



4004

ANNUAL REPORT

OF

Name: HEADWATERS TELEPHONE COMPANY

Principal Office: 53 N STEVENS STREET
P.O. BOX 340
RHINELANDER, WI 54501-0340

For the Year Ended: DECEMBER 31, 1996

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.

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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	<p>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:</p> <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	<p>A central office switch which has no remote switching units (RSUs) subtending it.</p>
Trunk	<p>A communications path connecting two switching systems in the establishment of an end-to-end connection.</p>
Wide Area Telephone Service (WATS)	<p>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.</p>
Wire Center	<p>The location of one or more local switching systems. A point at which customers' loops converge.</p>

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: HEADWATERS TELEPHONE COMPANY
Utility Location: 53 N STEVENS STREET
P.O. BOX 340
RHINELANDER, WI 54501-0340

Utility Web Site Address:

When was utility organized?: 01/01/1913

Report any change in name and the effective date:

Officer in charge of correspondence concerning this report

Name: MR LEE A . LAPPIN
Title: ASSISTANT SECRETARY AND ASSISTANT TREASURER

Office Address: 53 NORTH STEVENS STREET
P.O. BOX 340
RHINELANDER , WI 54501-0340

Fax Number: (715) 369 - 2628
Telephone Number: (715) 365 - 7777
Email Address:

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 LEE A . LAPPIN
Title: ASSISTANT SECRETARY AND ASSISTANT TREASURER

Office Address: 53 NORTH STEVENS STREET
P.O. BOX 340
RHINELANDER , WI 54501-0340

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Person responsible for statistical information contained in report

Name: MR LEE A . LAPPIN
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RHINELANDER , WI 54501-0340

Fax Number: (715) 369 - 2628
Telephone Number: (715) 365 - 7777
Email Address:

IDENTIFICATION AND OWNERSHIP

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

Name:	RHINELANDER TELEPHONE COMPANY
Address:	53 NORTH STEVENS STREET PO BOX 340 RHINELANDER , WI 54501-0340
Number of Shares Held:	7,057
Beneficial Owner:	NONE

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

Company Name:
Form of Interest:
Extent Of Interest:

INCOME STATEMENT - TOTAL COMPANY

Particulars (a)	This Year (b)	Last Year (c)	
Operating Revenues (5000-5300)	4,632,610	4,526,530	1
Operating Expenses			
Plant Specific Operations Expense (6110-6410)	593,240	442,305	2
Plant Nonspecific Operations Expense	1,501,366	1,441,693	3
Customer Operations Expense (6610-6620)	533,974	486,041	4
Corporate Operations Expense (6710-6790)	211,764	216,734	5
Other Operating Income and Expense (7100)	0	0	6
Operating Taxes (7200)	721,547	849,176	7
Total Operating Expenses	3,561,891	3,435,949	8
Net Operating Income	1,070,719	1,090,581	9
Other Income			
Nonoperating Income and Expense (7300)	24,528	12,556	10
Nonoperating Taxes (7400)	9,689	4,959	11
Interest and Related Items (7500)	264,824	273,866	12
Extraordinary Items (7600)	0	0	13
Nonregulated Net Income (7990)	(50,166)	(27,057)	14
Total Nonoperating Income	(300,151)	(293,326)	15
Net Income	770,568	797,255	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.)

NONE

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.

NONE

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)*		0	1
Cash (1130)	116,211	523,507	2
Special Cash Deposits (1140)		0	3
Working Cash Advances (1150)		0	4
Temporary Investments (1160)	346,465	32,298	5
TOTAL CASH AND EQUIVALENTS	462,676	555,805	
RECEIVABLES AND ALLOWANCES FOR DOUBTFUL ACCOUNTS			
Telecommunications Accounts Receivable (1180)*	202,274	148,918	6
Accounts Receivable Allowance-Telecom (1181)*		0	7
Net: Telecommunications Accounts Receivable	202,274	148,918	
Other Accounts Receivable (1190)*	334,267	396,545	8
Accounts Receivable Allowance--Other (1191)*		0	9
Net: Other Accounts Receivable	334,267	396,545	
Notes Receivable (1200)*	0	0	10
Notes Receivable Allowance (1201)*	0	0	11
Net: Notes Receivable	0	0	
Interest and Dividends Receivable (1210)*		0	12
TOTAL RECEIVABLES AND ALLOWANCES FOR DOUBTFUL	536,541	545,463	
SUPPLIES			
Inventories (1220)*		0	13
TOTAL SUPPLIES	0	0	
PREPAYMENTS			
Total Prepayments (1280)*		0	14
Prepaid Rents (1290)		0	15
Prepaid Taxes (1300)	87,276	126,605	16
Prepaid Insurance (1310)	3,072	3,241	17
Prepaid Directory Expenses (1320)		0	18
Other Prepayments (1330)	15,828	16,757	19
TOTAL PREPAYMENTS	106,176	146,603	
OTHER CURRENT ASSETS			
Other Current Assets (1350)*		0	20
TOTAL OTHER CURRENT ASSETS	0	0	
TOTAL CURRENT ASSETS	1,105,393	1,247,871	
NONCURRENT ASSETS			
INVESTMENTS			
Investment in Affiliated Companies (1401)*	0	0	21
Investments in Nonaffiliated Companies (1402)*	173,400	173,400	22
Nonregulated Investments (1406)*	168,671	75,733	23
Unamortized Debt Issuance Expense (1407)*		0	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)*		0	26
TOTAL INVESTMENTS	342,071	249,133	
DEFERRED CHARGES			
Deferred Tax Regulatory Asset (1437)*	0	0	27
Deferred Maintenance and Retirements (1438)*	0	0	28
Deferred Charges (1439)*		0	29
TOTAL DEFERRED CHARGES	0	0	
TOTAL NONCURRENT ASSETS	342,071	249,133	
PLANT			
TELECOMMUNICATIONS PLANT IN SERVICE			
Telecommunications Plant in Service (2001)*	20,659,237	19,065,949	30
Less: Accumulated Depreciation (3100)*	9,461,378	8,452,443	31
Less: Accumulated Amortization--Capitalized Leases (3410)*		0	32
Less: Accumulated Amortization--Leasehold Improvements (3420)*		0	33
Less: Accumulated Amortization--Intangible (3500)*		0	34
NET TELECOMMUNICATIONS PLANT IN SERVICE	11,197,859	10,613,506	
PROPERTY HELD FOR FUTURE USE			
Prop. Held for Future Telecommun. Use (2002)*		0	35
Less: Accumulated Depreciation--Held for Future Telecommunications Use (3200)*		0	36
NET PROPERTY HELD FOR FUTURE USE	0	0	
NONOPERATING PLANT			
Nonoperating Plant (2006)*		0	37
Less: Accumulated Depreciation--Nonoperating (3300)*		0	38
NET NONOPERATING PLANT	0	0	
TPUC			
TPUC (2003)*	63,516	171,712	39
TOTAL TPUC	63,516	171,712	
TELECOMMUNICATIONS PLANT ADJUSTMENT			
Telecommunications Plant Adjustment (2005)*		0	40
Less: Accumulated Amortization--Other (3600)*		0	41
NET TELECOMMUNICATIONS PLANT ADJUSTMENT	0	0	
TOTAL PLANT	11,261,375	10,785,218	
TOTAL ASSETS AND OTHER DEBITS*	12,708,839	12,282,222	

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

Particulars (a)	Balance--EOY (b)	Balance--FOY (c)	
CURRENT LIABILITIES			
Accounts Payable (4010)*	1,210,146	416,169	1
Notes Payable (4020)*	0	0	2
Advance Billing and Payments (4030)*	39,674	38,941	3
Customer Deposits (4040)*	100	1,425	4
Current Maturities--Long-Term Debt (4050)*	155,376	146,705	5
Current Maturities--Capital Leases (4060)*		0	6
Income Taxes--Accrued (4070)*		0	7
Other Taxes--Accrued (4080)*	2,804	906	8
Net Current Deferred Operating Income Taxes (4100)*	0	0	9
Net Current Deferred Nonoperating Income Taxes (4110)*		0	10
Other Accrued Liabilities (4120)*	34,384	37,650	11
Other Current Liabilities (4130)*		0	12
TOTAL CURRENT LIABILITIES*	1,442,484	641,796	
LONG-TERM DEBT			
Funded Debt (4210)*	3,635,976	3,791,274	13
Premium on Long-Term Debt (4220)*		0	14
Discount on Long-Term Debt (4230)*		0	15
Reacquired Debt (4240)*	0	0	16
Obligations Under Capital Leases (4250)*		0	17
Advances from Affiliated Companies (4260)*	0	0	18
Other Long-Term Debt (4270)*	0	0	19
TOTAL LONG-TERM DEBT*	3,635,976	3,791,274	
OTHER LIABILITIES AND DEFERRED CREDITS			
Other Long-Term Liabilities (4310)*		0	20
Unamortized Operating ITC--Net (4320)*	235,038	266,670	21
Unamortized Nonoperating ITC--Net (4330)*		0	22
Net Noncurrent Deferred Operating Income Taxes (4340)*	1,751,714	1,733,516	23
Net Deferred Tax Liability Adjustments (4341)*	(179,160)	(210,083)	24
Net Noncurrent Deferred Nonoperating Income Taxes (4350)*		0	25
Other Deferred Credits (4360)*	7,007	14,651	26
Deferred Tax Regulatory Liability (4361)*	224,811	273,997	27
TOTAL OTHER LIABILITIES AND DEFERRED CREDITS*	2,039,410	2,078,751	
STOCKHOLDERS' EQUITY			
Capital Stock (4510)*	70,570	70,570	28
Additional Paid-in Capital (4520)*		0	29
Treasury Stock (4530)*	0	0	30
Other Capital (4540)*		0	31
Retained Earnings (4550)*	5,520,399	5,699,831	32
TOTAL STOCKHOLDERS' EQUITY*	5,590,969	5,770,401	
TOTAL LIABILITIES AND OTHER CREDITS*	12,708,839	12,282,222	

STATEMENT OF CASH FLOWS

Item (a)	Amount (b)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net Income	770,568	1
Adjustments to Reconcile Net Income to Net Cash Provided by Operating Activities:		
Depreciation and amortization	1,183,886	2
Interest during construction	(10,274)	3
Changes in assets and liabilities:		
Current assets (net)	49,349	4
Other noncurrent assets	0	5
Other current liabilities	792,017	6
Other liabilities and deferred credits	(39,341)	7
Other (specify):		
TOTAL ADJUSTMENTS	1,975,637	
NET CASH PROVIDED BY OPERATING ACTIVITIES (NET INCOME & ADJUST.)	2,746,205	
CASH FLOWS FROM INVESTING ACTIVITIES		
Capital Expenditures:		
Changes in plant (net)	(1,649,769)	8
Investments in affiliated companies	0	9
Nonoperating Investments	(92,938)	10
Other (specify):		
NET CASH USING IN INVESTING ACTIVITIES	(1,742,707)	
CASH FLOWS FROM FINANCING ACTIVITIES		
Change in capital lease obligations (net)	0	11
Change in long-term debt (net)	(146,627)	12
Net changes in stockholder equity other than retained earnings	0	13
Change in short term borrowing (net)	0	14
Dividends paid	(950,000)	15
Miscellaneous debits/credits to retained earnings	0	16
Other (specify):		
Net Cash Provided by Financing Activities	(1,096,627)	
NET INCREASE IN CASH AND CASH EQUIVALENTS	(93,129)	
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.

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)	
CRANDON TELEPHONE COMPANY	CRANDON	1
RHINELANDER TELEPHONE COMPANY	RHLNDR	2
RIB LAKE TELEPHONE COMPANY	RLTC	3
RHINELANDER TELECOMMUNICATIONS, INC.	RTI	4

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	None	None				
Name of Affiliate	RHLNDR	RHLNDR				1
Designate whether billed to or from:	FROM	TO				2
Cost Based (C), Market Price (M), Prevailing Price (P), Tariff (T), Other (O)	C	C				3
Revenues	109,637					4
Expenses:						
Plant Specific Operations Expense	232,557	7,375				5
Plant Nonspecific Operations Expense	278,680					6
Customer Operations Expense	86,593					7
Corporate Operations Expense	105,580					8
Total Operating Expenses	703,410	7,375	0	0		9
Other:						
Plant Accounts	85,595					10
Accumulated Depreciation	1,866					11
Accumulated Amortization						12
Clearing						13
All Other	125,532					14
Total	1,026,040	7,375	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	0.00					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)	
CRANDON TELEPHONE COMPANY	1190	6,523	1
RHINELANDER TELEPHONE COMPANY	1190	(601,123)	2
RIB LAKE TELEPHONE COMPANY	1190	1,658	3
RHINELANDER TELECOMMUNICATIONS, INC.	1190	20,000	4

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		1
Uncollectibles written off during the year		2
Net write offs during the year	<u><u>0</u></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)
--	-------------------------------	-------------------------	----------------------------------	-------------------------------	---

INVESTMENTS IN NONAFFILIATED COMPANIES (ACCT. 1402)

Name (a)	Balance EOY (b)	
RTB Class B Stock	173,400	1
Other:		
Total Investments in Nonaffiliated Companies	173,400	

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):		
INTERNET EQUIPMENT	175,680	1
DEPRECIATION RESERVE	(40,330)	2
TELEPHONE INVENTORY	1,125	3
INTERNET INVENTORY	32,196	4

DEFERRED MAINTENANCE AND RETIREMENTS (ACCT. 1438)

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

Description of Item (a)	Balance EOY (b)
<hr/>	

TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B

Plant Account (a)	Account (b)	Balance FOY (c)	Additions (d)	
GENERAL SUPPORT ASSETS				
Land	2111	55,403		1
Motor Vehicles	2112	0		2
Aircraft	2113	0		3
Special Purpose Vehicles	2114	0		4
Garage Work Equipment	2115	0		5
Other Work Equipment	2116	42,503	1,585	6
Buildings	2121	1,817,646	95,404	7
Furniture	2122	2,646		8
Office Equipment	2123	0	0	9
General Purpose Computers	2124	21,944		10
TOTAL--GENERAL SUPPORT ASSETS:		1,940,142	96,989	
CENTRAL OFFICE ASSETS				
Analog Electronic Switching	2211	0		11
Digital Electronic Switching	2212	3,727,564	1,279,042	12 A
Electro-Mechanical Switching	2215	0	0	13
Operator Systems	2220	0		14
Radio Systems	2231	401,435	0	15
Circuit Equipment	2232	4,158,033	17,975	16 A
TOTAL--CENTRAL OFFICE ASSETS:		8,287,032	1,297,017	
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	13,192		20
Other Terminal Equipment	2362	0		21
TOTAL--INFORMATION ORIG/TERM ASSETS:		13,192	0	
CABLE WIRE FACILITIES ASSETS				
Poles	2411	3,959		22
Aerial Cable	2421	14,628	1,664	23
Underground Cable	2422	132,025	460	24
Buried Cable	2423	8,635,370	357,908	25
Submarine Cable	2424	0	0	26
Deep Sea Cable	2425	0		27
Intrabuilding Network Cable	2426	0	0	28
Aerial Wire	2431	994		29
Conduit Systems	2441	38,607	7,379	30
TOTAL--CABLE WIRE FACILITIES ASSETS:		8,825,583	367,411	
AMORTIZABLE ASSETS				
Capital Leases	2681	0		31

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

Account (e)	Retirements (f)	Transfers / Adjustments (g)	Balance EOY (h)	
2111			55,403	1
2112			0	2
2113			0	3
2114			0	4
2115			0	5
2116			44,088	6
2121			1,913,050	7
2122			2,646	8
2123	0	0	0	9
2124			21,944	10
	0	0	2,037,131	
2211			0	11
2212	7,571	(76,085)	4,922,950	12 A
2215	0	0	0	13
2220			0	14
2231	0	0	401,435	15
2232	19,304	76,085	4,232,789	16 A
	26,875	0	9,557,174	
2311			0	17
2321			0	18
2341			0	19
2351			13,192	20
2362			0	21
	0	0	13,192	
2411			3,959	22
2421	346	0	15,946	23
2422	0	0	132,485	24
2423	140,748	0	8,852,530	25
2424	0	0	0	26
2425			0	27
2426	0	0	0	28
2431	160		834	29
2441			45,986	30
	141,254	0	9,051,740	
2681			0	31

TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B

Plant Account (a)	Account (b)	Balance FOY (c)	Additions (d)
AMORTIZABLE ASSETS			
Leasehold Improvements	2682	0	32
Intangibles	2690	0	33
TOTAL--AMORTIZABLE ASSETS:		0	0
TOTAL TELECOM. PLANT IN SERVICE	2001	19,065,949	1,761,417
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			0	32
2690			0	33
	0	0	0	
	168,129	0	20,659,237	
2001				34
			20,659,237	

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	0		1
Company Communications Equipment	2123.2	0		2
Software	2212.1	455,252		3
Digital Switching - Central Office	2212.2	3,272,312	1,279,042	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	401,435		9
Digital Circuit Equipment	2232.1	3,005,432	17,975	10 A
Analog Circuit Equipment	2232.2	1,152,601		11
Light Wave Circuit Equipment	2232.3	0		12
Aerial Cable - Nonmetallic	2421.1	14,628		13 A
Aerial Cable - Metallic	2421.2	0	1,664	14 A
Underground Cable - Nonmetallic	2422.1	70,448		15
Underground Cable - Metallic	2422.2	61,577	460	16
Buried Cable - Nonmetallic	2423.1	2,548,648	71,675	17
Buried Cable - Metallic	2423.2	6,086,722	286,233	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

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			0	1
2123.2			0	2
2212.1			455,252	3
2212.2	7,571	(76,085)	4,467,698	4 A
2212.3			0	5
2215.1			0	6
2215.2			0	7
2231.1			0	8
2231.2			401,435	9
2232.1	19,304	76,085	3,080,188	10 A
2232.2			1,152,601	11
2232.3			0	12
2421.1		(14,628)	0	13 A
2421.2	346	14,628	15,946	14 A
2422.1			70,448	15
2422.2			62,037	16
2423.1			2,620,323	17
2423.2	140,748		6,232,207	18
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	0			1
Aircraft	2113	0			2
Special Purpose Vehicles	2114	0			3
Garage Work Equipment	2115	0			4
Other Work Equipment	2116	27,293	10.0	4,363	5
Buildings	2121	637,178	3.33	60,742	6
Furniture	2122	2,646	10.0		7
Office Equipment	2123	0			8
General Purpose Computers	2124	18,704	25.0	3,240	9
Total-- GENERAL SUPPORT ASSETS		685,821		68,345	0
CENTRAL OFFICE ASSETS					
Analog Electronic Switching	2211	0			10
Digital Electronic Switching	2212	1,481,338	8.4329	371,549	11A
Electro-Mechanical Switching	2215	0			12
Operator Systems	2220	0			13
Radio Systems	2231	401,435	12.0		14
Circuit Equipment	2232	2,592,419	7.0283	297,495	15A,E
Total-- CENTRAL OFFICE ASSETS		4,475,192		669,044	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	13,192	13.57		19
Other Terminal Equipment	2362	0			20
Total-- INFORMATION ORIG/TERM ASSETS		13,192		0	0
CABLE WIRE FACILITIES ASSETS					
Poles	2411	2,889	11.67	462	21
Aerial Cable	2421	8,336	6.25	968	22
Underground Cable	2422	52,742	5.0	6,602	23
Buried Cable	2423	3,207,970	4.9377	437,112	24A
Submarine Cable	2424	0			25
Deep Sea Cable	2425	0			26
Intrabuilding Network Cable	2426	0			27
Aerial Wire	2431	994	25.0		28

ACCUMULATED DEPRECIATION CLASS A & B (cont.)

Acct (g)	Retired (h)	Cost of Removal (i)	Salvage (j)	Other (k)	Balance EOY (l)	
2112					0	1
2113					0	2
2114					0	3
2115					0	4
2116					31,656	5
2121					697,920	6
2122					2,646	7
2123	0				0	8
2124					21,944	9
	0	0	0	0	754,166	
2211					0	10
2212	7,571			(6,373)	1,838,943	11 A
2215	0				0	12
2220					0	13
2231	0				401,435	14
2232	19,304	4,687		7,073	2,872,996	15 A,E
	26,875	4,687	0	700	5,113,374	
2311					0	16
2321					0	17
2341					0	18
2351					13,192	19
2362					0	20
	0	0	0	0	13,192	
2411		92			3,259	21
2421	346	488		0	8,470	22
2422	0				59,344	23
2423	140,748	1,556		(1,000)	3,501,778	24 A
2424	0				0	25
2425					0	26
2426	0				0	27
2431	160				834	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	5,607	3.48	1,354	29
Total-- CABLE WIRE FACILITIES ASSETS		3,278,538		446,498	0
Total Accumulated Depreciation	3100	8,452,743		1,183,887	0
Less: Allocation to Nonregulated Activity - Columns e, f and I	3100				30
Net Regulated Total Accum Depreciation - 3100 Columns e, f and I				1,183,887	0

ACCUMULATED DEPRECIATION CLASS A & B (cont.)

Acct (g)	Retired (h)	Cost of Removal (i)	Salvage (j)	Other (k)	Balance EOY (l)	
2441					6,961	29
	141,254	2,136	0	(1,000)	3,580,646	
3100	168,129	6,823	0	(300)	9,461,378	
3100						30
3100					9,461,378	

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	0			1
Company Communications Equipment	2123.2	0			2
Software	2212.1	264,900	25.0	113,813	3
Digital Switching - Central Office	2212.2	1,216,438	7.85	257,736	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	401,435	12.0		9
Digital Circuit Equipment	2232.1	1,439,518	12.0	297,495	10 A
Analog Circuit Equipment	2232.2	1,152,901			11 E
Light Wave Circuit Equipment	2232.3	0			12
Aerial Cable - Nonmetallic	2421.1	8,336	.0		13 A
Aerial Cable - Metallic	2421.2	0	6.25	968	14 A
Underground Cable - Nonmetallic	2422.1	15,613	5.0	3,522	15
Underground Cable - Metallic	2422.2	37,129	5.0	3,080	16
Buried Cable - Nonmetallic	2423.1	313,128	4.57	117,084	17
Buried Cable - Metallic	2423.2	2,894,842	5.25	320,028	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

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					0	1
2123.2					0	2
2212.1					378,713	3
2212.2	7,571			(6,373)	1,460,230	4 A
2212.3					0	5
2215.1					0	6
2215.2					0	7
2231.1					0	8
2231.2					401,435	9
2232.1	19,304	4,687		7,373	1,720,395	10 A
2232.2				(300)	1,152,601	11 E
2232.3					0	12
2421.1				(8,336)	0	13 A
2421.2	346	488		8,336	8,470	14 A
2422.1					19,135	15
2422.2					40,209	16
2423.1					430,212	17
2423.2	140,748	1,556		(1,000)	3,071,566	18 A
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)	(1,733,516)	5
Net Deferred Tax Liability Adjustments (4341)	210,083	6
Deferred Tax Regulatory Liability (4361)	(273,997)	7
Net Property Related Deferred Operating Income Taxes	(1,797,430)	
Less: Allocation to Nonregulated Activity		8
Net Regulated Total Property Related Deferred Operating Income Taxes	(1,797,430)	
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	(18,198)			(1,751,714)	5
	(30,923)			179,160	6
	49,186			(224,811)	7
	65	0	0	(1,797,365)	
	2,052			2,052	8
	(1,987)	0	0	(1,799,417)	
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)
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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):				
RTB	01/19/1977	01/19/2012	7.0000	1
RTB	10/05/1979	10/05/2014	8.0000	2
RUS	02/01/1966-05/26/1967	02/01/2001-05/26/2002	2.0000	3
RUS	10/05/1979	10/05/2014	5.0000	4
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)				
7.0000			947,981	39,098	987,079	1
8.0000			1,815,794	49,991	1,865,785	2
2.0000			136,531	33,630	170,161	3
5.0000			735,670	32,657	768,327	4
	0	0	3,635,976	155,376	3,791,352	

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:			
	10,000	10.00	1
TOTAL COMMON STOCK	10,000		
TOTAL	<u>10,000</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:					
	7,057	70,570			1
	7,057	70,570	0	0	
TOTAL	<u>7,057</u>	<u>70,570</u>	<u>0</u>	<u>0</u>	

RETAINED EARNINGS (ACCT. 4550)

Particulars (a)	This Year (b)	Last Year (c)	
Balance-First of Year	5,699,831	5,752,576	1
Changes:			
Balance Transferred from Income	770,568	797,255	2
Dividends Declared:			
Common	950,000	850,000	3
Preferred		0	4
Total Dividends Declared	950,000	850,000	
Miscellaneous Debits to Retained Earnings		0	5
Miscellaneous Credits to Retained Earnings		0	6
Balance--End of Year	<u>5,520,399</u>	<u>5,699,831</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)	270,470	104,276	340,044	1
Nonoperating Taxes (Accts. 7410 - 7450)		2,044	7,645	2
Extraordinary Items (Accts. 7630 & 7640)				3
Nonregulated Net Income (Acct. 7990)		(6,899)	(25,799)	4
Clearing Accounts				5
Construction				6
Payroll Taxes: FICA				7
Payroll Taxes: State Unemployment				8
Payroll Taxes: Federal Unemployment				9
Other (specify):				
TOTAL	<u>270,470</u>	<u>99,421</u>	<u>321,890</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)	
6,539			218		721,547	1
					9,689	2
					0	3
					(32,698)	4
					0	5
					0	6
				8,191	8,191	7
				101	101	8
				305	305	9
6,539	0	0	218	8,597	707,135	

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)	717,848	674,503	2
Optional Extended Area Revenue (5002)		0	3
Cellular Mobile Revenue (5003)		0	4
Other Mobile Services Revenue (5004)		0	5
Public Telephone Revenue (5010)	3,358	3,598	6
Local Private Line Revenue (5040)	726	726	7
Customer Premises Revenue (5050)		0	8
Other Local Exchange Revenue (5060)	134,884	127,771	9
Other Local Exchange Revenue Settlements (5069)		0	10
TOTAL BASIC LOCAL SERVICE REVENUE (5000)	856,816	806,598	
NETWORK INTERSTATE ACCESS SERVICES REV.			
End User Revenue (5081)*	199,145	192,141	11
Switched Access Revenue (5082)*	1,147,842	1,371,410	12
Special Access Revenue (5083)*	239,767	225,303	13
TOTAL INTERSTATE ACCESS REVENUES (5080)	1,586,754	1,788,854	
NETWORK INTRASTATE ACCESS SERVICES REV.			
End User Revenue (5084.1)*		0	14
Switched Access Revenue (5084.2)*	1,235,758	1,037,961	15
Special Access Revenue (5084.3)*	292,599	347,315	16
TOTAL INTRASTATE ACCESS REVENUES (5084)	1,528,357	1,385,276	
LONG DISTANCE NETWORK SERVICES MESSAGE REV.			
Long Distance Message Revenue (5100)*		0	17
Long Distance Inward-Only Revenue (5111)		0	18
Long Distance Outward-Only Revenue (5112)		0	19
Unidirectional Long Distance Revenue (5110)	0	0	
Long Distance Private Network Revenues			
Subvoice Grade Revenue (5121)		0	20
Voice Grade Revenue (5122)		0	21
Audio Program Grade Revenue (5123)		0	22
Video Program Grade Revenue (5124)		0	23
Digital Transmission Revenue (5125)		0	24
Switching Revenue (5126)		0	25
Other Revenue (5128)		0	26
Other Revenue Settlements (5129)		0	27
Total Long Distance Private Network Revenue	0	0	
Other Long Distance Revenue (5160)		0	28
Other Long Distance Revenue Settlements (5169)		0	29
TOTAL LONG DISTANCE NET. SERVICES MESSAGE REV.	0	0	

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

Particulars (a)	This Year (b)	Last Year (c)	
MISCELLANEOUS REVENUES			
Directory Revenue (5230)*	49,363	49,425	30
Rent Revenue (5240)*	111,829	112,446	31
Corporate Operations Revenue (5250)*		0	32
Miscellaneous:			
Miscellaneous Revenue (5260)*			33
Special Billing Arrangements Revenue (5261)		0	34
Customer Operations Revenue (5262)		0	35
Plant Operations Revenue (5263)		0	36
Other Incidental Regulated Revenue (5264)	6,035	5,803	37
Other Revenue Settlements (5269)		0	38
Total Miscellaneous Revenue (5260)	6,035	5,803	
Interstate Billing and Collection Revenue*	34,222	38,633	39
Intrastate Billing and Collection Revenue*	462,278	339,879	40 F
Total Carrier Billing and Collection Revenue (5270)*	496,500	378,512	
Nonregulated Operating Revenue (5280)**			41
TOTAL MISCELLANEOUS REVENUES	663,727	546,186	
GROSS OPERATING REVENUES	4,635,654	4,526,914	
UNCOLLECTIBLE REVENUES			
Uncollectible Revenue (5300)*			42
Uncollectible Revenue--Telecommunications (5301)	3,044	384	43
Uncollectible Revenue--Other (5302)		0	44
TOTAL UNCOLLECTIBLE REVENUE (5300)	3,044	384	
TOTAL OPERATING REVENUES	4,632,610	4,526,530	

** 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	19		1
Less: Nonregulated		0		2
Net Regulated	0	19	0	3
Total General Support Expense (6120)	97,885	92,969		4
Less: Nonregulated		0		5
Net Regulated	97,885	92,969	0	6
Total Central Office Switching Expense (6210)	102,819	274,918	24,887	7
Less: Nonregulated		0		8 B
Net Regulated	102,819	274,918	24,887	9
Total Operator Systems Expense (6220)		0		10
Less: Nonregulated		0		11
Net Regulated	0	0	0	12
Total Central Office Transmission Expenses (6230)	80,290	65,160	35,756	13
Less: Nonregulated		0		14
Net Regulated	80,290	65,160	35,756	15
Total Information Orig. / Term. Expense (6310)	2,020	1,990		16
Less: Nonregulated		0		17
Net Regulated	2,020	1,990	0	18
Total Cable and Wire Fac. Expense (6410)	159,291	158,184		19
Less: Nonregulated		0		20
Net Regulated	159,291	158,184	0	21
TOTAL PLANT SPECIFIC OPERATIONS EXPENSE	442,305	593,240	60,643	
Less: Nonregulated	0	0	0	
Net Regulated	442,305	593,240	60,643	
PLANT NONSPECIFIC OPERATIONS EXPENSE				
Total Other Property, Plant and Equip. Exp. (6510)		0		22
Less: Nonregulated		0		23
Net Regulated	0	0	0	24
Total Network Operations Expense (6530)	199,291	317,480		25
Less: Nonregulated		0		26 C
Net Regulated	199,291	317,480	0	27
Access Expense (6540)		0		28
Less: Nonregulated		0		29
Net Regulated	0	0	0	30
Total Depreciation and Amortization Expense (6560)	1,242,402	1,183,886		31
Less: Nonregulated		0		32
Net Regulated	1,242,402	1,183,886		33
TOTAL PLANT NONSPECIFIC OPERATIONS EXP.	1,441,693	1,501,366	0	
Less: Nonregulated	0	0	0	
Net Regulated	1,441,693	1,501,366	0	

EXPENSE MATRIX - CLASS A & B (cont.)

Account (e)	Benefits (f)	Rents (g)	Other (h)	Clearances to (from) (i)	
6110			19		1
	0	0	19	0	2
6120		55,867	37,102		3
	0	55,867	37,102	0	4
6210		76,640	173,391		5
	0	76,640	173,391	0	6
6220					7
	0	0	0	0	8 B
6230			29,404		9
	0	0	29,404	0	10
6310			1,990		11
	0	0	1,990	0	12
6410		41,721	116,463		13
	0	41,721	116,463	0	14
	0	174,228	358,369	0	15
	0	0	0	0	16
	0	174,228	358,369	0	17
6510					18
	0		0	0	19
6530			317,480		20
	0	0	317,480	0	21
6540					22
	0	0	0	0	23
6560			1,183,886		24
			1,183,886		25
	0	0	1,501,366	0	26 C
	0	0	0	0	27
	0	0	1,501,366	0	28
					29
					30
					31
					32
					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)	1,473	14,423	34
Less: Nonregulated		0	35 D
Net Regulated	1,473	14,423	0 36
Total Services (6620)	484,568	519,551	37
Less: Nonregulated		0	38
Net Regulated	484,568	519,551	0 39
TOTAL CUSTOMER OPERATIONS EXPENSE	486,041	533,974	0
Less: Nonregulated	0	0	0
Net Regulated	486,041	533,974	0
CORPORATE OPERATIONS EXPENSE			
Total Exec. and Planning (6710)	46,571	42,936	40
Less: Nonregulated		0	41
Net Regulated	46,571	42,936	0 42
Total General and Administrative (6720)	170,163	168,828	43
Less: Nonregulated		0	44
Net Regulated	170,163	168,828	0 45
Provision for Uncollectible Notes Receiv. (6790)		0	46
Less: Nonregulated		0	47
Net Regulated	0	0	48
TOTAL CORPORATE OPERATIONS EXPENSE	216,734	211,764	0
Less: Nonregulated	0	0	0
Net Regulated	216,734	211,764	0
TOTAL EXPENSES	2,586,773	2,840,344	60,643
Less: Nonregulated	0	0	0
Net Regulated	2,586,773	2,840,344	60,643

EXPENSE MATRIX - CLASS A & B (cont.)

Account (e)	Benefits (f)	Rents (g)	Other (h)	Clearances to (from) (i)	
6610			14,423		34
	0	0	14,423	0	35 D 36
6620			519,551		37
	0		519,551	0	38 39
	0	0	533,974	0	
	0	0	0	0	
	0	0	533,974	0	
6710			42,936		40
	0		42,936	0	41 42
6720			168,828		43
	0		168,828	0	44 45
6790			0		46
	0	0	211,764	0	47
	0	0	0	0	48
	0	0	211,764	0	
	0	174,228	2,605,473	0	
	0	0	0	0	
	0	174,228	2,605,473	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		1
Provisioning Expense (6512)		0		2
Total: Reported in Account 6510	0	0	0	
Depreciat. Exp.--Tele. Plant in Service (6561)	1,225,057	1,183,886		3
Depreciat. Exp.--Prop. Held for Future Tele. Use (6562)		0		4
Amortization Expense--Tangible (6563)		0		5
Amortization Expense--Intangible (6564)		0		6
Amortization Expense--Other (6565)	17,345	0		7
Total: Reported in Account 6560	1,242,402	1,183,886		

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

Account (e)	Benefits (f)	Rents (g)	Other (h)	Clearances to (from) (i)	
6511					1
6512					2
	0		0	0	
6561			1,183,886		3
6562					4
6563					5
6564					6
6565					7
			1,183,886		

OUT-OF-STATE OPERATING REVENUES

1. This schedule is to be completed only by those companies having out-of-state revenues. For the purpose of completing this schedule, and for PSCW use in calculating Wisconsin remainder assessment revenues, out-of-state revenues are specifically defined in headnote 2.
2. Out-of-state revenues are those derived exclusively from communications physically originating outside of Wisconsin. Out-of-state revenues do not include a) access revenues from "inbound" communications originating outside the state, or b) revenues from communications originating in Wisconsin and terminating outside the state, or c) revenues allocable to Wisconsin-based facilities used for communications originating and terminating outside of the state.

Description (a)	This Year (b)
Out-of-state operating revenues	1
Less: current year write-offs of uncollectible accounts - out-of-state utility customers only	2
Plus: current year collection of out-of-state utility customer accounts previously written off	3
Net out-of-state operating revenues	0

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)*		0	1
Return from Nonregulated Use of Regulated Facilities (7130)*		0	2
Gains and (Losses) from Foreign Exchange (7140)		0	3
Gains or (Losses) from the Disposition of Land and Artworks (7150)		0	4
Other Operating Gains and (Losses) (7160)*		0	5
TOTAL OTHER OPERATING INCOME AND (EXPENSE) (7100)*	0	0	
OPERATING TAXES			
Operating Investment Tax Credits--Net (7210)*	(31,632)	(32,605)	6
Operating Federal Income Taxes (7220)*	371,676	469,410	7
Operating State and Local Income Taxes (7230)*	111,033	154,359	8
Operating Other Taxes (7240)*	270,470	258,012	9
Provision for Deferred Operating Income Taxes--Net (7250)*		0	10
TOTAL OPERATING TAXES (7200)*	721,547	849,176	
NONOPERATING INCOME AND EXPENSE			
Dividend Income (7310)*		0	11
Interest Income (7320)*	15,829	13,433	12
Income from Sinking and Other Funds (7330)*		0	13
Allowance for Funds Used During Construction (7340)*	10,274	0	14
Gains or (Losses) from the Disposition of Certain Property (7350)*		0	15
Other Nonoperating Income (7360)*		0	16
Special Charges (7370)*	1,575	877	17
TOTAL NONOPERATING INCOME AND EXPENSE (7300)*	24,528	12,556	
NONOPERATING TAXES			
Nonoperating Investment Tax Credits--Net (7410)*		0	18
Nonoperating Federal Income Taxes (7420)*	7,645	3,913	19
Nonoperating State and Local Income Taxes (7430)*	2,044	1,046	20
Nonoperating Other Taxes (7440)*		0	21
Provision for Deferred Nonoperating Income Taxes-Net (7450)*		0	22
TOTAL NONOPERATING TAXES (7400)*	9,689	4,959	
INTEREST AND RELATED ITEMS			
Interest on Funded Debt (7510)*	264,553	272,768	23
Interest Expense--Capital Leases (7520)*		0	24
Amortization of Debt Issuance Expense (7530)*		0	25
Other Interest Deductions (7540)*	271	1,098	26
TOTAL INTEREST AND RELATED ITEMS (7500)*	264,824	273,866	
EXTRAORDINARY ITEMS			
Extraordinary Items (7600)*		0	27
Extraordinary Income Credits (7610)		0	28
Extraordinary Income Charges (7620)		0	29
Current Income Tax Effect of Extraordinary Items--Net (7630)	0	0	30
Provision for Deferred Income Tax Effect of Extraordinary Items--Net (7640)	0	0	31
TOTAL EXTRAORDINARY ITEMS (7600)*	0	0	
NONREGULATED NET INCOME			
Nonregulated Net Income (7990)*	(50,166)	(27,057)	32

NONREGULATED NET INCOME (ACCT. 7990)

Particulars (a)	Amount (b)	
Revenues (Acct. 7990.1)		
Gross Sales	350,681	1
Less: Cost of Goods Sold	51,375	2
Net Sales	299,306	3
Expenses (Acct. 7990.2)	349,472	4
Nonregulated Net Income	<u><u>(50,166)</u></u>	5

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

SALE, INSTALLATION AND MAINTENANCE OF CUSTOMER PROVIDED EQUIPMENT AND INSIDE WIRING. PROVIDING INTERNET.

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	60,643	1
Nonregulated Expense	13,995	2
Plant Accounts	363	3
Accumulated Depreciation Accounts		4
All Other Accounts	4,255	5
Total Salaries and Wages	<u>79,256</u>	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
Other Employees	2.00	7.00	79,256	3
Total	<u>2.00</u>	<u>7.00</u>	<u>79,256</u>	

DISTRIBUTION OF SALARIES AND WAGES

Description (a)	Amount (b)	
Regulated Expense	60,643	1
Nonregulated Expense	13,995	2
Plant Accounts	363	3
Accumulated Depreciation Accounts		4
All Other Accounts	4,255	5
Total Salaries and Wages	<u>79,256</u>	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
Other Employees	2.00	7.00	79,256	3
Total	<u>2.00</u>	<u>7.00</u>	<u>79,256</u>	

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			1
Extended Area Service			2
Extended Community Calling	46	184	3
Other Local-Undefined			4
Total Local	46	184	
TOLL			
Operator Handled: State--intraLATA	2	6	5
Operator Handled: State--interLATA	2	6	6
Operator Handled: Interstate	2	11	7
Customer Dialed: State--intraLATA	39	368	8
Customer Dialed: State--interLATA	50	440	9
Customer Dialed: Interstate	42	617	10
WATS			11
Other Toll-Undefined			12
Total Toll	137	1,448	
Total Local & Toll	183	1,632	

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.					1
Feature Group A -- Term.					2
Feature Group B -- Orig.					3
Feature Group B -- Term.	1				4
Feature Group C -- Orig.			1,970		5
Feature Group C -- Term.			2,127		6
Feature Group D -- Orig.	3,682	2,569	391		7
Feature Group D -- Term.	3,851	2,782	1		8

OUTSIDE PLANT STATISTICS AT END OF YEAR

Description of Item (a)	Amount (b)	
Sheath miles of plant - aerial	2	1
Sheath miles of plant - buried	1,314	2
Sheath miles of plant - fiber optics	168	3
Strand miles of plant - fiber optics	2,054	4
Route miles of plant - microwave		5

SPECIAL ACCESS CIRCUITS IN USE AT END OF YEAR

Circuit Type (a)	InterLATA Chan. Terms. (b)	IntraLATA Chan. Terms. (c)	
Voice grade		17	1
56 kbps			2
64 kbps (DS0)			3
1.54 Mbps (DS-1)		1	4
45 Mbps (DS-3)			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	2	1
Sheath miles of plant - buried	1,314	2
Sheath miles of plant - fiber optics	168	3
Strand miles of plant - fiber optics	2,054	4
Route miles of plant - microwave		5

SPECIAL ACCESS CIRCUITS IN USE AT END OF YEAR

Circuit Type (a)	InterLATA Chan. Terms. (b)	IntraLATA Chan. Terms. (c)	
Voice grade		17	1
56 kbps			2
64 kbps (DS0)			3
1.54 Mbps (DS-1)		1	4
45 Mbps (DS-3)			5
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	327	360	3
2 Party	8	6	4
4 Party	0		5
PBX Trunks/System Trunks	0		6
Centrex Trunks	0		7
Centrex Lines	0		8
Key System Trunks	46	50	9
Mobile (Utility Provided Service)	6	3	10
Paging (Utility Provided Service)	0		11
FX-Out (Switched)	0		12
Pay Telephone			13
Coin-Operated Pay Telephone			14
Independent Pay Telephone Provider			15
Pay Stations - Public	10	11	16
- Semi-Public	5	5	17
- Cust. Owned	2	6	18
Other	0		19
Total Business Lines	404	441	20
Residential (Incl. Emp. Concess.)			
1 Party	3,889	4,085	22
2 Party	444	391	23
4 Party	0		24
FX-Out (Switched)	0		25
Other	0		26
Total Residential Lines	4,333	4,476	27
Total Bus & Res Lines	4,737	4,917	28
Company Used Lines	51	73	29
Total Lines Used	4,788	4,990	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	1		3
WATS Lines - 800 Service	1		4
FX-In-intraLATA	3		5
Special Access-intraLATA			6
(expressed in equiv. access lines)	0	41	7
Special Access-interLATA			8
(expressed in equiv. access lines)	13	0	9
Feature Group A Lines	2	2	10
Feature Group B Trunks	0		11
Feature Group C Trunks	0		12
Feature Group D Trunks	0		13
TSPS - Trunks	0		14
EAS - Trunks	24	24	15
Cellular Trunks (Pub. Sw. Net.)	0		16
Video Distance Learning			17
- discounted (special tariff)	0		18
Customers			
Business - 2 Party Customers	8	6	20
Business - 4 Party Customers	0		21
Residential - 2 Party Customers	444	391	22
Residential - 4 Party Customers	0		23
Other			
Total Central Office, Info. Orig./Term., & Cable			25
Wire Fac. Assets (based on physical location of plant)			26
	17,125,807	18,622,106	27
Total Company Square Miles	422	422	28
Total Company Route Miles	1,166	999	29
Footnotes			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	1690	2830	4120	5230	1
Business					2
1 Party	110	110	66	74	3
2 Party	1	3	2		4
4 Party					5
PBX Trunks/System Trunks					6
Centrex Trunks					7
Centrex Lines					8
Key System Trunks	14	13	8	15	9
Mobile (utility provided service)				3	10
Paging (utility provided service)					11
FX-Out (Switched)					12
Pay Telephone					13
Coin-Operated Pay Telephone					14
Independent Pay Telephone Provider					15
Pay Stations - Public	1	5	3	2	16
- Semi-Public	1	2		2	17
- Cust. Owned	2	3	1		18
Other					19
Total Business Lines	129	136	80	96	20
Residential (Incl. Emp. Concess.)					21
1 Party	1,178	1,726	590	591	22
2 Party	108	197	63	23	23
4 Party					24
FX-Out (Switched)					25
Other					26
Total Residential Lines	1,286	1,923	653	614	27
Total Bus & Res Lines	1,415	2,059	733	710	28
Company Used Lines	14	24	23	12	29
Total Lines Used	1,429	2,083	756	722	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	1690	2830	4120	5230	1
Miscellaneous					2
WATS Lines - OutWATS					3
WATS Lines - 800 Service					4
FX-In-intraLATA					5
Special Access-intraLATA					6
(equiv. access lines)	34	6	1		7
Special Access-interLATA					8
(equiv. access lines)	0	0	0	0	9
Feature Group A Lines		2			10
Feature Group B Trunks					11
Feature Group C Trunks					12
Feature Group D Trunks					13
TSPS - Trunks					14
EAS - Trunks	24				15
Cellular Trunks (Pub. Sw. Net.)					16
Video Distance Learning					17
- discounted (special tariff)					18
Customers					19
Business - 2 Party Customers	1	3	2		20
Business - 4 Party Customers					21
Residential - 2 Party Customers	108	197	63	23	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)	3,784,007	4,128,002	2,954,983	7,755,114	27
Exchange Square Miles	87	128	150	57	28
Exchange Route Miles	227	364	177	231	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
Nippon Electric	NEC	5
Northern Telecom	NTI	6
Siemens	SI	7
Stromberg-Carlson	SC	8
VIDAR	VI	9

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

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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	ELCHO	LAKE TOMAHAWK	PELICAN LAKE	SUGAR CAMP	1
PSCW Exchange ID	1690	2830	4120	5230	2
Central Office Name	ELCHO	LAKE TOMAHAWK	PELICAN LAKE	SUGAR CAMP	3
PSCW Central Office ID	1	1	1	1	4
Manufacturer of COE (Page 54)	NTI	NTI	NTI	NTI	5
Year COE Installed	1992	1992	1992	1993	6
Type of Equipment (Page 54)	D	D	D	D	7
(S)tandalone, (H)ost, (R)emote	R	R	R	R	8
Remote Host PSCW Exchange ID	4550	4550	4550	4550	9
Remote Host PSCW Central Office ID	1	1	1	1	10
COE Generic Software Release No.	LLTOBOO5	LLTOBOO5	LLTOBOO5	LLTOBOO5	11
SS7?	Yes	Yes	Yes	Yes	12
9-1-1?	Yes	Yes	Yes	Yes	13
Access Lines - In Use	1,429	2,083	756	722	14
- Equipped	1,920	2,535	974	898	15
- Wired	7,680	3,840	1,920	3,840	16
Trunks - In Use	24	0	0	0	17
- Equipped	24	0	0	0	18
- Wired	24	0	0	0	19
ISDN Available?	No	No	No	No	20
ISDN Lines - In Use (BRI)	0	0	0	0	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	9	10	6	6	25
DS-3 - In Use	0	0	0	0	26
Advanced Data Service Available:					
Packet Switching?	No	No	No	No	27
SMDS?	No	No	No	No	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	0	32
Fiber Transmission Facilities:					
No. of fiber strands entering C.O.	16	24	8	16	33
No. of fiber strands working (LIT) in C.O.	4	12	4	4	34
No. of fiber strands for interoffice use	12	12	4	12	35
Miles of fiber sheath in wire center	17	0	18	133	36
Access Tandem Serving this C.O.:					
- C.O. Name	RHINELANDER	RHINELANDER	RHINELANDER	RHINELANDER	37
- PSCW C.O. ID	4550-01	4550-01	4550-01	4550-01	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.

GENERAL, SCHEDULE LEVEL AND SCHEDULE LINE FOOTNOTES

General Footnote

Schedule Footnotes

Identification and Ownership Footnote. Page 7

Data missing from load, entered by Cliff, corrected by RL July 24,1997

Schedule Line Footnotes

- A) RECLASSIFICATIONS TO THE PROPER PART 32 USOA.
- B) OF THE \$172,000 INCREASE, \$76,600 IS HOST AGREEMENT WITH RHINELANDER TELEPHONE COMPANY IN THE FORM OF RENTS EXPENSE, \$61,000 IS ACCRUAL FOR BCS SIMPLIFICATION AND \$33,000 ARE INCREASED MAINTENANCE COSTS WITH EXPENDITURES TO COURTNEY CO., ALLTEL AND NORTHERN TELECOM.
- C) ENGINEERING EXPENSES, MAINLY COSTS FROM AFFILIATED, INCREASED \$118,000
- D) TELEMARKETING EXPENDITURES OF \$13,000 IS THE REASON THIS CATEGORY INCREASED.
- E) ADJUSTING "BALANCE FOY"
- F) \$122,400 INCREASE IS DUE TO THE INCREASE IN VOLUME RECORDED BY GTE AND THE CONVERSION FROM TARIFF TO CONTRACT IN THE METHOD OF SETTLEMENT.