



4004

ANNUAL REPORT

OF

Name: CENTURY TELE OF FAIRWATER-BRANDON-ALTO, INC.

Principal Office: 201 STARK STREET
P.O. BOX 1
RANDOLPH, WI 53956

For the Year Ended: DECEMBER 31, 1997

TELECOMMUNICATIONS UTILITY
TO
PUBLIC SERVICE COMMISSION OF WISCONSIN

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

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

GENERAL RULES FOR REPORTING

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

SIGNATURE PAGE

I MURRAY H. GREER of
(Person responsible for accounts)

CENTURY TELE OF FAIRWATER-BRANDON-ALTO, INC., certify that I
(Utility Name)

am the person responsible for accounts; that I have examined the following report and, to the best of my knowledge, information and belief, it is a correct statement of the business and affairs of said utility for the period covered by the report in respect to each and every matter set forth therein.

MURRAY H. GREER 04/29/1998
(Person responsible for accounts) (Date)

VICE PRESIDENT AND CONTROLLER
(Title)

TABLE OF CONTENTS

Schedule Name	Page
Cover Page	1
General Rules for Reporting	2
Signature Page	3
Table of Contents	4
Annual Telecommunications Report Glossary of Terms	5
Abbreviations Used in Annual Reports	6
Identification and Ownership	7
Income Statement - Total Company	8
Notes to Income Statement or Balance Sheet	9
Balance Sheet - Assets (Class B Use Accounts Designated By *)	10
Balance Sheet - Liabilities (Class B Use Accounts Designated By *)	11
Statement of Cash Flows	12
Important Changes During the Year	13
Affiliate Abbreviations	14
Affiliated Interest Transactions	15
Affiliated Assets and Liabilities	16
Accounts Receivable Net Write Offs - Telecommunications	17
Notes Receivable (Acct. 1200) and Allowances (Acct. 1201)	18
Investments in Nonaffiliated Companies (Acct. 1402)	19
Nonregulated Investments (Acct. 1406)	20
Deferred Maintenance and Retirements (Acct. 1438)	21
Telecommunications Plant in Service Class A & B	22
Telecommunications Plant in Service Class A & B (Sub-Class Accounts)	24
Accumulated Depreciation Class A & B	26
Accumulated Depreciation Class A & B (Sub-Class Accounts)	28
Net Deferred Operating Income Taxes (Acct. 1350, 1410, 1437, 4100, 4340, 4341 & 4361)	30
Notes Payable (Acct. 4020)	32
Long-Term Debt	33
Capital Stock Accounts at End of Year	35
Retained Earnings (Acct. 4550)	37
Distribution of Taxes	38
Revenues - Class A & B (Class B Use Accounts Designated By *)	40
Expense Matrix - Class A & B	41
Calculation of Assessable Revenues for Remainder, DOJ, and Tele. Relay Assessment Purposes	43
Calculation of Assessable Revenues for Universal Service Fund Assessment Purposes	43
Other Income Accounts (Class B Use Accounts Designated By *)	44
Nonregulated Net Income (Acct. 7990)	45
Distribution of Salaries and Wages	46
Employee Data	46
Telephone Calls and Minutes of Use Per Month	47
Access Usage	48
Outside Plant Statistics at End of Year	49
Special Access Circuits in Use at End of Year	49
Service Data	50

TABLE OF CONTENTS

Schedule Name	Page
Service Data - End of Year	52
Equipment Abbreviations	54
Manufacturer Abbreviations	54
Central Office Data - End of Year	55
General, Schedule Level and Schedule Line Footnotes	56

ANNUAL TELECOMMUNICATIONS REPORT GLOSSARY OF TERMS

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

ANNUAL TELECOMMUNICATIONS REPORT GLOSSARY OF TERMS

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

ANNUAL TELECOMMUNICATIONS REPORT GLOSSARY OF TERMS

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

ABBREVIATIONS USED IN ANNUAL REPORTS

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

IDENTIFICATION AND OWNERSHIP

Exact Utility Name: CENTURY TELE OF FAIRWATER-BRANDON-ALTO, INC.
Utility Location: 201 STARK STREET
P.O. BOX 1
RANDOLPH, WI 53956

Utility Web Site Address:
When was utility organized?: 01/01/1909
Report any change in name and the effective date:
CENTURY TELE OF FAIRWATER-BRANDON-ALTO, INC
(01/20/1997)

Officer in charge of correspondence concerning this report

Name: MR CLAY BAILEY
Title: DIRECTOR OF REGULATORY AFFAIRS

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

Fax Number: (608) 796 - 5437
Telephone Number: (608) 796 - 5425
Email Address: baileyc@iamerica.net

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

Name:
Title:

Office Address:

Fax Number:
Telephone Number:
Email Address:

Person responsible for financial information contained in report

Name: MR CLAY BAILEY
Title: DIRECTOR OF REGULATORY AFFAIRS

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

Fax Number: (608) 796 - 5437
Telephone Number: (608) 796 - 5425
Email Address: baileyc@iamerica.net

IDENTIFICATION AND OWNERSHIP

Person responsible for statistical information contained in report

Name: MR CLAY BAILEY
Title: DIRECTOR OF REGULATORY AFFAIRS

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

Fax Number: (608) 796 - 5437
Telephone Number: (608) 796 - 5425
Email Address: baileyc@iamerica.net

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

Name: PECOCO, INC.
Address: 201 STARK STREET
PO BOX 1
RANDOLPH , WI 53956

Number of Shares Held: 1,168
Beneficial Owner: YES
CENTURY TELEPHONE ENT., INC. P. O. BOX 4065 MONROE, LA 7

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)	1,126,443	1,216,270	1
Operating Expenses			
Plant Specific Operations Expense (6110-6410)	168,024	172,790	2
Plant Nonspecific Operations Expense	321,210	299,281	3
Customer Operations Expense (6610-6620)	126,861	92,058	4
Corporate Operations Expense (6710-6790)	187,518	400,917	5
Other Operating Income and Expense (7100)	0	1,546	6
Operating Taxes (7200)	153,680	121,469	7
Total Operating Expenses	957,293	1,084,969	8
Net Operating Income	169,150	131,301	9
Other Income			
Nonoperating Income and Expense (7300)	28,729	25,638	10
Nonoperating Taxes (7400)	0	(8,455)	11
Interest and Related Items (7500)	65,887	66,385	12
Extraordinary Items (7600)	0	0	13
Nonregulated Net Income (7990)	(9,042)	4,657	14
Total Nonoperating Income	(46,200)	(27,635)	15
Net Income	122,950	103,666	16

NOTES TO INCOME STATEMENT OR BALANCE SHEET

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

-
1. A summary of significant accounting policies. (The summaries should disclose, but not be limited to, the utility's accounting policies with regard to pension cost, unbilled revenues, depreciation, and income taxes.)
-
2. A summary of significant contingent assets and liabilities existing at year end, including a brief explanation of any action initiated by the Internal Revenue Service, Wisconsin Department of Revenue, or the utility involving a possible assessment or refund of taxes.
-
3. The notes should include an explicit and precise explanation of any retained earnings restrictions and should state the amount of retained earnings affected by such restrictions.

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

Particulars (a)	Balance--EOY (b)	Balance--FOY (c)	
CURRENT ASSETS			
CASH AND EQUIVALENTS			
Cash and Equivalents (1120)*		726,198	1 T
Cash (1130)	750,509		2 T
Special Cash Deposits (1140)	135		3
Working Cash Advances (1150)			4
Temporary Investments (1160)			5
TOTAL CASH AND EQUIVALENTS	750,644	726,198	
RECEIVABLES AND ALLOWANCES FOR DOUBTFUL ACCOUNTS			
Telecommunications Accounts Receivable (1180)*	102,226	76,033	6
Accounts Receivable Allowance-Telecom (1181)*	3,488	0	7
Net: Telecommunications Accounts Receivable	98,738	76,033	
Other Accounts Receivable (1190)*	65,685	131,660	8
Accounts Receivable Allowance--Other (1191)*		0	9
Net: Other Accounts Receivable	65,685	131,660	
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	164,423	207,693	
SUPPLIES			
Inventories (1220)*		11,952	13
TOTAL SUPPLIES	0	11,952	
PREPAYMENTS			
Total Prepayments (1280)*		17,583	14 T
Prepaid Rents (1290)			15
Prepaid Taxes (1300)			16
Prepaid Insurance (1310)			17
Prepaid Directory Expenses (1320)			18
Other Prepayments (1330)	992		19
TOTAL PREPAYMENTS	992	17,583	
OTHER CURRENT ASSETS			
Other Current Assets (1350)*		455	20
TOTAL OTHER CURRENT ASSETS	0	455	
TOTAL CURRENT ASSETS	916,059	963,881	
NONCURRENT ASSETS			
INVESTMENTS			
Investment in Affiliated Companies (1401)*	0	0	21
Investments in Nonaffiliated Companies (1402)*	0	0	22
Nonregulated Investments (1406)*	405	3,182	23
Unamortized Debt Issuance Expense (1407)*	3,367	3,457	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	3,772	6,639	
DEFERRED CHARGES			
Deferred Tax Regulatory Asset (1437)*	0	0	27
Deferred Maintenance and Retirements (1438)*	0	0	28
Deferred Charges (1439)*	97	0	29
TOTAL DEFERRED CHARGES	97	0	
TOTAL NONCURRENT ASSETS	3,869	6,639	
PLANT			
TELECOMMUNICATIONS PLANT IN SERVICE			
Telecommunications Plant in Service (2001)*	3,307,941	3,384,400	30
Less: Accumulated Depreciation (3100)*	2,069,973	1,922,177	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	1,237,968	1,462,223	
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)*	13,137	730	39
TOTAL TPUC	13,137	730	
TELECOMMUNICATIONS PLANT ADJUSTMENT			
Telecommunications Plant Adjustment (2005)*		0	40
Less: Accumulated Amortization--Other (3600)*		0	41
NET TELECOMMUNICATIONS PLANT ADJUSTMENT	0	0	
TOTAL PLANT	1,251,105	1,462,953	
TOTAL ASSETS AND OTHER DEBITS*	2,171,033	2,433,473	

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

Particulars (a)	Balance--EOY (b)	Balance--FOY (c)	
CURRENT LIABILITIES			
Accounts Payable (4010)*	52,847	192,951	1
Notes Payable (4020)*	0	0	2
Advance Billing and Payments (4030)*	16,276	0	3
Customer Deposits (4040)*	150	0	4
Current Maturities--Long-Term Debt (4050)*	46,592	52,116	5
Current Maturities--Capital Leases (4060)*		0	6
Income Taxes--Accrued (4070)*	(9,885)	0	7
Other Taxes--Accrued (4080)*	(16,923)	0	8
Net Current Deferred Operating Income Taxes (4100)*	0	0	9
Net Current Deferred Nonoperating Income Taxes (4110)*		0	10
Other Accrued Liabilities (4120)*	4,136	14,816	11
Other Current Liabilities (4130)*		0	12
TOTAL CURRENT LIABILITIES*	93,193	259,883	
LONG-TERM DEBT			
Funded Debt (4210)*	1,208,989	1,255,594	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*	1,208,989	1,255,594	
OTHER LIABILITIES AND DEFERRED CREDITS			
Other Long-Term Liabilities (4310)*		0	20
Unamortized Operating ITC--Net (4320)*		0	21
Unamortized Nonoperating ITC--Net (4330)*		0	22
Net Noncurrent Deferred Operating Income Taxes (4340)*	132,174	157,924	23
Net Deferred Tax Liability Adjustments (4341)*	0	0	24
Net Noncurrent Deferred Nonoperating Income Taxes (4350)*		(1,656)	25
Other Deferred Credits (4360)*		181	26
Deferred Tax Regulatory Liability (4361)*	181	0	27
TOTAL OTHER LIABILITIES AND DEFERRED CREDITS*	132,355	156,449	
STOCKHOLDERS' EQUITY			
Capital Stock (4510)*	29,200	29,200	28
Additional Paid-in Capital (4520)*		0	29
Treasury Stock (4530)*	0	0	30
Other Capital (4540)*		277	31
Retained Earnings (4550)*	707,296	732,070	32
TOTAL STOCKHOLDERS' EQUITY*	736,496	761,547	
TOTAL LIABILITIES AND OTHER CREDITS*	2,171,033	2,433,473	

STATEMENT OF CASH FLOWS

Item (a)	Amount (b)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net Income	122,950	1
Adjustments to Reconcile Net Income to Net Cash Provided by Operating Activities:		
Depreciation and amortization	249,236	2
Interest during construction	(16)	3
Changes in assets and liabilities:		
Current assets (net)	72,268	4
Other noncurrent assets	(187)	5
Other current liabilities	(161,166)	6
Other liabilities and deferred credits	(24,094)	7
Other (specify):		
TOTAL ADJUSTMENTS	136,041	
NET CASH PROVIDED BY OPERATING ACTIVITIES (NET INCOME & ADJUST.)	258,991	
CASH FLOWS FROM INVESTING ACTIVITIES		
Capital Expenditures:		
Changes in plant (net)	(37,372)	8
Investments in affiliated companies	0	9
Nonoperating Investments	2,777	10
Other (specify):		
NET CASH USING IN INVESTING ACTIVITIES	(34,595)	
CASH FLOWS FROM FINANCING ACTIVITIES		
Change in capital lease obligations (net)	0	11
Change in long-term debt (net)	(51,949)	12
Net changes in stockholder equity other than retained earnings	(277)	13
Change in short term borrowing (net)	0	14
Dividends paid	(148,000)	15
Miscellaneous debits/credits to retained earnings	276	16
Other (specify):		
Net Cash Provided by Financing Activities	(199,950)	
NET INCREASE IN CASH AND CASH EQUIVALENTS	24,446	
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.

Fairwater-Brandon-Alto Telephone Company Changed its Name to Century Telephone of Fairwater-Brandon-Alto, Inc. on January 17, 1997. The Parent Company, PECOCO, Inc., Became a Wholly-Owned Subsidiary of Century Telephone Enterprises, Inc. on January 17, 1997.

Payphone Assets were Deregulated and Transferred at Net Book Value.

AFFILIATE ABBREVIATIONS

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

Name of Affiliate (a)	Abbreviations (b)	
Century Business Communications, Inc.	CBC	1
Century Service Group, Inc.	CSG	2
Century Supply Group, Inc.	CSPG	3
Century Telephone Enterprises, Inc.	CTE	4
Century Telephone of Southern Wisconsin, Inc.	CTSW	5

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	1910-AT-000106	1910-AT-000104	1910-AT-000105	1910-AT-000103	
Name of Affiliate	CBC	CSG	CSPG	CTE	1
Designate whether billed to or from:	FROM	FROM	FROM	FROM	2
Cost Based (C), Market Price (M), Prevailing Price (P), Tariff (T), Other (O)	M	C	C	C	3
Revenues					4
Expenses:					
Plant Specific Operations Expense		29,144	3,506		5
Plant Nonspecific Operations Expense		56,116			6
Customer Operations Expense	1,387	48,803			7
Corporate Operations Expense		88,857		20,716	8
Total Operating Expenses	1,387	222,920	3,506	20,716	9
Other:					
Plant Accounts		5,534	1,753		10
Accumulated Depreciation					11
Accumulated Amortization					12
Clearing					13
All Other	910	13,786	1,722		14
Total	2,297	242,240	6,981	20,716	15
Percent of affiliate's business billed to all affiliated regulated utilities	47.00				16
If cost based, rate of return on equity or markup incorporated in billings		10.00	20.00	10.00	17
Footnotes					

AFFILIATED INTEREST TRANSACTIONS

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

Particulars (a)	(b)	(c)	(d)	(e)		
Docket	1910-AT-000107					
Name of Affiliate	CTSW					1
Designate whether billed to or from:	FROM					2
Cost Based (C), Market Price (M), Prevailing Price (P), Tariff (T), Other (O)	C					3
Revenues						4
Expenses:						
Plant Specific Operations Expense	68,963					5
Plant Nonspecific Operations Expense	5,669					6
Customer Operations Expense	29,353					7
Corporate Operations Expense	99					8
Total Operating Expenses	104,084	0	0	0		9
Other:						
Plant Accounts	4,523					10
Accumulated Depreciation						11
Accumulated Amortization						12
Clearing						13
All Other	10,904					14
Total	119,511	0	0	0		15
Percent of affiliate's business billed to all affiliated regulated utilities						16
If cost based, rate of return on equity or markup incorporated in billings	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)
--------------------------	--------------------------	-----------------------

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	4,490	1
Uncollectibles written off during the year	21,742	2
Net write offs during the year	17,252	

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	0	1
Other:		
Total Investments in Nonaffiliated Companies	0	

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)	
<hr/>		
Total Net Investment and Inventory (Accts. 1406.10, 1406.11, and 1406.12):		
Customer Premise Equipment	405	1

DEFERRED MAINTENANCE AND RETIREMENTS (ACCT. 1438)

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

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

TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B

Plant Account (a)	Account (b)	Balance FOY (c)	Additions (d)	
GENERAL SUPPORT ASSETS				
Land	2111	21,863		1
Motor Vehicles	2112	55,581		2 A
Aircraft	2113			3
Special Purpose Vehicles	2114			4
Garage Work Equipment	2115			5
Other Work Equipment	2116	42,092		6 A
Buildings	2121	595,039		7
Furniture	2122	23,634		8 A
Office Equipment	2123	12,909	0	9 A
General Purpose Computers	2124	47,518		10
TOTAL--GENERAL SUPPORT ASSETS:		798,636	0	
CENTRAL OFFICE ASSETS				
Analog Electronic Switching	2211			11
Digital Electronic Switching	2212	934,056	6,410	12 B
Electro-Mechanical Switching	2215	0	0	13
Operator Systems	2220			14
Radio Systems	2231	0	0	15
Circuit Equipment	2232	43,579	4,175	16 B
TOTAL--CENTRAL OFFICE ASSETS:		977,635	10,585	
INFORMATION ORIGATION/TERMINATION ASSETS				
Station Apparatus	2311	366		17
Customer Premises Wiring	2321			18
Large Private Branch Exchanges	2341			19
Public Telephone Terminal Equipment	2351	11,936		20 J
Other Terminal Equipment	2362			21
TOTAL--INFORMATION ORIG/TERM ASSETS:		12,302	0	
CABLE WIRE FACILITIES ASSETS				
Poles	2411			22
Aerial Cable	2421	317	0	23 B
Underground Cable	2422	0	0	24
Buried Cable	2423	1,595,510	18,095	25
Submarine Cable	2424	0	0	26
Deep Sea Cable	2425			27
Intrabuilding Network Cable	2426	0	0	28
Aerial Wire	2431			29
Conduit Systems	2441			30
TOTAL--CABLE WIRE FACILITIES ASSETS:		1,595,827	18,095	
AMORTIZABLE ASSETS				
Capital Leases	2681			31

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

Account (e)	Retirements (f)	Transfers / Adjustments (g)	Balance EOY (h)	
2111			21,863	1
2112		(27,072)	28,509	2 A
2113			0	3
2114			0	4
2115			0	5
2116	6,819	(22,063)	13,210	6 A
2121			595,039	7
2122	16,297	(1,942)	5,395	8 A
2123	0	7,665	20,574	9 A
2124			47,518	10
	23,116	(43,412)	732,108	
2211			0	11
2212	8,379	(89,193)	842,894	12 B
2215	0	0	0	13
2220			0	14
2231	0	0	0	15
2232	17,979	89,193	118,968	16 B
	26,358	0	961,862	
2311			366	17
2321			0	18
2341			0	19
2351		(11,936)	0	20 J
2362			0	21
	0	(11,936)	366	
2411			0	22
2421	0	(317)	0	23 B
2422	0	0	0	24
2423	0	0	1,613,605	25
2424	0	0	0	26
2425			0	27
2426	0	0	0	28
2431			0	29
2441			0	30
	0	(317)	1,613,605	
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		32
Intangibles	2690		33
TOTAL--AMORTIZABLE ASSETS:		0	0
TOTAL TELECOM. PLANT IN SERVICE	2001	3,384,400	28,680
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	
	49,474	(55,665)	3,307,941	
2001			240	34
			3,307,701	

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			1 A
Company Communications Equipment	2123.2	12,909		2
Software	2212.1	117,627		3
Digital Switching - Central Office	2212.2	816,429	6,410	4 B
Digital Switching - Remote	2212.3			5
Step by Step Switching	2215.1			6
Crossbar Switching	2215.2			7
Satellite and Earth Station Facilities	2231.1			8
Other Radio Facilities	2231.2			9
Digital Circuit Equipment	2232.1	43,579	4,175	10 B
Analog Circuit Equipment	2232.2			11
Light Wave Circuit Equipment	2232.3			12
Aerial Cable - Nonmetallic	2421.1			13
Aerial Cable - Metallic	2421.2	317		14 B
Underground Cable - Nonmetallic	2422.1			15
Underground Cable - Metallic	2422.2			16
Buried Cable - Nonmetallic	2423.1			17
Buried Cable - Metallic	2423.2	1,595,510	18,095	18
Submarine Cable - Nonmetallic	2424.1			19
Submarine Cable - Metallic	2424.2			20
Intrabuilding Cable - Nonmetallic	2426.1			21
Intrabuilding Cable - Metallic	2426.2			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		7,665	7,665	1 A
2123.2			12,909	2
2212.1			117,627	3
2212.2	8,379	(89,193)	725,267	4 B
2212.3			0	5
2215.1			0	6
2215.2			0	7
2231.1			0	8
2231.2			0	9
2232.1	17,979	89,193	118,968	10 B
2232.2			0	11
2232.3			0	12
2421.1			0	13
2421.2		(317)	0	14 B
2422.1			0	15
2422.2			0	16
2423.1			0	17
2423.2			1,613,605	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	42,032	18.0	7,131	1K
Aircraft	2113				2
Special Purpose Vehicles	2114				3
Garage Work Equipment	2115				4
Other Work Equipment	2116	42,092	10.0		5K
Buildings	2121	201,077	3.33	19,993	6
Furniture	2122	23,635	7.14		7K
Office Equipment	2123	12,909	16.67		8K
General Purpose Computers	2124	47,519	33.33		9U
Total-- GENERAL SUPPORT ASSETS		369,264		27,124	0
CENTRAL OFFICE ASSETS					
Analog Electronic Switching	2211				10
Digital Electronic Switching	2212	562,222	13.4	134,160	11L
Electro-Mechanical Switching	2215				12
Operator Systems	2220				13
Radio Systems	2231				14
Circuit Equipment	2232	30,650	9.5	4,814	15L
Total-- CENTRAL OFFICE ASSETS		592,872		138,974	0
INFORMATION ORIG/TERM ASSETS					
Station Apparatus	2311	366	9.09		16
Customer Premises Wiring	2321				17
Large Private Branch Exchanges	2341				18
Public Telephone Terminal Equipment	2351	11,913	12.5	47	19J
Other Terminal Equipment	2362				20
Total-- INFORMATION ORIG/TERM ASSETS		12,279		47	0
CABLE WIRE FACILITIES ASSETS					
Poles	2411				21
Aerial Cable	2421	24	5.0	13	22L
Underground Cable	2422				23
Buried Cable	2423	947,738	5.0	83,078	24
Submarine Cable	2424				25
Deep Sea Cable	2425				26
Intrabuilding Network Cable	2426				27
Aerial Wire	2431				28

ACCUMULATED DEPRECIATION CLASS A & B (cont.)

Acct (g)	Retired (h)	Cost of Removal (i)	Salvage (j)	Other (k)	Balance EOY (l)	
2112				(25,077)	24,086	1 K
2113					0	2
2114					0	3
2115					0	4
2116	6,819			(22,063)	13,210	5 K
2121					221,070	6
2122	16,297			(1,944)	5,394	7 K
2123	0			7,665	20,574	8 K
2124					47,519	9 U
	23,116	0	0	(41,419)	331,853	
2211					0	10
2212	8,379			(100,033)	587,970	11 L
2215	0				0	12
2220					0	13
2231	0				0	14
2232	17,979		1,450	100,033	118,968	15 L
	26,358	0	1,450	0	706,938	
2311					366	16
2321					0	17
2341					0	18
2351				(11,960)	0	19 J
2362					0	20
	0	0	0	(11,960)	366	
2411					0	21
2421	0			(37)	0	22 L
2422	0				0	23
2423	0				1,030,816	24
2424	0				0	25
2425					0	26
2426	0				0	27
2431					0	28

ACCUMULATED DEPRECIATION CLASS A & B

Primary Plant Account (a)	Acct (b)	Balance FOY (c)	Depr Rate (d)	Annual Accrual (e)	Additional Accrual (f)
CABLE WIRE FACILITIES ASSETS					
Conduit Systems	2441				29
Total-- CABLE WIRE FACILITIES ASSETS		947,762		83,091	0
Total Accumulated Depreciation	3100	1,922,177		249,236	0
Less: Allocation to Nonregulated Activity - Columns e, f and I	3100			8	0 30
Net Regulated Total Accum Depreciation - 3100 Columns e, f and I				249,228	0

ACCUMULATED DEPRECIATION CLASS A & B (cont.)

Acct (g)	Retired (h)	Cost of Removal (i)	Salvage (j)	Other (k)	Balance EOY (l)	
2441					0	29
	0	0	0	(37)	1,030,816	
3100	49,474	0	1,450	(53,416)	2,069,973	
3100					109	30
3100					2,069,864	

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		9.09		1 K
Company Communications Equipment	2123.2	12,909	16.67		2
Software	2212.1	93,557	33.33	24,070	3
Digital Switching - Central Office	2212.2	468,665	13.4	110,090	4 L
Digital Switching - Remote	2212.3				5
Step by Step Switching	2215.1				6
Crossbar Switching	2215.2				7
Satellite and Earth Station Facilities	2231.1				8
Other Radio Facilities	2231.2				9
Digital Circuit Equipment	2232.1	30,650	9.5	4,814	10 L
Analog Circuit Equipment	2232.2				11
Light Wave Circuit Equipment	2232.3				12
Aerial Cable - Nonmetallic	2421.1				13
Aerial Cable - Metallic	2421.2	24	5.0	13	14 L
Underground Cable - Nonmetallic	2422.1				15
Underground Cable - Metallic	2422.2				16
Buried Cable - Nonmetallic	2423.1				17
Buried Cable - Metallic	2423.2	947,738	5.0	83,078	18
Submarine Cable - Nonmetallic	2424.1				19
Submarine Cable - Metallic	2424.2				20
Intrabuilding Cable - Nonmetallic	2426.1				21
Intrabuilding Cable - Metallic	2426.2				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				7,665	7,665	1 K
2123.2					12,909	2
2212.1					117,627	3
2212.2	8,379			(100,033)	470,343	4 L
2212.3					0	5
2215.1					0	6
2215.2					0	7
2231.1					0	8
2231.2					0	9
2232.1	17,979		1,450	100,033	118,968	10 L
2232.2					0	11
2232.3					0	12
2421.1					0	13
2421.2				(37)	0	14 L
2422.1					0	15
2422.2					0	16
2423.1					0	17
2423.2					1,030,816	18
2424.1					0	19
2424.2					0	20
2426.1					0	21
2426.2					0	22

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

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

Particulars (a)	Balance FOY (b)	
PROPERTY RELATED		
Other Current Assets (1350)		1
Other Noncurrent Assets (1410)		2
Deferred Tax Regulatory Asset (1437)		3
Net Current Deferred Operating Income Taxes (4100)		4
Net Noncurrent Deferred Operating Income Taxes (4340)	(162,682)	5 w
Net Deferred Tax Liability Adjustments (4341)		6
Deferred Tax Regulatory Liability (4361)		7 w
Net Property Related Deferred Operating Income Taxes	(162,682)	
Less: Allocation to Nonregulated Activity		8
Net Regulated Total Property Related Deferred Operating Income Taxes	(162,682)	
NONPROPERTY RELATED		
Other Current Assets (1350)		9
Other Noncurrent Assets (1410)		10
Deferred Tax Regulatory Asset (1437)		11
Net Current Deferred Operating Income Taxes (4100)		12
Net Noncurrent Deferred Operating Income Taxes (4340)	4,758	13 w
Net Deferred Tax Liability Adjustments (4341)		14
Deferred Tax Regulatory Liability (4361)		15
Total Nonproperty Related Deferred Operating Income Taxes	4,758	

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	24,094		6,414	(132,174)	5 w
				0	6
			(181)	(181)	7 w
	24,094	0	6,233	(132,355)	
				0	8
	24,094	0	6,233	(132,355)	
7250				0	9
7250				0	10
				0	11
7250				0	12
7250			(4,758)	0	13 w
				0	14
				0	15
	0	0	(4,758)	0	

NOTES PAYABLE (ACCT. 4020)

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

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

LONG-TERM DEBT

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

Description of Debt (a)	Specific or Range of Stated Dates of Issue (b)	Specific or Range of Stated Dates of Maturity (c)	Specific or Range of Interest Rates (d)	(e)
Funded Debt (Account 4210):				
REA Notes	09/10/1975-07/07/1986	09/10/2010-07/07/2021	5.0000	1
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)				
5.0000			1,208,989	46,592	1,255,581	1
	0	0	1,208,989	46,592	1,255,581	

CAPITAL STOCK ACCOUNTS AT END OF YEAR

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

Class and Series (a)	Shares Authorized by Charter (b)	Par Value per Share (c)	Call Price End of Year (d)
COMMON STOCK:			
Common	2,000	25.00	1
TOTAL COMMON STOCK	2,000		
TOTAL	<u>2,000</u>		

CAPITAL STOCK ACCOUNTS AT END OF YEAR (cont.)

	Acct. 4510 - Capital Stock		Acct. 4530 - Treasury Stock		
	Shares (e)	Amount (f)	Shares (g)	Amount (h)	
COMMON STOCK:					
Common	1,168	29,200			1
	1,168	29,200	0	0	
TOTAL	<u>1,168</u>	<u>29,200</u>	<u>0</u>	<u>0</u>	

RETAINED EARNINGS (ACCT. 4550)

Particulars (a)	This Year (b)	Last Year (c)	
Balance-First of Year	732,070	827,548	1
Changes:			
Balance Transferred from Income	122,950	103,666	2
Dividends Declared:			
Common	148,000	199,144	3
Preferred			4
Total Dividends Declared	148,000	199,144	
Miscellaneous Debits to Retained Earnings			5
Miscellaneous Credits to Retained Earnings	276		6
Balance--End of Year	<u>707,296</u>	<u>732,070</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)	64,982	16,226	70,506	1
Nonoperating Taxes (Accts. 7410 - 7450)				2
Extraordinary Items (Accts. 7630 & 7640)				3
Nonregulated Net Income (Acct. 7990)			(4,301)	4
Clearing Accounts				5
Construction				6
Payroll Taxes: FICA				7
Payroll Taxes: State Unemployment				8
Payroll Taxes: Federal Unemployment				9
Other (specify):				
TOTAL	<u><u>64,982</u></u>	<u><u>16,226</u></u>	<u><u>66,205</u></u>	

DISTRIBUTION OF TAXES (cont.)

PSC Remainder Assessment (e)	Local Property Tax (f)	State & Local Taxes Other than Wisconsin (g)	Other Taxes (h)	Payroll Taxes (i)	Total (j)	
1,666			300		153,680	1
					0	2
					0	3
					(4,301)	4
					0	5
					0	6
					0	7
					0	8
					0	9
1,666	0	0	300	0	149,379	

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)*		546,459	1
Basic Area Revenue (5001)	473,536		2 M
Optional Extended Area Revenue (5002)			3
Cellular Mobile Revenue (5003)			4
Other Mobile Services Revenue (5004)			5
Public Telephone Revenue (5010)	(27)		6
Local Private Line Revenue (5040)	297		7
Customer Premises Revenue (5050)			8
Other Local Exchange Revenue (5060)	82,990		9 N
Other Local Exchange Revenue Settlements (5069)			10
TOTAL BASIC LOCAL SERVICE REVENUE (5000)	556,796	546,459	
NETWORK INTERSTATE ACCESS SERVICES REV.			
End User Revenue (5081)*	59,028	54,271	11
Switched Access Revenue (5082)*	194,774	282,509	12 O
Special Access Revenue (5083)*	9,464	5,730	13
TOTAL INTERSTATE ACCESS REVENUES (5080)	263,266	342,510	
NETWORK INTRASTATE ACCESS SERVICES REV.			
End User Revenue (5084.1)*		0	14
Switched Access Revenue (5084.2)*	196,196	215,294	15
Special Access Revenue (5084.3)*	26,764	25,163	16
TOTAL INTRASTATE ACCESS REVENUES (5084)	222,960	240,457	
LONG DISTANCE NETWORK SERVICES MESSAGE REV.			
Long Distance Message Revenue (5100)*		0	17
Long Distance Inward-Only Revenue (5111)			18
Long Distance Outward-Only Revenue (5112)			19
Unidirectional Long Distance Revenue (5110)	0	0	
Long Distance Private Network Revenues			
Subvoice Grade Revenue (5121)			20
Voice Grade Revenue (5122)			21
Audio Program Grade Revenue (5123)			22
Video Program Grade Revenue (5124)			23
Digital Transmission Revenue (5125)			24
Switching Revenue (5126)			25
Other Revenue (5128)			26
Other Revenue Settlements (5129)			27
Total Long Distance Private Network Revenue	0	0	
Other Long Distance Revenue (5160)	3,512		28
Other Long Distance Revenue Settlements (5169)			29
TOTAL LONG DISTANCE NET. SERVICES MESSAGE REV.	3,512	0	

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

Particulars (a)	This Year (b)	Last Year (c)	
MISCELLANEOUS REVENUES			
Directory Revenue (5230)*	40,086	19,645	30 P
Rent Revenue (5240)*	(1)	12	31
Corporate Operations Revenue (5250)*		228	32
Miscellaneous:			
Miscellaneous Revenue (5260)*		12,678	33
Special Billing Arrangements Revenue (5261)	7,924		34 Q
Customer Operations Revenue (5262)	2,324		35
Plant Operations Revenue (5263)			36
Other Incidental Regulated Revenue (5264)	733		37
Other Revenue Settlements (5269)	12		38
Total Miscellaneous Revenue (5260)	10,993	12,678	
Interstate Billing and Collection Revenue*	10,549	15,192	39
Intrastate Billing and Collection Revenue*	29,952	40,256	40 R
Total Carrier Billing and Collection Revenue (5270)*	40,501	55,448	
Nonregulated Operating Revenue (5280)**			41
TOTAL MISCELLANEOUS REVENUES	91,579	88,011	
GROSS OPERATING REVENUES	1,138,113	1,217,437	
UNCOLLECTIBLE REVENUES			
Uncollectible Revenue (5300)*		1,167	42
Uncollectible Revenue--Telecommunications (5301)	11,670		43 S
Uncollectible Revenue--Other (5302)			44
TOTAL UNCOLLECTIBLE REVENUE (5300)	11,670	1,167	
TOTAL OPERATING REVENUES	<u>1,126,443</u>	<u>1,216,270</u>	

** 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)	6,121	0		1
Less: Nonregulated		0		2 C
Net Regulated	6,121	0	0	3
Total General Support Expense (6120)	51,863	60,252		4
Less: Nonregulated		0		5
Net Regulated	51,863	60,252	0	6
Total Central Office Switching Expense (6210)	70,844	48,957		7
Less: Nonregulated		0		8 D
Net Regulated	70,844	48,957	0	9
Total Operator Systems Expense (6220)		0		10
Less: Nonregulated		0		11
Net Regulated	0	0	0	12
Total Central Office Transmission Expenses (6230)	531	520		13
Less: Nonregulated		0		14
Net Regulated	531	520	0	15
Total Information Orig. / Term. Expense (6310)	1,204	389		16
Less: Nonregulated		0		17
Net Regulated	1,204	389	0	18
Total Cable and Wire Fac. Expense (6410)	42,227	57,906		19
Less: Nonregulated		0		20 E
Net Regulated	42,227	57,906	0	21
TOTAL PLANT SPECIFIC OPERATIONS EXPENSE	172,790	168,024	0	
Less: Nonregulated	0	0	0	
Net Regulated	172,790	168,024	0	
PLANT NONSPECIFIC OPERATIONS EXPENSE				
Total Other Property, Plant and Equip. Exp. (6510)	0	1,341	0	22
Less: Nonregulated		0		23
Net Regulated	0	1,341	0	24
Total Network Operations Expense (6530)	20,216	70,633		25
Less: Nonregulated		0		26 F
Net Regulated	20,216	70,633	0	27
Access Expense (6540)		0		28
Less: Nonregulated		0		29
Net Regulated	0	0	0	30
Total Depreciation and Amortization Expense (6560)	279,065	249,236		31
Less: Nonregulated		0		32
Net Regulated	279,065	249,236		33
TOTAL PLANT NONSPECIFIC OPERATIONS EXP.	299,281	321,210	0	
Less: Nonregulated	0	0	0	
Net Regulated	299,281	321,210	0	

EXPENSE MATRIX - CLASS A & B (cont.)

Account (e)	Benefits (f)	Rents (g)	Other (h)	Clearances to (from) (i)	
6110					1
	0	0	0	0	2 C
6120			60,252		3
	0	0	60,252	0	4
6210			48,957		5
	0	0	48,957	0	6
6220					7
	0	0	0	0	8 D
6230			520		9
	0	0	520	0	10
6310			389		11
	0	0	389	0	12
6410			57,906		13
	0	0	57,906	0	14
	0	0	168,024	0	15
	0	0	0	0	16
	0	0	168,024	0	17
6510	0	0	1,341	0	18
	0	0	1,341	0	19
6530			70,633		20 E
	0	0	70,633	0	21
6540					22
	0	0	0	0	23
6560			249,236		24
			249,236		25
	0	0	321,210	0	26 F
	0	0	0	0	27
	0	0	321,210	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)	22,223	14,798	34
Less: Nonregulated		0	35 G
Net Regulated	22,223	14,798	0 36
Total Services (6620)	69,835	112,063	37
Less: Nonregulated		0	38 H
Net Regulated	69,835	112,063	0 39
TOTAL CUSTOMER OPERATIONS EXPENSE	92,058	126,861	0
Less: Nonregulated	0	0	0
Net Regulated	92,058	126,861	0
CORPORATE OPERATIONS EXPENSE			
Total Exec. and Planning (6710)	207,118	30,804	40
Less: Nonregulated		0	41 I
Net Regulated	207,118	30,804	0 42
Total General and Administrative (6720)	193,799	156,714	43
Less: Nonregulated		0	44
Net Regulated	193,799	156,714	0 45
Provision for Uncollectible Notes Receiv. (6790)		0	46
Less: Nonregulated		0	47
Net Regulated	0	0	48
TOTAL CORPORATE OPERATIONS EXPENSE	400,917	187,518	0
Less: Nonregulated	0	0	0
Net Regulated	400,917	187,518	0
TOTAL EXPENSES	965,046	803,613	0
Less: Nonregulated	0	0	0
Net Regulated	965,046	803,613	0

EXPENSE MATRIX - CLASS A & B (cont.)

Account (e)	Benefits (f)	Rents (g)	Other (h)	Clearances to (from) (i)	
6610			14,798		34
	0	0	14,798	0	35 G 36
6620			112,063		37
	0		112,063	0	38 H 39
	0	0	126,861	0	
	0	0	0	0	
	0	0	126,861	0	
6710			30,804		40
	0		30,804	0	41 I 42
6720			156,714		43
	0		156,714	0	44 45
6790					46
			0		47 48
	0	0	187,518	0	
	0	0	0	0	
	0	0	187,518	0	
	0	0	803,613	0	
	0	0	0	0	
	0	0	803,613	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)		1,341		2
Total: Reported in Account 6510	0	1,341	0	
Depreciat. Exp.--Tele. Plant in Service (6561)	279,065	249,236		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
Total: Reported in Account 6560	279,065	249,236		

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

Account (e)	Benefits (f)	Rents (g)	Other (h)	Clearances to (from) (i)	
6511					1
6512			1,341		2
	0		1,341	0	
6561			249,236		3
6562					4
6563					5
6564					6
6565					7
			249,236		

CALCULATION OF ASSESSABLE REVENUES FOR REMAINDER AND TELEPHONE RELAY ASSESSMENT PURPOSES

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

Description (a)	This Year (b)	
Gross Operating Revenues	1,138,113	1
Plus: Collection of amounts previously written off	4,490	2
Less: Uncollectibles written off during the year	21,742	3
Plus: Total Other Operating Income and (Expense) (7100)	0	4
Less: Nonregulated Operating Revenue (included Gross Oper. Rev. on Line 1)		5
Plus: Nonregulated Uncollectible Revenue (included in Gross Oper. Rev. on Line 1)		6
Less: Out-of-State Operating Revenues (included in Gross Oper. Rev. on Line 1)		7
Plus (or Less) Other (please specify): NONE	0	8
Assessable Revenues for Remainder, Department of Justice, and Telephone Relay Assessment Purposes	1,120,861	

CALCULATION OF ASSESSABLE REVENUES FOR UNIVERSAL SERVICE FUND ASSESSMENT PURPOSES

Description (a)	This Year (b)	
Total Basic Local Service Revenue (5000)	556,796	1
Plus: Total Intrastate Access Revenues (5084)	222,960	2
Plus: Total Long Distance Network Services Revenue	3,512	3
Less: Out-of-State Operating Revenues (included in the above lines)		4
Plus (or Less) Other (please specify): NONE	0	5
Assessable Revenues for Universal Service Fund Assessment Purposes	783,268	

CALCULATION OF ASSESSABLE REVENUES FOR REMAINDER AND TELEPHONE RELAY ASSESSMENT PURPOSES

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

Description (a)	This Year (b)	
Gross Operating Revenues	1,138,113	1
Plus: Collection of amounts previously written off	4,490	2
Less: Uncollectibles written off during the year	21,742	3
Plus: Total Other Operating Income and (Expense) (7100)	0	4
Less: Nonregulated Operating Revenue (included Gross Oper. Rev. on Line 1)		5
Plus: Nonregulated Uncollectible Revenue (included in Gross Oper. Rev. on Line 1)		6
Less: Out-of-State Operating Revenues (included in Gross Oper. Rev. on Line 1)		7
Plus (or Less) Other (please specify): NONE	0	8
Assessable Revenues for Remainder and Telephone Relay Assessment Purposes	<u>1,120,861</u>	

CALCULATION OF ASSESSABLE REVENUES FOR UNIVERSAL SERVICE FUND ASSESSMENT PURPOSES

Description (a)	This Year (b)	
Total Basic Local Service Revenue (5000)	556,796	1
Plus: Total Intrastate Access Revenues (5084)	222,960	2
Plus: Total Long Distance Network Services Revenue	3,512	3
Less: Out-of-State Operating Revenues (included in the above lines)		4
Plus (or Less) Other (please specify): NONE	0	5
Assessable Revenues for Universal Service Fund Assessment Purposes	<u>783,268</u>	

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

Particulars (a)	This Year (b)	Last Year (c)	
OTHER OPERATING INCOME AND EXPENSE			
Income from Custom Work (7110)*			1
Return from Nonregulated Use of Regulated Facilities (7130)*			2
Gains and (Losses) from Foreign Exchange (7140)			3
Gains or (Losses) from the Disposition of Land and Artworks (7150)			4
Other Operating Gains and (Losses) (7160)*		1,546	5
TOTAL OTHER OPERATING INCOME AND (EXPENSE) (7100)*	0	1,546	
OPERATING TAXES			
Operating Investment Tax Credits--Net (7210)*		(3,773)	6
Operating Federal Income Taxes (7220)*	89,858	45,805	7
Operating State and Local Income Taxes (7230)*	20,968	14,473	8
Operating Other Taxes (7240)*	66,948	74,429	9
Provision for Deferred Operating Income Taxes--Net (7250)*	(24,094)	(9,465)	10
TOTAL OPERATING TAXES (7200)*	153,680	121,469	
NONOPERATING INCOME AND EXPENSE			
Dividend Income (7310)*			11
Interest Income (7320)*	28,807	25,978	12
Income from Sinking and Other Funds (7330)*			13
Allowance for Funds Used During Construction (7340)*	16		14
Gains or (Losses) from the Disposition of Certain Property (7350)*			15
Other Nonoperating Income (7360)*	(3)	279	16
Special Charges (7370)*	91	619	17
TOTAL NONOPERATING INCOME AND EXPENSE (7300)*	28,729	25,638	
NONOPERATING TAXES			
Nonoperating Investment Tax Credits--Net (7410)*	0	0	18
Nonoperating Federal Income Taxes (7420)*	0	(8,496)	19
Nonoperating State and Local Income Taxes (7430)*	0	41	20
Nonoperating Other Taxes (7440)*	0	0	21
Provision for Deferred Nonoperating Income Taxes-Net (7450)*	0	0	22
TOTAL NONOPERATING TAXES (7400)*	0	(8,455)	
INTEREST AND RELATED ITEMS			
Interest on Funded Debt (7510)*	63,893	66,295	23
Interest Expense--Capital Leases (7520)*		0	24
Amortization of Debt Issuance Expense (7530)*	90	90	25
Other Interest Deductions (7540)*	1,904	0	26
TOTAL INTEREST AND RELATED ITEMS (7500)*	65,887	66,385	
EXTRAORDINARY ITEMS			
Extraordinary Items (7600)*		0	27
Extraordinary Income Credits (7610)	0	0	28
Extraordinary Income Charges (7620)	0	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)*	(9,042)	4,657	32

NONREGULATED NET INCOME (ACCT. 7990)

Particulars (a)	Amount (b)	
Revenues (Acct. 7990.1)		
Gross Sales	21,014	1
Less: Cost of Goods Sold	19,229	2
Net Sales	1,785	3
Expenses (Acct. 7990.2)	10,827	4
Nonregulated Net Income	<u><u>(9,042)</u></u>	5

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

Lease, Sale. and Repair of Station Equipment and Premise Wiring.

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	0	1
Nonregulated Expense	0	2
Plant Accounts	0	3
Accumulated Depreciation Accounts	0	4
All Other Accounts	0	5
Total Salaries and Wages	0	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	1.00		0	1
Supervision and Other Management			0	2
Other Employees	4.00		0	3
Total	5.00	.00	0	

DISTRIBUTION OF SALARIES AND WAGES

Description (a)	Amount (b)	
Regulated Expense	0	1
Nonregulated Expense	0	2
Plant Accounts	0	3
Accumulated Depreciation Accounts	0	4
All Other Accounts	0	5
Total Salaries and Wages	0	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	1.00		0	1
Supervision and Other Management			0	2
Other Employees	4.00		0	3
Total	5.00	.00	0	

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	115	622	1
Extended Area Service			2
Extended Community Calling	58	224	3
Other Local-Undefined			4
Total Local	173	846	
TOLL			
Operator Handled: State--intraLATA			5
Operator Handled: State--interLATA		1	6
Operator Handled: Interstate		1	7
Customer Dialed: State--intraLATA	11	38	8
Customer Dialed: State--interLATA	22	70	9
Customer Dialed: Interstate	13	45	10
WATS			11
Other Toll-Undefined	26	106	12
Total Toll	72	261	
Total Local & Toll	245	1,107	

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.	4	4			2
Feature Group B -- Orig.					3
Feature Group B -- Term.	27				4
Feature Group C -- Orig.			542		5
Feature Group C -- Term.			415		6
Feature Group D -- Orig.	1,039	1,040	78		7
Feature Group D -- Term.	1,093	672	6		8

OUTSIDE PLANT STATISTICS AT END OF YEAR

Description of Item (a)	Amount (b)	
Sheath miles of plant - aerial	0	1
Sheath miles of plant - buried	162	2
Sheath miles of plant - fiber optics	0	3
Strand miles of plant - fiber optics	0	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	0	5	1
56 kbps	1	3	2
64 kbps (DS0)	0	0	3
1.54 Mbps (DS-1)	1	2	4
45 Mbps (DS-3)	0	0	5
SONET OC-1			6
SONET OC-3			7
SONET OC-12			8
SONET OC-48			9
SONET OC-192			10

OUTSIDE PLANT STATISTICS AT END OF YEAR

Description of Item (a)	Amount (b)	
Sheath miles of plant - aerial	0	1
Sheath miles of plant - buried	162	2
Sheath miles of plant - fiber optics	0	3
Strand miles of plant - fiber optics	0	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	0	5	1
56 kbps	1	3	2
64 kbps (DS0)	0	0	3
1.54 Mbps (DS-1)	1	2	4
45 Mbps (DS-3)	0	0	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	130	128	3
2 Party	0		4
4 Party	0		5
PBX Trunks/System Trunks	0		6
Centrex Trunks	0		7
Centrex Lines	16	19	8
Key System Trunks	40	39	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	0	10	14
Independent Pay Telephone Provider	0	2	15
Pay Stations - Public	5		16
- Semi-Public	6		17
- Cust. Owned	1		18
Other	0		19
Total Business Lines	198	198	20
Residential (Incl. Emp. Concess.)			
1 Party	1,040	1,067	22
2 Party	0		23
4 Party	0		24
FX-Out (Switched)	0		25
Other	0		26
Total Residential Lines	1,040	1,067	27
Total Bus & Res Lines	1,238	1,265	28
Company Used Lines	36	49	29
Total Lines Used	1,274	1,314	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	0		3
WATS Lines - 800 Service	0		4
FX-In-intraLATA	9		5
Special Access-intraLATA			6
(expressed in equiv. access lines)	42	56	7
Special Access-interLATA			8
(expressed in equiv. access lines)	27	25	9
Feature Group A Lines	0		10
Feature Group B Trunks	0		11
Feature Group C Trunks	0		12
Feature Group D Trunks	72	24	13
TSPS - Trunks	7	7	14
EAS - Trunks	48	48	15
Cellular Trunks (Pub. Sw. Net.)	0		16
Video Distance Learning			17
- discounted (special tariff)	0		18
Customers			
Business - 2 Party Customers	0		20
Business - 4 Party Customers	0		21
Residential - 2 Party Customers	0		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
	2,585,764	2,575,833	27
Total Company Square Miles	73	73	28
Total Company Route Miles	266	159	29
Footnotes		v	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	0690				1
Business					2
1 Party	128				3
2 Party					4
4 Party					5
PBX Trunks/System Trunks					6
Centrex Trunks					7
Centrex Lines	19				8
Key System Trunks	39				9
Mobile (utility provided service)					10
Paging (utility provided service)					11
FX-Out (Switched)					12
Pay Telephone					13
Coin-Operated Pay Telephone	10				14
Independent Pay Telephone Provider	2				15
Pay Stations - Public					16
- Semi-Public					17
- Cust. Owned					18
Other					19
Total Business Lines	198	0	0	0	20
Residential (Incl. Emp. Concess.)					21
1 Party	1,067				22
2 Party					23
4 Party					24
FX-Out (Switched)					25
Other					26
Total Residential Lines	1,067	0	0	0	27
Total Bus & Res Lines	1,265	0	0	0	28
Company Used Lines	49				29
Total Lines Used	1,314	0	0	0	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	0690				1
Miscellaneous					2
WATS Lines - OutWATS					3
WATS Lines - 800 Service					4
FX-In-intraLATA					5
Special Access-intraLATA					6
(equiv. access lines)	56				7
Special Access-interLATA					8
(equiv. access lines)	25				9
Feature Group A Lines					10
Feature Group B Trunks					11
Feature Group C Trunks					12
Feature Group D Trunks	24				13
TSPS - Trunks	7				14
EAS - Trunks	48				15
Cellular Trunks (Pub. Sw. Net.)					16
Video Distance Learning					17
- discounted (special tariff)					18
Customers					19
Business - 2 Party Customers					20
Business - 4 Party Customers					21
Residential - 2 Party Customers					22
Residential - 4 Party Customers					23
Other					24
Exchange C.O., Info. Orig./Term., & Cable					25
Wire Fac. Assets (based on physical					26
location of plant)	2,575,833				27
Exchange Square Miles	73				28
Exchange Route Miles	159				29
Footnotes		v			30

MANUFACTURER ABBREVIATIONS

Use these abbreviations when completing the central office data schedule.

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

EQUIPMENT ABBREVIATIONS

Use these abbreviations when completing the central office data schedule.

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

MANUFACTURER ABBREVIATIONS

Use these abbreviations when completing the central office data schedule.

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

EQUIPMENT ABBREVIATIONS

Use these abbreviations when completing the central office data schedule.

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

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	BRANDON				1
PSCW Exchange ID	0690				2
Central Office Name	BRANDON				3
PSCW Central Office ID	1				4
Manufacturer of COE (Page 54)	SC				5
Year COE Installed	1987				6
Type of Equipment (Page 54)	D				7
(S)tandalone, (H)ost, (R)emote	S				8
Remote Host PSCW Exchange ID					9
Remote Host PSCW Central Office ID	0				10
COE Generic Software Release No.	19				11
SS7?	Yes				12
9-1-1?	Yes				13
Access Lines - In Use	1,274				14
- Equipped	1,398				15
- Wired	1,398				16
Trunks - In Use	79				17
- Equipped	240				18
- Wired	480				19
ISDN Available?	No				20
ISDN Lines - In Use (BRI)	0				21
- In Use (PRI)	0				22
Switched 56 Service?	No				23
Switched 56 lines in use	0				24
Digital Transmission Facilities: DS-1 - In Use	9				25
DS-3 - In Use	0				26
Advanced Data Service Available:					
Packet Switching?	No				27
SMDS?	No				28
Frame Relay?	No				29
ATM (Asynchronous Trans. Mode)?	No				30
Video Information - Service Available?	No				31
- In Use (# lines) ¹	0				32
Fiber Transmission Facilities:					
No. of fiber strands entering C.O.	0				33
No. of fiber strands working (LIT) in C.O.	0				34
No. of fiber strands for interoffice use	0				35
Miles of fiber sheath in wire center	0				36
Access Tandem Serving this C.O.:					
- C.O. Name	MILWAUKEE				37
- PSCW C.O. ID	3420-01				38
Does this C.O. do access tandem switching?	No				39
Equal Access: InterLATA (1+)?	Yes				40
Equal Access: IntraLATA (1+)?	No				41
Footnotes					42

¹ Teleco provided end-to-end facility.

GENERAL, SCHEDULE LEVEL AND SCHEDULE LINE FOOTNOTES

General Footnote

Schedule Footnotes

Net Deferred Operating Income Taxes (Acct. 1350, 1410, 1437, 4100, 4340, 4341 & 4361)
Footnote. Page 30

Schedule Line Footnotes

- A) Intercompany Transfer of Asset.
- B) Reclassification of Asset Accounts.
- C) Decrease Due to Accounting Changes, These Charges in 1997 Go Directly to a Specific Department and Allocated Out Based on the Department.
- D) Decrease Due to an Addition of SS7 and Application Software in 1996.
- E) Increase Due to Two Different Cost Allocation Systems Used.
- F) Increase Due to Two Different Cost Allocation Systems Used.
- G) Decrease Due to Telemarketing Training and Promotion in 1996.
- H) Increase due to Two Different Cost Allocation Systems Used. Also Booking Directory as Gross Revenue and Expense Instead of Net Revenue.
- I) Decrease Due to Two Different Cost Allocation Systems Used.
- J) Reclass Paystations to Deregulated Account.
- K) Intercompany Transfer of Reserve Account.
- L) Reclassification of Reserve Accounts.
- M) Reclass FOY from 5000 to 5001.
- N) Reclass FOY from 5000 to 5060.
- O) Decrease Due to No Prior Period Adjustments Recorded in 1997.
- P) Increase Due to Booking Gross Revenue Compared to Booking Net Revenue.
- Q) Reclass FOY From 5260 to 5261, 5262, 5264, and 5269.
- R) Decrease Due to Decline in B&C Services for AT&T Along With Reduced Rates With Ameritech.
- S) Increase Due to Actual Uncollectible Compared to Historical Information.
- T) Century Telephone of Fairwater-Brandon-Alto, Inc. was Reported as a Class A Company to be Consistent With All Other Century Companies in Wisconsin.
- U) Accumulated Reserve Balance Greater Than Plant Balance Due to Rounding.
- V) The Route Miles Do Not Include Drop Wire Mileage.
- W) Lines 5, 7 & 13: Adjustments to beginning balance due to aquisition of this company in 1997 - to concur with CenturyTel ledger accounts.