

Public Service Commission of Wisconsin

Mailing Address:	P.O. Box 7854 Madison, WI 53707-7854
Courier Address:	610 N. Whitney Way Madison, WI 53705-2729
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Facsimile:	(608) 266-3957
Home Page:	http://psc.wi.gov

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.

RULES FOR REPORTING

1. The annual report due date is April 1 of the following year. (Example: The 2002 report is due April 1, 2003.) 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 unless additional provisional confidential treatment is desired.** Go to the Public Service Commission of Wisconsin's Web Page at <http://psc.wi.gov>, click on Telecommunications, click on Annual Report Programs and Worksheets, and click on Annual Report Program for Alternative Telecommunications Utility - Other Telecommunications Providers (OTH).
3. Alternative Telecommunications Utility-Other Telecommunications Provider (ATU-Other) entities with no revenues for the report year are required to file an OTH annual report.
4. Unless otherwise indicated, the information requested in this report should be taken from the accounts and other records of the utility. A query or response concerning information contained in this report regarding any practice or transaction should not be construed as indicating conformity to 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.
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. Limited 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). Do not type commas when entering numbers. 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 thousand dollars.
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 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 OTH annual report program incorporates provisional confidentiality capability for the following item, based on the Commission's Information Regarding Confidential Filings decision dated February 24, 2003, as supplemented for the new Nonregulated Revenues category on the Operating Revenues schedule:
 - a. Operating Revenues (Particulars, Wisconsin-Based Intrastate, Wisconsin-Based Interstate, Wisconsin-Based Total, and Total Company columns) (pp. 14-15) (Miscellaneous Revenues and Nonregulated Revenues descriptions, other than Video Distance Learning and Directory appearing in the report form, contained in the Particulars column (column a) and respective dollar amounts reported for the Miscellaneous Revenues and Nonregulated Revenues categories in the columns labeled Wisconsin-

RULES FOR REPORTING

Based Intrastate, Wisconsin-Based Interstate, Wisconsin-Based Total, and Total Company);

- b. Central Office Data-End of Year (p. 19)
 - i. Integrated Service Digital Network (ISDN) Lines-In Use (BRI);
 - ii. ISDN Lines-In Use (PRI);
 - iii. xDSL Lines-In Use;
 - iv. Switched 56 lines in use;
 - v. Digital Transmission Facilities: DS-1-In use;
 - vi. Digital Transmission Facilities: DS-3-In use;
 - vii. Video Information Service-In use (# lines); and
 - viii. Fiber Transmission Facilities: No. of fiber strands working (LIT) in C.O.

If additional provisional confidential treatment is desired, please contact the Commission concerning required manual filing procedures. In this situation, do not file the annual report electronically using the program's e-mail filing capabilities.

- 13. It is not necessary to manually or electronically "sign" the signature page. It is not necessary to file a hardcopy annual report printout with the Commission.
- 14. **Edit Check, Confidential Listing, Exported Annual Report, and Export Status Files; Filing the Completed Report:**

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 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 (e.g., the new name, the date of the change, and the affected entities with their respective four-digit Commission identification numbers) is identified in the report, documents from the State of Wisconsin Department of Financial Institutions (DFI) also must be submitted to the Commission:

RULES FOR REPORTING

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 <http://wdfi.org>; or
3. By writing to DFI at P.O. Box 7846, Madison, WI 53707-7846.

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 an electronic 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.

Revisions to an annual report previously filed on a manual basis also require a new complete manual filing.

17. Municipalities authorized by the Commission as competitive local exchange carriers (CLECs) should report only the CLEC-related amounts in the OTH annual report.

SIGNATURE PAGE

I J.P. PEDERSON of
(Person responsible for accounts)

TOUCH AMERICA, 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.

J.P. PEDERSON 05/01/2003
(Person responsible for accounts) (Date)

VICE PRESIDENT AND CHIEF FINANCIAL OFFICER
(Title)

TABLE OF CONTENTS

Schedule Name	Page
Cover Page	1
Rules for Reporting	2
Signature Page	3
Table of Contents	4
Identification and Ownership	5
Income Statement - Total Company	6
Income Statement - Wisconsin Intrastate Operations	7
Total Company Balance Sheet - Assets	8
Total Company Balance Sheet - Liabilities and Capital	9
Total Company Balance Sheet - Notes	10
Retained Earnings - Total Company	11
Telecommunications Plant in Service & Accumulated Depreciation & Amortization - Wisconsin	12
Operating Revenues	14
Average Number of Subscribers	16
Access Expenses, Billing Expenses & Charges Imposed by Another Carrier	17
Central Office Data - End of Year	19
Assessable Revenues	20
Other Information	21
Schedule And Report Notes	22

IDENTIFICATION AND OWNERSHIP

Exact Utility Name: TOUCH AMERICA, INC.
Utility Location: 130 NORTH MAIN STREET
BUTTE, MT 59701

Utility Web Site Address: www.tamerica.com
Date utility authorized to provide service in Wisconsin: 02/02/2000
State in which utility was organized: Montana
Organization type (e.g., corporation, partnership): Corporation

New Utility Name: **Effective Date:**

Telephone numbers for potential customers to contact company:
Business Customers: (406) 497 - 5100 Ext:
Residential Customers: (406) 497 - 5100 Ext:

Officer in charge of correspondence concerning this report

Name: J.P. PEDERSON
Title: VICE PRESIDENT AND CFO
Firm/Company: TOUCH AMERICA, INC.
Office Address: 130 NORTH MAIN ST
BUTTE, MT 59701

Fax Number: (406) 497 - 5194
Telephone Number: (406) 497 - 5423
Email Address: jerry@tamerica.com

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

Name:
Title:
Firm/Company:
Office Address:

Fax Number:
Telephone Number:
Email Address:

Name and address of the office where the utility's books are kept

Name: JOHN BURKE
Title: CONTROLLER
Firm/Company: TOUCH AMERICA, INC.
Office Address: 130 NORTH MAIN ST
BUTTE, MT 59701

Fax Number: (406) 497 - 5194
Telephone Number: (406) 497 - 5600
Email Address: JBurke@tamerica.com

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: TOUCH AMERICA HOLDINGS, INC.
Address: 130 NORTH MAIN ST
BUTTE , MT 59701

Number of Shares Held: 430
Beneficial Owner: NONE

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

Company Name: AMERICAN FIBER TOUCH, LLC
Form of Interest: DIRECT CONTROL
Extent of Interest: 100%

Company Name: SIERRA TOUCH AMERICA, LLC
Form of Interest: DIRECT CONTROL
Extent of Interest: 100%

Company Name: TOUCH AMERICA INTANGIBLE HOLDING COMPANY, LLC
Form of Interest: DIRECT CONTROL
Extent of Interest: 100%

Company Name: TOUCH AMERICA PURCHASING COMPANY, LLC
Form of Interest: DIRECT CONTROL
Extent of Interest: 100%

INCOME STATEMENT - TOTAL COMPANY

Particulars (a)	This Year (b)	Last Year (c)	
Operating Revenues	312,755,000	536,239,744	1
OPERATING EXPENSES			
Access and Billing Expenses	0	0	2
Local Interconnection	0	0	3
Other Charges Imposed by Another Carrier	0	0	4
Communication System Operations	271,753,000	377,350,669	5
Sales and Marketing	23,307,000	50,169,800	6
Administrative and General	108,100,000	54,350,618	7
Depreciation and Amortization	65,965,000	44,562,535	8
Other	975,893,000	11,608,138	9
Total Operating Expenses	1,445,018,000	538,041,760	10
Net Operating Income	(1,132,263,000)	(1,802,016)	11
OTHER INCOME			
Nonoperating Income and Expense	(25,853,000)	(32,845,836)	12
Nonoperating Taxes	(75,081,000)	(13,842,061)	13
Interest and Related Items	0	0	14
Extraordinary Items	4,630,000	0	15
Nonregulated Net Income	0	0	16
Total Nonoperating Income	53,858,000	(19,003,775)	17
Net Income	(1,078,405,000)	(20,805,791)	18

Income Statement - Total Company Note:

Disclose additional material information not included elsewhere in this report that is necessary to make the financial statements clear and understandable, including:

1. A summary of significant accounting policies, including, but not limited to, accounting policies related to pension cost, unbilled revenues, and income taxes.
2. The method of computing depreciation expense.

1. The 2002 activity is preliminary only as we have not filed our 10-K.

-Revenue Recognition - We record revenues monthly as service is rendered or products are delivered. To match revenues with associated expenses, we accrue unbilled revenues for services delivered to customers but not yet billed at month-end. We defer revenues to account for the timing differences between cash received and revenues earned. We recognize revenue from capacity contracts over the term of the contract. In instances in which we receive payment at the beginning of the agreement, we record those amounts as deferred revenue until earned. Non-recurring charges are recognized as revenue over the life of the sales agreement and amounts billed in advance are recognized as revenue in the period in which they are earned. On July 8, 1999, the Financial Accounting Standards Board (FASB) issued Interpretation No. 43, "Real Estate Sales," which is an interpretation of SFAS No. 66, "Accounting for Sales of Real Estate." Effective July 1, 1999, therefore, we changed our revenue recognition policy. This interpretation was effective for transactions entered into after June 30, 1999, and requires entities to recognize revenues on fiber-use right agreements, or similar agreements, over the period of the agreement, rather than at the time of execution, if title to the fiber does not transfer to the customer by the end of the agreement term. Accordingly, in granting fiber-use rights, we record these transactions as operating leases and recognize revenues over the term of the agreement.

We file a consolidated United States income tax return. We defer income taxes to provide for the temporary differences between the financial reporting basis and the tax basis of our assets and liabilities.

INCOME STATEMENT - TOTAL COMPANY

differences between the financial reporting basis and the tax basis of our assets and liabilities.

2. We depreciate and amortize our property, plant, and equipment on the straight-line basis over their estimated useful lives.

INCOME STATEMENT - WISCONSIN INTRASTATE OPERATIONS

Particulars (a)	Wisconsin Intrastate % This Year (b)	This Year (c)	Last Year (d)	
Operating Revenues	0%	54,000	54,655	1
OPERATING EXPENSES				
Access and Billing Expenses	0%	0	0	2
Local Interconnection	0%	0	0	3
Other Charges Imposed by Another Carrier	0%	0	0	4
Communication System Operations	0%	0	0	5
Sales and Marketing	0%	0	0	6
Administrative and General	0%	0	0	7
Depreciation and Amortization	0%	0	0	8
Other	0%	0	0	9
Total Operating Expenses	0%	0	0	10
Net Operating Income	0%	54,000	54,655	11
OTHER INCOME				
Nonoperating Income and Expense	0%	0	0	12
Nonoperating Taxes	0%	0	0	13
Interest and Related Items	0%	0	0	14
Extraordinary Items	0%	0	0	15
Nonregulated Net Income	0%	0	0	16
Total Nonoperating Income	0%	0	0	17
Net Income	0%	54,000	54,655	18

Income Statement - Wisconsin Intrastate Operations Note:

Please state the bases upon which the Wisconsin intrastate factors were developed and provide supporting calculations.

The 2002 estimate is based on 2001 numbers. Expenses are not tracked on an intrastate basis.

TOTAL COMPANY BALANCE SHEET - ASSETS

Particulars (a)	Balance--EOY (b)	Balance--FOY (c)	
CURRENT ASSETS			
Cash and Cash Equivalents	24,139,000	1,822,327	1
Net Telecommunications Accounts Receivable	50,033,000	232,210,208	2
Net Other Accounts Receivable	160,072,000	0	3
Net Notes Receivable	0	35,415,260	4
Interest and Dividends Receivable	0	0	5
Materials and Supplies	0	134,667	6
Prepayments	45,677,000	35,547,720	7
Other Current Assets	17,426,000	5,985,466	8
TOTAL CURRENT ASSETS	297,347,000	311,115,648	
NONCURRENT ASSETS			
Investments in Affiliated Companies	20,038,000	0	9
Investments in Nonaffiliated Companies	15,715,000	50,425,900	10
Other Noncurrent Assets	6,822,000	41,026,000	11
Deferred Charges	0	70,498,848	12
TOTAL NONCURRENT ASSETS	42,575,000	161,950,748	
PLANT			
Telecommunications Plant in Service	388,393,984	629,815,616	13
Less: Accumulated Depreciation and Amortization	137,996,992	80,617,768	14
Net Property Held for Future Telecommunications Use	0	0	15
Net Nonoperating Plant	0	0	16
Telecommunications Plant Under Construction	41,089,000	452,251,712	17
Net Telecommunications Plant Adjustment	0	0	18
TOTAL PLANT	291,485,992	1,001,449,560	
TOTAL ASSETS AND OTHER DEBITS	<u>631,407,992</u>	<u>1,474,515,956</u>	

TOTAL COMPANY BALANCE SHEET - LIABILITIES AND CAPITAL

Particulars (a)	Balance--EOY (b)	Balance--FOY (c)	
CURRENT LIABILITIES			
Accounts and Notes Payable to Affiliated Companies	0	0	1
Other Accounts and Notes Payable	305,795,008	346,492,192	2
Advance Billing and Payments	0	0	3
Customer Deposits	0	0	4
Current Maturities - Long-Term Obligations	0	254,100,000	5
Taxes Accrued	22,224,000	15,792,100	6
Other Current and Accrued Liabilities	50,459,000	39,618,008	7
TOTAL CURRENT LIABILITIES	378,478,008	656,002,300	
LONG-TERM DEBT			
Net Funded Debt	0	0	8
Obligations Under Capital Leases	0	0	9
Advances from Affiliated Companies	0	0	10
Other Long-Term Debt	0	0	11
TOTAL LONG-TERM DEBT	0	0	
OTHER LIABILITIES AND DEFERRED CREDITS			
Other Long-Term Liabilities	0	0	12
Unamortized Investment Tax Credits	0	0	13
Net Noncurrent Deferred Income Taxes	13,000,000	0	14
Other Deferred Credits	162,722,000	171,116,896	15
TOTAL OTHER LIABILITIES AND DEFERRED CREDITS	175,722,000	171,116,896	
STOCKHOLDERS' EQUITY			
Capital Stock and Paid-In Capital	491,072,992	606,697,216	16
Other Capital	35,670,000	0	17
Retained Earnings	(449,535,008)	37,699,512	18
TOTAL STOCKHOLDERS' EQUITY	77,207,984	644,396,728	
TOTAL LIABILITIES AND OTHER CREDITS	631,407,992	1,471,515,924	

TOTAL COMPANY BALANCE SHEET - NOTES

Other information concerning the total company balance sheet.

Touch America, Inc. is the operating subsidiary of Touch America Holdings, Inc. In 2002, no audited financial statements for Touch America, Inc. were prepared. The 2002 numbers presented are Touch America Holdings, Inc., the parent company. As such, the retained earnings schedule reflects an adjustment through the Miscellaneous credit line in 2002 of \$595,547,500 to bring retained earnings to the correct balance. All 2002 numbers are preliminary as we have not yet filed our 10-K due to the situation discussed below.

Touch America Holdings, Inc. announced on April 15, 2003 that it would delay filing its Annual Report on Form 10-K for the fiscal year ended December 31, 2002 with the Securities and Exchange Commission. The company had previously filed for an extension of the time to file its Annual Report on Form 10-K pursuant to Rule 12b-25 under the Securities Exchange Act of 1934, as amended, but it has since determined that it will be unable to comply with the rule's filing deadline of April 15, 2003.

As reported in the company's Form 8-K filed on March 27, 2003, the arbitrator issued an Interim Opinion and Award in the arbitration between Touch America and Qwest Communications Corporation finding that Touch America owes Qwest \$59.6 million. The delay in filing its Annual Report on Form 10-K is necessary so the company can properly assess and report the impact of the Interim Opinion and Award, which is expected to result in a non-cash charge of approximately \$135 million, on its audited financial statements. In addition, Touch America anticipates recording a non-cash impairment charge of long-lived fiber-optic assets of approximately \$827 million. The company plans to file its Annual Report on Form 10-K as soon as possible.

RETAINED EARNINGS - TOTAL COMPANY

Particulars (a)	This Year (b)	Last Year (c)	
Balance - First of Year	633,913,024	58,505,300	1
Changes:			
Balance Transferred from Income	(1,078,404,992)	(20,805,792)	2
Dividends Declared	4,377,010	0	3
Miscellaneous Debits to Retained Earnings	0	0	4
Miscellaneous Credits to Retained Earnings	595,547,520	0	5
Balance - End of Year	<u>146,678,542</u>	<u>37,699,508</u>	6

**TELECOMMUNICATIONS PLANT IN SERVICE & ACCUMULATED DEPRECIATION &
AMORTIZATION - WISCONSIN**

Plant Function (a)	Plant in Service FOY (b)	Additions (c)	Retirements (d)	
GENERAL SUPPORT				
Enter Description Here	0	0	0	1
CENTRAL OFFICE				
equipment and antennas	5,192,223	0	0	2
INFORMATION ORIG./TERM.				
Enter Description Here	0	0	0	3
CABLE WIRE FACILITIES				
underground	71,813,990	0	0	4
AMORTIZABLE				
Enter Description Here	0	0	0	5
TOTAL PLANT IN SERVICE	77,006,213	0	0	

**TELECOMMUNICATIONS PLANT IN SERVICE & ACCUMULATED DEPRECIATION &
AMORTIZATION - WISCONSIN (cont.)**

Plant Function (e)	Transfers / Adjustments (f)	Plant in Service EOY (g)	Acc. Depr. & Amortization EOY (h)	Net Plant in Service EOY (i)	
GENERAL SUPPORT					
Enter Description Here	0	0	0	0	1
CENTRAL OFFICE					
equipment and antennas	0	5,192,223	551,615	4,640,608	2
INFORMATION ORIG./TERM.					
Enter Description Here	0	0	0	0	3
CABLE WIRE FACILITIES					
underground	0	71,813,990	433,412	71,380,578	4
AMORTIZABLE					
Enter Description Here	0	0	0	0	5
TOTAL PLANT IN SERVICE	0	77,006,213	985,027	76,021,186	

OPERATING REVENUES

Particulars (a)	Wisconsin- Based Intrastate (b)	Wisconsin- Based Interstate (c)	
LOCAL NETWORK SERVICES REVENUES			
End User Retail			1
Reciprocal Comp. & Interconnection			2
Private Line, Special Access & UNEs			3
Enter Other Description Here			4
NETWORK INTERSTATE ACCESS SERVICE REVENUES			
End User Line Charge			5
Switched			6
Special			7
NETWORK INTRASTATE ACCESS SERVICE REVENUES			
Switched			8
Special			9
Enter Other Description Here			10
LONG DISTANCE NETWORK SERVICES MESSAGE REVENUES			
Enter Description Here			11
LONG DISTANCE PRIVATE NETWORK REVENUES			
interexchange	54,000	1,100,000	12
MISCELLANEOUS REVENUES			
Video Distance Learning			13
Directory			14
Enter Description Here			15
GROSS OPERATING REVENUES	54,000	1,100,000	
UNCOLLECTIBLE REVENUES			
Enter Description Here			16
TOTAL UNCOLLECTIBLE REVENUES	0	0	
TOTAL OPERATING REVENUES	54,000	1,100,000	

OPERATING REVENUES (cont.)

Particulars (d)	Wisconsin- Based Total (e)	Total Company (f)	
LOCAL NETWORK SERVICES REVENUES			
End User Retail	0		1
Reciprocal Comp. & Interconnection	0		2
Private Line, Special Access & UNEs	0		3
Enter Other Description Here	0		4
NETWORK INTERSTATE ACCESS SERVICE REVENUES			
End User Line Charge	0		5
Switched	0		6
Special	0		7
NETWORK INTRASTATE ACCESS SERVICE REVENUES			
Switched	0		8
Special	0		9
Enter Other Description Here	0		10
LONG DISTANCE NETWORK SERVICES MESSAGE REVENUES			
Enter Description Here	0		11
LONG DISTANCE PRIVATE NETWORK REVENUES			
interexchange	1,154,000	312,755,000	12
MISCELLANEOUS REVENUES			
Video Distance Learning	0		13
Directory	0		14
Enter Description Here	0		15
GROSS OPERATING REVENUES	1,154,000	312,755,000	
UNCOLLECTIBLE REVENUES			
Enter Description Here	0		16
TOTAL UNCOLLECTIBLE REVENUES	0	0	
TOTAL OPERATING REVENUES	1,154,000	312,755,000	

AVERAGE NUMBER OF SUBSCRIBERS

Average Number of Subscribers (a)	Wisconsin-Based Total (b)	Total Companyl (c)	
Residential			1
Business			2
Total	<u><u>0</u></u>	<u><u>0</u></u>	3

NUMBER OF LIFELINE AND LINKUP CUSTOMERS

Number of Lifeline and Linkup Customers (a)	Wisconsin (Actual No.)(b)	
Number of Lifeline Customers in Wisconsin at December 31, 2002		1
Number of Linkup Customers in Wisconsin Connected During 2002		2

ACCESS EXPENSES, BILLING EXPENSES & CHARGES IMPOSED BY ANOTHER CARRIER

Particulars (a)	Wisconsin- Based Intrastate (b)	Wisconsin- Based Interstate (c)	
ACCESS AND BILLING EXPENSES			
Carrier Common Line (Intrastate IntraLATA)			1
Carrier Common Line (Intrastate InterLATA)			2
Carrier Common Line (Interstate)			3
Switched Access			4
Special Access			5
Billing and Collection Expenses			6
TOTAL ACCESS AND BILLING EXPENSES	0	0	
CHARGES IMPOSED BY ANOTHER CARRIER			
Expenses Related to Interconnection with Another Local Exchange Carrier's Facilities			7
Expenses Related to the Wholesale Use of Another Carrier's Network (Resale & Unbundled Network Elements) and Tariffed General Service Offerings			8
TOTAL CHARGES IMPOSED BY ANOTHER CARRIER	0	0	
TOTAL ACCESS EXPENSES, BILLING EXPENSES & CHARGES IMPOSED BY ANOTHER CARRIER	0	0	

**ACCESS EXPENSES, BILLING EXPENSES & CHARGES IMPOSED BY ANOTHER CARRIER
(cont.)**

Particulars (d)	Wisconsin- Based Total (e)	Total Company (f)
ACCESS AND BILLING EXPENSES		
Carrier Common Line (Intrastate IntraLATA)	0	1
Carrier Common Line (Intrastate InterLATA)	0	2
Carrier Common Line (Interstate)	0	3
Switched Access	0	4
Special Access	0	5
Billing and Collection Expenses	0	6
TOTAL ACCESS AND BILLING EXPENSES	0	0
CHARGES IMPOSED BY ANOTHER CARRIER		
Expenses Related to Interconnection with Another Local Exchange Carrier`s Facilities	0	7
Expenses Related to the Wholesale Use of Another Carrier`s Network (Resale & Unbundled Network Elements) and Tariffed General Service Offerings	0	8
TOTAL CHARGES IMPOSED BY ANOTHER CARRIER	0	0
TOTAL ACCESS EXPENSES, BILLING EXPENSES & CHARGES IMPOSED BY ANOTHER CARRIER	0	0

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)
NONE				
Rate Center Name				1
Central Office (Switch) CLLI Code				2
Switch Location				3
Manufacturer of COE				4
Year COE Installed				5
Type of Equipment				6
(S)tandalone, (H)ost, (R)emote, (A)dv. Fiber Comm.				7
Remote Host Rate Center Name				8
Remote Host Switch CLLI Code				9
COE Generic Software Release No.				10
SS7?				11
9-1-1?				12
Access Lines - In Use				13
- Equipped				14
- Wired				15
Trunks - In Use				16
- Equipped				17
- Wired				18
ISDN Available?				19
ISDN Lines - In Use (BRI)				20
- In Use (PRI)				21
xDSL Available?				22
- In Use (# lines)				23
Switched 56 Service?				24
Switched 56 lines in use				25

¹ Teleco provided end-to-end facility.

CENTRAL OFFICE DATA - END OF YEAR

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

Description (a)	Central Off. (b)	Central Off. (c)	Central Off. (d)	Central Off. (e)
NONE				
Digital Transmission Facilities: DS-1 - In Use				26
DS-3 - In Use				27
Advanced Data Service Available:				
Packet Switching?				28
SMDS?				29
Frame Relay?				30
ATM (Asynchronous Trans. Mode)?				31
Video Information - Service Available?				32
- In Use (# lines) ¹				33
Fiber Transmission Facilities:				
No. of fiber strands entering C.O.				34
No. of fiber strands working (LIT) in C.O.				35
No. of fiber strands for interoffice use				36
Miles of fiber sheath in wire center				37
Access Tandem Serving this C.O.:				
- Central Office Name				38
- Central Office CLLI Code				39
Does this C.O. do access tandem switching?				40

¹ Teleco provided end-to-end facility.

ASSESSABLE REVENUES

Description (a)	This Year (b)
Calculation of Assessable Revenues for Remainder and Telephone Relay Assessment Purposes	
Gross Operating Revenues--Wisconsin (including outbound interstate revenues)	1,154,000 1
Less: Inbound Interstate Revenues (exclusive of uncollectible service revenues) Included in Line 1 (if any)	0 2
Less : Current Year Write-offs of Uncollectible Revenues	0 3
Plus: Current Year Collection of Operating Revenues Previously Written Off	0 4
Less : Nonregulated Operating Revenue (included in Gross Oper. Rev. on Line 1)	5
Plus: Nonregulated Net Write Off Amount (included on Lines 3 and 4)	6
Total Assessable Revenues for Remainder and Telephone Relay Assessment Purposes	1,154,000 7

Assessable Revenues for Universal Service Fund Assessment Purposes

Wisconsin Gross Intrastate Operating Telecommunications Service Revenue	54,000 8
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Notes

"Gross Operating Revenues--Wisconsin" are revenues before consideration of uncollectible revenues. These revenues include revenues from inbound interstate 800 and collect calls billed to customers in Wisconsin.

"Outbound interstate revenues" are service operations revenues received from communications originating at points within Wisconsin and terminating at points outside the state.

"Inbound interstate revenues" are service operations revenues received from communications originating at points outside the State of Wisconsin and terminating at points within the state.

(NOT TO BE EXCLUDED HERE ARE INBOUND INTERSTATE 800 AND COLLECT REVENUES BILLED TO CUSTOMERS IN WISCONSIN).

"Gross" means revenue before consideration of uncollectible amounts. Access expenses may not be netted against assessable revenues.

"Intrastate" means telecommunications service originating and terminating within the State of Wisconsin. Intrastate revenue does not include interstate access revenue.

"Operating" means provision of telecommunications services.

"Telecommunications service revenue" for the purpose of this assessment does not include cable television service, broadcast service, rents, directory revenue, carrier billing and collection revenue, nonregulated customer premises equipment revenue, or other miscellaneous or nonregulated revenue. However, it does include video distance learning revenue and payphone revenue (the latter which was deregulated in 1997).

OTHER INFORMATION

Additional or other information concerning this annual report.

SCHEDULE AND REPORT NOTES

General Footnote

Schedule Footnotes
