



4008

ANNUAL REPORT

of

Name: FIBER TECHNOLOGIES NETWORKS, L.L.C.

Principal Office: 140 ALLENS CREEK ROAD
ROCHESTER, NY 14618

For the Year Ended: DECEMBER 31, 2003

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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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.

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IDENTIFICATION AND OWNERSHIP

Exact Utility Name: FIBER TECHNOLOGIES NETWORKS, L.L.C.
Utility Location: 140 ALLENS CREEK ROAD
ROCHESTER, NY 14618

Utility Web Site Address: www.fibertech.com

Date utility authorized to provide service in Wisconsin: 03/31/2001

State in which utility was organized: New York

Organization type (e.g., corporation, partnership): Limited Liability Co

New Utility Name:

Effective Date:

Telephone numbers for potential customers to contact company:

Business Customers: (585) 697 - 5100 Ext:

Residential Customers: (585) 697 - 5100 Ext:

Primary Utility Contact (located at utility address)

Name: JULIE S. ADAMS
Title: DIRECTOR OF REGULATORY AFFAIRS AND COMPLIANCE
Firm/Company: FIBERTECH NETWORKS, LLC
Office Address: 140 ALLENS CREEK ROAD
ROCHESTER, NY 14618

Fax Number: (585) 242 - 9807
Telephone Number: (585) 697 - 5114
Email Address: jadams@fibertech.com

Officer in charge of correspondence concerning this report

Name: WILLIAM J. WOODARD
Title: VICE PRESIDENT AND CFO
Firm/Company: FIBERTECH NETWORKS, LLC
Office Address: 140 ALLENS CREEK ROAD
ROCHESTER, NY 14618

Fax Number: (585) 442 - 8845
Telephone Number: (585) 697 - 5120
Email Address: bwoodard@fibertech.com

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

Name:
Title:
Firm/Company:
Office Address:

Fax Number:
Telephone Number:
Email Address:

IDENTIFICATION AND OWNERSHIP

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

Name: MARK VULAJ
Title: CONTROLLER
Firm/Company: FIBERTECH NETWORKS, LLC
Office Address: 140 ALLENS CREEK ROAD
ROCHESTER, NY 14618

Fax Number: (585) 442 - 9709
Telephone Number: (585) 697 - 5106
Email Address: mvulaj@fibertech.com

Contact person for Regulatory Inquiries and Complaints

Name: JULIE S. ADAMS
Title: DIRECTOR OF REGULATORY AFFAIRS AND COMPLIANCE
Firm/Company: FIBERTECH NETWORKS, LLC
Office Address: 140 ALLENS CREEK ROAD
ROCHESTER, NY 14618

Fax Number: (585) 242 - 9807
Telephone Number: (585) 697 - 5114
Email Address: jadams@fibertech.com

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: BANK OF AMERICA CAPITAL INVESTORS SBIC I, L.P.
Address: 100 NORTH TRYON STREET, 25TH FLOOR
CHARLOTTE, NC 29255

Number of Shares Held: 13,235,294
Beneficial Owner: NONE

Name: CHISHOLM PARTNERS IV, L.P., C/O NAUTIC PARTNERS, LLC
Address: 50 KENNEDY PLAZA, 12TH FLOOR
PROVIDENCE, RI 02903

Number of Shares Held: 13,333,043
Beneficial Owner: NONE

IDENTIFICATION AND OWNERSHIP

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

Name: CHOICE ONE COMMUNICATIONS, INC.
Address: 100 CHESTNUT STREET
ROCHESTER , NY 14604

Number of Shares Held: 3,943,235
Beneficial Owner: NONE

Name: FLEET EQUITY PARTNERS VII, L.P. (CI), C/O NAUTIC PARTN
Address: 50 KENNEDY PLAZA, 12TH FLOOR
PROVIDENCE , RI 02903

Number of Shares Held: 3,373,872
Beneficial Owner: NONE

Name: FLEET GROWTH RESOURCES III, INC., C/O NAUTIC PARTNE
Address: 50 KENNEDY PLAZA, 12TH FLOOR
PROVIDENCE , RI 02903

Number of Shares Held: 7,872,369
Beneficial Owner: NONE

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

Company Name: N/A
Form of Interest: N/A
Extent of Interest: N/A

INCOME STATEMENT - TOTAL COMPANY

Particulars (a)	This Year (000's)(b)	Last Year (000's)(c)	
Operating Revenues	12,517,533	4,079,630	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	0	0	5
Sales and Marketing	1,947,626	1,584,958	6
Administrative and General	3,301,024	1,397,319	7
Depreciation and Amortization	3,432,999	1,385,448	8
Other	7,691,302	2,690,846	9
Total Operating Expenses	16,372,951	7,058,571	10
Net Operating Income	(3,855,418)	(2,978,941)	11
OTHER INCOME			
Nonoperating Income and Expense	(611,125)	0	12
Nonoperating Taxes	0	0	13
Interest and Related Items	182,836	92,236	14
Extraordinary Items	0	0	15
Nonregulated Net Income	0	0	16
Total Nonoperating Income	(793,961)	(92,236)	17
Net Income	(4,649,379)	(3,071,177)	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.Summary of Significant Accounting Policies

Principles of Consolidation

The consolidated financial statements include the accounts of the Company and its wholly owned subsidiaries, Fiber Technologies Construction Company, LLC, Fiber Technologies Networks, L.L.C. and Fiber Technologies Management, Inc. All intercompany accounts and transactions have been eliminated in consolidation.

Revenue Recognition

The Company recognizes network revenue principally from the lease of dark fiber strands to the Company's customers ratably over the term of the applicable lease agreements. Deferred revenue consists of lease revenue invoiced or received in advance. The Company recognizes contract revenue in the period in which services are provided.

Income Taxes

The Company operates as a limited liability company for Federal and state income tax purposes. Accordingly, taxable income or loss of the Company is passed through to its Members. The Company owns a subchapter "C" corporation. Income taxes resulting from the operations of this Company are de minimis and have not been separately presented.

INCOME STATEMENT - TOTAL COMPANY

2.Method of Computing Depreciation Expense: Straight-line method

INCOME STATEMENT - WISCONSIN INTRASTATE OPERATIONS

Particulars (a)	Wisconsin Intrastate % This Year (b)	This Year (000's) (c)	Last Year (000's) (d)	
Operating Revenues	0%	0	0	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	10,471	7
Depreciation and Amortization	0%	0	0	8
Other	0%	0	0	9
Total Operating Expenses	0%	0	10,471	10
Net Operating Income	0%	0	(10,471)	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%	0	(10,471)	18

Income Statement - Wisconsin Intrastate Operations Note:

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

TOTAL COMPANY BALANCE SHEET - ASSETS

Particulars (a)	Balance--EOY (000's)(b)	Balance--FOY (000's)(c)	
CURRENT ASSETS			
Cash and Cash Equivalents	3,537,166	0	1
Net Telecommunications Accounts Receivable	0	0	2
Net Other Accounts Receivable	3,185,339	1,974,516	3
Net Notes Receivable	0	0	4
Interest and Dividends Receivable	0	0	5
Materials and Supplies	1,738,240	0	6
Prepayments	330,134	42,427	7
Other Current Assets	0	0	8
TOTAL CURRENT ASSETS	8,790,879	2,016,943	
NONCURRENT ASSETS			
Investments in Affiliated Companies	0	0	9
Investments in Nonaffiliated Companies	0	0	10
Other Noncurrent Assets	0	28,607,630	11
Deferred Charges	261,865	0	12
TOTAL NONCURRENT ASSETS	261,865	28,607,630	
PLANT			
Telecommunications Plant in Service	70,005,224	51,934,680	13
Less: Accumulated Depreciation and Amortization	4,220,991	1,447,057	14
Net Property Held for Future Telecommunications Use	0	0	15
Net Nonoperating Plant	1,318,505	141,091	16
Telecommunications Plant Under Construction	0	0	17
Net Telecommunications Plant Adjustment	0	0	18
TOTAL PLANT	67,102,738	50,628,714	
TOTAL ASSETS AND OTHER DEBITS	<u>76,155,482</u>	<u>81,253,287</u>	

TOTAL COMPANY BALANCE SHEET - LIABILITIES AND CAPITAL

Particulars (a)	Balance--EOY (000's)(b)	Balance--FOY (000's)(c)	
CURRENT LIABILITIES			
Accounts and Notes Payable to Affiliated Companies	0	0	1
Other Accounts and Notes Payable	2,120,255	433,272	2
Advance Billing and Payments	3,455,283	2,229,092	3
Customer Deposits	0	0	4
Current Maturities - Long-Term Obligations	645,989	212,625	5
Taxes Accrued	1,422,851	0	6
Other Current and Accrued Liabilities	1,408,742	1,017,714	7
TOTAL CURRENT LIABILITIES	9,053,120	3,892,703	
LONG-TERM DEBT			
Net Funded Debt	0	0	8
Obligations Under Capital Leases	284,982	319,497	9
Advances from Affiliated Companies	0	0	10
Other Long-Term Debt	1,260,216	1,666,666	11
TOTAL LONG-TERM DEBT	1,545,198	1,986,163	
OTHER LIABILITIES AND DEFERRED CREDITS			
Other Long-Term Liabilities	34,897,980	81,432,944	12
Unamortized Investment Tax Credits	0	0	13
Net Noncurrent Deferred Income Taxes	0	0	14
Other Deferred Credits	0	0	15
TOTAL OTHER LIABILITIES AND DEFERRED CREDITS	34,897,980	81,432,944	
STOCKHOLDERS' EQUITY			
Capital Stock and Paid-In Capital	0	200,000	16
Other Capital	30,659,180	(6,258,519)	17
Retained Earnings	0	0	18
TOTAL STOCKHOLDERS' EQUITY	30,659,180	(6,058,519)	
TOTAL LIABILITIES AND OTHER CREDITS	76,155,478	81,253,291	

TOTAL COMPANY BALANCE SHEET - NOTES

Other information concerning the total company balance sheet.

Summary of Significant Accounting Policies

Principles of Consolidation

The consolidated financial statements include the accounts of the Company and its wholly owned subsidiaries, Fiber Technologies Construction Company, LLC, Fiber Technologies Networks, L.L.C. and Fiber Technologies Management, Inc. All intercompany accounts and transactions have been eliminated in consolidation.

Cash and Cash Equivalents

Cash and cash equivalents are highly liquid investments with original maturities of three months or less.

Fair Market Value of Financial Instruments

The carrying amounts of the Company's financial instruments, which include cash equivalents, accounts payable and other accrued expenses, approximate fair value due to the short-term maturity of these instruments.

Inventories

Inventories, which are primarily comprised of fiber optic cable for utilization in the construction of the Company's networks, are valued at cost.

Fiber Optic Network

The Company depreciates its fiber optic networks using the straight-line method over a 20-year estimated useful life.

Plant and Equipment

Plant and equipment are recorded at cost less accumulated depreciation. Depreciation is computed on the straight-line method. Upon disposition or retirement of an asset, the related costs and accumulated depreciation are removed from the accounts and any resulting gain or loss is recognized in the consolidated statements of operations.

Impairment of Long-Lived Assets

The Company assesses its fiber optic networks, plant equipment and fiber optic cable recorded in inventory for impairment in accordance with Statement of Financial Accounting Standards (SFAS) No. 144, "Accounting for the Impairment or Disposal of Long-Lived Assets". SFAS No. 144, which superceded SFAS No. 121, "Accounting for the Impairment of Long-lived Assets and Long-lived Assets to be Disposed of," retains the previously existing accounting requirements related to the recognition and measurement of the impairment of long-lived assets to be held and used while expanding the measurement requirements of long-lived assets to be disposed of by sale to include discontinued operations. It also expands on the previously existing reporting requirements for discontinued operations to include a component of an entity that either has been disposed of or is classified as held for sale.

Retained Earnings/(Deficits)The The company's profit/(losses) are allocated to its members since the company is classified as a limited liability company (LLC), therefore, the company does not report any retained earnings/(deficits). The profits/(losses) are reflected in the Members' equity balances reported in "other capital".

RETAINED EARNINGS - TOTAL COMPANY

Particulars (a)	This Year (000's)(b)	Last Year (000's)(c)
Balance - First of Year	0	0 1
Changes:		
Balance Transferred from Income	(4,649,379)	(3,071,177) 2
Dividends Declared	0	0 3
Miscellaneous Debits to Retained Earnings	0	0 4
Miscellaneous Credits to Retained Earnings	4,649,379	3,071,177 5
Balance - End of Year	0	0 6

TELECOMMUNICATIONS PLANT IN SERVICE & ACCUMULATED DEPRECIATION & AMORTIZATION - WISCONSIN

Plant Function (a)	Plant in Service FOY (000's)(b)	Additions (000's)(c)	Retirements (000's)(d)	
GENERAL SUPPORT				
Enter Description Here	0	0	0	1
CENTRAL OFFICE				
Enter Description Here	0	0	0	2
INFORMATION ORIG./TERM.				
Enter Description Here	0	0	0	3
CABLE WIRE FACILITIES				
Enter Description Here	0	0	0	4
AMORTIZABLE				
Enter Description Here	0	0	0	5
TOTAL PLANT IN SERVICE	0	0	0	

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

Plant Function (e)	Transfers / Adjustments (000's)(f)	Plant in Service EOY (000's)(g)	Acc. Depr. & Amortization EOY (000's)(h)	Net Plant in Service EOY (000's)(i)	
GENERAL SUPPORT					
Enter Description Here	0	0	0	0	1
CENTRAL OFFICE					
Enter Description Here	0	0	0	0	2
INFORMATION ORIG./TERM.					
Enter Description Here	0	0	0	0	3
CABLE WIRE FACILITIES					
Enter Description Here	0	0	0	0	4
AMORTIZABLE					
Enter Description Here	0	0	0	0	5
TOTAL PLANT IN SERVICE	0	0	0	0	

OPERATING REVENUES

Particulars (a)	Wisconsin- Based Intrastate (000's)(b)	Wisconsin- Based Interstate (000's)(c)	
LOCAL NETWORK SERVICES REVENUES			
End User Retail			1
Reciprocal Compensation & Interconnection			2
Private Line, Special Access & Unbundled Network Elements			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			
Enter Description Here			12
MISCELLANEOUS REVENUES			
Video Distance Learning			13
Directory			14
Network and Contract Revenue			15
NONREGULATED REVENUES			
Enter Description Here			16
GROSS OPERATING REVENUES	0	0	
UNCOLLECTIBLE REVENUES			
Enter Description Here			17
TOTAL UNCOLLECTIBLE REVENUES	0	0	
TOTAL OPERATING REVENUES	0	0	

OPERATING REVENUES (cont.)

Particulars (d)	Wisconsin- Based Total (000's)(e)	Total Company (000's)(f)
LOCAL NETWORK SERVICES REVENUES		
End User Retail	0	1
Reciprocal Compensation & Interconnection	0	2
Private Line, Special Access & Unbundled Network Elements	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		
Enter Description Here	0	12
MISCELLANEOUS REVENUES		
Video Distance Learning	0	13
Directory	0	14
Network and Contract Revenue	0	12,517,533 15
NONREGULATED REVENUES		
Enter Description Here	0	16
GROSS OPERATING REVENUES	0	12,517,533
UNCOLLECTIBLE REVENUES		
Enter Description Here	0	17
TOTAL UNCOLLECTIBLE REVENUES	0	0
TOTAL OPERATING REVENUES	0	12,517,533

AVERAGE NUMBER OF SUBSCRIBERS

Average Number of Subscribers (a)	Wisconsin-Based Total (Actual No.) (b)	Total Company (Actual No.) (c)	
Residential	0	0	1
Business	0	0	2
Total	0	0	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, 2003	0	1
Number of Linkup Customers in Wisconsin Connected During 2003	0	2

ACCESS EXPENSES, BILLING EXPENSES & CHARGES IMPOSED BY ANOTHER CARRIER

Particulars (a)	Wisconsin- Based Intrastate (000's)(b)	Wisconsin- Based Interstate (000's)(c)	
ACCESS AND BILLING EXPENSES			
Carrier Common Line (Intrastate IntraLATA)	0	0	1
Carrier Common Line (Intrastate InterLATA)	0	0	2
Carrier Common Line (Interstate)	0	0	3
Switched Access	0	0	4
Special Access	0	0	5
Billing and Collection Expenses	0	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	0	7
Expenses Related to the Wholesale Use of Another Carrier's Network (Resale & Unbundled Network Elements) and Tariffed General Service Offerings	0	0	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 (000's)(e)	Total Company (000's)(f)
ACCESS AND BILLING EXPENSES		
Carrier Common Line (Intrastate IntraLATA)	0	0 1
Carrier Common Line (Intrastate InterLATA)	0	0 2
Carrier Common Line (Interstate)	0	0 3
Switched Access	0	0 4
Special Access	0	0 5
Billing and Collection Expenses	0	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	0 7
Expenses Related to the Wholesale Use of Another Carrier`s Network (Resale & Unbundled Network Elements) and Tariffed General Service Offerings	0	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 (000's)(b)
Calculation of Assessable Revenues for Remainder and Telephone Relay Assessment Purposes	
Gross Operating Revenues--Wisconsin (including outbound interstate revenues)	0 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)	0 5
Plus: Nonregulated Net Write Off Amount (included on Lines 3 and 4)	0 6
Total Assessable Revenues for Remainder and Telephone Relay Assessment Purposes	0 7

Assessable Revenues for Universal Service Fund Assessment Purposes

Wisconsin Gross Intrastate Operating Telecommunications Service Revenue	0 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
