4004

ANNUAL REPORT

OF

Name:	CENTRAL STATE TELEPHONE COMPANY, LLC
Principal Office:	525 JUNCTION ROAD P.O. BOX 5158 MADISON, WI 53717 PO Box Zip Code: 53705-0158
For the Year Ended:	DECEMBER 31, 2004

TELECOMMUNICATIONS UTILITY
TO
PUBLIC SERVICE COMMISSION OF WISCONSIN

P.O. Box 7854
Madison, WI 53707-7854
http://psc.wi.gov

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

GENERAL RULES FOR REPORTING

1. The annual report due date is April 1 of the following year. 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, and select the appropriate program for Incumbent Local Exchange Carriers (LECs). If additional confidential treatment is desired, contact Christopher Larson at (608) 267-9508 or christopher.larson@psc.state.wi.us for instructions.

3. LEC entities with no revenues for the report year are required to file a LEC annual report.

4. Unless otherwise indicated, the information requested in this report should be taken from the accounts and other records of the utility in conformity with the Uniform System of Accounts prescribed by the Public Service Commission in docket 05-US-116. The definitions and instructions contained therein should also apply to the report wherever applicable. A query or response concerning information contained in this report regarding any practice or transaction should not be construed as indicating conformity to accounting or other pertinent regulations.

5. Please follow all instructions and answer each question fully and accurately. Provide additional information as necessary to avoid misunderstandings or misleading responses. Abbreviations listed on page 6 may be used. However, please show the exact name of the respondent in full on the Identification and Ownership page.

6. Wherever information is requested in a "note," please show that information in the space provided, or make reference to the adjacent page or insert where the note may be found. Please also identify each note. Footnote capability is included in the annual report software program. Please use it where necessary to fully explain particulars in the annual report.

7. Numeric items are limited to digits (0-9). 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. Report all dollar amounts to the nearest thousand dollars. (Example: $130,000 should be reported as $130.)

9. This annual report should be complete in all respects. Unless otherwise authorized, avoid references to returns of former years or to other reports.

10. Wherever schedules call for data from the previous year and such data were reported in the previous annual report, the previous year's data should be reported without modification. If modified, an appropriate footnote indicator and explanation should be included in the current year's annual report.

11. Where part or all of the report is prepared by other than utility personnel, a disclosure is required in the "Individual or firm, if other than utility employee, preparing this report" portion of the Identification and Ownership schedule, which describes the nature and extent of work performed.

12. The LEC annual report program incorporates provisional confidentiality capability for selected items. These items vary from year to year and are based on the Commission's decision regarding confidential items in the annual report.

GENERAL RULES FOR REPORTING

If additional provisional confidential treatment is desired, 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 of the annual report 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 report file may also be viewed in a word processing package such as WordPad. If you encounter any export errors, please contact the Commission for assistance.

The .edt, .clf, .sen, and .txt files will be zipped to a file with a .zip extension. An e-mail message will be created, addressed to pscrecs@psc.state.wi.us. The .zip file is automatically attached to the e-mail message. After the e-mail is created, it will automatically be sent to the Commission.

Once received and processed by the Commission, you will receive a response indicating that your annual report has been received and is being processed. You will be notified if there are any problems with the annual report filing.

15. **Name Changes:**

If a name change (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:

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://www.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.

GENERAL RULES FOR REPORTING

16. **Changes to the Annual Report Subsequent to Filing:**

If making revisions to the report subsequent to an electronic filing (i.e., using the program's e-mail capabilities) with the Commission, resubmit the report via e-mail following the procedures set forth above in item number 14. New edit check, confidential listing, exported annual report, and export status files should be created as a result of the revisions.

SIGNATURE PAGE

I John R. Erpenbach of
(Person responsible for accounts)

CENTRAL STATE TELEPHONE COMPANY, LLC , 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.

John R. Erpenbach	04/22/2005
(Person responsible for accounts)	(Date)

Accounting Manager
(Title)

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ANNUAL TELECOMMUNICATIONS REPORT GLOSSARY OF TERMS

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

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

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

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

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

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

Customer A person who uses a telephone as a subscriber.

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

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

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

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

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

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

ANNUAL TELECOMMUNICATIONS REPORT GLOSSARY OF TERMS

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

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

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

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

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

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

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

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

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

Pair Two wires of a single circuit.

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

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

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

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

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

ANNUAL TELECOMMUNICATIONS REPORT GLOSSARY OF TERMS

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

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

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

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

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

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

ABBREVIATIONS USED IN ANNUAL REPORTS

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

IDENTIFICATION AND OWNERSHIP

Exact Utility Name: CENTRAL STATE TELEPHONE COMPANY, LLC
Utility Location: 525 JUNCTION ROAD
P.O. BOX 5158
MADISON, WI 53717
P.O. BOX ZIP 53705-0158

Utility (or Parent/Holding Company) Web Site Address:

When was utility organized?: 01/24/1908
Report any change in name and the effective date:

Telephone numbers for potential customers to contact company:
Business Customers: (715) 569 - 4821 Ext:
Residential Customers: (715) 569 - 4821 Ext:

Primary Utility Contact (located at utility address)

Name: STEVEN J. VANDEN HEUVEL
Title: GENERAL MANAGER - SALES & SERVICE

Office Address: 6576 VIRGINIA STREET
P.O. BOX 125
VESPER, WI 54489
Fax Number: (715) 569 - 4867
Telephone Number: (715) 569 - 4508
Email Address: STEVEN.VANDEN.HEUVEL@TDSTELECOM.COM

Officer in charge of correspondence concerning this report

Name: JOHN R. ERPENBACH
Title: ASSISTANT TREASURER

Office Address: 525 JUNCTION ROAD
MADISON, WI 53717

Fax Number: (608) 664 - 4519
Telephone Number: (608) 664 - 4289
Email Address: JOHN.ERPENBACH@TDSTELECOM.COM

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

Name: JAY G. BRANT
Title: SENIOR ACCOUNTANT
Firm: TDS TELECOM
Office Address: 140 NORTH MONROE STREET
P.O. BOX 467
LANCASTER, WI 53813-0467
Fax Number: (608) 723 - 2310
Telephone Number: (608) 723 - 3629
Email Address: JAY.BRANT@TDSTELECOM.COM

IDENTIFICATION AND OWNERSHIP

Person responsible for financial information contained in report

Name: JAY G. BRANT
Title: SENIOR ACCOUNTANT

Office Address: 140 NORTH MONROE STREET
P.O. BOX 467
LANCASTER, WI 53813-0467
Fax Number: (608) 723 - 2310
Telephone Number: (608) 723 - 3629
Email Address: JAY.BRANT@TDSTELECOM.COM

Person responsible for statistical information contained in report

Name: JAY G. BRANT
Title: SENIOR ACCOUNTANT

Office Address: 140 NORTH MONROE STREET
P.O. BOX 467
LANCASTER, WI 53813-0467
Fax Number: (608) 723 - 2310
Telephone Number: (608) 723 - 3629
Email Address: JAY.BRANT@TDSTELECOM.COM

Contact person for regulatory inquiries and complaints

Name: JEAN M. PAUK
Title: MANAGER - EXTERNAL RELATIONS
Firm: TDS TELECOM
Office Address: 525 JUNCTION ROAD
MADISON, WI 53717

Fax Number: (608) 664 - 4185
Telephone Number: (608) 664 - 4152
Email Address: JEAN.PAUK@TDSTELECOM.COM

List names, addresses, and percent ownership interest held by persons owning 5 percent or more of outstanding voting securities or membership interests. If any stock (or interest) 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: TDS TELECOMMUNICATIONS CORPORATION
Address: 525 JUNCTION ROAD
MADISON, WI 53717

Percent Interest Held: 100
Beneficial Owner: NONE

IDENTIFICATION AND OWNERSHIP

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

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

OFFICERS AND DIRECTORS

Name, Title/Occupation and Business Address

Name: DANIEL V. GREGORY
Title/Occupation: VICE PRESIDENT
Business Address (1): 525 JUNCTION ROAD
Business Address (2):
Business Address (3):
City State, Zip: MADISON, WI 53717 **1**

Name: DAVID P. JONES
Title/Occupation: SECRETARY/TREASURER
Business Address (1): 525 JUNCTION ROAD
Business Address (2):
Business Address (3):
City State, Zip: MADISON, WI 53717 **2**

Name: JOHN R. ERPENBACH
Title/Occupation: ASSISTANT TREASURER
Business Address (1): 525 JUNCTION ROAD
Business Address (2):
Business Address (3):
City State, Zip: MADISON, WI 53717 **3**

Name: MICHEAL A. PANDOW
Title/Occupation: PRESIDENT
Business Address (1): 525 JUNCTION ROAD
Business Address (2):
Business Address (3):
City State, Zip: MADISON, WI 53717 **4**

INCOME STATEMENT - TOTAL COMPANY

Particulars (a)	This Year (000's) (b)	Last Year (000's) (c)	
Operating Revenues			
Operating Revenues (5000-5300)	10,190	10,199	**1**
Total Operating Revenues	**10,190**	**10,199**	
Operating Expenses			
Plant Specific Operations Expenses (6110-6410)	878	811	**2**
Other Plant Nonspecific Operations Expenses	2,900	2,823	**3**
Customer Operations Expense (6610-6620)	959	1,058	**4**
Corporate Operations Expense (6720-6790)	1,190	1,251	**5**
Other Operating Income and Expense (7100)	2	4	**6**
Operating Taxes (7200)	1,774	1,845	**7**
Total Operating Expenses	**7,699**	**7,784**	
Net Operating Income	**2,491**	**2,415**	
Other Income			
Nonoperating Income and Expense (7300)	273	160	**8**
Nonoperating Taxes (7400)	92	48	**9**
Interest and Related Items (7500)	115	133	**10**
Extraordinary Items (7600)	0	0	**11**
Nonregulated Net Income (7990)	(115)	(38)	**12**
Total Nonoperating Income	**(49)**	**(59)**	
Net Income	**2,442**	**2,356**	

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.)

TELEPHONE PLANT
Telephone plant is stated as the original cost of construction including capitalized costs such as taxes, pensions, and other fringe benefits, and an allowance for funds used during construction (AFUDC).

DEPRECIATION
The company provides depreciation for financial reporting purposes using the straight-line method. Renewals and betterments of units of property are charged to telephone plant in service. The original cost of depreciable property retired, together with removal cost less any salvage realized, is charged to accumulated depreciation. Repairs and renewals of minor items of property are charged to maintenance expense. No gain or loss is recognized in connection with ordinary retirements of depreciable property.

REVENUES
Operating and nonoperating revenues are recognized when earned regardless of the period in which they are billed.

Compensation for all intrastate service is received through tariffed access charges billed to the long distance carrier and retained by the company.

Compensation for interstate access services is received through tariffed access charges filed by the National Exchange Carrier Association (NECA) with the Federal Communications Commission (FCC) on behalf of the member companies. These access charges are billed by the company to the interstate long distance carrier, and pooled with like revenues from all NECA member companies.

PENSION
The company is a member of the Telephone and Data Systems, Inc. Employees' Pension Trust I. This qualified, noncontributory defined contribution pension plan covers substantially all company employees. Under this plan, pension benefits and costs are funded currently.

INCOME TAXES
The company is included in the TDS consolidated federal income tax return. For financial reporting purposes, the company computes its federal income tax by applying the statutory rate to all its taxable income.

The company uses the full-normalization method for all timing differences with the resulting book-tax differences being provisioned through the deferred tax accounts. Deferred income taxes resulting from accelerated depreciation used for income tax purposes had previously been provided through the depreciation accounts. Such deferred taxes are credited to income as the related timing differences reverse. Investment tax credits resulting from investments in qualifying telephone plant and equipment

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:

have been deferred and are being amortized to income over the service lives of the related property.

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.

   None.

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.

   The company is restricted from transferring funds to the parent or other affiliates in the form of cash dividends until certain financial requirements of its mortgage indentures have been met. At December 31, 2004, the company could distribute up to $19,742,983 to the parent or other affiliates in the form of cash dividends.

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

Particulars (a)	Balance--EOY	Balance--FOY (000's) (c)	
CURRENT ASSETS			
CASH AND EQUIVALENTS			
Cash and Equivalents (1120)*	11,438	9,537	**1**
TOTAL CASH AND EQUIVALENTS	**11,438**	**9,537**	
RECEIVABLES AND ALLOWANCE FOR DOUBTFUL ACCOUNTS			
Receivables (1170)*	1,960	1,641	**2**
Allowance for Doubtful Accounts (1171)*	28	5	**3**
TOTAL RECEIVABLES AND ALLOWANCE FOR DOUBTFUL ACCOUNTS	**1,932**	**1,636**	
SUPPLIES			
Inventories (1220)*	45	49	**4**
TOTAL SUPPLIES	**45**	**49**	
PREPAYMENTS			
Prepayments (1280)*	198	257	**5**
TOTAL PREPAYMENTS	**198**	**257**	
OTHER CURRENT ASSETS			
Other Current Assets (1350)*		1	**6**
TOTAL OTHER CURRENT ASSETS	**0**	**1**	
TOTAL CURRENT ASSETS	**13,613**	**11,480**	
NONCURRENT ASSETS			
INVESTMENTS			
Nonregulated Investments (1406)*	37	81	**7**
RTB Class B Stock (1402)*	207	207	**8**
Other Noncurrent Assets (1410)*	2	2	**9**
TOTAL INVESTMENTS	**246**	**290**	
DEFERRED CHARGES			
Deferred Maint., Retirements and Other Deferred Charges (1438)*			**10**
TOTAL DEFERRED CHARGES	**0**	**0**	
OTHER JURISDICTIONAL ASSETS-NET			
Other Jurisdictional Assets-Net (1500)*			**11**
TOTAL OTHER JURISDICTIONAL ASSETS-NET	**0**	**0**	
TOTAL NONCURRENT ASSETS	**246**	**290**	
PLANT			
TELECOMMUNICATIONS PLANT IN SERVICE			
Telecommunications Plant in Service (2001)*	36,179	35,426	**12**
Less: Accumulated Depreciation (3100)*	22,867	21,414	**13**
Less: Accumulated Amortization-Tangible (3400)*			**14**
Less: Accumulated Amortization-Capitalized Leases (3410)	3		**15**
NET TELECOMMUNICATIONS PLANT IN SERVICE	**13,309**	**14,012**	
PROPERTY HELD FOR FUTURE USE			
Property Held for Future Telecommunications Use (2002)*			**16**
Less: Accumulated Depr.-Held for Future Telecom. Use (3200)*			**17**
NET PROPERTY HELD FOR FUTURE USE	**0**	**0**	

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

Particulars (a)	Balance--EOY	Balance--FOY (000's) (c)	
PLANT			
NONOPERATING PLANT			
Nonoperating Plant (2006)*			**18**
Less: Accumulated Depreciation-Nonoperating (3300)*			**19**
NET NONOPERATING PLANT	**0**	**0**	
TPUC			
Telecommunications Plant Under Construction (2003)*	154	314	**20**
TOTAL TPUC	**154**	**314**	
TELECOMMUNICATIONS PLANT ADJUSTMENT			
Telecommunications Plant Adjustment (2005)*			**21**
NET TELECOMMUNICATIONS PLANT ADJUSTMENT	**0**	**0**	
GOODWILL			
Goodwill (2007)*			**22**
TOTAL GOODWILL	**0**	**0**	
TOTAL PLANT	**13,463**	**14,326**	
TOTAL ASSETS AND OTHER DEBITS	**27,322**	**26,096**	

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

Particulars (a)	Balance--EOY (000's) (b)	Balance--FOY (000's) (c)	
CURRENT LIABILITIES			
Notes Payable (4020)*			**1**
Other Current Accounts and Notes Payable (4000)*	868	1,081	**2**
Customers' Deposits (4040)*		9	**3**
Income Taxes-Accrued (4070)*		655	**4**
Other Taxes-Accrued (4080)*	47	46	**5**
Net Current Deferred Operating Income Taxes (4100)*	(11)	(2)	**6**
Net Current Deferred Nonoperating Income Taxes (4110)*			**7**
Current Maturities-Long-Term Debt (4050)*	253	236	**8**
Current Maturities-Capital Leases (4060)*			**9**
Other Current Liabilities (4130)*	633	863	**10**
TOTAL CURRENT LIABILITIES	**1,790**	**2,888**	
LONG-TERM DEBT			
Long-Term Debt and Funded Debt (4200)*	1,217	1,430	**11**
TOTAL LONG-TERM DEBT	**1,217**	**1,430**	
OTHER LIABILITIES AND DEFERRED CREDITS			
Other Liabilities and Deferred Credits (4300)*	80	364	**12**
Unamortized Operating Investment Tax Credits-Net (4320)*			**13**
Unamortized Nonoperating Investment Tax Credits-Net (4330)*			**14**
Net Noncurrent Deferred Operating Income Taxes (4340)*	1,458	1,079	**15**
Net Deferred Tax Liability Adjustments (4341)*			**16**
Net Noncurrent Deferred Nonoperating Income Taxes (4350)*			**17**
Deferred Tax Regulatory Adjustments-Net (4361)*			**18**
Other Jurisdictional Liabilities and Deferred Credits-Net (4370)*			**19**
TOTAL OTHER LIABILITIES AND DEFERRED CREDITS	**1,538**	**1,443**	
STOCKHOLDERS' EQUITY			
Capital Stock (4510)*	481	481	**20**
Additional Paid-in Capital (4520)*	46	46	**21**
Treasury Stock (4530)*			**22**
Other Capital (4540)*			**23**
Retained Earnings (4550)*	22,250	19,808	**24**
TOTAL STOCKHOLDERS' EQUITY	**22,777**	**20,335**	
TOTAL LIABILITIES AND OTHER CREDITS	**27,322**	**26,096**	

IMPORTANT CHANGES DURING THE YEAR

1. Estimated increase or decrease in annual revenues due to important rate changes, giving bases of estimates. Provide details and dollar amounts for increases and decreases, respectively, by revenue category noted on Operating Revenues schedule.

   None.

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

   None.

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)	
Badger Telecom, LLC	BADGER	1
TDS Metrocom, Inc.	METROCOM	2
Midway Telephone Company, LLC	MIDWAY	3
Other	OTHER	4
Telephone & Data Systems, Inc.	TDS	5
TDS Communications Solutions, Inc.	TDS CS	6
TDS Long Distance Corporation	TDS LD	7
TDS Telecommunications Corporation	TDS TC	8
TDS Telecom Service Corporation	TDS TEL	9

AFFILIATED INTEREST TRANSACTIONS

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

Particulars (a)	(b)	(c)	(d)	(e)	
Docket	5-ATF-183	5-ATF-183	5-ATF-183	5-ATF-183	
Name of Affiliate	BADGER	OTHER	OTHER	TDS	1
Designate whether billed to or from:	TO	FROM	TO	FROM	2
Cost Based (C), Market Price (M), Prevailing Price (P), Tariff (T), Other (O)	C	C	C	C	3
Total Dollar Activity (000's)	98	46	19	186	4
Percent of affiliate's business billed to all affiliated regulated utilities					5
If cost based, rate of return on equity or markup incorporated in billings		0.00		0.00	6
Footnotes					

Particulars (a)	(b)	(c)	(d)	(e)	
Docket	5-ATF-183	5-ATF-183			
Name of Affiliate	TDS CS	TDS TEL			1
Designate whether billed to or from:	FROM	FROM			2
Cost Based (C), Market Price (M), Prevailing Price (P), Tariff (T), Other (O)	C	C			3
Total Dollar Activity (000's)	155	2,054			4
Percent of affiliate's business billed to all affiliated regulated utilities					5
If cost based, rate of return on equity or markup incorporated in billings	0.00	0.00			6
Footnotes					

AFFILIATED ASSETS AND LIABILITIES

This schedule should be used to report affiliated activity concerning balances at the end of the year. Amounts at the end of the year for each affiliate should be identified by respective affiliate and account number. Report information below consecutively by respective account number; affiliated amounts of less than $5,000 may be reported in aggregate as "Other" for a particular account.

Name of Affiliate (a)	Account Number (b)	Balance EOY (000's) (c)		
Badger Telecom, LLC	1170	33	1	
Other	1170	1	2	
TDS Long Distance Corporation	1170	15	3	
TDS Metrocom, Inc.	1170	63	4	
TDS Telecom Service Corporation	1170	331	5	E
TDS Telecommunications Corporation	1170	178	6	
Telephone & Data Systems, Inc.	1170	16	7	F
Midway Telephone Company, LLC	4000	5	8	
Other	4000	8	9	
TDS Communications Solutions, Inc.	4000	20	10	G
TDS Telecom Service Corporation	4000	304	11	
TDS Communications Solutions, Inc.	4200	42	12	H

TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B

Plant Account (a)	Account (b)	Balance FOY (000's) (c)	Additions (000's) (d)		
GENERAL SUPPORT ASSETS					
Land	2111	23		**1**	
Motor Vehicles	2112	444	35	**2**	**A**
Aircraft	2113	0		**3**	
Tools and Other Work Equipment	2114	369	10	**4**	
Buildings	2121	391		**5**	
Furniture	2122	16		**6**	
Office Equipment	2123	30		**7**	
General Purpose Computers	2124	452		**8**	**A**
TOTAL GENERAL SUPPORT ASSETS		**1,725**	**45**		
CENTRAL OFFICE ASSETS					
Non-Digital Switching	2211	0		**9**	
Digital Electronic Switching	2212	4,660	36	**10**	**A**
Operator Systems	2220	0		**11**	
Radio Systems	2231	0		**12**	
Circuit Equipment	2232	7,403	425	**13**	**A**
TOTAL CENTRAL OFFICE ASSETS		**12,063**	**461**		
INFORMATION ORIGINATION/TERMINATION ASSETS					
Station Apparatus	2311	0		**14**	
Customer Premises Wiring	2321	0		**15**	
Large Private Branch Exchanges	2341	0		**16**	
Public Telephone Terminal Equipment	2351	0		**17**	
Other Terminal Equipment	2362	0		**18**	
TOTAL INFORMATION ORIG/TERM ASSETS		**0**	**0**		
CABLE & WIRE FACILITIES ASSETS					
Poles	2411	45		**19**	
Aerial Cable	2421	441	0	**20**	
Underground Cable	2422	148	0	**21**	
Buried Cable	2423	20,669	839	**22**	
Submarine and Deep Sea Cable	2424	0	0	**23**	
Intrabuilding Network Cable	2426	0	0	**24**	
Aerial Wire	2431	86		**25**	
Conduit Systems	2441	76		**26**	
TOTAL CABLE & WIRE FACILITIES ASSETS		**21,465**	**839**		
AMORTIZABLE ASSETS					
Capital Leases	2681	0	65	**27**	
Leasehold Improvements	2682	0		**28**	
Intangibles	2690	173	(73)	**29**	**A,D**
TOTAL AMORTIZABLE ASSETS		**173**	**(8)**		

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

Account (e)	Retirements (000's) (f)	Transfers / Adjustments (000's) (g)	Balance EOY (000's) (h)		
2111			**23**	**1**	
2112	143	(12)	**324**	**2**	**A**
2113			**0**	**3**	
2114	84		**295**	**4**	
2121			**391**	**5**	
2122			**16**	**6**	
2123			**30**	**7**	
2124		12	**464**	**8**	**A**
	227	**0**	**1,543**		
2211			**0**	**9**	
2212	189	30	**4,537**	**10**	**A**
2220			**0**	**11**	
2231			**0**	**12**	
2232	167	3	**7,664**	**13**	**A**
	356	**33**	**12,201**		
2311			**0**	**14**	
2321			**0**	**15**	
2341			**0**	**16**	
2351			**0**	**17**	
2362			**0**	**18**	
	0	**0**	**0**		
2411			**45**	**19**	
2421	22	0	**419**	**20**	
2422	0	0	**148**	**21**	
2423	122	0	**21,386**	**22**	
2424	0	0	**0**	**23**	
2426	0	0	**0**	**24**	
2431			**86**	**25**	
2441			**76**	**26**	
	144	**0**	**22,160**		
2681			**65**	**27**	
2682			**0**	**28**	
2690		110	**210**	**29**	**A,D**
	0	**110**	**275**		

TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B

Plant Account (a)	Account (b)	Balance FOY (000's) (c)	Additions (000's) (d)	
TOTAL TELECOM. PLANT IN SERVICE	**2001**	**35,426**	**1,337**	
Less: Allocation to Nonregulated Activity - EOY	2001			**30**
NET REG TOTAL TELECOM. PLANT IN SERVICE - EOY	**2001**			

Explain all amounts shown in column (g).

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

Account (e)	Retirements (000's) (f)	Transfers / Adjustments (000's) (g)	Balance EOY (000's) (h)	
2001	**727**	**143**	**36,179**	
2001				**30**
2001			**36,179**	

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

Report telecommunications plant data for each subaccount where primary plant accounts have subclassifications. 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 (000's) (c)	Additions (000's) (d)	
Digital Electronic Switching - Circuit	2212.1	4,660	36	1 A
Digital Electronic Switching - Packet	2212.2	0		2
Circuit Equipment - Electronic	2232.1	5,135	409	3 A
Circuit Equipment- Optical	2232.2	2,268	16	4
Aerial Cable - Nonmetallic	2421.1	32		5
Aerial Cable - Metallic	2421.2	409		6
Underground Cable - Nonmetallic	2422.1	107		7
Underground Cable - Metallic	2422.2	41		8
Buried Cable - Nonmetallic	2423.1	3,479	22	9
Buried Cable - Metallic	2423.2	17,190	817	10
Submarine and Deep Sea Cable - Nonmetallic	2424.1	0		11
Submarine and Deep Sea Cable - Metallic	2424.2	0		12
Intrabuilding Cable - Nonmetallic	2426.1	0		13
Intrabuilding Cable - Metallic	2426.2	0		14

Explain all amounts shown in column (g).

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

Subaccount (e)	Retirements (000's) (f)	Transfers / Adjustments (000's) (g)	Balance EOY (000's) (h)	
2212.1	189	30	**4,537**	**1A**
2212.2			**0**	**2**
2232.1	167	3	**5,380**	**3A**
2232.2			**2,284**	**4**
2421.1			**32**	**5**
2421.2	22		**387**	**6**
2422.1			**107**	**7**
2422.2			**41**	**8**
2423.1	2		**3,499**	**9**
2423.2	120		**17,887**	**10**
2424.1			**0**	**11**
2424.2			**0**	**12**
2426.1			**0**	**13**
2426.2			**0**	**14**

ACCUMULATED DEPRECIATION CLASS A & B

Primary Plant Account (a)	Acct (b)	Balance FOY (000's) (c)	Depr Rate (d)	Annual Accrual (000's) (e)	Additional Accrual (000's) (f)	
GENERAL SUPPORT ASSETS						
Motor Vehicles	2112	290	12.8600	53		1 A
Aircraft	2113	0				2
Tools and Other Work Equipment	2114	325	7.5000	27		3
Buildings	2121	283	2.8600	12		4
Furniture	2122	13	10.0000	1		5
Office Equipment	2123	30	10.0000			6
General Purpose Computers	2124	448	20.0000	15		7 A
TOTAL GENERAL SUPPORT ASSETS		**1,389**		**108**	**0**	
CENTRAL OFFICE ASSETS						
Non-Digital Switching	2211	0				8
Digital Electronic Switching	2212	3,219	7.0100	322	0	9 A
Operator Systems	2220	0				10
Radio Systems	2231	0				11
Circuit Equipment	2232	4,985	8.4700	618	0	12 A
TOTAL CENTRAL OFFICE ASSETS		**8,204**		**940**	**0**	
INFORMATION ORIGINATION/TERMINATION ASSETS						
Station Apparatus	2311	0				13
Customer Premises Wiring	2321	0				14
Large Private Branch Exchanges	2341	0				15
Public Telephone Terminal Equipment	2351	0				16
Other Terminal Equipment	2362	0				17
TOTAL INFORMATION ORIG/TERM ASSETS		**0**		**0**	**0**	
CABLE & WIRE FACILITIES ASSETS						
Poles	2411	67	6.0000			18 J
Aerial Cable	2421	475	2.9300	12	0	19 J
Underground Cable	2422	45	4.5600	7	0	20
Buried Cable	2423	11,069	5.1600	1,084	0	21
Submarine and Deep Sea Cable	2424	0		0	0	22
Intrabuilding Network Cable	2426	0		0	0	23
Aerial Wire	2431	150	17.1000			24 J
Conduit Systems	2441	15	2.7800	2		25
TOTAL CABLE & WIRE FACILITIES ASSETS		**11,821**		**1,105**	**0**	
Total Accumulated Depreciation	**3100**	**21,414**		**2,153**	**0**	
Less: Nonreg Accumulated Depreciation	3100					26
Net Reg Total Accumulated Depreciation Columns e, f and l	**3100**			**2,153**	**0**	

ACCUMULATED DEPRECIATION CLASS A & B (cont.)

Acct (g)	Retired (000's) (h)	Cost of Removal (000's) (i)	Salvage (000's) (j)	Other (000's) (k)	Balance EOY (000's) (l)	
2112	143		16	33	249	1 A
2113	0				0	2
2114	84				268	3
2121	0				295	4
2122	0				14	5
2123	0				30	6
2124	0			1	464	7 A
	227	**0**	**16**	**34**	**1,320**	
2211	0				0	8
2212	189	0	0	2	3,354	9 A
2220	0				0	10
2231	0				0	11
2232	167	0	0	1	5,437	12 A
	356	**0**	**0**	**3**	**8,791**	
2311	0				0	13
2321	0				0	14
2341	0				0	15
2351	0				0	16
2362	0				0	17
	0	**0**	**0**	**0**	**0**	
2411	0				67	18 J
2421	22	1	0	0	464	19 J
2422	0	0	0	0	52	20
2423	122	10	(15)	0	12,006	21
2424	0	0	0	0	0	22
2426	0	0	0	0	0	23
2431	0				150	24 J
2441	0				17	25
	144	**11**	**(15)**	**0**	**12,756**	
3100	**727**	**11**	**1**	**37**	**22,867**	
3100						26
3100					**22,867**	

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 or subsidiary record. 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 (000's) (c)	Depr Rate (d)	Annual Accrual (000's) (e)	Additional Accrual (000's) (f)	
Digital Electronic Switching - Circuit	2212.1	3,219	7.01	322		1 A
Digital Electronic Switching - Packet	2212.2	0				2
Circuit Equipment - Electronic	2232.1	3,620	8.4700	426		3 A
Circuit Equipment- Optical	2232.2	1,365	8.4700	192		4
Aerial Cable - Nonmetallic	2421.1	14	6.51	2		5
Aerial Cable - Metallic	2421.2	461	2.59	10		6 J
Underground Cable - Nonmetallic	2422.1	37	4.4	5		7
Underground Cable - Metallic	2422.2	8	4.97	2		8
Buried Cable - Nonmetallic	2423.1	1,331	4.8	192		9
Buried Cable - Metallic	2423.2	9,738	5.0	892		10
Submarine and Deep Sea Cable - Nonmetall	2424.1	0				11
Submarine and Deep Sea Cable - Metallic	2424.2	0				12
Intrabuilding Cable - Nonmetallic	2426.1	0				13
Intrabuilding Cable - Metallic	2426.2	0				14

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

Subacct (g)	Retired (000's) (h)	Cost of Removal (000's) (i)	Salvage (000's) (j)	Other (000's) (k)	Balance EOY (000's) (l)	
2212.1	189			2	**3,354**	**1** A
2212.2	0				**0**	**2**
2232.1	167			1	**3,880**	**3** A
2232.2	0				**1,557**	**4**
2421.1	0				**16**	**5**
2421.2	22	1			**448**	**6** J
2422.1	0				**42**	**7**
2422.2	0				**10**	**8**
2423.1	2				**1,521**	**9**
2423.2	120	10	(15)		**10,485**	**10**
2424.1	0				**0**	**11**
2424.2	0				**0**	**12**
2426.1	0				**0**	**13**
2426.2	0				**0**	**14**

RETAINED EARNINGS (ACCT. 4550)

Particulars (a)	This Year (000's) (b)	Last Year (000's) (c)	
Balance-First of Year	19,808	17,452	1
Changes:			
Balance Transferred from Income	2,442	2,356	2
Dividends Declared:			
Common		0	3
Preferred		0	4
Total Dividends Declared	**0**	**0**	
Miscellaneous Debits to Retained Earnings		0	5
Miscellaneous Credits to Retained Earnings		0	6
Balance--End of Year	**22,250**	**19,808**	

REVENUES (CLASS B USE ACCOUNTS DESIGNATED BY *)

Particulars (a)	This Year (000's) (b)	Last Year (000's) (c)		
LOCAL NETWORK SERVICES REVENUES				
Basic Local Service Revenue (5000)*			1	
Basic Area Revenue (5001)	3,412	3,353	2	B
Private Line Revenue (5040)	29	113	3	K
Other Basic Area Revenue (5060)	789	719	4	C
TOTAL LOCAL NETWORK SERVICES REVENUES	**4,230**	**4,185**		
INTERSTATE NETWORK ACCESS SERVICES REV.				
End User Revenue (5081)*	945	969	5	
Switched Access Revenue (5082)*	2,040	2,169	6	C
Special Access Revenue (5083)*	574	514	7	
TOTAL INTERSTATE NETWORK ACCESS SERVICES REV.	**3,559**	**3,652**		
INTRASTATE NETWORK ACCESS SERVICES REV.				
End User Revenue (5081)*			8	
Switched Access Revenue (5082)*	1,262	1,260	9	
Special Access Revenue (5083)*	319	297	10	
TOTAL INTRASTATE NETWORK ACCESS SERVICES REV.	**1,581**	**1,557**		
LONG DISTANCE NETWORK SERVICES MESSAGE REV.				
Long Distance Message Revenue (5100)*			11	
TOTAL LONG DISTANCE NETWORK SERVICES MESSAGE REV.	**0**	**0**		
MISCELLANEOUS & NONREGULATED REVENUES				
Miscellaneous Revenue (5200)*	647	608	12	B
Directory Revenue (5230)	155	155	13	
Nonregulated Operating Revenue (5280)*			14	
TOTAL MISCELLANEOUS & NONREGULATED REVENUES	**802**	**763**		
GROSS OPERATING REVENUES	**10,172**	**10,157**		
UNCOLLECTIBLE REVENUES				
Uncollectible Revenue (5300)*	(18)	(42)	15	L
TOTAL UNCOLLECTIBLE REVENUES	**(18)**	**(42)**		
TOTAL OPERATING REVENUES	**10,190**	**10,199**		

EXPENSES - CLASS A & B

Particulars (a)	Total This Year (000's) (b)	Total Last Year (000's) (c)		
PLANT SPECIFIC OPERATIONS EXPENSE				
TOTAL PLANT SPECIFIC OPERATIONS EXPENSE	**878**	**811**	**1**	
LESS: NONREGULATED			**2**	
NET REGULATED PLANT SPECIFIC OPERATIONS EXPENSE	**878**	**811**		
PLANT NONSPECIFIC OPERATIONS EXPENSE				
Other Property, Plant and Equip. Exp. (6510)			**3**	
Network Operations Expense (6530)	530	564	**4**	
Access Expense (6540)	200	175	**5**	
Depreciat. Exp.--Tele. Plant in Service (6561)	2,093	2,045	**6**	
Depreciat. Exp.--Prop. Held for Future Tele. Use (6562)			**7**	
Amortization Expense--Tangible (6563)	4		**8**	
Amortization Expense--Intangible (6564)	73	39	**9**	**M**
Amortization Expense--Other (6565)			**10**	
Depreciation and Amortization Expense (6560)	**2,170**	**2,084**	**11**	
TOTAL PLANT NONSPECIFIC OPERATIONS EXPENSE	**2,900**	**2,823**	**12**	
LESS: NONREGULATED			**13**	
NET REGULATED PLANT NONSPECIFIC OPERATIONS EXPENSE	**2,900**	**2,823**		
CUSTOMER OPERATIONS EXPENSE				
Marketing (6610)	317	348	**14**	
Services (6620)	642	710	**15**	
TOTAL CUSTOMER OPERATIONS EXPENSE	**959**	**1,058**	**16**	
LESS: NONREGULATED			**17**	
NET REGULATED CUSTOMER OPERATIONS EXPENSE	**959**	**1,058**		
CORPORATE OPERATIONS EXPENSE				
TOTAL CORPORATE OPERATIONS EXPENSE	**1,190**	**1,251**	**18**	
LESS: NONREGULATED			**19**	
NET REGULATED CORPORATE OPERATIONS EXPENSE	**1,190**	**1,251**		
TOTAL EXPENSES	**5,927**	**5,943**		
LESS: NONREGULATED	**0**	**0**		
NET REGULATED EXPENSES	**5,927**	**5,943**		

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 (000's) (b)	
Gross Operating Revenues	10,172	1
Plus: Collection of amounts previously written off		2
Less: Uncollectibles written off during the year	(18)	3
Plus: Total Other Operating Income and (Expense) (7100)	2	4
Less: Nonregulated Operating Revenue (included in Gross Oper. Rev. on Line 1)		5
Plus: Nonregulated Net Write Off Amount (included on lines 2 and 3)		6
Less: Out-of-State Operating Revenues (included in Gross Oper. Rev. on Line 1)		7
Plus (or Less) Other (please specify): None	0	8
Assessable Revenues for Remainder and Telephone Relay Assessment Purposes	**10,192**	

CALCULATION OF ASSESSABLE REVENUES FOR UNIVERSAL SERVICE FUND ASSESSMENT PURPOSES

Description (a)	This Year (000's) (b)	
Total Basic Local Service Revenue (5000)	4,230	1
Plus: Total Intrastate Access Revenues (5081-5083)	1,581	2
Plus: Total Long Distance Network Services Revenue	0	3
Less: Out-of-State Operating Revenues (included in the above lines)		4
Plus: Intrastate Payphone Revenues		5
Plus (or Less) Other (please specify): None	0	6
Assessable Revenues for Universal Service Fund Assessment Purposes	**5,811**	

OTHER INCOME ACCOUNTS

Particulars (a)	This Year (000's) (b)	Last Year (000's) (c)	
TOTAL OTHER OPERATING INCOME AND EXPENSE (7100)	2	4	1
LESS: NONREGULATED			2
NET REGULATED OTHER OPERATING INCOME AND EXPENSE (7100)	**2**	**4**	
TOTAL OPERATING TAXES (7200)	1,774	1,845	3
LESS: NONREGULATED			4
NET REGULATED OPERATING TAXES (7200)	**1,774**	**1,845**	
TOTAL NONOPERATING INCOME AND EXPENSE (7300)	273	160	5
LESS: NONREGULATED			6
NET REGULATED NONOPERATING INCOME AND EXPENSE (7300)	**273**	**160**	
TOTAL NONOPERATING TAXES (7400)	92	48	7
LESS: NONREGULATED			8
NET REGULATED NONOPERATING TAXES (7400)	**92**	**48**	
TOTAL INTEREST AND RELATED ITEMS (7500)	115	133	9
LESS: NONREGULATED			10
NET REGULATED INTEREST AND RELATED ITEMS (7500)	**115**	**133**	
TOTAL EXTRAORDINARY ITEMS (7600)			11
LESS: NONREGULATED			12
NET REGULATED EXTRAORDINARY ITEMS (7600)	**0**	**0**	
TOTAL NONREGULATED NET INCOME (7990)	(115)	(38)	13
TOTAL OTHER INCOME ACCOUNTS	**(1,821)**	**(1,900)**	
TOTAL NONREGULATED	**(115)**	**(38)**	
TOTAL NET REGULATED OTHER INCOME ACCOUNTS	**(1,706)**	**(1,862)**	

NONREGULATED ACTIVITIES

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

Nonregulated Activity (a)	
1 & 2 line phones, business systems and inside wiring.	1
Direct Broadcast Satellite (DBS) where available.	2
Internet service where available.	3
Mobile equipment where tariff allows and where available.	4
Paging service where tariff allows and where available.	5
Voicemail service where tariff allows and where available.	6

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			
Extended Community Calling	183	702	**1**
Other Local-Undefined			**2**
Total Local	**183**	**702**	
TOLL			
Toll	1,204	4,219	**3**
Total Toll	**1,204**	**4,219**	
Total Local & Toll	**1,387**	**4,921**	

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 & B -- Originating	2	0	0	0	1
Feature Group A & B -- Terminating	0	0	0	0	2
Feature Group C -- Originating	0	0	0	0	3
Feature Group C -- Terminating	0	0	0	0	4
Feature Group D -- Originating	8,647	8,271	7,027	1	5
Feature Group D -- Terminating	8,540	6,035	8,794	1	6

OUTSIDE PLANT STATISTICS AT END OF YEAR

Description of Item (a)	Amount (b)	
Sheath miles of plant - fiber optics	232	1
Route miles of plant - microwave		2

SPECIAL ACCESS CIRCUITS IN USE AT END OF YEAR

Circuit Type (a)	InterLATA Chan. Terms. (b)	IntraLATA Chan. Terms. (c)	
Voice grade	9	24	1
56/64 kbps (DS0)	12	5	2
1.54 Mbps (DS-1)	77	10	3
45 Mbps (DS-3)	5	2	4
SONET OC-1 (51.84 Mbps)	0	0	5
SONET OC-3 (155.52 Mbps)	0	0	6
SONET OC-12 (622.08 Mbps)	0	0	7
SONET OC-48 (2.488 Gbps)	0	0	8
SONET OC-192 (9.953 Gbps)	0	0	9
SONET OC-768 (39.812 Gbps)	0	0	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	935	934	3
PBX Trunks/Centrex & Key System Trunks	55	241	4
Centrex Lines	618	501	5
FX-Out (Switched)	0	1	6
Pay Telephone	0	0	7
Other	0	68	8
Total Business Lines	**1,608**	**1,745**	9
Residential (Incl. Emp. Concess.)			10
1 Party	8,617	8,482	11
FX-Out (Switched)	1	1	12
Other	13	10	13
Total Residential Lines	**8,631**	**8,493**	14
Total Bus & Res Lines	**10,239**	**10,238**	15
Company Total Lines Used	428	425	16
Total Lines Used	**10,667**	**10,663**	17
Miscellaneous			18
WATS Lines - OutWATS	0	0	19
WATS Lines - 800 Service	0	0	20
FX-In-intraLATA	0	12	21
Special Access-intraLATA			22
(expressed in equiv. access lines)	1,646	1,613	23
Special Access-interLATA			24
(expressed in equiv. access lines)	2,810	5,229	25
Feature Group C Trunks	0	0	26
Feature Group D Trunks	576	551	27
TSPS - Trunks	17	17	28
EAS and ECC - Trunks	600	408	29
Cellular Trunks (Pub. Sw. Net.)	0	0	30
Customers			31
Number of Lifeline customers at FOY (January 1, 2004)			32
and EOY (December 31, 2004):	208	247	33
Number of Linkup customers connected during			34
FOY (Calendar year 2003) and EOY (Calendar year 2004):	43	54	35
Other			36
Total Company Square Miles	1,091	1,091	37
Total Company Route Miles	1,282	1,295	38
Footnotes			39

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	0230	1295	2630	2960	1
Business					2
1 Party	160	47	133	71	3
PBX Trunks/Centrex & Key System Trunks	32	6	21	6	4
Centrex Lines	133		46	10	5
FX-Out (Switched)	0	0	0	0	6
Pay Telephone	0	0	0	0	7
Other	37	0	2	0	8
Total Business Lines	**362**	**53**	**202**	**87**	9
Residential (Incl. Emp. Concess.)					10
1 Party	1,348	429	1,408	1,024	11
FX-Out (Switched)	1		0	0	12
Other	0		5	0	13
Total Residential Lines	**1,349**	**429**	**1,413**	**1,024**	14
Total Bus & Res Lines	**1,711**	**482**	**1,615**	**1,111**	15
Company Total Lines Used	62	1	95	33	16
Total Lines Used	**1,773**	**483**	**1,710**	**1,144**	17
Miscellaneous					18
WATS Lines - OutWATS	0	0	0	0	19
WATS Lines - 800 Service	0	0	0	0	20
FX-In-intraLATA	0	0	9	1	21
Special Access-intraLATA					22
(equiv. access lines)	772	0	29	2	23
Special Access-interLATA					24
(equiv. access lines)	3,601	0	288	50	25
Feature Group C Trunks	0	0	0	0	26
Feature Group D Trunks	0	0	551	0	27
TSPS - Trunks	0	0	17	0	28
EAS and ECC - Trunks	0	0	408	0	29
Cellular Trunks (Pub. Sw. Net.)	0	0	0	0	30
Other					31
Exchange Square Miles	107	58	138	82	32
Exchange Route Miles	184	73	224	154	33
Footnotes					34

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	3395	3640	4220	5510	1
Business					2
1 Party	66	218	162	77	3
PBX Trunks/Centrex & Key System Trunks	53	69	32	22	4
Centrex Lines	0	170	91	51	5
FX-Out (Switched)	0	0	0	1	6
Pay Telephone	0	0	0	0	7
Other	2	22	4	1	8
Total Business Lines	**121**	**479**	**289**	**152**	9
Residential (Incl. Emp. Concess.)					10
1 Party	132	2,024	1,433	684	11
FX-Out (Switched)	0	0	0	0	12
Other	0	4	0	1	13
Total Residential Lines	**132**	**2,028**	**1,433**	**685**	14
Total Bus & Res Lines	**253**	**2,507**	**1,722**	**837**	15
Company Total Lines Used	14	57	47	116	16
Total Lines Used	**267**	**2,564**	**1,769**	**953**	17
Miscellaneous					18
WATS Lines - OutWATS	0	0	0	0	19
WATS Lines - 800 Service	0	0	0	0	20
FX-In-intraLATA	0	0	1	1	21
Special Access-intraLATA					22
(equiv. access lines)	0	755	51	4	23
Special Access-interLATA					24
(equiv. access lines)	415	440	193	242	25
Feature Group C Trunks	0	0	0	0	26
Feature Group D Trunks	0	0	0	0	27
TSPS - Trunks	0	0	0	0	28
EAS and ECC - Trunks	0	0	0	0	29
Cellular Trunks (Pub. Sw. Net.)	0	0	0	0	30
Other					31
Exchange Square Miles	6	205	439	56	32
Exchange Route Miles	21	273	244	122	33
Footnotes					34

MANUFACTURER ABBREVIATIONS

Use these abbreviations when completing the central office data schedule.

Manufacturer Name (a)	Abbreviation (b)	
Advanced Fiber Communication	AFC	**1**
Alcatel	AL	**2**
ATTC	ATT	**3**
Digital Loop Carrier	DLC	**4**
GTE	GTE	**5**
ITT	ITT	**6**
Lucent	ATT/LUC	**7**
Northern Telecom	NTI	**8**
Siemens	SI	**9**
Stromberg-Carlson	SC	**10**

EQUIPMENT ABBREVIATIONS

Use these abbreviations when completing the central office data schedule.

Equipment Type (a)	Abbreviation (b)	
Electronic--Digital	D	**1**
Electronic--Video	V	**2**
IP-Packet	P	**3**

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	AUBURNDALE	CRANMOOR	JUNCTION CITY	LINDSEY	1
PSCW Exchange ID	0230	1295	2630	2960	2
Central Office Name	AUBURNDALE	CRANMOOR	JUNCTION CITY	LINDSEY	3
PSCW Central Office ID	1	1	1	1	4
Central Office CLLI Code	ABDLWIXARS0	N/A	JNCYWIXADS0	LNDSWIXARS1	5
Manufacturer of COE (Page 54)	ATT/LUC	NTI	ATT/LUC	ATT/LUC	6
Type of Equipment (Page 54)	D	D	D	D	7
(S)tandalone, (H)ost, (R)emote, (D)igital Loop Carrier	R	D	H	R	8
Remote Host PSCW Exchange ID	2630			2630	9
Remote Host Central Office CLLI Code	JNCYWIXADS0			JNCYWIXADS0	10
COE Generic Software Release No.	RMT	Switcher	SE14	RMT	11
SS7?	Yes	Yes	Yes	Yes	12
9-1-1?	Yes	Yes	Yes	Yes	13
Access Lines - In Use	1,773	483	1,710	1,144	14
Trunks - In Use	0	0	1,795	0	15
ISDN Available?	Yes	No	Yes	Yes	16
ISDN Lines - In Use (BRI)	9	0	4	2	17
- In Use (PRI)	14	0	4	0	18
DSL Service Available?	Yes	No	Yes	Yes	19
- In Use (# lines)	22		30	21	20
End User VoIP Available?	No	No	No	No	21
Digital Service Available: DS-1 - In Use	16	10	16	0	22
DS-3 - In Use	26	0	3	1	23
OC-3 - In Use	52	0	4	1	24
Advanced Data Service Available:					25
Packet Switching?	No	No	No	No	26
Frame Relay?	No	No	No	No	27
ATM (Asynchronous Trans. Mode)?	No	No	No	No	28
Fiber Transmission Facilities:					29
No. of fiber strands entering C.O.	200	0	96	52	30
No. of fiber strands working (LIT) in C.O.	36	0	12	22	31
No. of fiber strands for interoffice use	28	0	4	20	32
Miles of fiber sheath in wire center	55	0	37	31	33
Access Tandem Serving this C.O.:					34
- C.O. Name	STEVENS POINT	STEVENS POINT	STEVENS POINT	STEVENS POINT	35
- PSCW C.O. CLLI Code	STPTWI0161T	STPTWI0161T	STPTWI0161T	STPTWI0161T	36
Does this C.O. do access tandem switching?	No	No	No	No	37
Footnotes					38

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	MILL CREEK	NECEDAH	PITTSVILLE	VESPER	1
PSCW Exchange ID	3395	3640	4220	5510	2
Central Office Name	MILL CREEK	NECEDAH	PITTSVILLE	VESPER	3
PSCW Central Office ID	1	1	1	1	4
Central Office CLLI Code	RICHWIXX	NCDHWIXADS2	PTSVWIXARS1	VSPRWIXARS1	5
Manufacturer of COE (Page 54)	ATT/LUC	ATT/LUC	ATT/LUC	ATT/LUC	6
Type of Equipment (Page 54)	D	D	D	D	7
(S)tandalone, (H)ost, (R)emote, (D)igital Loop Carrier	R	R	R	R	8
Remote Host PSCW Exchange ID	2630	2630	2630	2630	9
Remote Host Central Office CLLI Code	JNCYWIXADS0	JNCYWIXADS0	JNCYWIXADS0	JNCYWIXADS0	10
COE Generic Software Release No.	RMT	RMT	RMT	RMT	11
SS7?	Yes	Yes	Yes	Yes	12
9-1-1?	Yes	Yes	Yes	Yes	13
Access Lines - In Use	267	2,564	1,769	953	14
Trunks - In Use	0		0	0	15
ISDN Available?	Yes	Yes	Yes	Yes	16
ISDN Lines - In Use (BRI)	1	18	6	6	17
- In Use (PRI)	1	2	0	0	18
DSL Service Available?	Yes	Yes	Yes	Yes	19
- In Use (# lines)	12	96	55	38	20
End User VoIP Available?		No	No	Yes	21
Digital Service Available: DS-1 - In Use	0	20	18	0	22
DS-3 - In Use	1	12	12	1	23
OC-3 - In Use	1	36	4	1	24
Advanced Data Service Available:					25
Packet Switching?	No	No	No	No	26
Frame Relay?	No	No	No	No	27
ATM (Asynchronous Trans. Mode)?	No	No	No	No	28
Fiber Transmission Facilities:					29
No. of fiber strands entering C.O.	12	104	100	52	30
No. of fiber strands working (LIT) in C.O.	8	32	12	20	31
No. of fiber strands for interoffice use	8	12	8	8	32
Miles of fiber sheath in wire center	3	51	35	20	33
Access Tandem Serving this C.O.:					34
- C.O. Name	STEVENS POINT	MADISON	STEVENS POINT	STEVENS POINT	35
- PSCW C.O. CLLI Code	STPTWI0161T	MDSNWI1171T	STPTWI0161T	STPTWI0161T	36
Does this C.O. do access tandem switching?	No	No	No	No	37
Footnotes					38

GENERAL, SCHEDULE LEVEL AND SCHEDULE LINE FOOTNOTES

General Footnote

Schedule Footnotes

Income Statement - Total Company Footnote. Page 8

Some line items may have changed for the FOY amounts when compared with EOY amounts from the 2003 report due to the change in reporting for nonregulated activities.

Balance Sheet - Assets (Class B Use Accounts Designated By *) Footnote. Page 10

Some line items may have changed for the FOY amounts when compared with EOY amounts from the 2003 report due to the change in reporting for nonregulated activities.

Revenues - Class A & B (Class B Use Accounts Designated By *) Footnote. Page 40

Some line items may have changed for the FOY amounts when compared with EOY amounts from the 2003 report due to the change in reporting for nonregulated activities.

Expenses - Class A & B Footnote. Page 41

Some line items may have changed for the FOY amounts when compared with EOY amounts from the 2003 report due to the change in reporting for nonregulated activities.

Other Income Accounts Footnote. Page 44

Some line items may have changed for the FOY amounts when compared with EOY amounts from the 2003 report due to the change in reporting for nonregulated activities.

Schedule Line Footnotes

A) Amounts listed on pages 22 and 24, in column (g) and pages 26 and 28, column (k) are reclasses between accounts or transfers with affiliates.

B) Last year figures changed from what was reported on the 2003 report for accounts 5001 and 5200 due to reclassifying Interconnection revenues. These revenues were reclassified because they are not assessable (and to be consistent with 2004 reporting).

C) Last year figures changed from what was reported on the 2003 report for accounts 5060 and 5082 (Interstate) due to reclassifying USF revenues. These revenues were reclassified because they are not assessable (and to be consistent with 2004 reporting).

D) The composite depreciation rate for A/C 2690 is 3.93%.

E) $161K of this amount is a prepayment to affiliate that is recorded in account 1280.

F) Prepayment to affiliate is recorded in account 1280.

G) ($3)K of this current liability to affiliate is recorded in account 4130.

H) Capital lease with affiliate is recorded in account 4250.

I) Collection of amounts previously written off and uncollectibles written off during the year are netted on line 3.

J) Accumulated depreciation is greater than the asset balance because per the WI PSC, the company is allowed to depreciate more than 100% of this account group.

K) In 4th quarter 2003 some T1s were converted to ISDN. This reduced 5040 and increased 5060.

GENERAL, SCHEDULE LEVEL AND SCHEDULE LINE FOOTNOTES

L) **In 2003 the company recovered some of the 2002 write-offs related to the WorldCom/MCI bankruptcy.**

M) **Software additions at the end of 2003 increased amortization expense in 2004.**

Communities where Basic Local Service is offered to New Customers

County Name (a)	Municipality Name (b)	Municipality Type (c)	
Juneau	ARMENIA	Town	1
Wood	ARPIN	Town	2
Wood	ARPIN	Village	3
Wood	AUBURNDALE	Town	4
Wood	AUBURNDALE	Village	5
Jackson	BEAR BLUFF	Town	6
Marathon	BERGEN	Town	7
Wood	CAMERON	Town	8
Portage	CARSON	Town	9
Wood	CARY	Town	10
Jackson	CITY POINT	Town	11
Juneau	CLEARFIELD	Town	12
Wood	CRANMOOR	Town	13
Juneau	CUTLER	Town	14
Marathon	DAY	Town	15
Portage	DEWEY	Town	16
Wood	DEXTER	Town	17
Portage	EAU PLEINE	Town	18
Juneau	FINLEY	Town	19
Clark	FREMONT	Town	20
Juneau	GERMANTOWN	Town	21
Marathon	GREEN VALLEY	Town	22
Wood	HANSEN	Town	23
Wood	HILES	Town	24
Portage	JUNCTION CITY	Village	25
Juneau	KINGSTON	Town	26
Jackson	KNAPP	Town	27
Marathon	KNOWLTON	Town	28
Wood	LINCOLN	Town	29
Wood	LINDSEY	Unincorporated	30
Clark	LYNN	Town	31
Wood	MARSHFIELD	City	32
Wood	MARSHFIELD	Town	33
Portage	MILLADORE	Village	34
Wood	MILLADORE	Town	35
Wood	MILLADORE	Village	36
Wood	MILLCREEK	Unincorporated	37
Juneau	NECEDAH	Town	38

Communities where Basic Local Service is offered to New Customers

County Name (a)	Municipality Name (b)	Municipality Type (c)	
Juneau	NECEDAH	Village	39
Wood	PITTSVILLE	City	40
Wood	PORT EDWARDS	Town	41
Wood	PORT EDWARDS	Village	42
Wood	REMINGTON	Town	43
Wood	RICHFIELD	Town	44
Wood	ROCK	Town	45
Wood	SENECA	Town	46
Wood	SHERRY	Town	47
Clark	SHERWOOD	Town	48
Wood	SIGEL	Town	49
Wood	VESPER	Village	50
Clark	WASHBURN	Town	51
Wood	WOOD	Town	52