



4004

ANNUAL REPORT

OF

Name: CENTURYTEL OF SOUTHERN WISCONSIN, INC.

Principal Office: 121 WILLIAMS ST
P.O. BOX 98
RANDOLPH, WI 53956-0098

For the Year Ended: DECEMBER 31, 1998

TELECOMMUNICATIONS UTILITY
TO
PUBLIC SERVICE COMMISSION OF WISCONSIN

P.O. Box 7854
Madison, WI 53707-7854
(608) 267-9504

This form is required under Wis. Stat. § 196.07. Failure to file the form by the statutory filing date can result in the imposition of a penalty under Wis. Stat. § 196.66. The penalty which can be imposed by this section of the statutes is a forfeiture of not less than \$25 nor more than \$5,000 for each violation. Each day subsequent to the filing date constitutes a separate and distinct violation. The filed form is available to the public and personally identifiable information may be used for purposes other than those related to public utility regulation.

GENERAL RULES FOR REPORTING

1. Unless otherwise indicated, the information requested in this report should be taken from the accounts and other records in conformity with the Uniform System of Accounts prescribed by the Public Service Commission of Wisconsin in docket 05-US-102. The definitions and instructions contained therein should also apply to the report wherever applicable. A query or response concerning information contained in this report regarding any practice or transaction should not be construed as indicating conformity to accounting or other pertinent regulations.
2. Please follow all instructions and answer each question fully and accurately. Provide additional information as necessary to avoid misunderstandings or misleading responses. Abbreviations listed on page 6 may be used, however please show the exact name of the respondent in full on the "Identification and Ownership" page.
3. Wherever information is requested in a "note", please show that information in the space provided, or make reference to the adjacent page or insert where the note may be found. Please also identify each note. Footnote capability is included in the annual report software program. Please use it where necessary to fully explain particulars in the annual report.
4. Numeric items are limited to digits (0-9). A minus sign "-" should be entered in the software program to indicate negative values. Do not use parentheses for numeric values. The program will convert the minus sign to parentheses when 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.
5. Please report all dollar amounts to the nearest whole dollar.
6. This annual report should be complete in all respects. Unless otherwise authorized, avoid references to returns of former years or to other reports.
7. Wherever schedules call for data from the previous year and such data were reported in the previous annual report, that previous year's data should be reported without modification. If modified, an appropriate footnote indicator and explanation should be included in the current year's annual report.
8. Where part or all of the report is prepared by other than utility personnel, a disclosure is required in the notes to the income statement or the balance sheet, which describes the nature and extent of work performed.
9. Please print a hard copy of the annual report on 20 pound or heavier paper, sign it and compare with the electronic copy before officially filing it with the Public Service Commission of Wisconsin.

SIGNATURE PAGE

I DAVID G. THIELS of
(Person responsible for accounts)

CENTURYTEL OF SOUTHERN WISCONSIN, 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.

DAVID G. THIELS 03/31/1999
(Person responsible for accounts) (Date)

VICE PRESIDENT, TREASURER AND ASSIST. SECRETARY
(Title)

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ANNUAL TELECOMMUNICATIONS REPORT GLOSSARY OF TERMS

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

ANNUAL TELECOMMUNICATIONS REPORT GLOSSARY OF TERMS

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

ANNUAL TELECOMMUNICATIONS REPORT GLOSSARY OF TERMS

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

ABBREVIATIONS USED IN ANNUAL REPORTS

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

IDENTIFICATION AND OWNERSHIP

Exact Utility Name: CENTURYTEL OF SOUTHERN WISCONSIN, INC.
Utility Location: 121 WILLIAMS ST
P.O. BOX 98
RANDOLPH, WI 53956-0098

Utility Web Site Address:
When was utility organized?: 01/01/1901
Report any change in name and the effective date:
CENTURYTEL OF SOUTHERN WISCONSIN, INC.
(05/08/1998)

Officer in charge of correspondence concerning this report

Name: MR CLAY BAILEY
Title: VICE PRESIDEN REGULATORY AFFAIRS

Office Address: P.O. BOX 111
LA CROSSE , WI 54602-0111

Fax Number: (608) 796 - 5437
Telephone Number: (608) 796 - 5405
Email Address: Clay.Bailey@CenturyTel.Com

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

Name:
Title:

Office Address:

Fax Number:
Telephone Number:
Email Address:

Person responsible for financial information contained in report

Name: MR CLAY BAILEY
Title: VICE PRESIDENT REGULATORY AFFAIRS

Office Address: P.O. BOX 111
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IDENTIFICATION AND OWNERSHIP

Person responsible for statistical information contained in report

Name: MR CLAY BAILEY
Title: VICE PRESIDENT REGULATORY AFFAIRS

Office Address: P.O. BOX 111
LA CROSSE , WI 54602-0111

Fax Number: (608) 796 - 5437
Telephone Number: (608) 796 - 5405
Email Address: Clay.Bailey@CenturyTel.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: PECOCO, INC.
Address: 121 WILLIAMS STREET
PO BOX 98
RANDOLPH , WI 53956-0001

Number of Shares Held: 2,768
Beneficial Owner: YES
CENTURY TELEPHONE ENT., INC. P. O. BOX 4065 MONROE, LA 7

INCOME STATEMENT - TOTAL COMPANY

Particulars (a)	This Year (b)	Last Year (c)	
Operating Revenues (5000-5300)	5,229,666	4,648,243	1
Operating Expenses			
Plant Specific Operations Expense (6110-6410)	1,052,395	872,988	2
Plant Nonspecific Operations Expense	1,606,213	1,378,628	3
Customer Operations Expense (6610-6620)	646,484	643,407	4
Corporate Operations Expense (6710-6790)	463,123	805,406	5
Other Operating Income and Expense (7100)	0	0	6
Operating Taxes (7200)	686,412	375,779	7
Total Operating Expenses	4,454,627	4,076,208	8
Net Operating Income	775,039	572,035	9
Other Income			
Nonoperating Income and Expense (7300)	257,219	105,271	10
Nonoperating Taxes (7400)	0	0	11
Interest and Related Items (7500)	366,930	378,657	12
Extraordinary Items (7600)	0	0	13
Nonregulated Net Income (7990)	(16,602)	(59,442)	14
Total Nonoperating Income	(126,313)	(332,828)	15
Net Income	648,726	239,207	16

NOTES TO INCOME STATEMENT OR BALANCE SHEET

In the space provided below, disclose all material information not included elsewhere in this report that is necessary to make the financial statements clear and understandable. Included should be:

-
1. A summary of significant accounting policies. (The summaries should disclose, but not be limited to, the utility's accounting policies with regard to pension cost, unbilled revenues, depreciation, and income taxes.)

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

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

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

Particulars (a)	Balance--EOY (b)	Balance--FOY (c)	
CURRENT ASSETS			
CASH AND EQUIVALENTS			
Cash and Equivalents (1120)*			1
Cash (1130)	2,670,059	2,238,918	2
Special Cash Deposits (1140)	1,318	1,318	3
Working Cash Advances (1150)	810	810	4
Temporary Investments (1160)			5
TOTAL CASH AND EQUIVALENTS	2,672,187	2,241,046	
RECEIVABLES AND ALLOWANCES FOR DOUBTFUL ACCOUNTS			
Telecommunications Accounts Receivable (1180)*	502,986	531,671	6
Accounts Receivable Allowance-Telecom (1181)*	10,000	10,000	7
Net: Telecommunications Accounts Receivable	492,986	521,671	
Other Accounts Receivable (1190)*	908,388	646,506	8
Accounts Receivable Allowance--Other (1191)*			9
Net: Other Accounts Receivable	908,388	646,506	
Notes Receivable (1200)*	0	0	10
Notes Receivable Allowance (1201)*	0	0	11
Net: Notes Receivable	0	0	
Interest and Dividends Receivable (1210)*			12
TOTAL RECEIVABLES AND ALLOWANCES FOR DOUBTFUL	1,401,374	1,168,177	
SUPPLIES			
Inventories (1220)*	46,707	29,784	13
TOTAL SUPPLIES	46,707	29,784	
PREPAYMENTS			
Total Prepayments (1280)*			14
Prepaid Rents (1290)			15
Prepaid Taxes (1300)	3,388	2,443	16
Prepaid Insurance (1310)	(8,389)	(5,908)	17
Prepaid Directory Expenses (1320)			18
Other Prepayments (1330)	5,196	4,674	19
TOTAL PREPAYMENTS	195	1,209	
OTHER CURRENT ASSETS			
Other Current Assets (1350)*			20
TOTAL OTHER CURRENT ASSETS	0	0	
TOTAL CURRENT ASSETS	4,120,463	3,440,216	
NONCURRENT ASSETS			
INVESTMENTS			
Investment in Affiliated Companies (1401)*	0	0	21
Investments in Nonaffiliated Companies (1402)*	1,075,084	949,718	22
Nonregulated Investments (1406)*	140,281	157,151	23
Unamortized Debt Issuance Expense (1407)*	12,591	13,327	24
Sinking Funds (1408)*	0	0	25

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

Particulars (a)	Balance--EOY (b)	Balance--FOY (c)	
NONCURRENT ASSETS			
INVESTMENTS			
Other Noncurrent Assets (1410)*			26
TOTAL INVESTMENTS	1,227,956	1,120,196	
DEFERRED CHARGES			
Deferred Tax Regulatory Asset (1437)*	0	0	27
Deferred Maintenance and Retirements (1438)*	0	0	28
Deferred Charges (1439)*	4,904	4,567	29
TOTAL DEFERRED CHARGES	4,904	4,567	
TOTAL NONCURRENT ASSETS	1,232,860	1,124,763	
PLANT			
TELECOMMUNICATIONS PLANT IN SERVICE			
Telecommunications Plant in Service (2001)*	14,137,834	13,754,352	30
Less: Accumulated Depreciation (3100)*	7,307,772	6,338,741	31
Less: Accumulated Amortization--Capitalized Leases (3410)*	10,152	7,028	32
Less: Accumulated Amortization--Leasehold Improvements (3420)*	275,511	217,799	33
Less: Accumulated Amortization--Intangible (3500)*			34
NET TELECOMMUNICATIONS PLANT IN SERVICE	6,544,399	7,190,784	
PROPERTY HELD FOR FUTURE USE			
Prop. Held for Future Telecommun. Use (2002)*			35
Less: Accumulated Depreciation--Held for Future Telecommunications Use (3200)*			36
NET PROPERTY HELD FOR FUTURE USE	0	0	
NONOPERATING PLANT			
Nonoperating Plant (2006)*			37
Less: Accumulated Depreciation--Nonoperating (3300)*			38
NET NONOPERATING PLANT	0	0	
TPUC			
TPUC (2003)*	360,081	269,367	39
TOTAL TPUC	360,081	269,367	
TELECOMMUNICATIONS PLANT ADJUSTMENT			
Telecommunications Plant Adjustment (2005)*			40
Less: Accumulated Amortization--Other (3600)*			41
NET TELECOMMUNICATIONS PLANT ADJUSTMENT	0	0	
TOTAL PLANT	6,904,480	7,460,151	
TOTAL ASSETS AND OTHER DEBITS*	12,257,803	12,025,130	

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

Particulars (a)	Balance--EOY (b)	Balance--FOY (c)	
CURRENT LIABILITIES			
Accounts Payable (4010)*	186,013	254,548	1
Notes Payable (4020)*	0	0	2
Advance Billing and Payments (4030)*	86,293	111,792	3
Customer Deposits (4040)*	1,000	546	4
Current Maturities--Long-Term Debt (4050)*	216,592	224,694	5
Current Maturities--Capital Leases (4060)*	3,485	3,190	6
Income Taxes--Accrued (4070)*	(327,055)	(187,375)	7
Other Taxes--Accrued (4080)*	(581)	(38,282)	8
Net Current Deferred Operating Income Taxes (4100)*	0	0	9
Net Current Deferred Nonoperating Income Taxes (4110)*			10
Other Accrued Liabilities (4120)*	94,501	61,146	11
Other Current Liabilities (4130)*	21	21	12
TOTAL CURRENT LIABILITIES*	260,269	430,280	
LONG-TERM DEBT			
Funded Debt (4210)*	6,050,031	6,266,710	13
Premium on Long-Term Debt (4220)*			14
Discount on Long-Term Debt (4230)*			15
Reacquired Debt (4240)*	0	0	16
Obligations Under Capital Leases (4250)*	2,797	6,287	17
Advances from Affiliated Companies (4260)*	0	0	18
Other Long-Term Debt (4270)*	0	0	19
TOTAL LONG-TERM DEBT*	6,052,828	6,272,997	
OTHER LIABILITIES AND DEFERRED CREDITS			
Other Long-Term Liabilities (4310)*	115,003	47,227	20
Unamortized Operating ITC--Net (4320)*	74,066	111,982	21
Unamortized Nonoperating ITC--Net (4330)*			22
Net Noncurrent Deferred Operating Income Taxes (4340)*	1,549,815	805,548	23
Net Deferred Tax Liability Adjustments (4341)*	(157,227)	(184,287)	24
Net Noncurrent Deferred Nonoperating Income Taxes (4350)*			25
Other Deferred Credits (4360)*			26
Deferred Tax Regulatory Liability (4361)*	208,656	235,716	27
TOTAL OTHER LIABILITIES AND DEFERRED CREDITS*	1,790,313	1,016,186	
STOCKHOLDERS' EQUITY			
Capital Stock (4510)*	138,400	138,400	28
Additional Paid-in Capital (4520)*			29
Treasury Stock (4530)*	0	0	30
Other Capital (4540)*			31
Retained Earnings (4550)*	4,015,993	4,167,267	32
TOTAL STOCKHOLDERS' EQUITY*	4,154,393	4,305,667	
TOTAL LIABILITIES AND OTHER CREDITS*	12,257,803	12,025,130	

STATEMENT OF CASH FLOWS

Item (a)	Amount (b)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net Income	648,726	1
Adjustments to Reconcile Net Income to Net Cash Provided by Operating Activities:		
Depreciation and amortization	1,287,221	2
Interest during construction	(746)	3
Changes in assets and liabilities:		
Current assets (net)	(249,106)	4
Other noncurrent assets	(1,073)	5
Other current liabilities	(162,204)	6
Other liabilities and deferred credits	774,127	7
Other (specify):		
TOTAL ADJUSTMENTS	1,648,219	
NET CASH PROVIDED BY OPERATING ACTIVITIES (NET INCOME & ADJUST.)	2,296,945	
CASH FLOWS FROM INVESTING ACTIVITIES		
Capital Expenditures:		
Changes in plant (net)	(730,804)	8
Investments in affiliated companies	0	9
Nonoperating Investments	(108,496)	10
Other (specify):		
NET CASH USING IN INVESTING ACTIVITIES	(839,300)	
CASH FLOWS FROM FINANCING ACTIVITIES		
Change in capital lease obligations (net)	(3,195)	11
Change in long-term debt (net)	(223,309)	12
Net changes in stockholder equity other than retained earnings	0	13
Change in short term borrowing (net)	0	14
Dividends paid	(800,000)	15
Miscellaneous debits/credits to retained earnings	0	16
Other (specify):		
Net Cash Provided by Financing Activities	(1,026,504)	
NET INCREASE IN CASH AND CASH EQUIVALENTS	431,141	
Cash and cash equivalents at beginning of year (Accts. 1130-1160 for Class A; 1120 for Class B)		
Cash and cash equivalents at end of year (Accts. 1130-1160 for Class A; 1120 for Class B)		

IMPORTANT CHANGES DURING THE YEAR

1. Give the name and address of all companies which during the year came under the direct control of the respondent otherwise than through title to securities, stating whether such control is sole or joint, how control was established, names of other parties to a joint agreement for control, the extent of control exercised by each party, and any other pertinent data requisite to a clear understanding of the arrangements relating to control (See Section 32.9000 of the Uniform System of Accounts). Where important details relating to control of a company have changed, give particulars. If during the year a company ceased to be controlled by the respondent, its name and a statement of fact will be sufficient.

None

2. Give the name and address of all companies which during the year came under the indirect control of the respondent through non-reporting intermediaries, stating whether such control is sole or joint, how control was established, names of other parties to a joint agreement for control, the extent of control exercised by each party, the name and address of the intermediary through which the indirect control exists, and any other pertinent data requisite to a clear understanding of the arrangements relating to control (See Section 32.9000 of the Uniform System of Accounts). Where important details relating to control of a company have changed, give particulars. If during the year a company ceased to be controlled by the respondent, its name and a statement of fact will be sufficient.

None

3. Important leaseholds acquired, given, assigned or surrendered, giving effective dates, lengths of terms, names of parties, rents, and other conditions.

None

4. List extension of system (other than additions supplementing existing facilities of the respondent) whether by purchase, construction, donation, or otherwise, such as a substantially complete telephone system, exchange or toll line. Give the location, new territory covered, and dates of beginning operation, and in case of purchase give also the name and address of the company from which purchased, date of acquisition, the consideration given, and reference to Commission authorization.

None

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

None

6. Obligation incurred or assumed by respondent as guarantor for the performance by another of any agreement or obligation, excluding ordinary commercial paper maturing on demand or not later than one year after date of issue.

None

7. Changes in articles of incorporation or amendments to charter.

None

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

Century Telephone of Southern Wisconsin, Inc. Changed its Name to CenturyTel of Southern Wisconsin, Inc. on May 8, 1998

AFFILIATE ABBREVIATIONS

In column (b) provide the abbreviation for the name of the affiliate shown in column (a). Limit abbreviations to 10 characters or less. Use these abbreviations when completing the affiliated interest schedules. Insert "Other" in the Abbreviations column if the activity to be reported for a particular record in the Affiliated Interest Transactions or Affiliated Assets and Liabilities schedule represents an aggregation of activity not exceeding the dollar or percentage limits set forth in the header of that schedule.

Name of Affiliate (a)	Abbreviations (b)	
Century Business Communications, Inc.	CBC	1
Century Service Group, Inc.	CSG	2
Century Supply Group, Inc.	CSPG	3
Century Telephone Enterprises, Inc.	CTE	4
CenturyTel of Fairwater-Brandon-Alto, Inc.	CTFB	5
CenturyTel/ Teleview of Wisconsin, Inc.	CTV	6
CenturyTel of Midwest-Wisconsin, Inc.	NWT	7
Other	OTH	8

AFFILIATED INTEREST TRANSACTIONS

Provide a summary of transactions under established affiliated interest contracts and arrangements (see Wis. Stat. § 196.52, for "affiliated interest" definitions). Use the space below to report transactions with individual affiliates and multiple affiliated interest agreements or, at the utility's option, with individual affiliates and a single agreement. Activity associated with affiliated contracts or arrangements not in excess of \$25,000 or 5 percent of the equity of the utility, whichever is smaller, may be aggregated in a single record. For utilities whose intrastate gross operating revenues of the previous year exceeded \$100,000,000, individual contracts or arrangements not exceeding \$100,000 may be aggregated in a single record. Where an affiliate is both providing and receiving service use one record to show billings to and a second record for billings from. When billings to or from an affiliate are recorded on the books of the utility, the records underlying such billings shall be sufficient to show all the detail maintained to identify the associated accounts related to the billing and categorize billings according to the account categories shown below.

Particulars (a)	(b)	(c)	(d)	(e)		
Docket	0005-AT-000109	0005-AT-000107	0005-AT-000108	0005-AT-000106		
Name of Affiliate	CBC	CSG	CSPG	CTE		1
Designate whether billed to or from:	FROM	FROM	FROM	FROM		2
Cost Based (C), Market Price (M), Prevailing Price (P), Tariff (T), Other (O)	M	C	C	C		3
Revenues						4
Expenses:						
Plant Specific Operations Expense		144,536	195,402			5
Plant Nonspecific Operations Expense		209,505				6
Customer Operations Expense	2,906	419,489				7
Corporate Operations Expense		275,146		53,282		8
Total Operating Expenses	2,906	1,048,676	195,402	53,282		9
Other:						
Plant Accounts		35,692	367,764			10
Accumulated Depreciation						11
Accumulated Amortization						12
Clearing						13
All Other	2,951	215,161	251,819			14
Total	5,857	1,299,529	814,985	53,282		15
Percent of affiliate's business billed to all affiliated regulated utilities	49.00					16
If cost based, rate of return on equity or markup incorporated in billings		8.00	20.00	10.00		17
Footnotes						

AFFILIATED INTEREST TRANSACTIONS

Provide a summary of transactions under established affiliated interest contracts and arrangements (see Wis. Stat. § 196.52, for "affiliated interest" definitions). Use the space below to report transactions with individual affiliates and multiple affiliated interest agreements or, at the utility's option, with individual affiliates and a single agreement. Activity associated with affiliated contracts or arrangements not in excess of \$25,000 or 5 percent of the equity of the utility, whichever is smaller, may be aggregated in a single record. For utilities whose intrastate gross operating revenues of the previous year exceeded \$100,000,000, individual contracts or arrangements not exceeding \$100,000 may be aggregated in a single record. Where an affiliate is both providing and receiving service use one record to show billings to and a second record for billings from. When billings to or from an affiliate are recorded on the books of the utility, the records underlying such billings shall be sufficient to show all the detail maintained to identify the associated accounts related to the billing and categorize billings according to the account categories shown below.

Particulars (a)	(b)	(c)	(d)	(e)	
Docket	4590-AT-000107	4590-AT-000106	0000-AT-000000	0000-AT-000000	
Name of Affiliate	CTFB	CTV	NWT	OTH	1
Designate whether billed to or from:	TO	TO	TO	FROM	2
Cost Based (C), Market Price (M), Prevailing Price (P), Tariff (T), Other (O)	C	C	C	C	3
Revenues					4
Expenses:					
Plant Specific Operations Expense				3,179	5
Plant Nonspecific Operations Expense					6
Customer Operations Expense					7
Corporate Operations Expense					8
Total Operating Expenses	0	0	0	3,179	9
Other:					
Plant Accounts				539	10
Accumulated Depreciation					11
Accumulated Amortization					12
Clearing					13
All Other	130,558	392,485	122,856	19,242	14
Total	130,558	392,485	122,856	22,960	15
Percent of affiliate's business billed to all affiliated regulated utilities					16
If cost based, rate of return on equity or markup incorporated in billings				0.00	17
Footnotes			0		

AFFILIATED INTEREST TRANSACTIONS

Provide a summary of transactions under established affiliated interest contracts and arrangements (see Wis. Stat. § 196.52, for "affiliated interest" definitions). Use the space below to report transactions with individual affiliates and multiple affiliated interest agreements or, at the utility's option, with individual affiliates and a single agreement. Activity associated with affiliated contracts or arrangements not in excess of \$25,000 or 5 percent of the equity of the utility, whichever is smaller, may be aggregated in a single record. For utilities whose intrastate gross operating revenues of the previous year exceeded \$100,000,000, individual contracts or arrangements not exceeding \$100,000 may be aggregated in a single record. Where an affiliate is both providing and receiving service use one record to show billings to and a second record for billings from. When billings to or from an affiliate are recorded on the books of the utility, the records underlying such billings shall be sufficient to show all the detail maintained to identify the associated accounts related to the billing and categorize billings according to the account categories shown below.

Particulars (a)	(b)	(c)	(d)	(e)		
Docket	0000-AT-000000					
Name of Affiliate	OTH					1
Designate whether billed to or from:	TO					2
Cost Based (C), Market Price (M), Prevailing Price (P), Tariff (T), Other (O)	C					3
Revenues						4
Expenses:						
Plant Specific Operations Expense						5
Plant Nonspecific Operations Expense						6
Customer Operations Expense						7
Corporate Operations Expense						8
Total Operating Expenses	0	0	0	0	0	9
Other:						
Plant Accounts						10
Accumulated Depreciation						11
Accumulated Amortization						12
Clearing						13
All Other	38,405					14
Total	38,405	0	0	0	0	15
Percent of affiliate's business billed to all affiliated regulated utilities						16
If cost based, rate of return on equity or markup incorporated in billings						17
Footnotes						

AFFILIATED ASSETS AND LIABILITIES

This schedule should be used to report affiliated activity concerning balances at the end of the year for the following accounts: 1120, Cash and Equivalents; 1160, Temporary Investments; 1180, Telecommunications Accounts Receivable; 1190, Other Accounts Receivable; 1210, Interest and Dividends Receivable; 1401, Investment in Affiliated Companies; 4010, Accounts Payable; and 4260, Advances from Affiliated Companies. Amounts at the end of the year for each affiliate should be identified by respective affiliate and account number. Report information below consecutively by respective account number; affiliated amounts of less than \$5,000 may be reported in aggregate as "other" for a particular account. Affiliated amounts recorded in accounts 1200, Notes Receivable, 1408, Sinking Funds, and 4020, Notes Payable, should not be reported in this schedule, but rather in the respective schedules contained elsewhere in this report.

Name of Affiliate (a)	Account Number (b)	Balance EOY (c)	
Century Telephone Enterprises, Inc.	4010	126,958	1

ACCOUNTS RECEIVABLE NET WRITE OFFS - TELECOMMUNICATIONS

This schedule should be used to report accounts receivable net write off activity.

Particulars (a)	Amount (b)	
Collection of amounts previously written off	50,099	1
Uncollectibles written off during the year	120,994	2
Net write offs during the year	<u>70,895</u>	

NOTES RECEIVABLE (ACCT. 1200) AND ALLOWANCES (ACCT. 1201)

For affiliates, list by issue or note by affiliate. Other, list by issue or note by entity. Separately identify economic development loans and associated particulars.

Name of Maker and purpose (a)	Issue Date (b)	Maturity (c)	Interest Rate (d)	Amount EOY (e)	Allowance Acct. 1201 (f)
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INVESTMENTS IN NONAFFILIATED COMPANIES (ACCT. 1402)

Name (a)	Balance EOY (b)	
RTB Class B Stock	218,700	1
Other:		
WITS/ACCESS WISCONSIN	89,700	2
US INTELCO	27,518	3
CELLULAR PARTNERSHIP	739,166	4
Total Investments in Nonaffiliated Companies	1,075,084	

NONREGULATED INVESTMENTS (ACCT. 1406)

Report below the name and end-of-year balance of total net investment and inventory (accts. 1406.10, 1406.11 and 1406.12) for each nonregulated activity. Telephone utilities not subject to dual jurisdiction should report materials and supplies held for resale in account 1406.

Name (a)	Balance EOY (b)	
Total Net Investment and Inventory (Accts. 1406.10, 1406.11, and 1406.12):		
Customer Premise Equipment	5,099	1
Centrex Equipment	3,751	2
Internet	86,589	3
Paystations	3,740	4
Customer Work In Process	31,182	5
Miscellaneous Materials	9,920	6

DEFERRED MAINTENANCE AND RETIREMENTS (ACCT. 1438)

List items individually by Commission approval noting the date of approval.

Description of Item (a)	Balance EOY (b)	
None	0	1
Total	0	

TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B

Plant Account (a)	Account (b)	Balance FOY (c)	Additions (d)	
GENERAL SUPPORT ASSETS				
Land	2111	42,615		1
Motor Vehicles	2112	317,916		2
Aircraft	2113	0		3
Special Purpose Vehicles	2114	0		4
Garage Work Equipment	2115	645		5
Other Work Equipment	2116	237,770	2,925	6
Buildings	2121	548,784	60,704	7
Furniture	2122	119,666		8
Office Equipment	2123	123,130	277	9
General Purpose Computers	2124	573,645	1,767	10 B
TOTAL--GENERAL SUPPORT ASSETS:		1,964,171	65,673	
CENTRAL OFFICE ASSETS				
Analog Electronic Switching	2211	0		11
Digital Electronic Switching	2212	2,822,467	(19,417)	12 A
Electro-Mechanical Switching	2215	0	0	13
Operator Systems	2220	0		14
Radio Systems	2231	0	0	15
Circuit Equipment	2232	801,307	243,736	16 A
TOTAL--CENTRAL OFFICE ASSETS:		3,623,774	224,319	
INFORMATION ORIGATION/TERMINATION ASSETS				
Station Apparatus	2311	0		17
Customer Premises Wiring	2321	0		18
Large Private Branch Exchanges	2341	0		19
Public Telephone Terminal Equipment	2351	0		20
Other Terminal Equipment	2362	878		21
TOTAL--INFORMATION ORIG/TERM ASSETS:		878	0	
CABLE WIRE FACILITIES ASSETS				
Poles	2411	13,944		22
Aerial Cable	2421	13,741	2,868	23
Underground Cable	2422	0	0	24
Buried Cable	2423	7,729,093	359,440	25
Submarine Cable	2424	0	0	26
Deep Sea Cable	2425	0		27
Intrabuilding Network Cable	2426	0	0	28
Aerial Wire	2431	0		29
Conduit Systems	2441	36,274		30
TOTAL--CABLE WIRE FACILITIES ASSETS:		7,793,052	362,308	
AMORTIZABLE ASSETS				
Capital Leases	2681	15,618		31

TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B (cont.)

Account (e)	Retirements (f)	Transfers / Adjustments (g)	Balance EOY (h)	
2111			42,615	1
2112	12,011		305,905	2
2113			0	3
2114			0	4
2115	129		516	5
2116	8,019		232,676	6
2121			609,488	7
2122	30,160		89,506	8
2123	7,531	0	115,876	9
2124	47,730	(117,821)	409,861	10 B
	105,580	(117,821)	1,806,443	
2211			0	11
2212	14,098	17,945	2,806,897	12 A
2215	0	0	0	13
2220			0	14
2231	0	0	0	15
2232	0	2,807	1,047,850	16 A
	14,098	20,752	3,854,747	
2311			0	17
2321			0	18
2341			0	19
2351			0	20
2362			878	21
	0	0	878	
2411			13,944	22
2421	0	0	16,609	23
2422	0	0	0	24
2423	52,071	0	8,036,462	25
2424	0	0	0	26
2425			0	27
2426	0	0	0	28
2431			0	29
2441			36,274	30
	52,071	0	8,103,289	
2681			15,618	31

TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B

Plant Account (a)	Account (b)	Balance FOY (c)	Additions (d)
AMORTIZABLE ASSETS			
Leasehold Improvements	2682	356,859	32
Intangibles	2690	0	33
TOTAL--AMORTIZABLE ASSETS:		372,477	0
TOTAL TELECOM. PLANT IN SERVICE	2001	13,754,352	652,300
Less: Allocation to Nonregulated Activity - EOY	2001		34
NET REG. TOTAL TELE. PLANT IN SERV. - EOY	2001		

Explain all amounts shown in column (g).

TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B (cont.)

Account (e)	Retirements (f)	Transfers / Adjustments (g)	Balance EOY (h)	
2682			356,859	32
2690			0	33
	0	0	372,477	
	171,749	(97,069)	14,137,834	
2001			27,643	34
			14,110,191	

TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B (SUB-CLASS ACCOUNTS)

Report telecommunications plant data for each subaccount where primary plant accounts have subclassifications. Amounts pertaining to subaccount 2212.4, Test Equipment, should be reported in account 2212.2, Digital Switching - Central Office; amounts for subaccounts 2231.3, Microwave, 2231.4, Cellular, 2231.5, Mobile Radio, and 2231.6, Paging, should be included in 2231.2, Other Radio Facilities; amounts pertaining to subaccounts 2232.4, Digital Data Services, 2232.5, Digital Circuit - Subscriber, 2232.6, Digital Circuit - Trunk - Toll, and 2232.7, Concentrators, should be reported in 2232.1, Digital Circuit Equipment. Any other separate accounting for telephone plant at an individual telephone company should be consolidated and reported in the primary accounts as defined in the uniform system of accounts.

Plant Subaccount (a)	Subaccount (b)	Balance FOY (c)	Additions (d)	
Office Support Equipment	2123.1	21,237		1 A
Company Communications Equipment	2123.2	101,893	277	2 A
Software	2212.1	112,300	29,915	3
Digital Switching - Central Office	2212.2	2,710,167	(49,332)	4 A
Digital Switching - Remote	2212.3	0		5
Step by Step Switching	2215.1	0		6
Crossbar Switching	2215.2	0		7
Satellite and Earth Station Facilities	2231.1	0		8
Other Radio Facilities	2231.2	0		9
Digital Circuit Equipment	2232.1	801,307	243,736	10 A
Analog Circuit Equipment	2232.2	0		11
Light Wave Circuit Equipment	2232.3	0		12
Aerial Cable - Nonmetallic	2421.1	0		13
Aerial Cable - Metallic	2421.2	13,741	2,868	14
Underground Cable - Nonmetallic	2422.1	0		15
Underground Cable - Metallic	2422.2	0		16
Buried Cable - Nonmetallic	2423.1	907,844		17 A
Buried Cable - Metallic	2423.2	6,821,249	359,440	18 A
Submarine Cable - Nonmetallic	2424.1	0		19
Submarine Cable - Metallic	2424.2	0		20
Intrabuilding Cable - Nonmetallic	2426.1	0		21
Intrabuilding Cable - Metallic	2426.2	0		22

Explain all amounts shown in column (g).

**TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B (SUB-CLASS ACCOUNTS)
(cont.)**

Subaccount (e)	Retirements (f)	Transfers / Adjustments (g)	Balance EOY (h)	
2123.1	6,889	(3,208)	11,140	1 A
2123.2	642	3,208	104,736	2 A
2212.1			142,215	3
2212.2	14,098	17,945	2,664,682	4 A
2212.3			0	5
2215.1			0	6
2215.2			0	7
2231.1			0	8
2231.2			0	9
2232.1		2,807	1,047,850	10 A
2232.2			0	11
2232.3			0	12
2421.1			0	13
2421.2			16,609	14
2422.1			0	15
2422.2			0	16
2423.1		319	908,163	17 A
2423.2	52,071	(319)	7,128,299	18 A
2424.1			0	19
2424.2			0	20
2426.1			0	21
2426.2			0	22

ACCUMULATED DEPRECIATION CLASS A & B

Primary Plant Account (a)	Acct (b)	Balance FOY (c)	Depr Rate (d)	Annual Accrual (e)	Additional Accrual (f)
GENERAL SUPPORT ASSETS					
Motor Vehicles	2112	298,034	18.0	16,421	1
Aircraft	2113	0			2
Special Purpose Vehicles	2114	0			3
Garage Work Equipment	2115	142	8.3	101	4
Other Work Equipment	2116	176,179	12.0	27,957	5
Buildings	2121	274,856	4.0	23,969	6
Furniture	2122	52,698	11.0	11,833	7
Office Equipment	2123	122,450	16.67	(719)	8
General Purpose Computers	2124	573,645	20.0	(947)	9D
Total-- GENERAL SUPPORT ASSETS		1,498,004		78,615	0
CENTRAL OFFICE ASSETS					
Analog Electronic Switching	2211	0			10
Digital Electronic Switching	2212	674,806	13.5	426,629	11C
Electro-Mechanical Switching	2215	0			12
Operator Systems	2220	0			13
Radio Systems	2231	0			14
Circuit Equipment	2232	413,926	12.69	127,327	15C
Total-- CENTRAL OFFICE ASSETS		1,088,732		553,956	0
INFORMATION ORIG/TERM ASSETS					
Station Apparatus	2311	0			16
Customer Premises Wiring	2321	0			17
Large Private Branch Exchanges	2341	0			18
Public Telephone Terminal Equipment	2351	0			19
Other Terminal Equipment	2362	878	12.5		20
Total-- INFORMATION ORIG/TERM ASSETS		878		0	0
CABLE WIRE FACILITIES ASSETS					
Poles	2411	14,012	10.0		21
Aerial Cable	2421	9,435	7.0	1,074	22
Underground Cable	2422	0			23
Buried Cable	2423	3,719,093	7.8	591,290	24
Submarine Cable	2424	0			25
Deep Sea Cable	2425	0			26
Intrabuilding Network Cable	2426	0			27
Aerial Wire	2431	0			28

ACCUMULATED DEPRECIATION CLASS A & B (cont.)

Acct (g)	Retired (h)	Cost of Removal (i)	Salvage (j)	Other (k)	Balance EOY (l)	
2112	12,011		10,772		313,216	1
2113					0	2
2114					0	3
2115	129				114	4
2116	8,019		10,967		207,084	5
2121					298,825	6
2122	30,160				34,371	7
2123	7,531			0	114,200	8
2124	47,730			(115,108)	409,860	9 D
	105,580	0	21,739	(115,108)	1,377,670	
2211					0	10
2212	14,098			4,718	1,092,055	11 C
2215	0				0	12
2220					0	13
2231	0				0	14
2232	0			1,123	542,376	15 C
	14,098	0	0	5,841	1,634,431	
2311					0	16
2321					0	17
2341					0	18
2351					0	19
2362					878	20
	0	0	0	0	878	
2411					14,012	21
2421	0	57			10,452	22
2422	0				0	23
2423	52,071	(640)	1,339		4,260,291	24
2424	0				0	25
2425					0	26
2426	0				0	27
2431					0	28

ACCUMULATED DEPRECIATION CLASS A & B

Primary Plant Account (a)	Acct (b)	Balance FOY (c)	Depr Rate (d)	Annual Accrual (e)	Additional Accrual (f)
CABLE WIRE FACILITIES ASSETS					
Conduit Systems	2441	8,587	4.0	1,451	29
Total-- CABLE WIRE FACILITIES ASSETS		3,751,127		593,815	0
Total Accumulated Depreciation	3100	6,338,741		1,226,386	0
Less: Allocation to Nonregulated Activity - Columns e, f and I	3100			1,203	0 30
Net Regulated Total Accum Depreciation - 3100 Columns e, f and I				1,225,183	0

ACCUMULATED DEPRECIATION CLASS A & B (cont.)

Acct (g)	Retired (h)	Cost of Removal (i)	Salvage (j)	Other (k)	Balance EOY (l)	
2441					10,038	29
	52,071	(583)	1,339	0	4,294,793	
3100	171,749	(583)	23,078	(109,267)	7,307,772	
3100					21,082	30
3100					7,286,690	

ACCUMULATED DEPRECIATION CLASS A & B (SUB-CLASS ACCOUNTS)

Where subclassifications of primary plant accounts are used, report below the accumulated depreciation details for each subaccount. Amounts pertaining to subaccount 2212.4, Test Equipment, should be reported in account 2212.2, Digital Switching - Central Office; amounts for subaccounts 2231.3, Microwave, 2231.4, Cellular, 2231.5, Mobile Radio, and 2231.6, Paging, should be included in 2231.2, Other Radio Facilities; amounts pertaining to subaccounts 2232.4, Digital Data Services, 2232.5, Digital Circuit - Subscriber, 2232.6, Digital Circuit - Trunk - Toll, and 2232.7, Concentrators, should be reported in 2232.1, Digital Circuit Equipment. Any other separate accounting for telephone accumulated depreciation at an individual telephone company should be consolidated and reported in the primary accounts as defined in the uniform system of accounts.

Plant Subaccount (a)	Subacct (b)	Balance FOY (c)	Depr Rate (d)	Annual Accrual (e)	Additional Accrual (f)	
Office Support Equipment	2123.1	20,558	19.0	(1,012)		1 c
Company Communications Equipment	2123.2	101,892	16.67	293		2 c
Software	2212.1	22,178	40.0	68,897		3
Digital Switching - Central Office	2212.2	652,628	13.5	357,732		4 c
Digital Switching - Remote	2212.3	0				5
Step by Step Switching	2215.1	0				6
Crossbar Switching	2215.2	0				7
Satellite and Earth Station Facilities	2231.1	0				8
Other Radio Facilities	2231.2	0				9
Digital Circuit Equipment	2232.1	413,926	12.69	127,327		10 c
Analog Circuit Equipment	2232.2	0				11
Light Wave Circuit Equipment	2232.3	0				12
Aerial Cable - Nonmetallic	2421.1	0				13
Aerial Cable - Metallic	2421.2	9,435	7.0	1,074		14
Underground Cable - Nonmetallic	2422.1	0				15
Underground Cable - Metallic	2422.2	0				16
Buried Cable - Nonmetallic	2423.1	190,774	7.0	55,246		17
Buried Cable - Metallic	2423.2	3,528,319	7.8	536,044		18
Submarine Cable - Nonmetallic	2424.1	0				19
Submarine Cable - Metallic	2424.2	0				20
Intrabuilding Cable - Nonmetallic	2426.1	0				21
Intrabuilding Cable - Metallic	2426.2	0				22

ACCUMULATED DEPRECIATION CLASS A & B (SUB-CLASS ACCOUNTS) (cont.)

Subacct (g)	Retired (h)	Cost of Removal (i)	Salvage (j)	Other (k)	Balance EOY (l)	
2123.1	6,889			(1,870)	10,787	1 C
2123.2	642			1,870	103,413	2 C
2212.1					91,075	3
2212.2	14,098			4,718	1,000,980	4 C
2212.3					0	5
2215.1					0	6
2215.2					0	7
2231.1					0	8
2231.2					0	9
2232.1				1,123	542,376	10 C
2232.2					0	11
2232.3					0	12
2421.1					0	13
2421.2		57			10,452	14
2422.1					0	15
2422.2					0	16
2423.1					246,020	17
2423.2	52,071	(640)	1,339		4,014,271	18
2424.1					0	19
2424.2					0	20
2426.1					0	21
2426.2					0	22

NET DEFERRED OPERATING INCOME TAXES (ACCT. 1350, 1410, 1437, 4100, 4340, 4341 & 4361)

This schedule should be used to report the deferred operating income tax portion of the stated accounts. In addition, column (e) of this schedule should be used to report the flowback of property related excess deferred taxes (e.g., 46 percent versus 34 percent federal tax rates). Credit amounts should be shown in ().

Particulars (a)	Balance FOY (b)	
PROPERTY RELATED		
Other Current Assets (1350)	0	1
Other Noncurrent Assets (1410)	0	2
Deferred Tax Regulatory Asset (1437)	0	3
Net Current Deferred Operating Income Taxes (4100)	0	4
Net Noncurrent Deferred Operating Income Taxes (4340)	(805,548)	5
Net Deferred Tax Liability Adjustments (4341)	184,287	6
Deferred Tax Regulatory Liability (4361)	(235,716)	7
Net Property Related Deferred Operating Income Taxes	(856,977)	
Less: Allocation to Nonregulated Activity	0	8
Net Regulated Total Property Related Deferred Operating Income Taxes	(856,977)	
NONPROPERTY RELATED		
Other Current Assets (1350)	0	9
Other Noncurrent Assets (1410)	0	10
Deferred Tax Regulatory Asset (1437)	0	11
Net Current Deferred Operating Income Taxes (4100)	0	12
Net Noncurrent Deferred Operating Income Taxes (4340)	0	13
Net Deferred Tax Liability Adjustments (4341)	0	14
Deferred Tax Regulatory Liability (4361)	0	15
Total Nonproperty Related Deferred Operating Income Taxes	0	

NET DEFERRED OPERATING INCOME TAXES (ACCT. 1350, 1410, 1437, 4100, 4340, 4341 & 4361) (cont.)

Acct (c)	Current Year Accrual (d)	Current Year Amortization (e)	Adjustments Debit or (Credit) (f)	Balance EOY (g)	
7250				0	1
7250				0	2
				0	3
7250				0	4
7250	(744,267)			(1,549,815)	5
	(27,060)			157,227	6
	27,060			(208,656)	7
	(744,267)	0	0	(1,601,244)	8
				0	
	(744,267)	0	0	(1,601,244)	
7250				0	9
7250				0	10
				0	11
7250				0	12
7250				0	13
				0	14
				0	15
	0	0	0	0	

NOTES PAYABLE (ACCT. 4020)

For affiliate, list note by affiliate. For a particular affiliate, the identical affiliate name, as shown in the Affiliate Abbreviations schedule, should be reported in this schedule. For other, list by note by entity.

Name (a)	Issue Date (b)	Maturity (c)	Interest Rate (d)	Balance EOY (e)
---------------------	-------------------------------	-------------------------	----------------------------------	--------------------------------

LONG-TERM DEBT

Report data requested and show total for each long-term debt account at end of year. Information concerning the following debt issues may be reported on individual lines in aggregate: REA/RTB 2%, REA/RTB 5%, & REA/RTB 7%. In addition, REA/RTB and FFB debt, respectively, within a range of 200 basis points may also be reported in aggregate on individual lines. If reported in aggregate, a range of dates may be reported in columns (b) and (c) as well as a range of interest rates in column (d) and a composite interest rate in column (e). If aggregation is not utilized, column (e) should contain the same interest rate as reported in column (d). For account 4050 report only the amount of debt anticipated to be repaid in one year or less.

Description of Debt (a)	Specific or Range of Stated Dates of Issue (b)	Specific or Range of Stated Dates of Maturity (c)	Specific or Range of Interest Rates (d)	
Funded Debt (Account 4210):				
REA Notes	04/23/1962-01/18/1968	01/18/2004	2.0000	1
REA Notes	07/20/1982	07/20/2017	5.0000	2
RTB Notes	05/22/1995	05/22/2016	6.0400	3
RTB Notes	06/11/1992	06/11/2016	6.1400	4
RTB Notes	08/31/1979	08/31/2014	8.0000	5
Total Funded Debt				

LONG-TERM DEBT (cont.)

Composite Interest Rate (e)	Held by Utility		Total Principal EOY (h)	Current Maturities Included in Acct. 4050 (i)	Total Amount Outstanding (j)	
	Reacquired Debt Acct. 4240 (f)	Sinking Funds Acct. 1408 (g)				
2.0000			8,028	10,225	18,253	1
5.0000			3,559,610	119,828	3,679,438	2
6.0400			404,560	14,028	418,588	3
6.1400			1,169,266	40,148	1,209,414	4
8.0000			908,567	32,363	940,930	5
	0	0	6,050,031	216,592	6,266,623	

CAPITAL STOCK ACCOUNTS AT END OF YEAR

In column (a) indicate the stated dividend rate applicable to each series of preferred stock.

Class and Series (a)	Shares Authorized by Charter (b)	Par Value per Share (c)	Call Price End of Year (d)
COMMON STOCK:			
Common	4,000	50.00	1
TOTAL COMMON STOCK	4,000		
TOTAL	<u>4,000</u>		

CAPITAL STOCK ACCOUNTS AT END OF YEAR (cont.)

	Acct. 4510 - Capital Stock		Acct. 4530 - Treasury Stock		
	Shares (e)	Amount (f)	Shares (g)	Amount (h)	
COMMON STOCK:					
Common	2,768	138,400			1
	2,768	138,400	0	0	
TOTAL	<u>2,768</u>	<u>138,400</u>	<u>0</u>	<u>0</u>	

RETAINED EARNINGS (ACCT. 4550)

Particulars (a)	This Year (b)	Last Year (c)	
Balance-First of Year	4,167,267	4,229,459	1
Changes:			
Balance Transferred from Income	648,726	239,207	2
Dividends Declared:			
Common	800,000	299,999	3
Preferred			4
Total Dividends Declared	800,000	299,999	
Miscellaneous Debits to Retained Earnings		1,400	5
Miscellaneous Credits to Retained Earnings			6
Balance--End of Year	<u>4,015,993</u>	<u>4,167,267</u>	

DISTRIBUTION OF TAXES

1. Report hereunder the summary accounts and functions charged with taxes accrued during the year.
2. Where allocation is necessary, explain the basis used.
3. Report in a footnote the amounts and kind of taxes cleared from prepaid taxes, if any.

Summary Account/ Function Charged (a)	Wisconsin License Fee (b)	Wisconsin Income Tax (c)	Federal Income Tax (d)	
Operating Taxes (Accts. 7210 - 7250)	302,372	82,368	293,860	1
Nonoperating Taxes (Accts. 7410 - 7450)				2
Extraordinary Items (Accts. 7630 & 7640)				3
Nonregulated Net Income (Acct. 7990)		(2,191)	(8,940)	4
Clearing Accounts				5
Construction				6
Payroll Taxes: FICA				7
Payroll Taxes: State Unemployment				8
Payroll Taxes: Federal Unemployment				9
Other (specify):				
TOTAL	<u><u>302,372</u></u>	<u><u>80,177</u></u>	<u><u>284,920</u></u>	

DISTRIBUTION OF TAXES (cont.)

PSC Remainder Assessment (e)	Local Property Tax (f)	State & Local Taxes Other than Wisconsin (g)	Other Taxes (h)	Payroll Taxes (i)	Total (j)	
5,882	177		1,753		686,412	1
					0	2
					0	3
					(11,131)	4
					0	5
					0	6
					0	7
					0	8
					0	9
5,882	177	0	1,753	0	675,281	

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

Particulars (a)	This Year (b)	Last Year (c)	
LOCAL NETWORK SERVICES REVENUES			
Basic Local Service Revenue (5000)*			1
Basic Area Revenue (5001)	1,693,567	1,687,863	2
Optional Extended Area Revenue (5002)			3
Cellular Mobile Revenue (5003)			4
Other Mobile Services Revenue (5004)			5
Public Telephone Revenue (5010)		1,947	6
Local Private Line Revenue (5040)	9,494	5,804	7
Customer Premises Revenue (5050)	7	21	8
Other Local Exchange Revenue (5060)	458,772	142,660	9 P
Other Local Exchange Revenue Settlements (5069)			10
TOTAL BASIC LOCAL SERVICE REVENUE (5000)	2,161,840	1,838,295	
NETWORK INTERSTATE ACCESS SERVICES REV.			
End User Revenue (5081)*	319,324	316,323	11
Switched Access Revenue (5082)*	1,121,988	989,525	12
Special Access Revenue (5083)*	34,509	35,967	13
TOTAL INTERSTATE ACCESS REVENUES (5080)	1,475,821	1,341,815	
NETWORK INTRASTATE ACCESS SERVICES REV.			
End User Revenue (5084.1)*			14
Switched Access Revenue (5084.2)*	1,086,428	936,357	15
Special Access Revenue (5084.3)*	86,369	83,024	16
TOTAL INTRASTATE ACCESS REVENUES (5084)	1,172,797	1,019,381	
LONG DISTANCE NETWORK SERVICES MESSAGE REV.			
Long Distance Message Revenue (5100)*			17
Long Distance Inward-Only Revenue (5111)			18
Long Distance Outward-Only Revenue (5112)			19
Unidirectional Long Distance Revenue (5110)	0	0	
Long Distance Private Network Revenues			
Subvoice Grade Revenue (5121)			20
Voice Grade Revenue (5122)			21
Audio Program Grade Revenue (5123)			22
Video Program Grade Revenue (5124)	32,820	7,877	23 Q
Digital Transmission Revenue (5125)			24
Switching Revenue (5126)			25
Other Revenue (5128)			26
Other Revenue Settlements (5129)			27
Total Long Distance Private Network Revenue	32,820	7,877	
Other Long Distance Revenue (5160)	2,898	5,514	28
Other Long Distance Revenue Settlements (5169)			29
TOTAL LONG DISTANCE NET. SERVICES MESSAGE REV.	35,718	13,391	

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

Particulars (a)	This Year (b)	Last Year (c)	
MISCELLANEOUS REVENUES			
Directory Revenue (5230)*	187,333	185,375	30
Rent Revenue (5240)*	45,985	57,308	31
Corporate Operations Revenue (5250)*			32
Miscellaneous:			
Miscellaneous Revenue (5260)*			33
Special Billing Arrangements Revenue (5261)	700	10,339	34 R
Customer Operations Revenue (5262)	10,418	9,100	35
Plant Operations Revenue (5263)			36
Other Incidental Regulated Revenue (5264)	12,218	16,687	37
Other Revenue Settlements (5269)	1,269	(407)	38
Total Miscellaneous Revenue (5260)	24,605	35,719	
Interstate Billing and Collection Revenue*	50,957	48,027	39
Intrastate Billing and Collection Revenue*	119,222	162,354	40 S
Total Carrier Billing and Collection Revenue (5270)*	170,179	210,381	
Nonregulated Operating Revenue (5280)**			41
TOTAL MISCELLANEOUS REVENUES	428,102	488,783	
GROSS OPERATING REVENUES	5,274,278	4,701,665	
UNCOLLECTIBLE REVENUES			
Uncollectible Revenue (5300)*			42
Uncollectible Revenue--Telecommunications (5301)	44,612	53,422	43
Uncollectible Revenue--Other (5302)			44
TOTAL UNCOLLECTIBLE REVENUE (5300)	44,612	53,422	
TOTAL OPERATING REVENUES	5,229,666	4,648,243	

** Account 5280 is to be used only by those companies subject to dual jurisdiction.

EXPENSE MATRIX - CLASS A & B

Particulars (a)	Total Last Year (b)	Total This Year (c)	Salaries / Wages (d)	
PLANT SPECIFIC OPERATIONS EXPENSE				
Total Network Support Expense (6110)	0	6,317		1
Less: Nonregulated	0	0		2 E
Net Regulated	0	6,317	0	3
Total General Support Expense (6120)	224,935	309,080	51,160	4
Less: Nonregulated	0	0		5 F
Net Regulated	224,935	309,080	51,160	6
Total Central Office Switching Expense (6210)	253,346	253,243	81,918	7
Less: Nonregulated	0	0		8
Net Regulated	253,346	253,243	81,918	9
Total Operator Systems Expense (6220)	0	0		10
Less: Nonregulated	0	0		11
Net Regulated	0	0	0	12
Total Central Office Transmission Expenses (6230)	12,254	15,496	9,613	13
Less: Nonregulated	0	0		14
Net Regulated	12,254	15,496	9,613	15
Total Information Orig. / Term. Expense (6310)	4,765	742	503	16
Less: Nonregulated	0	0		17
Net Regulated	4,765	742	503	18
Total Cable and Wire Fac. Expense (6410)	377,688	467,517	191,411	19
Less: Nonregulated	0	0		20 G
Net Regulated	377,688	467,517	191,411	21
TOTAL PLANT SPECIFIC OPERATIONS EXPENSE	872,988	1,052,395	334,605	
Less: Nonregulated	0	0	0	
Net Regulated	872,988	1,052,395	334,605	
PLANT NONSPECIFIC OPERATIONS EXPENSE				
Total Other Property, Plant and Equip. Exp. (6510)	22,772	28,051	18,234	22
Less: Nonregulated	0	0		23 H
Net Regulated	22,772	28,051	18,234	24
Total Network Operations Expense (6530)	379,392	247,503	10,361	25
Less: Nonregulated	0	0		26 I
Net Regulated	379,392	247,503	10,361	27
Access Expense (6540)	0	43,438		28
Less: Nonregulated	0	0		29 J
Net Regulated	0	43,438	0	30
Total Depreciation and Amortization Expense (6560)	976,464	1,287,221		31
Less: Nonregulated	0	0		32 K
Net Regulated	976,464	1,287,221		33
TOTAL PLANT NONSPECIFIC OPERATIONS EXP.	1,378,628	1,606,213	28,595	
Less: Nonregulated	0	0	0	
Net Regulated	1,378,628	1,606,213	28,595	

EXPENSE MATRIX - CLASS A & B (cont.)

Account (e)	Benefits (f)	Rents (g)	Other (h)	Clearances to (from) (i)	
6110			6,317		1
	0	0	6,317	0	2 E
6120	20,948	26	236,946		3
	20,948	26	236,946	0	4
6210	30,028	83	141,214		5 F
	30,028	83	141,214	0	6
6220					7
	0	0	0	0	8
6230	3,179	12	2,692		9
	3,179	12	2,692	0	10
6310	162	1	76		11
	162	1	76	0	12
6410	71,257	175	204,674		13
	71,257	175	204,674	0	14
	125,574	297	591,919	0	15
	0	0	0	0	16
	125,574	297	591,919	0	17
6510	6,403	0	3,414	0	18
	6,403		3,414	0	19
6530	3,625	14	233,503		20 G
	3,625	14	233,503	0	21
6540			43,438		22
	0	0	43,438	0	23 H
6560			1,287,221		24
			1,287,221		25
	10,028	14	1,567,576	0	26 I
	0	0	0	0	27
	10,028	14	1,567,576	0	28
					29 J
					30
					31
					32 K
					33

EXPENSE MATRIX - CLASS A & B

Particulars (a)	Total Last Year (b)	Total This Year (c)	Salaries / Wages (d)	
CUSTOMER OPERATIONS EXPENSE				
Total Marketing (6610)	72,333	55,600		34
Less: Nonregulated	0	0		35 L
Net Regulated	72,333	55,600	0	36
Total Services (6620)	571,074	590,884	71,475	37
Less: Nonregulated	0	0		38
Net Regulated	571,074	590,884	71,475	39
TOTAL CUSTOMER OPERATIONS EXPENSE	643,407	646,484	71,475	
Less: Nonregulated	0	0	0	
Net Regulated	643,407	646,484	71,475	
CORPORATE OPERATIONS EXPENSE				
Total Exec. and Planning (6710)	123,576	55,579		40
Less: Nonregulated	0	0		41 M
Net Regulated	123,576	55,579	0	42
Total General and Administrative (6720)	681,830	407,544	27	43
Less: Nonregulated	0	0		44 N
Net Regulated	681,830	407,544	27	45
Provision for Uncollectible Notes Receiv. (6790)	0	0		46
Less: Nonregulated	0	0		47
Net Regulated	0	0		48
TOTAL CORPORATE OPERATIONS EXPENSE	805,406	463,123	27	
Less: Nonregulated	0	0	0	
Net Regulated	805,406	463,123	27	
TOTAL EXPENSES	3,700,429	3,768,215	434,702	
Less: Nonregulated	0	0	0	
Net Regulated	3,700,429	3,768,215	434,702	

EXPENSE MATRIX - CLASS A & B (cont.)

Account (e)	Benefits (f)	Rents (g)	Other (h)	Clearances to (from) (i)	
6610			55,600		34
	0	0	55,600	0	35 L 36
6620	34,231		485,178		37
	34,231		485,178	0	38 39
	34,231	0	540,778	0	
	0	0	0	0	
	34,231	0	540,778	0	
6710			55,579		40
	0		55,579	0	41 M 42
6720	9		407,508		43
	9		407,508	0	44 N 45
6790					46
			0		47 48
	9	0	463,087	0	
	0	0	0	0	
	9	0	463,087	0	
	169,842	311	3,163,360	0	
	0	0	0	0	
	169,842	311	3,163,360	0	

EXPENSE MATRIX - CLASS A & B (DETAIL)

Particulars (a)	Total Last Year (b)	Total This Year (c)	Salaries/ Wages (d)	
Property Held for Future Tele. Use Exp. (6511)	0	0		1
Provisioning Expense (6512)	22,772	28,051	18,234	2
Total: Reported in Account 6510	22,772	28,051	18,234	
Depreciat. Exp.--Tele. Plant in Service (6561)	915,629	1,220,270		3
Depreciat. Exp.--Prop. Held for Future Tele. Use (6562)	0	0		4
Amortization Expense--Tangible (6563)	60,835	60,835		5
Amortization Expense--Intangible (6564)	0	0		6
Amortization Expense--Other (6565)	0	6,116		7
Total: Reported in Account 6560	976,464	1,287,221		

EXPENSE MATRIX - CLASS A & B (DETAIL) (cont.)

Account (e)	Benefits (f)	Rents (g)	Other (h)	Clearances to (from) (i)	
6511					1
6512	6,403		3,414		2
	6,403		3,414	0	
6561			1,220,270		3
6562					4
6563			60,835		5
6564					6
6565			6,116		7
			1,287,221		

CALCULATION OF ASSESSABLE REVENUES FOR REMAINDER AND TELEPHONE RELAY ASSESSMENT PURPOSES

Currently, cooperatives are not billed for remainder assessment, but are subject to Department of Justice and telephone relay assessments.

Description (a)	This Year (b)	
Gross Operating Revenues	5,274,278	1
Plus: Collection of amounts previously written off	50,099	2
Less: Uncollectibles written off during the year	120,994	3
Plus: Total Other Operating Income and (Expense) (7100)	0	4
Less: Nonregulated Operating Revenue (included Gross Oper. Rev. on Line 1)		5
Plus: Nonregulated Net Write Off Amount (included on lines 2 and 3)		6
Less: Out-of-State Operating Revenues (included in Gross Oper. Rev. on Line 1)		7
Plus (or Less) Other (please specify):		8
<hr/> Assessable Revenues for Remainder, Department of Justice, and Telephone Relay Assessment Purposes		
	<u><u>5,203,383</u></u>	

CALCULATION OF ASSESSABLE REVENUES FOR UNIVERSAL SERVICE FUND ASSESSMENT PURPOSES

Description (a)	This Year (b)	
Total Basic Local Service Revenue (5000)	2,161,840	1
Plus: Total Intrastate Access Revenues (5084)	1,172,797	2
Plus: Total Long Distance Network Services Revenue	35,718	3
Less: Out-of-State Operating Revenues (included in the above lines)		4
Plus (or Less) Other (please specify):		
Intrastate Payphone Revenue	11,595	5 T
<hr/> Assessable Revenues for Universal Service Fund Assessment Purposes		
	<u><u>3,381,950</u></u>	

CALCULATION OF ASSESSABLE REVENUES FOR REMAINDER AND TELEPHONE RELAY ASSESSMENT PURPOSES

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

Description (a)	This Year (b)	
Gross Operating Revenues	5,274,278	1
Plus: Collection of amounts previously written off	50,099	2
Less: Uncollectibles written off during the year	120,994	3
Plus: Total Other Operating Income and (Expense) (7100)	0	4
Less: Nonregulated Operating Revenue (included Gross Oper. Rev. on Line 1)		5
Plus: Nonregulated Net Write Off Amount (included on lines 2 and 3)		6
Less: Out-of-State Operating Revenues (included in Gross Oper. Rev. on Line 1)		7
Plus (or Less) Other (please specify):		8
Assessable Revenues for Remainder and Telephone Relay Assessment Purposes		
	<u><u>5,203,383</u></u>	

CALCULATION OF ASSESSABLE REVENUES FOR UNIVERSAL SERVICE FUND ASSESSMENT PURPOSES

Description (a)	This Year (b)	
Total Basic Local Service Revenue (5000)	2,161,840	1
Plus: Total Intrastate Access Revenues (5084)	1,172,797	2
Plus: Total Long Distance Network Services Revenue	35,718	3
Less: Out-of-State Operating Revenues (included in the above lines)		4
Plus (or Less) Other (please specify):		
Intrastate Payphone Revenue	11,595	5 T
Assessable Revenues for Universal Service Fund Assessment Purposes	<u><u>3,381,950</u></u>	

OTHER INCOME ACCOUNTS (CLASS B USE ACCOUNTS DESIGNATED BY *)

Particulars (a)	This Year (b)	Last Year (c)	
OTHER OPERATING INCOME AND EXPENSE			
Income from Custom Work (7110)*			1
Return from Nonregulated Use of Regulated Facilities (7130)*			2
Gains and (Losses) from Foreign Exchange (7140)			3
Gains or (Losses) from the Disposition of Land and Artworks (7150)			4
Other Operating Gains and (Losses) (7160)*			5
TOTAL OTHER OPERATING INCOME AND (EXPENSE) (7100)*	0	0	
OPERATING TAXES			
Operating Investment Tax Credits--Net (7210)*	(37,915)	(37,915)	6
Operating Federal Income Taxes (7220)*	(222,671)	17,920	7
Operating State and Local Income Taxes (7230)*	(107,452)	(38)	8
Operating Other Taxes (7240)*	310,183	272,308	9
Provision for Deferred Operating Income Taxes--Net (7250)*	744,267	123,504	10
TOTAL OPERATING TAXES (7200)*	686,412	375,779	
NONOPERATING INCOME AND EXPENSE			
Dividend Income (7310)*	158	950	11
Interest Income (7320)*	133,404	102,110	12
Income from Sinking and Other Funds (7330)*			13
Allowance for Funds Used During Construction (7340)*	746	541	14
Gains or (Losses) from the Disposition of Certain Property (7350)*			15
Other Nonoperating Income (7360)*	126,702	4,039	16
Special Charges (7370)*	3,791	2,369	17
TOTAL NONOPERATING INCOME AND EXPENSE (7300)*	257,219	105,271	
NONOPERATING TAXES			
Nonoperating Investment Tax Credits--Net (7410)*			0 18
Nonoperating Federal Income Taxes (7420)*			0 19
Nonoperating State and Local Income Taxes (7430)*			0 20
Nonoperating Other Taxes (7440)*			0 21
Provision for Deferred Nonoperating Income Taxes-Net (7450)*			0 22
TOTAL NONOPERATING TAXES (7400)*	0	0	
INTEREST AND RELATED ITEMS			
Interest on Funded Debt (7510)*	365,395	376,881	23
Interest Expense--Capital Leases (7520)*	742	1,036	24
Amortization of Debt Issuance Expense (7530)*	736	736	25
Other Interest Deductions (7540)*	57	4	26
TOTAL INTEREST AND RELATED ITEMS (7500)*	366,930	378,657	
EXTRAORDINARY ITEMS			
Extraordinary Items (7600)*			27
Extraordinary Income Credits (7610)			0 28
Extraordinary Income Charges (7620)			0 29
Current Income Tax Effect of Extraordinary Items--Net (7630)			0 30
Provision for Deferred Income Tax Effect of Extraordinary Items--Net (7640)			0 31
TOTAL EXTRAORDINARY ITEMS (7600)*	0	0	
NONREGULATED NET INCOME			
Nonregulated Net Income (7990)*	(16,602)	(59,442)	32

NONREGULATED NET INCOME (ACCT. 7990)

Particulars (a)	Amount (b)	
Revenues (Acct. 7990.1)		
Gross Sales	470,320	1
Less: Cost of Goods Sold	376,383	2
Net Sales	93,937	3
Expenses (Acct. 7990.2)	110,539	4
Nonregulated Net Income	<u><u>(16,602)</u></u>	5

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

Sale, Lease and Repair of Station Equipment and Customer Premise Wiring.
 Sale and Activation of Cellular Telephone Equipment. Sale of Internet
 Access.

If the revenues from an individual nonregulated activity represent in excess of 5% of the total operating revenues for the company, please provide the amounts, as requested above, for that individual activity:

DISTRIBUTION OF SALARIES AND WAGES

Description (a)	Amount (b)	
Regulated Expense	434,702	1
Nonregulated Expense	54,496	2
Plant Accounts	53,284	3
Accumulated Depreciation Accounts	14	4
All Other Accounts	351,202	5
Total Salaries and Wages	893,698	6

EMPLOYEE DATA

Compensation includes wages, commissions, bonuses and any other cash allowances paid to employees.

Employee Category (a)	Number of Equivalent Full-Time Employees		Total Compensation (d)	
	FOY (b)	EOY (c)		
Officers				1
Supervision and Other Management	2.00	3.00	104,699	2
Other Employees	20.00	21.00	788,999	3
Total	22.00	24.00	893,698	

DISTRIBUTION OF SALARIES AND WAGES

Description (a)	Amount (b)	
Regulated Expense	434,702	1
Nonregulated Expense	54,496	2
Plant Accounts	53,284	3
Accumulated Depreciation Accounts	14	4
All Other Accounts	351,202	5
Total Salaries and Wages	893,698	6

EMPLOYEE DATA

Compensation includes wages, commissions, bonuses and any other cash allowances paid to employees.

Employee Category (a)	Number of Equivalent Full-Time Employees		Total Compensation (d)	
	FOY (b)	EOY (c)		
Officers				1
Supervision and Other Management	2.00	3.00	104,699	2
Other Employees	20.00	21.00	788,999	3
Total	22.00	24.00	893,698	

TELEPHONE CALLS AND MINUTES OF USE PER MONTH

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

Item (a)	Telephone Calls (000's) (b)	Minutes of Use (000's) (c)	
LOCAL			
Intra-Exchange	789	4,851	1
Extended Area Service			2
Extended Community Calling	83	349	3
Other Local-Undefined			4
Total Local	872	5,200	
TOLL			
Operator Handled: State--intraLATA		1	5
Operator Handled: State--interLATA	1	1	6
Operator Handled: Interstate	1	3	7
Customer Dialed: State--intraLATA	64	257	8
Customer Dialed: State--interLATA	161	511	9
Customer Dialed: Interstate	67	289	10
WATS			11
Other Toll-Undefined	155	418	12
Total Toll	449	1,480	
Total Local & Toll	1,321	6,680	

ACCESS USAGE

Enter number, in thousands, of Billed Minutes.

Description (a)	Billed Minutes (000's)				
	Interstate InterLATA (b)	Intrastate InterLATA (c)	Intrastate IntraLATA (d)	Interstate IntraLATA (e)	
Feature Group A -- Orig.	0	0	0	0	1
Feature Group A -- Term.	178	0	0	0	2
Feature Group B -- Orig.	41	14	0	0	3
Feature Group B -- Term.	133	1	0	0	4
Feature Group C -- Orig.	0	0	2,751	0	5
Feature Group C -- Term.	0	0	2,961	0	6
Feature Group D -- Orig.	7,567	6,983	667	0	7
Feature Group D -- Term.	7,369	5,996	469	0	8

OUTSIDE PLANT STATISTICS AT END OF YEAR

Description of Item (a)	Amount (b)	
Sheath miles of plant - aerial	0	1
Sheath miles of plant - buried	793	2
Sheath miles of plant - fiber optics	74	3
Strand miles of plant - fiber optics	575	4
Route miles of plant - microwave	0	5

SPECIAL ACCESS CIRCUITS IN USE AT END OF YEAR

Circuit Type (a)	InterLATA Chan. Terms. (b)	IntraLATA Chan. Terms. (c)	
Voice grade	8	23	1
56 kbps	15	15	2
64 kbps (DS0)	4	2	3
1.54 Mbps (DS-1)	10	4	4
45 Mbps (DS-3)	1	0	5
SONET OC-1			6
SONET OC-3			7
SONET OC-12			8
SONET OC-48			9
SONET OC-192			10

OUTSIDE PLANT STATISTICS AT END OF YEAR

Description of Item (a)	Amount (b)	
Sheath miles of plant - aerial	0	1
Sheath miles of plant - buried	793	2
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SONET OC-1			6
SONET OC-3			7
SONET OC-12			8
SONET OC-48			9
SONET OC-192			10

SERVICE DATA

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

Item (a)	FOY (b)	EOY (c)	
Business			
1 Party	792	810	3
2 Party			4
4 Party			5
PBX Trunks/System Trunks	34	39	6
Centrex Trunks			7
Centrex Lines	202	248	8
Key System Trunks	254	258	9
Mobile (Utility Provided Service)			10
Paging (Utility Provided Service)			11
FX-Out (Switched)			12
Pay Telephone		43	13
Coin-Operated Pay Telephone	42		14
Independent Pay Telephone Provider	11	6	15
Pay Stations - Public			16
- Semi-Public			17
- Cust. Owned			18
Other			19
Total Business Lines	1,335	1,404	20
Residential (Incl. Emp. Concess.)			
1 Party	5,440	5,582	22
2 Party			23
4 Party			24
FX-Out (Switched)			25
Other			26
Total Residential Lines	5,440	5,582	27
Total Bus & Res Lines	6,775	6,986	28
Company Used Lines	300	303	29
Total Lines Used	7,075	7,289	30

SERVICE DATA (cont.)

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

Item (a)	FOY (b)	EOY (c)	
Miscellaneous			
WATS Lines - OutWATS	4	4	3
WATS Lines - 800 Service	1		4
FX-In-intraLATA	4	4	5
Special Access-intraLATA			6
(expressed in equiv. access lines)	89	136	7
Special Access-interLATA			8
(expressed in equiv. access lines)	862	939	9
Feature Group A Lines			10
Feature Group B Trunks			11
Feature Group C Trunks			12
Feature Group D Trunks	120	144	13
TSPS - Trunks	84	84	14
EAS - Trunks			15
Cellular Trunks (Pub. Sw. Net.)			16
Video Distance Learning			17
- discounted (special tariff)	1	2	18
Customers			
Business - 2 Party Customers			19
Business - 4 Party Customers			20
Residential - 2 Party Customers			21
Residential - 4 Party Customers			22
Other			
Total Central Office, Info. Orig./Term., & Cable			23
Wire Fac. Assets (based on physical location of plant)			24
	11,417,704	11,958,914	25
Total Company Square Miles	321	321	26
Total Company Route Miles	843	843	27
Footnotes			28
			29
			30

SERVICE DATA - END OF YEAR

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

Item (a)	Exchange (b)	Exchange (c)	Exchange (d)	Exchange (e)	
PSCW Exchange ID	0870	1850	1950	4470	1
Business					2
1 Party	129	117	197	203	3
2 Party					4
4 Party					5
PBX Trunks/System Trunks	11	8	9	10	6
Centrex Trunks					7
Centrex Lines	34	33		181	8
Key System Trunks	40	81	41	75	9
Mobile (utility provided service)					10
Paging (utility provided service)					11
FX-Out (Switched)					12
Pay Telephone	6	7	12	11	13
Coin-Operated Pay Telephone					14
Independent Pay Telephone Provider	1		2	1	15
Pay Stations - Public					16
- Semi-Public					17
- Cust. Owned					18
Other					19
Total Business Lines	221	246	261	481	20
Residential (Incl. Emp. Concess.)					21
1 Party	823	757	1,399	1,349	22
2 Party					23
4 Party					24
FX-Out (Switched)					25
Other					26
Total Residential Lines	823	757	1,399	1,349	27
Total Bus & Res Lines	1,044	1,003	1,660	1,830	28
Company Used Lines	1	1	1	298	29
Total Lines Used	1,045	1,004	1,661	2,128	30

SERVICE DATA - END OF YEAR

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

Item (a)	Exchange (b)	Exchange (c)	Exchange (d)	Exchange (e)	
PSCW Exchange ID	4620				1
Business					
1 Party	164				2
2 Party					3
4 Party					4
PBX Trunks/System Trunks	1				5
Centrex Trunks					6
Centrex Lines					7
Key System Trunks	21				8
Mobile (utility provided service)					9
Paging (utility provided service)					10
FX-Out (Switched)					11
Pay Telephone	7				12
Coin-Operated Pay Telephone					13
Independent Pay Telephone Provider	2				14
Pay Stations - Public					15
- Semi-Public					16
- Cust. Owned					17
Other					18
Total Business Lines	195	0	0	0	19
Residential (Incl. Emp. Concess.)					
1 Party	1,254				20
2 Party					21
4 Party					22
FX-Out (Switched)					23
Other					24
Total Residential Lines	1,254	0	0	0	25
Total Bus & Res Lines	1,449	0	0	0	26
Company Used Lines	2				27
Total Lines Used	1,451	0	0	0	28

SERVICE DATA - END OF YEAR (cont.)

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

Item (a)	Exchange (b)	Exchange (c)	Exchange (d)	Exchange (e)	
PSCW Exchange ID	0870	1850	1950	4470	1
Miscellaneous					2
WATS Lines - OutWATS	3				3
WATS Lines - 800 Service					4
FX-In-intraLATA	1		1		5
Special Access-intraLATA (equiv. access lines)	38	27	14	29	6 7
Special Access-interLATA (equiv. access lines)	54	6	120	754	8 9
Feature Group A Lines					10
Feature Group B Trunks					11
Feature Group C Trunks					12
Feature Group D Trunks				144	13
TSPS - Trunks				84	14
EAS - Trunks					15
Cellular Trunks (Pub. Sw. Net.)					16
Video Distance Learning - discounted (special tariff)				2	17 18
Customers					19
Business - 2 Party Customers					20
Business - 4 Party Customers					21
Residential - 2 Party Customers					22
Residential - 4 Party Customers					23
Other					24
Exchange C.O., Info. Orig./Term., & Cable Wire Fac. Assets (based on physical location of plant)	1,780,886	1,576,107	2,462,150	3,696,526	25 26 27
Exchange Square Miles	67	38	45	73	28
Exchange Route Miles	179	116	101	217	29
Footnotes					30

SERVICE DATA - END OF YEAR (cont.)

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

Item (a)	Exchange (b)	Exchange (c)	Exchange (d)	Exchange (e)	
PSCW Exchange ID	4620				1
Miscellaneous					2
WATS Lines - OutWATS	1				3
WATS Lines - 800 Service					4
FX-In-intraLATA	2				5
Special Access-intraLATA					6
(equiv. access lines)	28				7
Special Access-interLATA					8
(equiv. access lines)	5				9
Feature Group A Lines					10
Feature Group B Trunks					11
Feature Group C Trunks					12
Feature Group D Trunks					13
TSPS - Trunks					14
EAS - Trunks					15
Cellular Trunks (Pub. Sw. Net.)					16
Video Distance Learning					17
- discounted (special tariff)					18
Customers					19
Business - 2 Party Customers					20
Business - 4 Party Customers					21
Residential - 2 Party Customers					22
Residential - 4 Party Customers					23
Other					24
Exchange C.O., Info. Orig./Term., & Cable					25
Wire Fac. Assets (based on physical					26
location of plant)	2,443,245				27
Exchange Square Miles	98				28
Exchange Route Miles	230				29
Footnotes					30

MANUFACTURER ABBREVIATIONS

Use these abbreviations when completing the central office data schedule.

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

EQUIPMENT ABBREVIATIONS

Use these abbreviations when completing the central office data schedule.

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

MANUFACTURER ABBREVIATIONS

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Electronic--Analog	A	2
Electronic--Digital	D	3
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CENTRAL OFFICE DATA - END OF YEAR

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

Description (a)	Central Off. (b)	Central Off. (c)	Central Off. (d)	Central Off. (e)	
Exchange Name	CAMBRIA	FALL RIVER	FOX LAKE	RANDOLPH	1
PSCW Exchange ID	0870	1850	1950	4470	2
Central Office Name	CAMBRIA	FALL RIVER	FOX LAKE	RANDOLPH	3
PSCW Central Office ID	1	1	1	1	4
Manufacturer of COE (Page 54)	ATT/LUC	ATT/LUC	ATT/LUC	ATT/LUC	5
Year COE Installed	1996	1996	1996	1996	6
Type of Equipment (Page 54)	D	D	D	D	7
(S)tandalone, (H)ost, (R)emote	R	R	R	H	8
Remote Host PSCW Exchange ID	4470	4470	4470		9
Remote Host PSCW Central Office ID	1	1	1	0	10
COE Generic Software Release No.	5E12	5E12	5E12	5E12	11
SS7?	Yes	Yes	Yes	Yes	12
9-1-1?	Yes	Yes	Yes	Yes	13
Access Lines - In Use	1,047	1,005	1,664	2,129	14
- Equipped	1,280	1,152	2,176	2,560	15
- Wired	1,536	1,536	2,560	3,072	16
Trunks - In Use	0	0	0	469	17
- Equipped	0	0	0	1,488	18
- Wired	0	0	0	1,920	19
ISDN Available?	Yes	Yes	Yes	Yes	20
ISDN Lines - In Use (BRI)	1	2	0	3	21
- In Use (PRI)	0	0	0	0	22
Switched 56 Service?	Yes	Yes	Yes	Yes	23
Switched 56 lines in use	0	0	0	0	24
Digital Transmission Facilities: DS-1 - In Use	19	20	49	38	25
DS-3 - In Use	2	2	4	4	26
Advanced Data Service Available:					
Packet Switching?	No	No	No	No	27
SMDS?	Yes	Yes	Yes	Yes	28
Frame Relay?	No	No	No	No	29
ATM (Asynchronous Trans. Mode)?	No	No	No	No	30
Video Information - Service Available?	Yes	Yes	Yes	Yes	31
- In Use (# lines) ¹	0	0	0	2	32
Fiber Transmission Facilities:					
No. of fiber strands entering C.O.	24	24	32	32	33
No. of fiber strands working (LIT) in C.O.	8	8	16	16	34
No. of fiber strands for interoffice use	8	8	12	16	35
Miles of fiber sheath in wire center	11	11	19	19	36
Access Tandem Serving this C.O.:					
- C.O. Name	MILWAUKEE	MILWAUKEE	MILWAUKEE	MILWAUKEE	37
- PSCW C.O. ID	3420-01	3420-01	3420-01	3420-01	38
Does this C.O. do access tandem switching?	No	No	No	No	39
Equal Access: InterLATA (1+)?	Yes	Yes	Yes	Yes	40
Equal Access: IntraLATA (1+)?	Yes	Yes	Yes	Yes	41
Footnotes					42

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)	
Exchange Name	RIO				1
PSCW Exchange ID	4620				2
Central Office Name	RIO				3
PSCW Central Office ID	1				4
Manufacturer of COE (Page 54)	ATT				5
Year COE Installed	1996				6
Type of Equipment (Page 54)	D				7
(S)tandalone, (H)ost, (R)emote	R				8
Remote Host PSCW Exchange ID	4470				9
Remote Host PSCW Central Office ID	1				10
COE Generic Software Release No.	5E12				11
SS7?	Yes				12
9-1-1?	Yes				13
Access Lines - In Use	1,451				14
- Equipped	1,792				15
- Wired	2,048				16
Trunks - In Use	0				17
- Equipped	0				18
- Wired	0				19
ISDN Available?	Yes				20
ISDN Lines - In Use (BRI)	0				21
- In Use (PRI)	0				22
Switched 56 Service?	Yes				23
Switched 56 lines in use	0				24
Digital Transmission Facilities: DS-1 - In Use	15				25
DS-3 - In Use	2				26
Advanced Data Service Available:					
Packet Switching?	No				27
SMDS?	Yes				28
Frame Relay?	No				29
ATM (Asynchronous Trans. Mode)?	No				30
Video Information - Service Available?	Yes				31
- In Use (# lines) ¹	0				32
Fiber Transmission Facilities:					
No. of fiber strands entering C.O.	24				33
No. of fiber strands working (LIT) in C.O.	8				34
No. of fiber strands for interoffice use	8				35
Miles of fiber sheath in wire center	14				36
Access Tandem Serving this C.O.:					
- C.O. Name	MILWAUKEE				37
- PSCW C.O. ID	3420-01				38
Does this C.O. do access tandem switching?	No				39
Equal Access: InterLATA (1+)?	Yes				40
Equal Access: IntraLATA (1+)?	Yes				41
Footnotes					42

¹ Teleco provided end-to-end facility.

GENERAL, SCHEDULE LEVEL AND SCHEDULE LINE FOOTNOTES

General Footnote

Response received 11/12/99:

Item 1: the affiliated interest agreement has not been filed.

Item 2: noted

Item 3: was sent, enclosed another

Item 4: the total company composite rate exceeded 8.75% for the following reasons: a) depreciation expense related to capital items under \$2,000, b) remainder is an error calculating the 8.75% based on October 1998 plant. In Oct. 98 we booked additional depreciation over monthly and spreadsheet included wrong current rates to calculate adjustment. (ok, Clarence is comfortable with their depreciation reserve levels).

ele

October 20, 1999

Mr. Clay Bailey, Vice President Regulatory Affairs
CenturyTel of Southern Wisconsin, Inc.
P.O. Box 111
La Crosse, WI 54602-0111

Re:1998 Analytical ReviewDWCCA-4590-ELE

Dear Mr. Bailey:

The Public Service Commission (PSC) is in the process of completing an analytical review of your utility's 1998 annual report. The purposes of an analytical review are to detect possible reporting or accounting related errors and to identify significant fluctuations from established trends in reported data not sufficiently explained in the annual report. It is our hope that our review will supply information that will enable us to better provide guidance to your utility regarding proper utility accounting and the preparation of future annual reports. In order to complete this review, we request the following information:

1. Copy 1 of page 15 reports transactions in excess of \$25,000 between CenturyTel of Southern Wisconsin, Inc. and CenturyTel of Midwest-Wisconsin, Inc. A footnote on page 56 indicates that a contract is to be filed. Please state if an affiliated interest agreement has been filed with the Commission to address this affiliated activity.

2. In the future, please provide the page numbers for the confidential annual report, or the text "as agreed to with the PSC" in the box entitled "Description and subject matter of documents" on the Confidentiality Request form.

3. During our review, we noted that you have not provided the Listing of Schedules with Confidential Locks. Please note that this schedule is required. In the future, please file this schedule.

4. Wis. Stat. § 196.09(9) authorizes the Commission to establish depreciation rate ranges and a composite rate for all classes of telecommunications plant. By order, 05-DT-102, the maximum depreciation rate for Account 2212, Digital Electronic Switching, is 9.7 percent, Account 2423, Buried Cable, is 5.8 percent, and the total company composite depreciation rate is 8.75 percent.

GENERAL, SCHEDULE LEVEL AND SCHEDULE LINE FOOTNOTES

Please explain the reason why the depreciation rates on your 1998 annual report for the above account(s) and total company composite exceed the Commission authorized maximum rates.

5. During our review, we noted that the end of year balance reported for Account 2112, Motor Vehicles, page 27, column (l), line 1, is greater than the plant account balance reported on page 23, column (h), line 2. As directed in the Other Unique Characteristics of Schedule portion of the reference sheet for page 26 in the Operations Manual, a footnote should be provided explaining the situation any time an account is over depreciated. Please furnish an explanation of this situation.

6. During our review, we noted that the strand miles reported on page 49, line 4, are not eight times the sheath miles reported on line 3. Please furnish an explanation.

We appreciate your cooperation in providing the above information. These recommendations are intended to provide accounting assistance and should not be construed as criticisms of utility personnel. If you have any questions, please feel free to contact me at (608) 266-3768. Please respond within 30 days of this letter. If we have no questions regarding your response, you can consider the review closed.

Please note that if your response to this letter contains any data that you want to be subject to confidential treatment, you must submit a confidentiality request form with your response.

Sincerely,

Elaine L. Engelke
F

Schedule Footnotes

Central Office Lookup Table Footnote. Page 0

Cover Page Footnote. Page 1

Calculation of Assessable Revenues for Remainder, DOJ, and Tele. Relay Assessment Purposes Footnote. Page 43

Schedule Line Footnotes

- 5) Footnote deleted ele
- A) Reclass Asset to Proper Account.
- B) Intercompany Transfer of Asset Account.
- C) Reclass Reserve to Proper Account.
- D) Intercompany Transfer of Reserve Account.
- E) Increase in Affiliate Charges from Century Service Group, Inc.
- F) Increase in Affiliate Charges from Century Service Group, Inc. for Computer Programing.

GENERAL, SCHEDULE LEVEL AND SCHEDULE LINE FOOTNOTES

- G)** Increase Due to Increased Charges for Contract Labor.
- H)** Increase Due to Increased Company Labor.
 - I)** Decrease in Affiliate Charges from Century Service Group, Inc.
- J)** Changing the Recording of Universal Service Support Payments.
- K)** Increase Depreciation Expense Due to New Depreciation Rates.
- L)** Decrease in Advertising and Telemarketing Expense.
- M)** Decrease in Affiliate Charges from Century Telephone Enterprises, Inc. and Century Service Group, Inc.
- N)** Decrease in External Auditing Expense.
- O)** Contract to be Filed with Commission Regarding the Affiliated Relationship Between CenturyTel of Southern Wisconsin, Inc. and CenturyTel of Midwest-Wisconsin, Inc.
- P)** Increase Due to Interstate Universal Revenue Fund Support and Calling Feature Revenue.
- Q)** Increase Due to BadgerNet Video Distance Learning Circuit for Brandon School.
- R)** Decrease Due to One-Time Special Billing Arrangements in 1997.
- S)** Decrease Due to Decrease in Billing and Collection Rates to Intrastate Intralata/Interlata Carriers.
- T)** Amended page 43 filed by Century on 8/3/99, entered by ele