



4004

**ANNUAL REPORT**

OF

Name: MANAWA TELEPHONE COMPANY, INC.

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Principal Office: 131 SECOND STREET  
P.O. BOX 130  
MANAWA, WI 54949-0130

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For the Year Ended: DECEMBER 31, 1996

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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

<b>Access Line</b>	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.
<b>Analog Signal</b>	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.
<b>Cellular System</b>	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.
<b>Central Office</b>	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.
<b>Centrex</b>	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).
<b>Channel</b>	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.
<b>Customer</b>	A person who uses a telephone as a subscriber.
<b>Digital Signal</b>	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.
<b>Equal Access</b>	The ability of the subscriber to use any long distance service by dialing the same number of digits.
<b>Exchange</b>	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.
<b>Extended Area Service (EAS)</b>	The ability of a customer to call customers in other exchanges at no additional charge or at an additional charge per tariff.
<b>Extended Community Calling (ECC)</b>	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.
<b>Feature Group A</b>	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

<b>Feature Group B</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.
<b>Feature Group C</b>	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.
<b>Feature Group D</b>	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.
<b>FX-IN</b>	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.
<b>FX-OUT</b>	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.
<b>Host Switching System</b>	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.
<b>Local Access Transport Area (LATA)</b>	A geographic area within which an operating company may offer its telecommunications services.
<b>Mobile Telephone</b>	A service which provides radio telephone communication from a mobile vehicle to another vehicle or to a regular telephone.
<b>Paging</b>	A service which provides one-way signal or voice communication over a radio channel to a miniature receiver carried by the customer.
<b>Pair</b>	Two wires of a single circuit.
<b>Pay Station</b>	A telephone which normally requires all users to deposit one or more coins or use a credit card to complete a call.
<b>Private Line Service</b>	Channel or circuit rented for private use and not intended to be connected to the general distribution system.
<b>Private Branch Exchange (PBX)</b>	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.
<b>Radio Common Carrier (RCC)</b>	A company which furnishes public telecommunications service using one or more radio channels.
<b>Remote Switching Unit (RSU)</b>	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

<b>Route Miles</b>	<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"><li>1. One mile of roadway with any combination of outside plant facilities on any number of rights-of-way.</li><li>2. One mile of a cross country route with any combination of outside plant facilities.</li><li>3. One mile of point-to-point microwave or radio link.</li><li>4. One mile of plant on either side of a limited access highway or natural barrier, such as a navigable waterway.</li><li>5. One mile of joint use line where the utility either owns the facility or leases space.</li></ol>
<b>Stand Alone Switch</b>	<p>A central office switch which has no remote switching units (RSUs) subtending it.</p>
<b>Trunk</b>	<p>A communications path connecting two switching systems in the establishment of an end-to-end connection.</p>
<b>Wide Area Telephone Service (WATS)</b>	<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>
<b>Wire Center</b>	<p>The location of one or more local switching systems. A point at which customers' loops converge.</p>

**ABBREVIATIONS USED IN ANNUAL REPORTS**

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

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## IDENTIFICATION AND OWNERSHIP

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**Exact Utility Name:**            MANAWA TELEPHONE COMPANY, INC.  
**Utility Location:**            131 SECOND STREET  
                                         P.O. BOX 130  
                                         MANAWA, WI 54949-0130

**Utility Web Site Address:**

**When was utility organized?:** 07/01/1961

**Report any change in name and the effective date:**

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

---

**Name:**            MR THOMAS            SQUIRES  
**Title:**            PRESIDENT

**Office Address:**    131 SECOND STREET  
                                 P.O. BOX 130  
                                 MANAWA            , WI 54949-0130

**Fax Number:**        (414) 596 - 3775  
**Telephone Number:** (414) 596 - 2535  
**Email Address:**

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

---

**Name:**            MR DENNIS            J            . SEELEY            E  
**Title:**            CERTIFIED PUBLIC ACCOUNTANT  
**Firm:**            SIEPERT & CO. LLP  
**Office Address:**    1920 WEST HART ROAD  
                                 BELOIT            , WI 53511

**Fax Number:**        (608) 364 - 8727  
**Telephone Number:** (608) 365 - 2266  
**Email Address:**

**Person responsible for financial information contained in report**

---

**Name:**            MR THOMAS            SQUIRES  
**Title:**            PRESIDENT

**Office Address:**    131 SECOND STREET  
                                 P.O. BOX 130  
                                 MANAWA            , WI 54949-0130

**Fax Number:**        (414) 596 - 3775  
**Telephone Number:** (414) 596 - 2535  
**Email Address:**

**Person responsible for statistical information contained in report**

---

**Name:**            MR THOMAS            SQUIRES  
**Title:**            PRESIDENT

**Office Address:**    131 SECOND STREET  
                                 P.O. BOX 130  
                                 MANAWA            , WI 54949-0130

**Fax Number:**        (414) 596 - 3775 EXT  
**Telephone Number:** (414) 596 - 2535  
**Email Address:**

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### IDENTIFICATION AND OWNERSHIP

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

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Name:

Address:

Number of Shares Held:

Beneficial Owner: NONE

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

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Company Name:

Form of Interest:

Extent Of Interest:

**INCOME STATEMENT - TOTAL COMPANY**

Particulars (a)	This Year (b)	Last Year (c)	
Operating Revenues (5000-5300)	1,534,937	1,443,342	1
<b>Operating Expenses</b>			
Plant Specific Operations Expense (6110-6410)	139,507	142,686	2
Plant Nonspecific Operations Expense	350,147	285,108	3
Customer Operations Expense (6610-6620)	120,492	105,755	4
Corporate Operations Expense (6710-6790)	426,645	381,060	5
Other Operating Income and Expense (7100)	0	0	6
Operating Taxes (7200)	202,956	240,280	7
<b>Total Operating Expenses</b>	<b>1,239,747</b>	<b>1,154,889</b>	<b>8</b>
<b>Net Operating Income</b>	<b>295,190</b>	<b>288,453</b>	<b>9</b>
<b>Other Income</b>			
Nonoperating Income and Expense (7300)	210,186	122,917	10
Nonoperating Taxes (7400)	89,090	44,112	11
Interest and Related Items (7500)	113,697	99,179	12
Extraordinary Items (7600)	0	0	13
Nonregulated Net Income (7990)	(7,727)	(12,250)	14
<b>Total Nonoperating Income</b>	<b>(328)</b>	<b>(32,624)</b>	<b>15</b>
<b>Net Income</b>	<b>294,862</b>	<b>255,829</b>	<b>16</b>

## 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:

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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.)

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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.

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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.

A. TELEPHONE PLANT IS RECORDED AT ORIGINAL COST. THE PROVISION FOR DEPRECIATION IS COMPUTED ON A STRAIGHT-LINE BASIS BY APPLYING THE RATE TO GROUP ACCOUNT ASSETS.

B. THE COMPANY HAS ELECTED TO DEFER PRIOR YEARS' INVESTMENT TAX CREDITS AND IS AMORTIZING THE CREDITS OVER THE SERVICE LIFE OF THE ASSETS ON WHICH THE INVESTMENT TAX CREDIT WAS TAKEN.

C. THE COMPANY HAS A MONEY PURCHASE DEFINED CONTRIBUTION PENSION PLAN. THE COMPANY CONTRIBUTED \$35,515 TO THE PLAN IN 1996.

D. THE COMPANY'S LONG-TERM MORTGAGE LOAN AGREEMENT RESTRICTS THE AMOUNT OF DIVIDENDS THE COMPANY MAY PAY. AT DECEMBER 31, 1996 APPROXIMATELY \$1,300,000 OF RETAINED EARNINGS IS RESTRICTED AGAINST THE PAYMENT OF DIVIDENDS.

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

Particulars (a)	Balance--EOY (b)	Balance--FOY (c)	
<b>CURRENT ASSETS</b>			
<b>CASH AND EQUIVALENTS</b>			
Cash and Equivalents (1120 )*	472,897	221,742	1
Cash (1130 )		0	2
Special Cash Deposits (1140 )		0	3
Working Cash Advances (1150 )		0	4
Temporary Investments (1160 )		0	5
<b>TOTAL CASH AND EQUIVALENTS</b>	<b>472,897</b>	<b>221,742</b>	
<b>RECEIVABLES AND ALLOWANCES FOR DOUBTFUL ACCOUNTS</b>			
Telecommunications Accounts Receivable (1180 )*	18,677	23,005	6
Accounts Receivable Allowance-Telecom (1181 )*		0	7
<b>Net: Telecommunications Accounts Receivable</b>	<b>18,677</b>	<b>23,005</b>	
Other Accounts Receivable (1190 )*	119,408	207,551	8
Accounts Receivable Allowance--Other (1191 )*		0	9
<b>Net: Other Accounts Receivable</b>	<b>119,408</b>	<b>207,551</b>	
Notes Receivable (1200 )*	0	0	10
Notes Receivable Allowance (1201 )*	0	0	11
<b>Net: Notes Receivable</b>	<b>0</b>	<b>0</b>	
Interest and Dividends Receivable (1210 )*		0	12
<b>TOTAL RECEIVABLES AND ALLOWANCES FOR DOUBTFUL</b>	<b>138,085</b>	<b>230,556</b>	
<b>SUPPLIES</b>			
Inventories (1220 )*	23,441	14,886	13
<b>TOTAL SUPPLIES</b>	<b>23,441</b>	<b>14,886</b>	
<b>PREPAYMENTS</b>			
Total Prepayments (1280 )*	12,362	167	14
Prepaid Rents (1290 )		0	15
Prepaid Taxes (1300 )		0	16
Prepaid Insurance (1310 )		0	17
Prepaid Directory Expenses (1320 )		0	18
Other Prepayments (1330 )		0	19
<b>TOTAL PREPAYMENTS</b>	<b>12,362</b>	<b>167</b>	
<b>OTHER CURRENT ASSETS</b>			
Other Current Assets (1350 )*		0	20
<b>TOTAL OTHER CURRENT ASSETS</b>	<b>0</b>	<b>0</b>	
<b>TOTAL CURRENT ASSETS</b>	<b>646,785</b>	<b>467,351</b>	
<b>NONCURRENT ASSETS</b>			
<b>INVESTMENTS</b>			
Investment in Affiliated Companies (1401 )*	0	0	21
Investments in Nonaffiliated Companies (1402 )*	1,399,798	1,381,507	22
Nonregulated Investments (1406 )*	54,274	57,806	23
Unamortized Debt Issuance Expense (1407 )*	5,525	5,926	24
Sinking Funds (1408 )*	0	0	25

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

Particulars (a)	Balance--EOY (b)	Balance--FOY (c)	
<b>NONCURRENT ASSETS</b>			
<b>INVESTMENTS</b>			
Other Noncurrent Assets (1410 )*		0	26
<b>TOTAL INVESTMENTS</b>	<b>1,459,597</b>	<b>1,445,239</b>	
<b>DEFERRED CHARGES</b>			
Deferred Tax Regulatory Asset (1437 )*	0	0	27
Deferred Maintenance and Retirements (1438 )*	0	0	28
Deferred Charges (1439 )*		0	29
<b>TOTAL DEFERRED CHARGES</b>	<b>0</b>	<b>0</b>	
<b>TOTAL NONCURRENT ASSETS</b>	<b>1,459,597</b>	<b>1,445,239</b>	
<b>PLANT</b>			
<b>TELECOMMUNICATIONS PLANT IN SERVICE</b>			
Telecommunications Plant in Service (2001 )*	5,092,485	4,922,390	30
Less: Accumulated Depreciation (3100 )*	2,479,408	2,230,283	31
Less: Accumulated Amortization--Capitalized Leases (3410 )*		0	32
Less: Accumulated Amortization--Leasehold Improvements (3420 )*		0	33
Less: Accumulated Amortization--Intangible (3500 )*		0	34
<b>NET TELECOMMUNICATIONS PLANT IN SERVICE</b>	<b>2,613,077</b>	<b>2,692,107</b>	
<b>PROPERTY HELD FOR FUTURE USE</b>			
Prop. Held for Future Telecommun. Use (2002 )*		0	35
Less: Accumulated Depreciation--Held for Future Telecommunications Use (3200 )*		0	36
<b>NET PROPERTY HELD FOR FUTURE USE</b>	<b>0</b>	<b>0</b>	
<b>NONOPERATING PLANT</b>			
Nonoperating Plant (2006 )*		0	37
Less: Accumulated Depreciation--Nonoperating (3300 )*		0	38
<b>NET NONOPERATING PLANT</b>	<b>0</b>	<b>0</b>	
<b>TPUC</b>			
TPUC (2003 )*	20,774	0	39
<b>TOTAL TPUC</b>	<b>20,774</b>	<b>0</b>	
<b>TELECOMMUNICATIONS PLANT ADJUSTMENT</b>			
Telecommunications Plant Adjustment (2005 )*		0	40
Less: Accumulated Amortization--Other (3600 )*		0	41
<b>NET TELECOMMUNICATIONS PLANT ADJUSTMENT</b>	<b>0</b>	<b>0</b>	
<b>TOTAL PLANT</b>	<b>2,633,851</b>	<b>2,692,107</b>	
<b>TOTAL ASSETS AND OTHER DEBITS*</b>	<b>4,740,233</b>	<b>4,604,697</b>	

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

Particulars (a)	Balance--EOY (b)	Balance--FOY (c)	
<b>CURRENT LIABILITIES</b>			
Accounts Payable (4010 )*	13,574	36,649	1
Notes Payable (4020 )*	0	150,000	2
Advance Billing and Payments (4030 )*	1,625	2,918	3
Customer Deposits (4040 )*		0	4
Current Maturities--Long-Term Debt (4050 )*	0	0	5
Current Maturities--Capital Leases (4060 )*		0	6
Income Taxes--Accrued (4070 )*	5,680	24,934	7
Other Taxes--Accrued (4080 )*	(11,363)	(9,893)	8
Net Current Deferred Operating Income Taxes (4100 )*	0	0	9
Net Current Deferred Nonoperating Income Taxes (4110 )*		0	10
Other Accrued Liabilities (4120 )*	79,390	122,833	11
Other Current Liabilities (4130 )*		0	12
<b>TOTAL CURRENT LIABILITIES*</b>	<b>88,906</b>	<b>327,441</b>	
<b>LONG-TERM DEBT</b>			
Funded Debt (4210 )*	1,934,077	1,740,815	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
<b>TOTAL LONG-TERM DEBT*</b>	<b>1,934,077</b>	<b>1,740,815</b>	
<b>OTHER LIABILITIES AND DEFERRED CREDITS</b>			
Other Long-Term Liabilities (4310 )*		0	20
Unamortized Operating ITC--Net (4320 )*	48,503	56,440	21
Unamortized Nonoperating ITC--Net (4330 )*		0	22
Net Noncurrent Deferred Operating Income Taxes (4340 )*	153,010	180,127	23
Net Deferred Tax Liability Adjustments (4341 )*	0	0	24
Net Noncurrent Deferred Nonoperating Income Taxes (4350 )*		0	25
Other Deferred Credits (4360 )*		0	26
Deferred Tax Regulatory Liability (4361 )*	30,013	30,013	27
<b>TOTAL OTHER LIABILITIES AND DEFERRED CREDITS*</b>	<b>231,526</b>	<b>266,580</b>	
<b>STOCKHOLDERS' EQUITY</b>			
Capital Stock (4510 )*	202,540	202,540	28
Additional Paid-in Capital (4520 )*		0	29
Treasury Stock (4530 )*	159,081	159,081	30
Other Capital (4540 )*		0	31
Retained Earnings (4550 )*	2,442,265	2,226,402	32
<b>TOTAL STOCKHOLDERS' EQUITY*</b>	<b>2,485,724</b>	<b>2,269,861</b>	
<b>TOTAL LIABILITIES AND OTHER CREDITS*</b>	<b>4,740,233</b>	<b>4,604,697</b>	

**STATEMENT OF CASH FLOWS**

Item (a)	Amount (b)	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Net Income	294,862	1
<b>Adjustments to Reconcile Net Income to Net Cash Provided by Operating Activities:</b>		
Depreciation and amortization	301,459	2
Interest during construction	0	3
<b>Changes in assets and liabilities:</b>		
Current assets (net)	71,721	4
Other noncurrent assets	(401)	5
Other current liabilities	(88,535)	6
Other liabilities and deferred credits	(35,054)	7
<b>Other (specify):</b>		
<b>TOTAL ADJUSTMENTS</b>	<b>249,190</b>	
<b>NET CASH PROVIDED BY OPERATING ACTIVITIES (NET INCOME &amp; ADJUST.)</b>	<b>544,052</b>	
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
<b>Capital Expenditures:</b>		
Changes in plant (net)	(243,203)	8
Investments in affiliated companies	0	9
Nonoperating Investments	(14,759)	10
<b>Other (specify):</b>		
<b>NET CASH USING IN INVESTING ACTIVITIES</b>	<b>(257,962)</b>	
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Change in capital lease obligations (net)	0	11
Change in long-term debt (net)	194,064	12
Net changes in stockholder equity other than retained earnings	0	13
Change in short term borrowing (net)	(150,000)	14
Dividends paid	(78,999)	15
Miscellaneous debits/credits to retained earnings	0	16
<b>Other (specify):</b>		
<b>Net Cash Provided by Financing Activities</b>	<b>(34,935)</b>	
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	<b>251,155</b>	
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

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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

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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

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

NONE

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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

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

NONE

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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

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

NONE

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

NONE

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### 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.

<b>Name of Affiliate (a)</b>	<b>Abbreviations (b)</b>	
COMPUTER SYSTEMS, LLC	COMSYS,LLC	<b>1</b>
MANAWA TELECOM, INC.	MANTELECOM	<b>2</b>

### 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	COMSYS,LLC MANTELECOM				1	
Designate whether billed to or from:	FROM	TO			2	
Cost Based (C), Market Price (M), Prevailing Price (P), Tariff (T), Other (O)	M	C			3	
Revenues					4	
<b>Expenses:</b>						
Plant Specific Operations Expense		26,310			5	
Plant Nonspecific Operations Expense					6	
Customer Operations Expense		21,846			7	
Corporate Operations Expense					8	
<b>Total Operating Expenses</b>	<b>0</b>	<b>48,156</b>		<b>0</b>	<b>0</b>	9
<b>Other:</b>						
Plant Accounts					10	
Accumulated Depreciation					11	
Accumulated Amortization					12	
Clearing					13	
All Other	105,122	2,645			14	
<b>Total</b>	<b>105,122</b>	<b>50,801</b>		<b>0</b>	<b>0</b>	15
Percent of affiliate's business billed to all affiliated regulated utilities	0.00				16	
If cost based, rate of return on equity or markup incorporated in billings					17	
Footnotes						

### AFFILIATED ASSETS AND LIABILITIES

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

Name of Affiliate (a)	Account Number (b)	Balance EOY (c)	
MANAWA TELECOM, INC.	1190	14,767	1

### ACCOUNTS RECEIVABLE NET WRITE OFFS - TELECOMMUNICATIONS

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

<b>Particulars (a)</b>	<b>Amount (b)</b>	
Collection of amounts previously written off	1,227	1
Uncollectibles written off during the year	11,206	2
<b>Net write offs during the year</b>	<b><u>9,979</u></b>	

**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.

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

Name (a)	Balance EOY (b)	
RTB Class B Stock	59,100	1
<b>Other:</b>		
WITS	25,500	2
MID-WISCONSIN DBS COOPERATIVE	40,000	3
RSA 7 CELLULAR PARTNERSHIP	1,121,603	4
COMPUTER SYSTEMS, LLC	120,000	5
CSV - LIFE INSURANCE	33,595	6
<b>Total Investments in Nonaffiliated Companies</b>	<b>1,399,798</b>	

**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)	
<b>Total Net Investment and Inventory ( Accts. 1406.10, 1406.11, and 1406.12 ):</b>		
LEASED TELEPHONE EQUIPMENT - NET	4,501	<b>1</b>
INVENTORY FOR RESALE	40,739	<b>2</b>
INTERNET SERVICE	9,034	<b>3</b>

**DEFERRED MAINTENANCE AND RETIREMENTS (ACCT. 1438)**

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

<b>Description of Item (a)</b>	<b>Balance EOY (b)</b>
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**TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B**

Plant Account (a)	Account (b)	Balance FOY (c)	Additions (d)	
<b>GENERAL SUPPORT ASSETS</b>				
Land	2111	12,541		1
Motor Vehicles	2112	123,367	38,240	2
Aircraft	2113	0		3
Special Purpose Vehicles	2114	84,993		4
Garage Work Equipment	2115	0		5
Other Work Equipment	2116	80,667	848	6
Buildings	2121	367,722		7
Furniture	2122	23,926	920	8
Office Equipment	2123	24,829	346	9
General Purpose Computers	2124	56,577	30,243	10
<b>TOTAL--GENERAL SUPPORT ASSETS:</b>		<b>774,622</b>	<b>70,597</b>	
<b>CENTRAL OFFICE ASSETS</b>				
Analog Electronic Switching	2211	0		11
Digital Electronic Switching	2212	1,236,984	58,426	12
Electro-Mechanical Switching	2215	0	0	13
Operator Systems	2220	0		14
Radio Systems	2231	0	0	15
Circuit Equipment	2232	364,288	1,841	16
<b>TOTAL--CENTRAL OFFICE ASSETS:</b>		<b>1,601,272</b>	<b>60,267</b>	
<b>INFORMATION ORIGATION/TERMINATION ASSETS</b>				
Station Apparatus	2311	0		17
Customer Premises Wiring	2321	0		18
Large Private Branch Exchanges	2341	0		19
Public Telephone Terminal Equipment	2351	20,586	656	20
Other Terminal Equipment	2362	0		21
<b>TOTAL--INFORMATION ORIG/TERM ASSETS:</b>		<b>20,586</b>	<b>656</b>	
<b>CABLE WIRE FACILITIES ASSETS</b>				
Poles	2411	6,393		22
Aerial Cable	2421	112,200	139	23
Underground Cable	2422	12,459	0	24
Buried Cable	2423	2,313,531	72,374	25
Submarine Cable	2424	0	0	26
Deep Sea Cable	2425	0		27
Intrabuilding Network Cable	2426	0	0	28
Aerial Wire	2431	2,341	63	29
Conduit Systems	2441	78,986	20,404	30
<b>TOTAL--CABLE WIRE FACILITIES ASSETS:</b>		<b>2,525,910</b>	<b>92,980</b>	
<b>AMORTIZABLE ASSETS</b>				
Capital Leases	2681	0		31

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

Account (e)	Retirements (f)	Transfers / Adjustments (g)	Balance EOY (h)	
2111			12,541	1
2112	14,973		146,634	2
2113			0	3
2114			84,993	4
2115			0	5
2116			81,515	6
2121			367,722	7
2122			24,846	8
2123	0	0	25,175	9
2124	36,997		49,823	10
	<b>51,970</b>	<b>0</b>	<b>793,249</b>	
2211			0	11
2212	0	0	1,295,410	12
2215	0	0	0	13
2220			0	14
2231	0	0	0	15
2232	0	0	366,129	16
	<b>0</b>	<b>0</b>	<b>1,661,539</b>	
2311			0	17
2321			0	18
2341			0	19
2351			21,242	20
2362			0	21
	<b>0</b>	<b>0</b>	<b>21,242</b>	
2411			6,393	22
2421	0	0	112,339	23
2422	0	0	12,459	24
2423	2,435	0	2,383,470	25
2424	0	0	0	26
2425			0	27
2426	0	0	0	28
2431			2,404	29
2441			99,390	30
	<b>2,435</b>	<b>0</b>	<b>2,616,455</b>	
2681			0	31

**TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B**

Plant Account (a)	Account (b)	Balance FOY (c)	Additions (d)
<b>AMORTIZABLE ASSETS</b>			
Leasehold Improvements	2682	0	32
Intangibles	2690	0	33
<b>TOTAL--AMORTIZABLE ASSETS:</b>		<b>0</b>	<b>0</b>
<b>TOTAL TELECOM. PLANT IN SERVICE</b>	<b>2001</b>	<b>4,922,390</b>	<b>224,500</b>
Less: Allocation to Nonregulated Activity - EOY	2001		34
<b>NET REG. TOTAL TELE. PLANT IN SERV. - EOY</b>	<b>2001</b>		

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	
	54,405	0	5,092,485	
2001			0	34
			<b>5,092,485</b>	

### 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	15,176		1
Company Communications Equipment	2123.2	9,653	346	2
Software	2212.1	1,236,984		3 A
Digital Switching - Central Office	2212.2	0	58,426	4 A
Digital Switching - Remote	2212.3	0		5
Step by Step Switching	2215.1	0		6
Crossbar Switching	2215.2	0		7
Satellite and Earth Station Facilities	2231.1	0		8
Other Radio Facilities	2231.2	0		9
Digital Circuit Equipment	2232.1	364,288		10 A
Analog Circuit Equipment	2232.2	0	1,841	11 A
Light Wave Circuit Equipment	2232.3	0		12
Aerial Cable - Nonmetallic	2421.1	112,200		13 A
Aerial Cable - Metallic	2421.2	0	139	14 A
Underground Cable - Nonmetallic	2422.1	12,459		15 A
Underground Cable - Metallic	2422.2	0		16 A
Buried Cable - Nonmetallic	2423.1	2,313,531		17 A
Buried Cable - Metallic	2423.2	0	72,374	18 A
Submarine Cable - Nonmetallic	2424.1	0		19
Submarine Cable - Metallic	2424.2	0		20
Intrabuilding Cable - Nonmetallic	2426.1	0		21
Intrabuilding Cable - Metallic	2426.2	0		22

Explain all amounts shown in column (g).

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

Subaccount (e)	Retirements (f)	Transfers / Adjustments (g)	Balance EOY (h)	
2123.1			15,176	1
2123.2			9,999	2
2212.1		(1,236,984)	0	3 A
2212.2		1,236,984	1,295,410	4 A
2212.3			0	5
2215.1			0	6
2215.2			0	7
2231.1			0	8
2231.2			0	9
2232.1		(176,571)	187,717	10 A
2232.2		176,571	178,412	11 A
2232.3			0	12
2421.1		(112,200)	0	13 A
2421.2		112,200	112,339	14 A
2422.1		(12,459)	0	15 A
2422.2		12,459	12,459	16 A
2423.1		(2,156,330)	157,201	17 A
2423.2	2,435	2,156,330	2,226,269	18 A
2424.1			0	19
2424.2			0	20
2426.1			0	21
2426.2			0	22

**ACCUMULATED DEPRECIATION CLASS A & B**

Primary Plant Account (a)	Acct (b)	Balance FOY (c)	Depr Rate (d)	Annual Accrual (e)	Additional Accrual (f)
<b>GENERAL SUPPORT ASSETS</b>					
Motor Vehicles	2112	74,146	25.0	14,904	1
Aircraft	2113	0			2
Special Purpose Vehicles	2114	57,307	16.67	7,957	3
Garage Work Equipment	2115	0			4
Other Work Equipment	2116	62,066	9.09	8,395	5
Buildings	2121	155,945	2.5	9,192	6
Furniture	2122	18,621	10.0	2,477	7
Office Equipment	2123	10,993	.0	2,931	8
General Purpose Computers	2124	53,778	14.29	9,724	9
<b>Total-- GENERAL SUPPORT ASSETS</b>		<b>432,856</b>		<b>55,580</b>	<b>0</b>
<b>CENTRAL OFFICE ASSETS</b>					
Analog Electronic Switching	2211	0			10
Digital Electronic Switching	2212	493,865	8.5	108,541	11
Electro-Mechanical Switching	2215	0			12
Operator Systems	2220	0			13
Radio Systems	2231	0			14
Circuit Equipment	2232	190,184	14.29	26,825	15
<b>Total-- CENTRAL OFFICE ASSETS</b>		<b>684,049</b>		<b>135,366</b>	<b>0</b>
<b>INFORMATION ORIG/TERM ASSETS</b>					
Station Apparatus	2311	0			16
Customer Premises Wiring	2321	0			17
Large Private Branch Exchanges	2341	0			18
Public Telephone Terminal Equipment	2351	20,586	10.0		19
Other Terminal Equipment	2362	0			20
<b>Total-- INFORMATION ORIG/TERM ASSETS</b>		<b>20,586</b>		<b>0</b>	<b>0</b>
<b>CABLE WIRE FACILITIES ASSETS</b>					
Poles	2411	7,587			21
Aerial Cable	2421	79,797	5.5	5,775	22
Underground Cable	2422	5,966	4.2	523	23
Buried Cable	2423	978,098	4.35	103,510	24
Submarine Cable	2424	0			25
Deep Sea Cable	2425	0			26
Intrabuilding Network Cable	2426	0			27
Aerial Wire	2431	2,463			28

**ACCUMULATED DEPRECIATION CLASS A & B (cont.)**

<b>Acct (g)</b>	<b>Retired (h)</b>	<b>Cost of Removal (i)</b>	<b>Salvage (j)</b>	<b>Other (k)</b>	<b>Balance EOY (l)</b>	
2112	14,973		800		74,877	1
2113					0	2
2114					65,264	3
2115					0	4
2116					70,461	5
2121					165,137	6
2122					21,098	7
2123	0			0	13,924	8
2124	36,997				26,505	9
	<b>51,970</b>	<b>0</b>	<b>800</b>	<b>0</b>	<b>437,266</b>	
2211					0	10
2212	0			0	602,406	11
2215	0				0	12
2220					0	13
2231	0				0	14
2232	0			0	217,009	15
	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>819,415</b>	
2311					0	16
2321					0	17
2341					0	18
2351					20,586	19
2362					0	20
	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>20,586</b>	
2411					7,587	21
2421	0			0	85,572	22
2422	0			0	6,489	23
2423	2,435			0	1,079,173	24
2424	0				0	25
2425					0	26
2426	0				0	27
2431					2,463	28

**ACCUMULATED DEPRECIATION CLASS A & B**

Primary Plant Account (a)	Acct (b)	Balance FOY (c)	Depr Rate (d)	Annual Accrual (e)	Additional Accrual (f)
<b>CABLE WIRE FACILITIES ASSETS</b>					
Conduit Systems	2441	18,881	2.5	1,976	<b>29</b>
<b>Total-- CABLE WIRE FACILITIES ASSETS</b>		<b>1,092,792</b>		<b>111,784</b>	<b>0</b>
<b>Total Accumulated Depreciation</b>	<b>3100</b>	<b>2,230,283</b>		<b>302,730</b>	<b>0</b>
Less: Allocation to Nonregulated Activity - Columns e, f and I	3100			0	<b>0 30</b>
<b>Net Regulated Total Accum Depreciation - 3100 Columns e, f and I</b>				<b>302,730</b>	<b>0</b>

**ACCUMULATED DEPRECIATION CLASS A & B (cont.)**

<b>Acct (g)</b>	<b>Retired (h)</b>	<b>Cost of Removal (i)</b>	<b>Salvage (j)</b>	<b>Other (k)</b>	<b>Balance EOY (l)</b>	
2441					20,857	29
	2,435	0	0	0	1,202,141	
<b>3100</b>	<b>54,405</b>	<b>0</b>	<b>800</b>	<b>0</b>	<b>2,479,408</b>	
3100					0	30
<b>3100</b>					<b>2,479,408</b>	

**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.

<b>Plant Subaccount (a)</b>	<b>Subacct (b)</b>	<b>Balance FOY (c)</b>	<b>Depr Rate (d)</b>	<b>Annual Accrual (e)</b>	<b>Additional Accrual (f)</b>	
Office Support Equipment	2123.1	10,993	10.0	1,518		1 A
Company Communications Equipment	2123.2	0	14.3	1,413		2 A
Software	2212.1	493,865				3 A
Digital Switching - Central Office	2212.2	0	8.5	108,541		4 A
Digital Switching - Remote	2212.3	0				5
Step by Step Switching	2215.1	0				6
Crossbar Switching	2215.2	0				7
Satellite and Earth Station Facilities	2231.1	0				8
Other Radio Facilities	2231.2	0				9
Digital Circuit Equipment	2232.1	190,184	14.29	26,825		10 A
Analog Circuit Equipment	2232.2	0				11 A
Light Wave Circuit Equipment	2232.3	0				12
Aerial Cable - Nonmetallic	2421.1	79,797				13 A
Aerial Cable - Metallic	2421.2	0	5.5	5,775		14 A
Underground Cable - Nonmetallic	2422.1	5,966				15 A
Underground Cable - Metallic	2422.2	0	4.2	523		16 A
Buried Cable - Nonmetallic	2423.1	978,098	4.5	7,074		17 A
Buried Cable - Metallic	2423.2	0	4.35	96,436		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				(5,321)	7,190	1 A
2123.2				5,321	6,734	2 A
2212.1				(493,865)	0	3 A
2212.2				493,865	602,406	4 A
2212.3					0	5
2215.1					0	6
2215.2					0	7
2231.1					0	8
2231.2					0	9
2232.1				(176,772)	40,237	10 A
2232.2				176,772	176,772	11 A
2232.3					0	12
2421.1				(79,797)	0	13 A
2421.2				79,797	85,572	14 A
2422.1				(5,966)	0	15 A
2422.2				5,966	6,489	16 A
2423.1				(955,386)	29,786	17 A
2423.2	2,435			955,386	1,049,387	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)	
<b>PROPERTY RELATED</b>		
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 )	(180,127)	5 A
Net Deferred Tax Liability Adjustments (4341 )	0	6
Deferred Tax Regulatory Liability (4361 )	(30,013)	7
<b>Net Property Related Deferred Operating Income Taxes</b>	<b>(210,140)</b>	
Less: Allocation to Nonregulated Activity		8
<b>Net Regulated Total Property Related Deferred Operating Income Taxes</b>	<b>(210,140)</b>	
<b>NONPROPERTY RELATED</b>		
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 A
Net Deferred Tax Liability Adjustments (4341 )	0	14
Deferred Tax Regulatory Liability (4361 )	0	15
<b>Total Nonproperty Related Deferred Operating Income Taxes</b>	<b>0</b>	

**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	(4,705)		(37,482)	(222,314)	5 A
				0	6
				(30,013)	7
	(4,705)	0	(37,482)	(252,327)	
				0	8
	(4,705)	0	(37,482)	(252,327)	
7250				0	9
7250				0	10
				0	11
7250				0	12
7250	31,822		37,482	69,304	13 A
				0	14
				0	15
	31,822	0	37,482	69,304	

**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.

<b>Name (a)</b>	<b>Issue Date (b)</b>	<b>Maturity (c)</b>	<b>Interest Rate (d)</b>	<b>Balance EOY (e)</b>
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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)	
<b>Funded Debt (Account 4210):</b>				
REA/RTB	11/01/1974-12/01/1994	11/01/2009-12/01/2011	5.0000-11.5000	1
<b>Total Funded Debt</b>				

**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)				
.0000	0		1,934,077		1,934,077	1
	<b>0</b>	<b>0</b>	<b>1,934,077</b>	<b>0</b>	<b>1,934,077</b>	

**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)
<b>COMMON STOCK:</b>			
COMMON STOCK	30,000	10.00	1
<b>TOTAL COMMON STOCK</b>	<b>30,000</b>		
<b>TOTAL</b>	<b><u>30,000</u></b>		

**CAPITAL STOCK ACCOUNTS AT END OF YEAR (cont.)**

	Acct. 4510 - Capital Stock		Acct. 4530 - Treasury Stock		
	Shares (e)	Amount (f)	Shares (g)	Amount (h)	
<b>COMMON STOCK:</b>					
COMMON STOCK	20,254	202,540	1,810	159,081	1
	<b>20,254</b>	<b>202,540</b>	<b>1,810</b>	<b>159,081</b>	
<b>TOTAL</b>	<b><u>20,254</u></b>	<b><u>202,540</u></b>	<b><u>1,810</u></b>	<b><u>159,081</u></b>	

**RETAINED EARNINGS (ACCT. 4550)**

Particulars (a)	This Year (b)	Last Year (c)	
Balance-First of Year	2,226,402	2,049,572	1
<b>Changes:</b>			
Balance Transferred from Income	294,862	255,829	2
<b>Dividends Declared:</b>			
Common	78,999	78,999	3
Preferred		0	4
<b>Total Dividends Declared</b>	<b>78,999</b>	<b>78,999</b>	
Miscellaneous Debits to Retained Earnings		0	5
Miscellaneous Credits to Retained Earnings		0	6
<b>Balance--End of Year</b>	<u><u>2,442,265</u></u>	<u><u>2,226,402</u></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)	89,576	25,547	85,405	1
Nonoperating Taxes (Accts. 7410 - 7450)		20,003	69,087	2
Extraordinary Items (Accts. 7630 & 7640)				3
Nonregulated Net Income (Acct. 7990)				4
Clearing Accounts				5
Construction				6
Payroll Taxes: FICA				7
Payroll Taxes: State Unemployment				8
Payroll Taxes: Federal Unemployment				9
<b>Other (specify):</b>				
<b>TOTAL</b>	<u><u>89,576</u></u>	<u><u>45,550</u></u>	<u><u>154,492</u></u>	

**DISTRIBUTION OF TAXES (cont.)**

<b>PSC Remainder Assessment (e)</b>	<b>Local Property Tax (f)</b>	<b>State &amp; Local Taxes Other than Wisconsin (g)</b>	<b>Other Taxes (h)</b>	<b>Payroll Taxes (i)</b>	<b>Total (j)</b>	
2,428					202,956	1
					89,090	2
					0	3
					0	4
					0	5
					0	6
				30,250	30,250	7
				279	279	8
				707	707	9
<b>2,428</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>31,236</b>	<b>323,282</b>	

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

Particulars (a)	This Year (b)	Last Year (c)	
<b>LOCAL NETWORK SERVICES REVENUES</b>			
Basic Local Service Revenue (5000 )*	540,929	491,826	1
Basic Area Revenue (5001 )			2
Optional Extended Area Revenue (5002 )			3
Cellular Mobile Revenue (5003 )			4
Other Mobile Services Revenue (5004 )			5
Public Telephone Revenue (5010 )			6
Local Private Line Revenue (5040 )			7
Customer Premises Revenue (5050 )			8
Other Local Exchange Revenue (5060 )			9
Other Local Exchange Revenue Settlements (5069 )			10
<b>TOTAL BASIC LOCAL SERVICE REVENUE (5000)</b>	<b>540,929</b>	<b>491,826</b>	
<b>NETWORK INTERSTATE ACCESS SERVICES REV.</b>			
End User Revenue (5081 )*	103,571	99,384	11
Switched Access Revenue (5082 )*	347,228	318,092	12
Special Access Revenue (5083 )*	1,311	3,917	13
<b>TOTAL INTERSTATE ACCESS REVENUES (5080)</b>	<b>452,110</b>	<b>421,393</b>	
<b>NETWORK INTRASTATE ACCESS SERVICES REV.</b>			
End User Revenue (5084.1)*		0	14
Switched Access Revenue (5084.2)*	363,274	336,561	15
Special Access Revenue (5084.3)*	22,713	17,472	16 B
<b>TOTAL INTRASTATE ACCESS REVENUES (5084)</b>	<b>385,987</b>	<b>354,033</b>	
<b>LONG DISTANCE NETWORK SERVICES MESSAGE REV.</b>			
Long Distance Message Revenue (5100 )*		0	17
Long Distance Inward-Only Revenue (5111 )			18
Long Distance Outward-Only Revenue (5112 )			19
<b>Unidirectional Long Distance Revenue (5110)</b>	<b>0</b>	<b>0</b>	
<b>Long Distance Private Network Revenues</b>			
Subvoice Grade Revenue (5121 )			20
Voice Grade Revenue (5122 )			21
Audio Program Grade Revenue (5123 )			22
Video Program Grade Revenue (5124 )			23
Digital Transmission Revenue (5125 )			24
Switching Revenue (5126 )			25
Other Revenue (5128 )			26
Other Revenue Settlements (5129 )			27
<b>Total Long Distance Private Network Revenue</b>	<b>0</b>	<b>0</b>	
Other Long Distance Revenue (5160 )			28
Other Long Distance Revenue Settlements (5169 )			29
<b>TOTAL LONG DISTANCE NET. SERVICES MESSAGE REV.</b>	<b>0</b>	<b>0</b>	

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

Particulars (a)	This Year (b)	Last Year (c)	
<b>MISCELLANEOUS REVENUES</b>			
Directory Revenue (5230 )*	57,345	55,223	<b>30</b>
Rent Revenue (5240 )*	2,277	2,277	<b>31</b>
Corporate Operations Revenue (5250 )*		0	<b>32</b>
<b>Miscellaneous:</b>			
Miscellaneous Revenue (5260 )*	21,389	18,605	<b>33</b>
Special Billing Arrangements Revenue (5261 )			<b>34</b>
Customer Operations Revenue (5262 )			<b>35</b>
Plant Operations Revenue (5263 )			<b>36</b>
Other Incidental Regulated Revenue (5264 )			<b>37</b>
Other Revenue Settlements (5269 )			<b>38</b>
<b>Total Miscellaneous Revenue (5260)</b>	<b>21,389</b>	<b>18,605</b>	
Interstate Billing and Collection Revenue*	31,857	28,845	<b>39</b>
Intrastate Billing and Collection Revenue*	53,022	55,963	<b>40</b>
<b>Total Carrier Billing and Collection Revenue (5270)*</b>	<b>84,879</b>	<b>84,808</b>	
Nonregulated Operating Revenue (5280 )**			<b>41</b>
<b>TOTAL MISCELLANEOUS REVENUES</b>	<b>165,890</b>	<b>160,913</b>	
<b>GROSS OPERATING REVENUES</b>	<b>1,544,916</b>	<b>1,428,165</b>	
<b>UNCOLLECTIBLE REVENUES</b>			
Uncollectible Revenue (5300 )*	9,979	(15,177)	<b>42 C</b>
Uncollectible Revenue--Telecommunications (5301 )			<b>43</b>
Uncollectible Revenue--Other (5302 )			<b>44</b>
<b>TOTAL UNCOLLECTIBLE REVENUE (5300)</b>	<b>9,979</b>	<b>(15,177)</b>	
<b>TOTAL OPERATING REVENUES</b>	<b><u>1,534,937</u></b>	<b><u>1,443,342</u></b>	

\*\* 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)	
<b>PLANT SPECIFIC OPERATIONS EXPENSE</b>				
Total Network Support Expense ( 6110 )	3,291	4,664	1,294	1
Less: Nonregulated		0		2
<b>Net Regulated</b>	<b>3,291</b>	<b>4,664</b>	<b>1,294</b>	<b>3</b>
Total General Support Expense ( 6120 )	13,639	17,913	2,719	4
Less: Nonregulated		0		5
<b>Net Regulated</b>	<b>13,639</b>	<b>17,913</b>	<b>2,719</b>	<b>6</b>
Total Central Office Switching Expense ( 6210 )	59,995	55,513	27,833	7
Less: Nonregulated		0		8
<b>Net Regulated</b>	<b>59,995</b>	<b>55,513</b>	<b>27,833</b>	<b>9</b>
Total Operator Systems Expense ( 6220 )		0		10
Less: Nonregulated		0		11
<b>Net Regulated</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>12</b>
Total Central Office Transmission Expenses ( 6230 )	13,072	10,003	5,265	13
Less: Nonregulated		0		14
<b>Net Regulated</b>	<b>13,072</b>	<b>10,003</b>	<b>5,265</b>	<b>15</b>
Total Information Orig. / Term. Expense ( 6310 )	2,080	2,583	1,161	16
Less: Nonregulated		0		17
<b>Net Regulated</b>	<b>2,080</b>	<b>2,583</b>	<b>1,161</b>	<b>18</b>
Total Cable and Wire Fac. Expense ( 6410 )	50,609	48,831	18,335	19
Less: Nonregulated		0		20
<b>Net Regulated</b>	<b>50,609</b>	<b>48,831</b>	<b>18,335</b>	<b>21</b>
<b>TOTAL PLANT SPECIFIC OPERATIONS EXPENSE</b>	<b>142,686</b>	<b>139,507</b>	<b>56,607</b>	
<b>Less: Nonregulated</b>	<b>0</b>	<b>0</b>	<b>0</b>	
<b>Net Regulated</b>	<b>142,686</b>	<b>139,507</b>	<b>56,607</b>	
<b>PLANT NONSPECIFIC OPERATIONS EXPENSE</b>				
Total Other Property, Plant and Equip. Exp. ( 6510 )	0	0	0	22
Less: Nonregulated		0		23
<b>Net Regulated</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>24</b>
Total Network Operations Expense ( 6530 )	43,905	48,688	25,755	25
Less: Nonregulated		0		26
<b>Net Regulated</b>	<b>43,905</b>	<b>48,688</b>	<b>25,755</b>	<b>27</b>
Access Expense ( 6540 )		0		28
Less: Nonregulated		0		29
<b>Net Regulated</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>30</b>
Total Depreciation and Amortization Expense ( 6560 )	241,203	301,459		31
Less: Nonregulated		0		32 D
<b>Net Regulated</b>	<b>241,203</b>	<b>301,459</b>		<b>33</b>
<b>TOTAL PLANT NONSPECIFIC OPERATIONS EXP.</b>	<b>285,108</b>	<b>350,147</b>	<b>25,755</b>	
<b>Less: Nonregulated</b>	<b>0</b>	<b>0</b>	<b>0</b>	
<b>Net Regulated</b>	<b>285,108</b>	<b>350,147</b>	<b>25,755</b>	

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

Account (e)	Benefits (f)	Rents (g)	Other (h)	Clearances to (from) (i)	
6110	704		2,666		1
	<b>704</b>	<b>0</b>	<b>2,666</b>	<b>0</b>	2
6120	1,492		13,702		3
	<b>1,492</b>	<b>0</b>	<b>13,702</b>	<b>0</b>	4
6210	14,991		12,689		5
	<b>14,991</b>	<b>0</b>	<b>12,689</b>	<b>0</b>	6
6220					7
	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	8
6230	2,533		2,205		9
	<b>2,533</b>	<b>0</b>	<b>2,205</b>	<b>0</b>	10
6310	632		790		11
	<b>632</b>	<b>0</b>	<b>790</b>	<b>0</b>	12
6410	9,218		21,278		13
	<b>9,218</b>	<b>0</b>	<b>21,278</b>	<b>0</b>	14
	<b>29,570</b>	<b>0</b>	<b>53,330</b>	<b>0</b>	15
	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	16
	<b>29,570</b>	<b>0</b>	<b>53,330</b>	<b>0</b>	17
6510	0	0	0	0	18
	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	19
6530	11,441		11,492		20
	<b>11,441</b>	<b>0</b>	<b>11,492</b>	<b>0</b>	21
6540					22
	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	23
6560			301,459		24
			<b>301,459</b>		25
	<b>11,441</b>	<b>0</b>	<b>312,951</b>	<b>0</b>	26
	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	27
	<b>11,441</b>	<b>0</b>	<b>312,951</b>	<b>0</b>	28

**EXPENSE MATRIX - CLASS A & B**

Particulars (a)	Total Last Year (b)	Total This Year (c)	Salaries / Wages (d)	
<b>CUSTOMER OPERATIONS EXPENSE</b>				
Total Marketing ( 6610 )	631	1,204		34
Less: Nonregulated		0		35
<b>Net Regulated</b>	<b>631</b>	<b>1,204</b>	<b>0</b>	<b>36</b>
<hr/>				
Total Services ( 6620 )	105,124	119,288	58,586	37
Less: Nonregulated		0		38
<b>Net Regulated</b>	<b>105,124</b>	<b>119,288</b>	<b>58,586</b>	<b>39</b>
<hr/>				
<b>TOTAL CUSTOMER OPERATIONS EXPENSE</b>	<b>105,755</b>	<b>120,492</b>	<b>58,586</b>	
<b>Less: Nonregulated</b>	<b>0</b>	<b>0</b>	<b>0</b>	
<b>Net Regulated</b>	<b>105,755</b>	<b>120,492</b>	<b>58,586</b>	
<hr/>				
<b>CORPORATE OPERATIONS EXPENSE</b>				
Total Exec. and Planning ( 6710 )	72,514	73,628	49,623	40
Less: Nonregulated		0		41
<b>Net Regulated</b>	<b>72,514</b>	<b>73,628</b>	<b>49,623</b>	<b>42</b>
<hr/>				
Total General and Administrative ( 6720 )	308,546	353,017	143,525	43
Less: Nonregulated		0		44
<b>Net Regulated</b>	<b>308,546</b>	<b>353,017</b>	<b>143,525</b>	<b>45</b>
<hr/>				
Provision for Uncollectible Notes Receiv. ( 6790 )		0		46
Less: Nonregulated		0		47
<b>Net Regulated</b>	<b>0</b>	<b>0</b>		<b>48</b>
<hr/>				
<b>TOTAL CORPORATE OPERATIONS EXPENSE</b>	<b>381,060</b>	<b>426,645</b>	<b>193,148</b>	
<b>Less: Nonregulated</b>	<b>0</b>	<b>0</b>	<b>0</b>	
<b>Net Regulated</b>	<b>381,060</b>	<b>426,645</b>	<b>193,148</b>	
<hr/>				
<b>TOTAL EXPENSES</b>	<b>914,609</b>	<b>1,036,791</b>	<b>334,096</b>	
<b>Less: Nonregulated</b>	<b>0</b>	<b>0</b>	<b>0</b>	
<b>Net Regulated</b>	<b>914,609</b>	<b>1,036,791</b>	<b>334,096</b>	

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

Account (e)	Benefits (f)	Rents (g)	Other (h)	Clearances to (from) (i)	
6610			1,204		34
					35
	0	0	1,204	0	36
6620	24,084		36,618		37
					38
	24,084		36,618	0	39
	24,084	0	37,822	0	
	0	0	0	0	
	24,084	0	37,822	0	
6710	17,985		6,020		40
					41
	17,985		6,020	0	42
6720	47,653		161,839		43
					44
	47,653		161,839	0	45
6790					46
					47
			0		48
	65,638	0	167,859	0	
	0	0	0	0	
	65,638	0	167,859	0	
	130,733	0	571,962	0	
	0	0	0	0	
	130,733	0	571,962	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
<b>Total: Reported in Account 6510</b>	<b>0</b>	<b>0</b>	<b>0</b>	
Depreciat. Exp.--Tele. Plant in Service ( 6561 )	241,203	301,459		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 )		0		7
<b>Total: Reported in Account 6560</b>	<b>241,203</b>	<b>301,459</b>		

**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			301,459		3
6562					4
6563					5
6564					6
6565					7
			301,459		

## 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
<b>Net out-of-state operating revenues</b>	<b>0</b>

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

Particulars (a)	This Year (b)	Last Year (c)	
<b>OTHER OPERATING INCOME AND EXPENSE</b>			
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
<b>TOTAL OTHER OPERATING INCOME AND (EXPENSE) (7100)*</b>	<b>0</b>		<b>0</b>
<b>OPERATING TAXES</b>			
Operating Investment Tax Credits--Net (7210 )*	(7,937)	(8,566)	6
Operating Federal Income Taxes (7220 )*	93,342	133,773	7
Operating State and Local Income Taxes (7230 )*	25,547	30,332	8
Operating Other Taxes (7240 )*	92,004	84,741	9
Provision for Deferred Operating Income Taxes--Net (7250 )*		0	10
<b>TOTAL OPERATING TAXES (7200)*</b>	<b>202,956</b>	<b>240,280</b>	
<b>NONOPERATING INCOME AND EXPENSE</b>			
Dividend Income (7310 )*		0	11
Interest Income (7320 )*	12,154	12,889	12
Income from Sinking and Other Funds (7330 )*		0	13
Allowance for Funds Used During Construction (7340 )*		0	14
Gains or (Losses) from the Disposition of Certain Property (7350 )*		0	15
Other Nonoperating Income (7360 )*	198,032	110,028	16
Special Charges (7370 )*		0	17
<b>TOTAL NONOPERATING INCOME AND EXPENSE (7300)*</b>	<b>210,186</b>	<b>122,917</b>	
<b>NONOPERATING TAXES</b>			
Nonoperating Investment Tax Credits--Net (7410 )*		(21)	18
Nonoperating Federal Income Taxes (7420 )*	69,087	35,243	19
Nonoperating State and Local Income Taxes (7430 )*	20,003	8,890	20
Nonoperating Other Taxes (7440 )*		0	21
Provision for Deferred Nonoperating Income Taxes-Net (7450 )*		0	22
<b>TOTAL NONOPERATING TAXES (7400)*</b>	<b>89,090</b>	<b>44,112</b>	
<b>INTEREST AND RELATED ITEMS</b>			
Interest on Funded Debt (7510 )*	110,369	90,898	23
Interest Expense--Capital Leases (7520 )*		0	24
Amortization of Debt Issuance Expense (7530 )*	401	304	25
Other Interest Deductions (7540 )*	2,927	7,977	26
<b>TOTAL INTEREST AND RELATED ITEMS (7500)*</b>	<b>113,697</b>	<b>99,179</b>	
<b>EXTRAORDINARY ITEMS</b>			
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	30
Provision for Deferred Income Tax Effect of Extraordinary Items--Net (7640 )		0	31
<b>TOTAL EXTRAORDINARY ITEMS (7600)*</b>	<b>0</b>	<b>0</b>	
<b>NONREGULATED NET INCOME</b>			
Nonregulated Net Income (7990 )*	(7,727)	(12,250)	32

**NONREGULATED NET INCOME (ACCT. 7990)**

Particulars (a)	Amount (b)	
Revenues (Acct. 7990.1)		
Gross Sales	59,694	1
Less: Cost of Goods Sold		2
<b>Net Sales</b>	<b>59,694</b>	<b>3</b>
Expenses (Acct. 7990.2)	67,421	4
<b>Nonregulated Net Income</b>	<u><u>(7,727)</u></u>	<b>5</b>

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

- A. SALES AND LEASE OF TERMINAL EQUIPMENT
- B. PUBLIC PAGING SYSTEM
- C. REPAIR OF CUSTOMER OWNED EQUIPMENT
- D. INSTALLATION OF TERMINAL EQUIPMENT
- E. MAINTENANCE OF INSIDE WIRE
- F. INTERNET SERVICES
- G. DBS SALES AND SERVICE

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	334,096	1
Nonregulated Expense	19,309	2
Plant Accounts	13,822	3
Accumulated Depreciation Accounts		4
All Other Accounts	26,195	5
<b>Total Salaries and Wages</b>	<b><u>393,422</u></b>	<b>6</b>

### 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	4.00	4.00	198,957	1
Supervision and Other Management				2
Other Employees	9.00	9.00	194,465	3
<b>Total</b>	<b><u>13.00</u></b>	<b><u>13.00</u></b>	<b><u>393,422</u></b>	

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<b>Total</b>	<b><u>13.00</u></b>	<b><u>13.00</u></b>	<b><u>393,422</u></b>	

### 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)	
<b>LOCAL</b>			
Intra-Exchange			1
Extended Area Service			2
Extended Community Calling			3
Other Local-Undefined			4
<b>Total Local</b>	<b>0</b>	<b>0</b>	
<b>TOLL</b>			
Operator Handled: State--intraLATA	380	7,213	5
Operator Handled: State--interLATA	420	6,018	6
Operator Handled: Interstate	617	8,088	7
Customer Dialed: State--intraLATA	26,011	233,235	8
Customer Dialed: State--interLATA	16,713	208,910	9
Customer Dialed: Interstate	20,923	261,543	10
WATS			11
Other Toll-Undefined			12
<b>Total Toll</b>	<b>65,064</b>	<b>725,007</b>	
<b>Total Local &amp; Toll</b>	<b>65,064</b>	<b>725,007</b>	

### 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.	13	9			2
Feature Group B -- Orig.					3
Feature Group B -- Term.	34				4
Feature Group C -- Orig.			1,505		5
Feature Group C -- Term.			1,380		6
Feature Group D -- Orig.	1,106	1,146			7
Feature Group D -- Term.	2,084	1,422			8

**OUTSIDE PLANT STATISTICS AT END OF YEAR**

Description of Item (a)	Amount (b)	
Sheath miles of plant - aerial	5	1
Sheath miles of plant - buried	475	2
Sheath miles of plant - fiber optics	10	3
Strand miles of plant - fiber optics	7	4
Route miles of plant - microwave	0	5

**SPECIAL ACCESS CIRCUITS IN USE AT END OF YEAR**

Circuit Type (a)	InterLATA Chan. Terms. (b)	IntraLATA Chan. Terms. (c)	
Voice grade		12	1
56 kbps	2	4	2
64 kbps (DS0)	1		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

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Description of Item (a)	Amount (b)	
Sheath miles of plant - aerial	5	1
Sheath miles of plant - buried	475	2
Sheath miles of plant - fiber optics	10	3
Strand miles of plant - fiber optics	7	4
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64 kbps (DS0)	1		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)	
<b>Business</b>			
1 Party	222	227	3
2 Party	0		4
4 Party	0		5
PBX Trunks/System Trunks	0		6
Centrex Trunks	97	107	7
Centrex Lines	0		8
Key System Trunks	61	75	9
Mobile (Utility Provided Service)	0		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	0	9	16
- Semi-Public	9		17
- Cust. Owned	0	1	18
Other	0		19
<b>Total Business Lines</b>	<b>389</b>	<b>419</b>	<b>20</b>
<b>Residential (Incl. Emp. Concess.)</b>			
1 Party	1,831	1,873	22
2 Party	0		23
4 Party	0		24
FX-Out (Switched)	0		25
Other	0		26
<b>Total Residential Lines</b>	<b>1,831</b>	<b>1,873</b>	<b>27</b>
<b>Total Bus &amp; Res Lines</b>	<b>2,220</b>	<b>2,292</b>	<b>28</b>
Company Used Lines	4	4	29
<b>Total Lines Used</b>	<b>2,224</b>	<b>2,296</b>	<b>30</b>

**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)	
<b>Miscellaneous</b>			
WATS Lines - OutWATS	0		<b>3</b>
WATS Lines - 800 Service	0		<b>4</b>
FX-In-intraLATA	2	2	<b>5</b>
Special Access-intraLATA			<b>6</b>
(expressed in equiv. access lines)	11	16	<b>7</b>
Special Access-interLATA			<b>8</b>
(expressed in equiv. access lines)	27	27	<b>9</b>
Feature Group A Lines	0		<b>10</b>
Feature Group B Trunks	0		<b>11</b>
Feature Group C Trunks	0		<b>12</b>
Feature Group D Trunks	83		<b>13</b>
TSPS - Trunks	8		<b>14</b>
EAS - Trunks	72		<b>15</b>
Cellular Trunks (Pub. Sw. Net.)	0		<b>16</b>
Video Distance Learning			<b>17</b>
- discounted (special tariff)	0		<b>18</b>
<b>Customers</b>			
Business - 2 Party Customers	0		<b>20</b>
Business - 4 Party Customers	0		<b>21</b>
Residential - 2 Party Customers	0		<b>22</b>
Residential - 4 Party Customers	0		<b>23</b>
<b>Other</b>			
Total Central Office, Info. Orig./Term., & Cable			<b>25</b>
Wire Fac. Assets (based on physical location of plant)			<b>26</b>
	4,147,768	4,299,236	<b>27</b>
Total Company Square Miles	110	110	<b>28</b>
Total Company Route Miles	211	211	<b>29</b>
Footnotes			<b>30</b>

### 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	3100	3940			1
<b>Business</b>					<b>2</b>
1 Party	196	31			3
2 Party					4
4 Party					5
PBX Trunks/System Trunks					6
Centrex Trunks	107				7
Centrex Lines					8
Key System Trunks	63	12			9
Mobile (utility provided service)					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	8	1			16
- Semi-Public					17
- Cust. Owned	1				18
Other					19
<b>Total Business Lines</b>	<b>375</b>	<b>44</b>	<b>0</b>	<b>0</b>	<b>20</b>
<b>Residential (Incl. Emp. Concess.)</b>					<b>21</b>
1 Party	1,472	401			22
2 Party					23
4 Party					24
FX-Out (Switched)					25
Other					26
<b>Total Residential Lines</b>	<b>1,472</b>	<b>401</b>	<b>0</b>	<b>0</b>	<b>27</b>
<b>Total Bus &amp; Res Lines</b>	<b>1,847</b>	<b>445</b>	<b>0</b>	<b>0</b>	<b>28</b>
Company Used Lines	3	1			29
<b>Total Lines Used</b>	<b>1,850</b>	<b>446</b>	<b>0</b>	<b>0</b>	<b>30</b>

**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	3100	3940			1
<b>Miscellaneous</b>					2
WATS Lines - OutWATS					3
WATS Lines - 800 Service					4
FX-In-intraLATA	2				5
Special Access-intraLATA					6
(equiv. access lines)	16				7
Special Access-interLATA					8
(equiv. access lines)	27				9
Feature Group A Lines					10
Feature Group B Trunks					11
Feature Group C Trunks					12
Feature Group D Trunks					13
TSPS - Trunks					14
EAS - Trunks					15
Cellular Trunks (Pub. Sw. Net.)					16
Video Distance Learning					17
- discounted (special tariff)					18
<b>Customers</b>					19
Business - 2 Party Customers					20
Business - 4 Party Customers					21
Residential - 2 Party Customers					22
Residential - 4 Party Customers					23
<b>Other</b>					24
Exchange C.O., Info. Orig./Term., & Cable					25
Wire Fac. Assets (based on physical					26
location of plant)	4,299,236				27
Exchange Square Miles	66	44			28
Exchange Route Miles	169	42			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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Siemens	SI	7
Stromberg-Carlson	SC	8
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Electronic--Analog	A	2
Electronic--Digital	D	3
Electronic--Video	V	4

### 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	MANAWA	OGDENSBURG			1
PSCW Exchange ID	3100	3940			2
Central Office Name	MANAWA	OGDENSBURG			3
PSCW Central Office ID	1	1			4
Manufacturer of COE (Page 54)	NTI	NTI			5
Year COE Installed	1984	1985			6
Type of Equipment (Page 54)	D	D			7
(S)tandalone, (H)ost, (R)emote	H	S			8
Remote Host PSCW Exchange ID					9
Remote Host PSCW Central Office ID	0				10
COE Generic Software Release No.	408.11	300.11			11
SS7?	No	No			12
9-1-1?	Yes	Yes			13
Access Lines - In Use	1,850	446			14
- Equipped	2,090	518			15
- Wired	2,162	614			16
Trunks - In Use	163	0			17
- Equipped	216	0			18
- Wired	216	0			19
ISDN Available?	No	No			20
ISDN Lines - In Use (BRI)	0				21
- In Use (PRI)	0				22
Switched 56 Service?	Yes	No			23
Switched 56 lines in use	1				24
Digital Transmission Facilities: DS-1 - In Use	10	0			25
DS-3 - In Use	1	0			26
Advanced Data Service Available:					
Packet Switching?	No	No			27
SMDS?	No	No			28
Frame Relay?	No	No			29
ATM (Asynchronous Trans. Mode)?	No	No			30
Video Information - Service Available?	No	No			31
- In Use (# lines) <sup>1</sup>	0				32
Fiber Transmission Facilities:					
No. of fiber strands entering C.O.	12	8			33
No. of fiber strands working (LIT) in C.O.	8	4			34
No. of fiber strands for interoffice use	2	2			35
Miles of fiber sheath in wire center	7	3			36
Access Tandem Serving this C.O.:					
- C.O. Name	APPLETON	APPLETON			37
- PSCW C.O. ID	0150-01	0150-01			38
Does this C.O. do access tandem switching?	No	No			39
Equal Access: InterLATA (1+)?	No	No			40
Equal Access: IntraLATA (1+)?	No	No			41
Footnotes					42

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

## GENERAL, SCHEDULE LEVEL AND SCHEDULE LINE FOOTNOTES

### General Footnote

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#### Schedule Footnotes

#### Access Usage Footnote. Page 48

Changed number of minutes not reported in 000s on 8/24/99.

PJL

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#### Schedule Line Footnotes

- A) TO RECLASSIFY BALANCE FRY TO THE APPROPRIATE SUB ACCOUNTS
- B) INCREASED SPECIAL ACCESS CABS BILLING IN 1996 TO AMERITECH.
- C) MORE WRITE-OFF OF UNCOLLECTIBLE ACCOUNTS IN 1996 AND 1995 INCLUDED VARIOUS REIMBURSEMENTS THROUGH CABS BILLING ON UNCOLLECTIBLE AMOUNTS.
- D) INCREASED DEPRECIATION RATES IN ACCORDANCE WITH LETTER FROM PSC OF WISCONSIN.
- E) SEE ATTACHED COMPILATION LETTER INCLUDED AS PART OF THE PUBLIC COPY OF THIS REPORT.