



4008

# ANNUAL REPORT

of

Name: SOUTHWESTERN BELL COMMUNICATIONS SERVICES, IN

Principal Office: 5850 WEST LAS POSITAS BLVD.  
PLEASANTON, CA 94588

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
E-mail:	pscrcs@psc.state.wi.us
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Facsimile:	(608) 266-3957
Home Page:	<a href="http://psc.wi.gov">http://psc.wi.gov</a>

*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 AMY BERLIN of  
(Person responsible for accounts)

SOUTHWESTERN BELL COMMUNICATIONS SERVICES, 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.

AMY BERLIN  
(Person responsible for accounts)

04/13/2004  
(Date)

PROJECT ADMINISTRATOR  
(Title)

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### IDENTIFICATION AND OWNERSHIP

**Exact Utility Name:** SOUTHWESTERN BELL COMMUNICATIONS SERVICES, INC.  
**Utility Location:** 5850 WEST LAS POSITAS BLVD.  
PLEASANTON, CA 94588

**Utility Web Site Address:**

**Date utility authorized to provide service in Wisconsin:** 10/24/2003

**State in which utility was organized:** Delaware

**Organization type (e.g., corporation, partnership):** Corporation

**New Utility Name:**

**Effective Date:**

**Telephone numbers for potential customers to contact company:**

Business Customers: (800) 660 - 3000 Ext:

Residential Customers: (800) 244 - 4444 Ext:

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**Primary Utility Contact (located at utility address)**

**Name:** AMY BERLIN  
**Title:** PROJECT ADMINISTRATOR  
**Firm/Company:** SBC LONG DISTANCE  
**Office Address:** 5850 WEST LAS POSITAS BLVD.  
PLEASANTON, CA 94588

**Fax Number:** (707) 435 - 6600  
**Telephone Number:** (925) 468 - 5923  
**Email Address:** ab2364@camail.sbc.com

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

**Name:** AMY BERLIN  
**Title:** PROJECT ADMINISTRATOR  
**Firm/Company:** SBC LONG DISTANCE  
**Office Address:** 5850 WEST LAS POSITAS BLVD.  
PLEASANTON, CA 94588

**Fax Number:** (707) 435 - 6600  
**Telephone Number:** (925) 468 - 5923  
**Email Address:** ab2364@camail.sbc.com

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

**Name:** NONE OTHER  
**Title:** N/A  
**Firm/Company:** N/A  
**Office Address:** N/A  
N/A, CA xxxxx

**Fax Number:** (000) 000 - 0000  
**Telephone Number:** (000) 000 - 0000  
**Email Address:**

### IDENTIFICATION AND OWNERSHIP

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

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**Name:** SBCLD FINANCE DEPARTMENT.  
**Title:** FINANCE DEPARTMENT  
**Firm/Company:** SBCLD  
**Office Address:** 5850 WEST LAS POSITAS BLVD  
PLEASANTON, CA 94588

**Fax Number:** (000) 000 - 0000  
**Telephone Number:** (925) 468 - 5000  
**Email Address:**

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**Contact person for regulatory inquiries and complaints**

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**Name:** CUSTOMER SERVICE  
**Title:** CUSTOMER SERVICE ASSOCIATE  
**Firm/Company:** SBC LONG DISTANCE  
**Office Address:** CONTACT AMY BERLIN - FROM RECORD 2 OF 5  
NO INFORMATION, CA 00000

**Fax Number:**  
**Telephone Number:** (888) 516 - 2272  
**Email Address:**

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

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**Name:** SBC COMMUNICATIONS, INC  
**Address:** 175 E. HOUSTON STREET  
SAN ANTONIO, TN 78205

**Number of Shares Held:** 1,000  
**Beneficial Owner:** NONE

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

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

**INCOME STATEMENT - TOTAL COMPANY**

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

**INCOME STATEMENT - WISCONSIN INTRASTATE OPERATIONS**

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

Income Statement - Wisconsin Intrastate Operations Note:

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

Wisconsin operating expenses (with the exception of access/billing expenses) and other income are based on perportion of total company equivalent.

**TOTAL COMPANY BALANCE SHEET - ASSETS**

Particulars (a)	Balance--EOY (000's)(b)	Balance--FOY (000's)(c)	
<b>CURRENT ASSETS</b>			
Cash and Cash Equivalents	Confidential	Confidential	1
Net Telecommunications Accounts Receivable	Confidential	Confidential	2
Net Other Accounts Receivable	Confidential	Confidential	3
Net Notes Receivable	Confidential	Confidential	4
Interest and Dividends Receivable	Confidential	Confidential	5
Materials and Supplies	Confidential	Confidential	6
Prepayments	Confidential	Confidential	7
Other Current Assets	Confidential	Confidential	8
<b>TOTAL CURRENT ASSETS</b>	Confidential	Confidential	
<b>NONCURRENT ASSETS</b>			
Investments in Affiliated Companies	Confidential	Confidential	9
Investments in Nonaffiliated Companies	Confidential	Confidential	10
Other Noncurrent Assets	Confidential	Confidential	11
Deferred Charges	Confidential	Confidential	12
<b>TOTAL NONCURRENT ASSETS</b>	Confidential	Confidential	
<b>PLANT</b>			
Telecommunications Plant in Service	Confidential	Confidential	13
Less: Accumulated Depreciation and Amortization	Confidential	Confidential	14
Net Property Held for Future Telecommunications Use	Confidential	Confidential	15
Net Nonoperating Plant	Confidential	Confidential	16
Telecommunications Plant Under Construction	Confidential	Confidential	17
Net Telecommunications Plant Adjustment	Confidential	Confidential	18
<b>TOTAL PLANT</b>	Confidential	Confidential	
<b>TOTAL ASSETS AND OTHER DEBITS</b>	Confidential	Confidential	

**TOTAL COMPANY BALANCE SHEET - LIABILITIES AND CAPITAL**

Particulars (a)	Balance--EOY (000's)(b)	Balance--FOY (000's)(c)	
<b>CURRENT LIABILITIES</b>			
Accounts and Notes Payable to Affiliated Companies	Confidential	Confidential	1
Other Accounts and Notes Payable	Confidential	Confidential	2
Advance Billing and Payments	Confidential	Confidential	3
Customer Deposits	Confidential	Confidential	4
Current Maturities - Long-Term Obligations	Confidential	Confidential	5
Taxes Accrued	Confidential	Confidential	6
Other Current and Accrued Liabilities	Confidential	Confidential	7
<b>TOTAL CURRENT LIABILITIES</b>	Confidential	Confidential	
<b>LONG-TERM DEBT</b>			
Net Funded Debt	Confidential	Confidential	8
Obligations Under Capital Leases	Confidential	Confidential	9
Advances from Affiliated Companies	Confidential	Confidential	10
Other Long-Term Debt	Confidential	Confidential	11
<b>TOTAL LONG-TERM DEBT</b>	Confidential	Confidential	
<b>OTHER LIABILITIES AND DEFERRED CREDITS</b>			
Other Long-Term Liabilities	Confidential	Confidential	12
Unamortized Investment Tax Credits	Confidential	Confidential	13
Net Noncurrent Deferred Income Taxes	Confidential	Confidential	14
Other Deferred Credits	Confidential	Confidential	15
<b>TOTAL OTHER LIABILITIES AND DEFERRED CREDITS</b>	Confidential	Confidential	
<b>STOCKHOLDERS' EQUITY</b>			
Capital Stock and Paid-In Capital	Confidential	Confidential	16
Other Capital	Confidential	Confidential	17
Retained Earnings	Confidential	Confidential	18
<b>TOTAL STOCKHOLDERS' EQUITY</b>	Confidential	Confidential	
<b>TOTAL LIABILITIES AND OTHER CREDITS</b>			

## TOTAL COMPANY BALANCE SHEET - NOTES

Other information concerning the total company balance sheet.

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**RETAINED EARNINGS - TOTAL COMPANY**

Particulars (a)	This Year (000's)(b)	Last Year (000's)(c)	
Balance - First of Year			1
<b>Changes:</b>			
Balance Transferred from Income	Confidential	Confidential	2
Dividends Declared	Confidential	Confidential	3
Miscellaneous Debits to Retained Earnings	Confidential	Confidential	4
Miscellaneous Credits to Retained Earnings	Confidential	Confidential	5
<b>Balance - End of Year</b>	<u>Confidential</u>	<u>Confidential</u>	<b>6</b>

**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)	
<b>GENERAL SUPPORT</b>	Confidential	Confidential	Confidential	1
<b>CENTRAL OFFICE</b>	Confidential	Confidential	Confidential	2
<b>INFORMATION ORIG./TERM.</b> n/a	Confidential	Confidential	Confidential	3
<b>CABLE WIRE FACILITIES</b> n/a	Confidential	Confidential	Confidential	4
<b>AMORTIZABLE</b> n/a	Confidential	Confidential	Confidential	5
<b>TOTAL PLANT IN SERVICE</b>	Confidential	Confidential	Confidential	

**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)	
<b>GENERAL SUPPORT</b>	Confidential	Confidential	Confidential	Confidential	<b>1</b>
<b>CENTRAL OFFICE</b>	Confidential	Confidential	Confidential	Confidential	<b>2</b>
<b>INFORMATION ORIG./TERM.</b> n/a	Confidential	Confidential	Confidential	Confidential	<b>3</b>
<b>CABLE WIRE FACILITIES</b> n/a	Confidential	Confidential	Confidential	Confidential	<b>4</b>
<b>AMORTIZABLE</b> n/a	Confidential	Confidential	Confidential	Confidential	<b>5</b>
<b>TOTAL PLANT IN SERVICE</b>	Confidential	Confidential	Confidential	Confidential	

**OPERATING REVENUES**

Particulars (a)	Wisconsin- Based Intrastate (000's)(b)	Wisconsin- Based Interstate (000's)(c)	
<b>LOCAL NETWORK SERVICES REVENUES</b>			
End User Retail	Confidential	Confidential	1
Reciprocal Compensation & Interconnection	Confidential	Confidential	2
Private Line, Special Access & Unbundled Network Elements	Confidential	Confidential	3
Enter Other Description Here	Confidential	Confidential	4
<b>NETWORK INTERSTATE ACCESS SERVICE REVENUES</b>			
End User Line Charge	[REDACTED]	Confidential	5
Switched	[REDACTED]	Confidential	6
Special	[REDACTED]	Confidential	7
<b>NETWORK INTRASTATE ACCESS SERVICE REVENUES</b>			
Switched	Confidential	[REDACTED]	8
Special	Confidential	[REDACTED]	9
Enter Other Description Here	Confidential	[REDACTED]	10
<b>LONG DISTANCE NETWORK SERVICES MESSAGE REVENUES</b>			
Enter Description Here	Confidential	Confidential	11
<b>LONG DISTANCE PRIVATE NETWORK REVENUES</b>			
Private Line, Frame Relay, ATM	Confidential	Confidential	12
<b>MISCELLANEOUS REVENUES</b>			
Video Distance Learning	Confidential	Confidential	13
Directory	Confidential	Confidential	14
Enter Description Here	Confidential	Confidential	15
<b>NONREGULATED REVENUES</b>			
Enter Description Here	Confidential	Confidential	16
<b>GROSS OPERATING REVENUES</b>			
<b>UNCOLLECTIBLE REVENUES</b>			
Enter Description Here	Confidential	Confidential	17
<b>TOTAL UNCOLLECTIBLE REVENUES</b>			
<b>TOTAL OPERATING REVENUES</b>			
	Confidential	Confidential	

**OPERATING REVENUES (cont.)**

Particulars (d)	Wisconsin- Based Total (000's)(e)	Total Company (000's)(f)	
<b>LOCAL NETWORK SERVICES REVENUES</b>			
End User Retail	Confidential	Confidential	1
Reciprocal Compensation & Interconnection	Confidential	Confidential	2
Private Line, Special Access & Unbundled Network Elements	Confidential	Confidential	3
Enter Other Description Here	Confidential	Confidential	4
<b>NETWORK INTERSTATE ACCESS SERVICE REVENUES</b>			
End User Line Charge	Confidential	Confidential	5
Switched	Confidential	Confidential	6
Special	Confidential	Confidential	7
<b>NETWORK INTRASTATE ACCESS SERVICE REVENUES</b>			
Switched	Confidential	Confidential	8
Special	Confidential	Confidential	9
Enter Other Description Here	Confidential	Confidential	10
<b>LONG DISTANCE NETWORK SERVICES MESSAGE REVENUES</b>			
Enter Description Here	Confidential	Confidential	11
<b>LONG DISTANCE PRIVATE NETWORK REVENUES</b>			
Private Line, Frame Relay, ATM	Confidential	Confidential	2
<b>MISCELLANEOUS REVENUES</b>			
Video Distance Learning	Confidential	Confidential	13
Directory	Confidential	Confidential	14
Enter Description Here	Confidential	Confidential	15
<b>NONREGULATED REVENUES</b>			
Enter Description Here	Confidential	Confidential	16
<b>GROSS OPERATING REVENUES</b>	Confidential	Confidential	
<b>UNCOLLECTIBLE REVENUES</b>			
Enter Description Here	Confidential	Confidential	17
<b>TOTAL UNCOLLECTIBLE REVENUES</b>	Confidential	Confidential	
<b>TOTAL OPERATING REVENUES</b>	Confidential	Confidential	

**AVERAGE NUMBER OF SUBSCRIBERS**

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

**ACCESS EXPENSES, BILLING EXPENSES & CHARGES IMPOSED BY ANOTHER CARRIER**

Particulars (a)	Wisconsin- Based Intrastate (000's)(b)	Wisconsin- Based Interstate (000's)(c)	
<b>ACCESS AND BILLING EXPENSES</b>			
Carrier Common Line (Intrastate IntraLATA)	Confidential	██████████	1
Carrier Common Line (Intrastate InterLATA)	Confidential	██████████	2
Carrier Common Line (Interstate)	██████████	Confidential	3
Switched Access	Confidential	Confidential	4
Special Access	Confidential	Confidential	5
Billing and Collection Expenses	Confidential	Confidential	6
<b>TOTAL ACCESS AND BILLING EXPENSES</b>			
<b>CHARGES IMPOSED BY ANOTHER CARRIER</b>			
Expenses Related to Interconnection with Another Local Exchange Carrier's Facilities	Confidential	██████████	7
Expenses Related to the Wholesale Use of Another Carrier's Network (Resale & Unbundled Network Elements) and Tariffed General Service Offerings	Confidential	Confidential	8
	Confidential	Confidential	
<b>TOTAL CHARGES IMPOSED BY ANOTHER CARRIER</b>			
<b>TOTAL ACCESS EXPENSES, BILLING EXPENSES &amp; CHARGES IMPOSED BY ANOTHER CARRIER</b>			
	Confidential	Confidential	

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

Particulars (d)	Wisconsin- Based Total (000's)(e)	Total Company (000's)(f)	
<b>ACCESS AND BILLING EXPENSES</b>			
Carrier Common Line (Intrastate IntraLATA)	Confidential	Confidential	1
Carrier Common Line (Intrastate InterLATA)	Confidential	Confidential	2
Carrier Common Line (Interstate)	Confidential	Confidential	3
Switched Access	Confidential	Confidential	4
Special Access	Confidential	Confidential	5
Billing and Collection Expenses	Confidential	Confidential	6
<b>TOTAL ACCESS AND BILLING EXPENSES</b>	Confidential	Confidential	
<b>CHARGES IMPOSED BY ANOTHER CARRIER</b>			
Expenses Related to Interconnection with Another Local Exchange Carrier's Facilities	Confidential	Confidential	7
Expenses Related to the Wholesale Use of Another Carrier's Network (Resale & Unbundled Network Elements) and Tariffed General Service Offerings	Confidential	Confidential	8
<b>TOTAL CHARGES IMPOSED BY ANOTHER CARRIER</b>	Confidential	Confidential	
<b>TOTAL ACCESS EXPENSES, BILLING EXPENSES &amp; CHARGES IMPOSED BY ANOTHER CARRIER</b>	Confidential	Confidential	

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

**ASSESSABLE REVENUES**

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

**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.**

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## SCHEDULE AND REPORT NOTES

General Footnote

Schedule Footnotes