



4004

ANNUAL REPORT

OF

Name: THE MOSINEE TELEPHONE COMPANY

Principal Office: 410 4TH ST
MOSINEE, WI 54455-1110

For the Year Ended: DECEMBER 31, 2000

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 "Individual or firm, if other than utility employee, preparing this report" portion of the Identification and Ownership schedule, which describes the nature and extent of work performed.
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 MARY KNOEDLER of
(Person responsible for accounts)

THE MOSINEE TELEPHONE COMPANY, 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.

MARY KNOEDLER 03/31/2001
(Person responsible for accounts) (Date)

PRESIDENT
(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
Important Changes During the Year	13
Affiliate Abbreviations	14
Affiliated Interest Transactions	15
Affiliated Assets and Liabilities	16
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
Retained Earnings (Acct. 4550)	37
Revenues - Class A & B (Class B Use Accounts Designated By *)	40
Expenses - Class A & B	41
Calculation of Assessable Revenues for Remainder and Telephone Relay Assessment Purposes	43
Calculation of Assessable Revenues for Universal Service Fund Assessment Purposes	43
Other Income Accounts	44
Nonregulated Activities	45
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
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: THE MOSINEE TELEPHONE COMPANY
Utility Location: 410 4TH ST
MOSINEE, WI 54455-1110

Utility Web Site Address: <http://www.mtc.net/>

When was utility organized?: 01/01/1908

Report any change in name and the effective date:

Officer in charge of correspondence concerning this report

Name: MS MARY KNOEDLER
Title: PRESIDENT

Office Address: 410 4TH STREET
MOSINEE , WI 54455

Fax Number: (715) 693 - 5130
Telephone Number: (715) 693 - 2622
Email Address:

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

Name: KIESLING ASSOCIATES LLP
Title: ACCOUNTING FIRM
Firm: KIESLING ASSOCIATES LLP
Office Address: 6401 ODANA ROAD
MADISON , WI 53719

Fax Number: (608) 273 - 2383
Telephone Number: (608) 273 - 2315
Email Address: www.kiesling.com

Person responsible for financial information contained in report

Name: MS MARY KNOEDLER
Title: PRESIDENT

Office Address: 410 4TH STREET
MOSINEE , WI 54455

Fax Number: (715) 693 - 5130
Telephone Number: (715) 693 - 2622
Email Address:

Person responsible for statistical information contained in report

Name: MS MARY KNOEDLER
Title: PRESIDENT

Office Address: 410 4TH STREET
MOSINEE , WI 54455

Fax Number: (715) 693 - 5130
Telephone Number: (715) 693 - 2622
Email Address:

IDENTIFICATION AND OWNERSHIP

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

Name: MARGARET KNOEDLER ESTATE
Address: PO BOX 189
MOSINEE , WI 54455

Number of Shares Held: 42
Beneficial Owner: NONE

Name: MARY KNOEDLER
Address: PO BOX 189
MOSINEE , WI 54455

Number of Shares Held: 96
Beneficial Owner: NONE

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

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

INCOME STATEMENT - TOTAL COMPANY

Particulars (a)	This Year (b)	Last Year (c)	
Operating Revenues (5000-5300)	3,689,620	3,547,718	1
Operating Expenses			
Plant Specific Operations Expense (6110-6410)	597,998	615,311	2
Plant Nonspecific Operations Expense	843,903	659,676	3
Customer Operations Expense (6610-6620)	525,532	474,211	4
Corporate Operations Expense (6710-6790)	566,335	523,857	5
Other Operating Income and Expense (7100)	0	0	6
Operating Taxes (7200)	442,717	555,979	7
Total Operating Expenses	2,976,485	2,829,034	8
Net Operating Income	713,135	718,684	9
Other Income			
Nonoperating Income and Expense (7300)	110,676	109,980	10
Nonoperating Taxes (7400)	52,528	40,228	11
Interest and Related Items (7500)	196,428	202,492	12
Extraordinary Items (7600)	0	0	13
Nonregulated Net Income (7990)	(16,056)	(16,406)	14
Total Nonoperating Income	(154,336)	(149,146)	15
Net Income	558,799	569,538	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.)

The accounting policies of the Company conform to generally accepted accounting principles. Management uses estimates and assumptions in preparing its financial statements. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenues and expenses. Telephone operations reflect practices appropriate to the telephone industry. The accounting records of the company are maintained in accordance with Uniform System of Accounts for Class A and B Telephone Companies prescribed by the Federal Communications Commission as modified by the Public Service Commission of Wisconsin (PSCW).

A. Property and Equipment

Telephone plant is capitalized at original cost, including the capitalized cost of salaries and wages, materials, certain payroll taxes, and employee benefits.

The Company provides for depreciation for financial reporting purposes on the straight-line method by the application of rates, based on the estimated service lives of the various classes of depreciable property.

Renewals and betterments of units of property are charged to telephone plant in service. When telephone plant is retired, its cost is removed from the asset account and charged against accumulated depreciation, together with removal cost less any salvage realized. No gains or losses are recognized in connection with routine retirements of depreciable property. Repairs and renewals of minor items of property are included in plant specific operations expense.

B. Income taxes

Income taxes are accounted for using a liability method and provide for the tax effects of transactions reported in the financial statements including both taxes currently due and deferred. Deferred taxes are adjusted to reflect deferred tax consequences at current enacted tax rates. Deferred income taxes reflect the net tax effects of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for income tax purposes. Significant components of the Company's deferred tax assets and liabilities include the difference between carrying amounts of depreciable assets and partnership investment basis. The deferred tax assets and liabilities represent the future tax return consequences of those differences, which will either be taxable or deductible when the assets and liabilities are recovered or settled.

Investment tax credits (ITC) which were deferred prior to the Tax Reform Act of 1986 are being amortized over the regulatory life of the plant which produced the ITC.

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:

C. Revenue Recognition

Revenues are recognized when earned regardless of the period in which they are billed.

Revenues relating to the provision of access services to customers are derived, in part, from tariffed access charges to toll service providers (interexchange carriers), and in part from sharing in interstate and intrastate pools. Interstate revenues are determined in accordance with nationwide average cost schedules.

D. Cash Equivalents

All highly liquid investments purchased with a maturity of one year or less are considered cash equivalents.

E. Investments

Non-marketable equity investments and temporary investments are stated at cost.

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

None

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

The mortgage to the United States of America, underlying the RUS and RTB notes, contains certain restrictions on the declaration of payment of cash dividends, redemption of capital stock, or investment in affiliated companies.

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)*	2,143,489	2,801,995	1
Cash (1130)			2
Special Cash Deposits (1140)			3
Working Cash Advances (1150)			4
Temporary Investments (1160)			5
TOTAL CASH AND EQUIVALENTS	2,143,489	2,801,995	
RECEIVABLES AND ALLOWANCES FOR DOUBTFUL ACCOUNTS			
Telecommunications Accounts Receivable (1180)*	255,291	267,765	6
Accounts Receivable Allowance-Telecom (1181)*		0	7
Net: Telecommunications Accounts Receivable	255,291	267,765	
Other Accounts Receivable (1190)*	279,531	217,607	8
Accounts Receivable Allowance--Other (1191)*		0	9
Net: Other Accounts Receivable	279,531	217,607	
Notes Receivable (1200)*		0	10
Notes Receivable Allowance (1201)*		0	11
Net: Notes Receivable	0	0	
Interest and Dividends Receivable (1210)*	10,312	10,305	12
TOTAL REC AND ALLOW FOR DOUBTFUL ACCOUNTS	545,134	495,677	
SUPPLIES			
Inventories (1220)*	4,225	2,535	13
TOTAL SUPPLIES	4,225	2,535	
PREPAYMENTS			
Total Prepayments (1280)*	20,904	0	14
Prepaid Rents (1290)			15
Prepaid Taxes (1300)			16
Prepaid Insurance (1310)			17
Prepaid Directory Expenses (1320)			18
Other Prepayments (1330)			19
TOTAL PREPAYMENTS	20,904	0	
OTHER CURRENT ASSETS			
Other Current Assets (1350)*	21,176	16,862	20
TOTAL OTHER CURRENT ASSETS	21,176	16,862	
TOTAL CURRENT ASSETS	2,734,928	3,317,069	
NONCURRENT ASSETS			
INVESTMENTS			
Investment in Affiliated Companies (1401)*	0	0	21
RTB Class B Stock (1402)*	9,750	9,750	22
Other Investments in Nonaffiliated Companies (1402)*	18,500	18,500	23
Nonregulated Investments (1406)*	68,180	79,355	24
Unamortized Debt Issuance Expense (1407)*	12,004	12,696	25

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

Particulars (a)	Balance--EOY (b)	Balance--FOY (c)	
NONCURRENT ASSETS			
INVESTMENTS			
Sinking Funds (1408)*		0	26
Other Noncurrent Assets (1410)*		0	27
TOTAL INVESTMENTS	108,434	120,301	
DEFERRED CHARGES			
Deferred Tax Regulatory Asset (1437)*		0	28
Deferred Maintenance and Retirements (1438)*		0	29
Deferred Charges (1439)*		0	30
TOTAL DEFERRED CHARGES	0	0	
TOTAL NONCURRENT ASSETS	108,434	120,301	
PLANT			
TELECOMMUNICATIONS PLANT IN SERVICE			
Telecommunications Plant in Service (2001)*	12,693,238	11,772,924	31
Less: Accumulated Depreciation (3100)*	7,003,560	6,250,677	32
Less: Accumulated Amortization--Capitalized Leases (3410)*		0	33
Less: Accumulated Amortization--Leasehold Improvements (3420)*		0	34
Less: Accumulated Amortization--Intangible (3500)*		0	35
NET TELECOMMUNICATIONS PLANT IN SERVICE	5,689,678	5,522,247	
PROPERTY HELD FOR FUTURE USE			
Prop. Held for Future Telecommun. Use (2002)*		0	36
Less: Accumulated Depreciation--Held for Future Telecommunications Use (3200)*		0	37
NET PROPERTY HELD FOR FUTURE USE	0	0	
NONOPERATING PLANT			
Nonoperating Plant (2006)*		0	38
Less: Accumulated Depreciation--Nonoperating (3300)*		0	39
NET NONOPERATING PLANT	0	0	
TPUC			
TPUC (2003)*		0	40
TOTAL TPUC	0	0	
TELECOMMUNICATIONS PLANT ADJUSTMENT			
Telecommunications Plant Adjustment (2005)*		(236,323)	41
Less: Accumulated Amortization--Other (3600)*		(218,596)	42
NET TELECOMMUNICATIONS PLANT ADJUSTMENT	0	(17,727)	
TOTAL PLANT	5,689,678	5,504,520	
TOTAL ASSETS AND OTHER DEBITS	8,533,040	8,941,890	

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

Particulars (a)	Balance--EOY (b)	Balance--FOY (c)	
CURRENT LIABILITIES			
Accounts Payable (4010)*	193,352	217,073	1
Notes Payable (4020)*		0	2
Advance Billing and Payments (4030)*	2,590	2,726	3
Customer Deposits (4040)*	3,875	3,375	4
Current Maturities--Long-Term Debt (4050)*	174,600	164,200	5
Current Maturities--Capital Leases (4060)*		0	6
Income Taxes--Accrued (4070)*	44,302	(16,679)	7
Other Taxes--Accrued (4080)*	(5,240)	(32,739)	8
Net Current Deferred Operating Income Taxes (4100)*		0	9
Net Current Deferred Nonoperating Income Taxes (4110)*		0	10
Other Accrued Liabilities (4120)*	6,847	7,272	11
Other Current Liabilities (4130)*		0	12
TOTAL CURRENT LIABILITIES	420,326	345,228	
LONG-TERM DEBT			
Funded Debt (4210)*	3,736,144	3,912,841	13
Premium on Long-Term Debt (4220)*		0	14
Discount on Long-Term Debt (4230)*		0	15
Reacquired Debt (4240)*		0	16
Obligations Under Capital Leases (4250)*		0	17
Advances from Affiliated Companies (4260)*	0	0	18
Other Long-Term Debt (4270)*		0	19
TOTAL LONG-TERM DEBT	3,736,144	3,912,841	
OTHER LIABILITIES AND DEFERRED CREDITS			
Other Long-Term Liabilities (4310)*	425,545	335,880	20
Unamortized Operating ITC--Net (4320)*		0	21
Unamortized Nonoperating ITC--Net (4330)*		0	22
Net Noncurrent Deferred Operating Income Taxes (4340)*	298,550	352,463	23
Net Deferred Tax Liability Adjustments (4341)*		0	24
Net Noncurrent Deferred Nonoperating Income Taxes (4350)*	10,770	4,032	25
Other Deferred Credits (4360)*		0	26
Deferred Tax Regulatory Liability (4361)*		0	27
TOTAL OTHER LIABILITIES AND DEFERRED CREDITS	734,865	692,375	
STOCKHOLDERS' EQUITY			
Capital Stock (4510)*	25,000	25,000	28
Additional Paid-in Capital (4520)*		0	29
Treasury Stock (4530)*	1,436,540	528,000	30
Other Capital (4540)*		0	31
Retained Earnings (4550)*	5,053,245	4,494,446	32
TOTAL STOCKHOLDERS' EQUITY	3,641,705	3,991,446	
TOTAL LIABILITIES AND OTHER CREDITS	8,533,040	8,941,890	

IMPORTANT CHANGES DURING THE YEAR

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

None

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

None

AFFILIATE ABBREVIATIONS

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

Name of Affiliate (a)	Abbreviations (b)
NONE	NONE

1

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.

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; 1200, Notes Receivable; 1210, Interest and Dividends Receivable; 1401, Investment in Affiliated Companies; 1408, Sinking Funds; 4010, Accounts Payable; 4020, Notes 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.

Name of Affiliate (a)	Account Number (b)	Balance EOY (c)
----------------------------------	-----------------------------------	--------------------------------

TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B

Plant Account (a)	Account (b)	Balance FOY (c)	Additions (d)	
GENERAL SUPPORT ASSETS				
Land	2111	84,547		1
Motor Vehicles	2112	121,081	20,175	2
Aircraft	2113	0		3
Special Purpose Vehicles	2114	0		4
Garage Work Equipment	2115	0		5
Other Work Equipment	2116	108,333	1,526	6
Buildings	2121	564,167		7
Furniture	2122	83,136	2,361	8
Office Equipment	2123	24,057	2,798	9
General Purpose Computers	2124	46,273	2,419	10
TOTAL--GENERAL SUPPORT ASSETS:		1,031,594	29,279	
CENTRAL OFFICE ASSETS				
Analog Electronic Switching	2211	0		11
Digital Electronic Switching	2212	2,901,819	183,521	12
Electro-Mechanical Switching	2215	0	0	13
Operator Systems	2220	0		14
Radio Systems	2231	0	0	15
Circuit Equipment	2232	376,078	92,121	16
TOTAL--CENTRAL OFFICE ASSETS:		3,277,897	275,642	
INFORMATION ORIGATION/TERMINATION ASSETS				
Station Apparatus	2311	0		17
Customer Premises Wiring	2321	0		18
Large Private Branch Exchanges	2341	0		19
Public Telephone Terminal Equipment	2351	0		20
Other Terminal Equipment	2362	24,455		21
TOTAL--INFORMATION ORIG/TERM ASSETS:		24,455	0	
CABLE WIRE FACILITIES ASSETS				
Poles	2411	39,382		22
Aerial Cable	2421	118,781	2,468	23
Underground Cable	2422	672,858	33,864	24
Buried Cable	2423	5,850,515	579,375	25
Submarine Cable	2424	0	0	26
Deep Sea Cable	2425	0		27
Intrabuilding Network Cable	2426	0	0	28
Aerial Wire	2431	5,489	92	29
Conduit Systems	2441	751,953	7,048	30
TOTAL--CABLE WIRE FACILITIES ASSETS:		7,438,978	622,847	
AMORTIZABLE ASSETS				
Capital Leases	2681	0		31

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

Account (e)	Retirements (f)	Transfers / Adjustments (g)	Balance EOY (h)	
2111			84,547	1
2112			141,256	2
2113			0	3
2114			0	4
2115			0	5
2116			109,859	6
2121			564,167	7
2122			85,497	8
2123	2,949	0	23,906	9
2124	2,436		46,256	10
	5,385	0	1,055,488	
2211			0	11
2212	0	0	3,085,340	12
2215	0	0	0	13
2220			0	14
2231	0	0	0	15
2232	0	0	468,199	16
	0	0	3,553,539	
2311			0	17
2321			0	18
2341			0	19
2351			0	20
2362			24,455	21
	0	0	24,455	
2411			39,382	22
2421	1,725	0	119,524	23
2422	0	0	706,722	24
2423	0	0	6,429,890	25
2424	0	0	0	26
2425			0	27
2426	0	0	0	28
2431	344		5,237	29
2441			759,001	30
	2,069	0	8,059,756	
2681			0	31

TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B

Plant Account (a)	Account (b)	Balance FOY (c)	Additions (d)
AMORTIZABLE ASSETS			
Leasehold Improvements	2682	0	32
Intangibles	2690	0	33
TOTAL--AMORTIZABLE ASSETS:		0	0
TOTAL TELECOM. PLANT IN SERVICE	2001	11,772,924	927,768
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	
	7,454	0	12,693,238	
2001			0	34
			12,693,238	

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	17,728	2,798	1
Company Communications Equipment	2123.2	6,329		2
Software	2212.1	0		3
Digital Switching - Central Office	2212.2	2,901,819	183,521	4
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	376,078	92,121	10
Analog Circuit Equipment	2232.2	0		11
Light Wave Circuit Equipment	2232.3	0		12
Aerial Cable - Nonmetallic	2421.1	0		13
Aerial Cable - Metallic	2421.2	118,781	2,468	14
Underground Cable - Nonmetallic	2422.1	167,308	24,484	15
Underground Cable - Metallic	2422.2	505,550	9,380	16
Buried Cable - Nonmetallic	2423.1	500,078	152,909	17
Buried Cable - Metallic	2423.2	5,350,437	426,466	18
Submarine Cable - Nonmetallic	2424.1	0		19
Submarine Cable - Metallic	2424.2	0		20
Intrabuilding Cable - Nonmetallic	2426.1	0		21
Intrabuilding Cable - Metallic	2426.2	0		22

Explain all amounts shown in column (g).

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

Subaccount (e)	Retirements (f)	Transfers / Adjustments (g)	Balance EOY (h)	
2123.1	2,949		17,577	1
2123.2			6,329	2
2212.1			0	3
2212.2			3,085,340	4
2212.3			0	5
2215.1			0	6
2215.2			0	7
2231.1			0	8
2231.2			0	9
2232.1			468,199	10
2232.2			0	11
2232.3			0	12
2421.1			0	13
2421.2	1,725		119,524	14
2422.1			191,792	15
2422.2			514,930	16
2423.1			652,987	17
2423.2			5,776,903	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	86,220	12.22	16,035	1D
Aircraft	2113	0			2
Special Purpose Vehicles	2114	0			3
Garage Work Equipment	2115	0			4
Other Work Equipment	2116	104,472	8.3	3,926	5
Buildings	2121	260,400	3.5	19,539	6
Furniture	2122	65,781	7.1	6,020	7
Office Equipment	2123	21,270	20.0	4,064	8
General Purpose Computers	2124	46,272	25.0	2,419	9
Total-- GENERAL SUPPORT ASSETS		584,415		52,003	0
CENTRAL OFFICE ASSETS					
Analog Electronic Switching	2211	0			10
Digital Electronic Switching	2212	1,692,182	6.7	184,618	11
Electro-Mechanical Switching	2215	0			12
Operator Systems	2220	0			13
Radio Systems	2231	0			14
Circuit Equipment	2232	106,711	10.0	42,214	15
Total-- CENTRAL OFFICE ASSETS		1,798,893		226,832	0
INFORMATION ORIG/TERM ASSETS					
Station Apparatus	2311	0			16
Customer Premises Wiring	2321	0			17
Large Private Branch Exchanges	2341	0			18
Public Telephone Terminal Equipment	2351	0			19
Other Terminal Equipment	2362	2,145	10.0	2,445	20
Total-- INFORMATION ORIG/TERM ASSETS		2,145		2,445	0
CABLE WIRE FACILITIES ASSETS					
Poles	2411	38,732	5.6	650	21
Aerial Cable	2421	116,894	5.6	4,231	22
Underground Cable	2422	295,406	4.9	32,561	23D
Buried Cable	2423	3,141,390	6.7	415,249	24D
Submarine Cable	2424	0			25
Deep Sea Cable	2425	0			26
Intrabuilding Network Cable	2426	0			27
Aerial Wire	2431	2,550	12.5	692	28

ACCUMULATED DEPRECIATION CLASS A & B (cont.)

Acct (g)	Retired (h)	Cost of Removal (i)	Salvage (j)	Other (k)	Balance EOY (l)	
2112					102,255	1 D
2113					0	2
2114					0	3
2115					0	4
2116					108,398	5
2121					279,939	6
2122					71,801	7
2123	2,949				22,385	8
2124	2,436				46,255	9
	5,385	0	0	0	631,033	
2211					0	10
2212	0				1,876,800	11
2215	0				0	12
2220					0	13
2231	0				0	14
2232	0				148,925	15
	0	0	0	0	2,025,725	
2311					0	16
2321					0	17
2341					0	18
2351					0	19
2362					4,590	20
	0	0	0	0	4,590	
2411					39,382	21
2421	1,725	547			118,853	22
2422	0				327,967	23 D
2423	0	62			3,556,577	24 D
2424	0				0	25
2425					0	26
2426	0				0	27
2431	344	159			2,739	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	270,252	3.5	26,442	29
Total-- CABLE WIRE FACILITIES ASSETS		3,865,224		479,825	0
Total Accumulated Depreciation	3100	6,250,677		761,105	0
Less: Allocation to Nonregulated Activity - Columns e, f and I	3100			0	0 30
Net Regulated Total Accum Depreciation - 3100 Columns e, f and I				761,105	0

ACCUMULATED DEPRECIATION CLASS A & B (cont.)

Acct (g)	Retired (h)	Cost of Removal (i)	Salvage (j)	Other (k)	Balance EOY (l)	
2441					296,694	29
	2,069	768	0	0	4,342,212	
3100	7,454	768	0	0	7,003,560	
3100					0	30
3100					7,003,560	

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	17,728	20.0	2,798		1
Company Communications Equipment	2123.2	3,542	20.0	1,266		2
Software	2212.1	0				3
Digital Switching - Central Office	2212.2	1,692,182	6.1	184,618		4 D
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	106,711	10.0	42,214		10
Analog Circuit Equipment	2232.2	0				11
Light Wave Circuit Equipment	2232.3	0				12
Aerial Cable - Nonmetallic	2421.1	0				13
Aerial Cable - Metallic	2421.2	116,894	5.56	4,231		14
Underground Cable - Nonmetallic	2422.1	28,294	4.0	7,182		15
Underground Cable - Metallic	2422.2	267,112	5.0	25,379		16
Buried Cable - Nonmetallic	2423.1	118,399	4.6	26,521		17
Buried Cable - Metallic	2423.2	3,022,991	7.6	388,728		18 D
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	2,949				17,577	1
2123.2					4,808	2
2212.1					0	3
2212.2					1,876,800	4 D
2212.3					0	5
2215.1					0	6
2215.2					0	7
2231.1					0	8
2231.2					0	9
2232.1					148,925	10
2232.2					0	11
2232.3					0	12
2421.1					0	13
2421.2	1,725	547			118,853	14
2422.1					35,476	15
2422.2					292,491	16
2423.1					144,920	17
2423.2		62			3,411,657	18 D
2424.1					0	19
2424.2					0	20
2426.1					0	21
2426.2					0	22

RETAINED EARNINGS (ACCT. 4550)

Particulars (a)	This Year (b)	Last Year (c)	
Balance-First of Year	4,494,446	4,219,858	1
Changes:			
Balance Transferred from Income	558,799	569,538	2
Dividends Declared:			
Common	0	294,950	3
Preferred	0	0	4
Total Dividends Declared	0	294,950	
Miscellaneous Debits to Retained Earnings	0	0	5
Miscellaneous Credits to Retained Earnings	0	0	6
Balance--End of Year	<u>5,053,245</u>	<u>4,494,446</u>	

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

Particulars (a)	This Year (b)	Last Year (c)	
LOCAL NETWORK SERVICES REVENUES			
Basic Local Service Revenue (5000)*	1,304,837	1,214,418	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
TOTAL BASIC LOCAL SERVICE REVENUE (5000)	1,304,837	1,214,418	
NETWORK INTERSTATE ACCESS SERVICES REV.			
End User Revenue (5081)*	249,287	239,573	11
Switched Access Revenue (5082)*	728,137	765,302	12
Special Access Revenue (5083)*	128,619	95,520	13 A
TOTAL INTERSTATE ACCESS REVENUES (5080)	1,106,043	1,100,395	
NETWORK INTRASTATE ACCESS SERVICES REV.			
End User Revenue (5084.1)*		0	14
Switched Access Revenue (5084.2)*	733,536	716,645	15
Special Access Revenue (5084.3)*	123,162	114,315	16
TOTAL INTRASTATE ACCESS REVENUES (5084)	856,698	830,960	
LONG DISTANCE NETWORK SERVICES MESSAGE REV.			
Long Distance Message Revenue (5100)*	17,862	17,939	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)			28
Other Long Distance Revenue Settlements (5169)			29
TOTAL LONG DISTANCE NET. SERVICES MESSAGE REV.	17,862	17,939	

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

Particulars (a)	This Year (b)	Last Year (c)	
MISCELLANEOUS REVENUES			
Directory Revenue (5230)*	211,896	197,786	30
Rent Revenue (5240)*	79,159	79,453	31
Corporate Operations Revenue (5250)*		0	32
Miscellaneous:			
Miscellaneous Revenue (5260)*	13,542	10,283	33
Special Billing Arrangements Revenue (5261)			34
Customer Operations Revenue (5262)			35
Plant Operations Revenue (5263)			36
Other Incidental Regulated Revenue (5264)			37
Other Revenue Settlements (5269)			38
Total Miscellaneous Revenue (5260)	13,542	10,283	
Interstate Billing and Collection Revenue*	41,425	40,110	39
Intrastate Billing and Collection Revenue*	63,826	68,618	40
Total Carrier Billing and Collection Revenue (5270)*	105,251	108,728	
Nonregulated Operating Revenue (5280)**			41
TOTAL MISCELLANEOUS REVENUES	409,848	396,250	
GROSS OPERATING REVENUES	3,695,288	3,559,962	
UNCOLLECTIBLE REVENUES			
Uncollectible Revenue (5300)*	5,668	12,244	42
Uncollectible Revenue--Telecommunications (5301)			43
Uncollectible Revenue--Other (5302)			44
TOTAL UNCOLLECTIBLE REVENUE (5300)	5,668	12,244	
TOTAL OPERATING REVENUES	<u>3,689,620</u>	<u>3,547,718</u>	

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

EXPENSES - CLASS A & B

Particulars (a)	Total This Year (b)	Total Last Year (c)	
PLANT SPECIFIC OPERATIONS EXPENSE			
Total Network Support Expense (6110)		0	1
Less: Nonregulated		0	2
Net Regulated	0	0	3
Total General Support Expense (6120)	106,716	82,602	4
Less: Nonregulated		0	5 B
Net Regulated	106,716	82,602	6
Total Central Office Switching Expense (6210)	203,603	232,190	7
Less: Nonregulated		0	8
Net Regulated	203,603	232,190	9
Total Operator Systems Expense (6220)		0	10
Less: Nonregulated		0	11
Net Regulated	0	0	12
Total Central Office Transmission Expenses (6230)	6,327	18,204	13
Less: Nonregulated		0	14 C
Net Regulated	6,327	18,204	15
Total Information Orig. / Term. Expense (6310)		254	16
Less: Nonregulated		0	17
Net Regulated	0	254	18
Total Cable and Wire Fac. Expense (6410)	281,352	282,061	19
Less: Nonregulated		0	20
Net Regulated	281,352	282,061	21
TOTAL PLANT SPECIFIC OPERATIONS EXPENSE	597,998	615,311	
Less: Nonregulated	0	0	
Net Regulated	597,998	615,311	
PLANT NONSPECIFIC OPERATIONS EXPENSE			
Total Other Property, Plant and Equip. Exp. (6510)		0	22
Less: Nonregulated		0	23
Net Regulated	0	0	24
Total Network Operations Expense (6530)	71,123	69,639	25
Less: Nonregulated		0	26
Net Regulated	71,123	69,639	27
Access Expense (6540)	31,181	583	28
Less: Nonregulated		0	29 F
Net Regulated	31,181	583	30
Total Depreciation and Amortization Expense (6560)	741,599	589,454	31
Less: Nonregulated	0	0	32 E
Net Regulated	741,599	589,454	33
TOTAL PLANT NONSPECIFIC OPERATIONS EXP.	843,903	659,676	
Less: Nonregulated	0	0	
Net Regulated	843,903	659,676	

EXPENSES - CLASS A & B

Particulars (a)	Total This Year (b)	Total Last Year (c)	
CUSTOMER OPERATIONS EXPENSE			
Total Marketing (6610)		0	34
Less: Nonregulated		0	35
Net Regulated	0	0	36
Total Services (6620)	525,532	474,211	37
Less: Nonregulated		0	38
Net Regulated	525,532	474,211	39
TOTAL CUSTOMER OPERATIONS EXPENSE	525,532	474,211	
Less: Nonregulated	0	0	
Net Regulated	525,532	474,211	
CORPORATE OPERATIONS EXPENSE			
Total Exec. and Planning (6710)	338,977	317,043	40
Less: Nonregulated		0	41
Net Regulated	338,977	317,043	42
Total General and Administrative (6720)	227,358	206,814	43
Less: Nonregulated		0	44
Net Regulated	227,358	206,814	45
Provision for Uncollectible Notes Receiv. (6790)		0	46
Less: Nonregulated		0	47
Net Regulated	0	0	48
TOTAL CORPORATE OPERATIONS EXPENSE	566,335	523,857	
Less: Nonregulated	0	0	
Net Regulated	566,335	523,857	
TOTAL EXPENSES	2,533,768	2,273,055	
Less: Nonregulated	0	0	
Net Regulated	2,533,768	2,273,055	

EXPENSES - CLASS A & B (DETAIL)

Particulars (a)	Total This Year (b)	Total Last Year (c)	
Property Held for Future Tele. Use Exp. (6511)		0	1
Provisioning Expense (6512)		0	2
Total: Reported in Account 6510	0	0	
Depreciat. Exp.--Tele. Plant in Service (6561)	759,326	613,086	3
Depreciat. Exp.--Prop. Held for Future Tele. Use (6562		0	4
Amortization Expense--Tangible (6563)		0	5
Amortization Expense--Intangible (6564)		0	6
Amortization Expense--Other (6565)	(17,727)	(23,632)	7
Total: Reported in Account 6560	741,599	589,454	

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	3,695,288	1
Plus: Collection of amounts previously written off		2
Less: Uncollectibles written off during the year	5,668	3
Plus: Total Other Operating Income and (Expense) (7100)	0	4
Less: Nonregulated Operating Revenue (included in Gross Oper. Rev. on Line 1)		5
Plus: Nonregulated Net Write Off Amount (included on lines 2 and 3)		6
Less: Out-of-State Operating Revenues (included in Gross Oper. Rev. on Line 1)		7
Plus (or Less) Other (please specify): NONE	0	8
Assessable Revenues for Remainder and Telephone Relay Assessment Purposes	<u>3,689,620</u>	

CALCULATION OF ASSESSABLE REVENUES FOR UNIVERSAL SERVICE FUND ASSESSMENT PURPOSES

Description (a)	This Year (b)	
Total Basic Local Service Revenue (5000)	1,304,837	1
Plus: Total Intrastate Access Revenues (5084)	856,698	2
Plus: Total Long Distance Network Services Revenue	17,862	3
Less: Out-of-State Operating Revenues (included in the above lines)		4
Plus: Intrastate Payphone Revenues		5
Plus (or Less) Other (please specify): None	0	6
Assessable Revenues for Universal Service Fund Assessment Purposes	<u>2,179,397</u>	

CALCULATION OF ASSESSABLE REVENUES FOR REMAINDER AND TELEPHONE RELAY ASSESSMENT PURPOSES

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

Description (a)	This Year (b)	
Gross Operating Revenues	3,695,288	1
Plus: Collection of amounts previously written off		2
Less: Uncollectibles written off during the year	5,668	3
Plus: Total Other Operating Income and (Expense) (7100)	0	4
Less: Nonregulated Operating Revenue (included in Gross Oper. Rev. on Line 1)		5
Plus: Nonregulated Net Write Off Amount (included on lines 2 and 3)		6
Less: Out-of-State Operating Revenues (included in Gross Oper. Rev. on Line 1)		7
Plus (or Less) Other (please specify): NONE	0	8
Assessable Revenues for Remainder and Telephone Relay Assessment Purposes	<u>3,689,620</u>	

CALCULATION OF ASSESSABLE REVENUES FOR UNIVERSAL SERVICE FUND ASSESSMENT PURPOSES

Description (a)	This Year (b)	
Total Basic Local Service Revenue (5000)	1,304,837	1
Plus: Total Intrastate Access Revenues (5084)	856,698	2
Plus: Total Long Distance Network Services Revenue	17,862	3
Less: Out-of-State Operating Revenues (included in the above lines)		4
Plus: Intrastate Payphone Revenues		5
Plus (or Less) Other (please specify): None	0	6
Assessable Revenues for Universal Service Fund Assessment Purposes	<u>2,179,397</u>	

OTHER INCOME ACCOUNTS

Particulars (a)	This Year (b)	Last Year (c)	
OTHER OPERATING INCOME AND EXPENSE			
Total Other Oper. Income and (Expense) (7100)		0	1
OPERATING TAXES			
Operating Investment Tax Credits--Net (7210)		0	2
Operating Federal Income Taxes (7220)	307,307	284,438	3
Operating State and Local Income Taxes (7230)	74,784	69,291	4
Operating Other Taxes (7240)	118,853	216,773	5
Provision for Deferred Operating Income Taxes--Net (7250)	(58,227)	(14,523)	6
TOTAL OPERATING TAXES (7200)	442,717	555,979	
NONOPERATING INCOME AND EXPENSE			
Dividend Income (7310)	1,576	40	7
Interest Income (7320)	117,116	113,510	8
Income from Sinking and Other Funds (7330)		0	9
Allowance for Funds Used During Construction (7340)		0	10
Gains or (Losses) from the Disposition of Certain Property (7350)		0	11
Other Nonoperating Income (7360)		0	12
Special Charges (7370)	8,016	3,570	13
TOTAL NONOPERATING INCOME AND EXPENSE (7300)	110,676	109,980	
NONOPERATING TAXES			
Total Nonoperating Taxes (7400)	52,528	40,228	14
INTEREST AND RELATED ITEMS			
Total Interest and Related Items (7500)	196,428	202,492	15
EXTRAORDINARY ITEMS			
Extraordinary Items (7600)		0	16
NONREGULATED NET INCOME			
Nonregulated Net Income (7990)	(16,056)	(16,406)	17

NONREGULATED ACTIVITIES

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

Nonregulated Activity	
(a)	
Internet Services	1
Leasing of customer premise equipment	2
Repair of customer inside wiring	3

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	461	1,325	1
Extended Area Service	900	7,278	2
Extended Community Calling	65	275	3
Other Local-Undefined	198	1,105	4
Total Local	1,624	9,983	
TOLL			
Toll	137	1,918	5
Total Toll	137	1,918	
Total Local & Toll	1,761	11,901	

ACCESS USAGE

Enter number, in thousands, of Billed Minutes.

Description (a)	Billed Minutes (000's)				
	Interstate InterLATA (b)	Intrastate InterLATA (c)	Intrastate IntraLATA (d)	Interstate IntraLATA (e)	
Feature Group A -- Orig.					1
Feature Group A -- Term.					2
Feature Group B -- Orig.	554	460			3
Feature Group B -- Term.	1,373	778			4
Feature Group C -- Orig.					5
Feature Group C -- Term.					6
Feature Group D -- Orig.	5,618	2,478	2,721		7
Feature Group D -- Term.	4,242	2,389	2,407		8

OUTSIDE PLANT STATISTICS AT END OF YEAR

Description of Item (a)	Amount (b)	
Sheath miles of plant - fiber optics	54	1
Strand miles of plant - fiber optics	1,228	2
Route miles of plant - microwave		3

SPECIAL ACCESS CIRCUITS IN USE AT END OF YEAR

Circuit Type (a)	InterLATA Chan. Terms. (b)	IntraLATA Chan. Terms. (c)	
Voice grade	12	16	1
56 kbps	19	15	2
64 kbps (DS0)	0	0	3 H
1.54 Mbps (DS-1)	27	8	4
45 Mbps (DS-3)	0	3	5 H
SONET OC-1	0	0	6 H
SONET OC-3	0	1	7 H
SONET OC-12	0	0	8 H
SONET OC-48	0	1	9 H
SONET OC-192	0	0	10 H

OUTSIDE PLANT STATISTICS AT END OF YEAR

Description of Item (a)	Amount (b)	
Sheath miles of plant - fiber optics	54	1
Strand miles of plant - fiber optics	1,228	2
Route miles of plant - microwave		3

SPECIAL ACCESS CIRCUITS IN USE AT END OF YEAR

Circuit Type (a)	InterLATA Chan. Terms. (b)	IntraLATA Chan. Terms. (c)	
Voice grade	12	16	1
56 kbps	19	15	2
64 kbps (DS0)	0	0	3 H
1.54 Mbps (DS-1)	27	8	4
45 Mbps (DS-3)	0	3	5 H
SONET OC-1	0	0	6 H
SONET OC-3	0	1	7 H
SONET OC-12	0	0	8 H
SONET OC-48	0	1	9 H
SONET OC-192	0	0	10 H

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	662	688	3
2 Party			4
4 Party			5
PBX Trunks/System Trunks	46	45	6
Centrex Trunks			7
Centrex Lines			8
Key System Trunks	343	339	9
Mobile (Utility Provided Service)			10
Paging (Utility Provided Service)			11
FX-Out (Switched)			12
Pay Telephone	12	12	13
Coin-Operated Pay Telephone			14
Independent Pay Telephone Provider	36	38	15
Pay Stations - Public			16
- Semi-Public			17
- Cust. Owned			18
Other			19
Total Business Lines	1,099	1,122	20
Residential (Incl. Emp. Concess.)			
1 Party	4,196	4,385	22
2 Party			23
4 Party			24
FX-Out (Switched)			25
Other			26
Total Residential Lines	4,196	4,385	27
Total Bus & Res Lines	5,295	5,507	28
Company Used Lines	115	115	29
Total Lines Used	5,410	5,622	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	0	3
WATS Lines - 800 Service			4
FX-In-intraLATA	8	7	5
Special Access-intraLATA			6
(expressed in equiv. access lines)	34,556	36,511	7
Special Access-interLATA			8
(expressed in equiv. access lines)	463	679	9
Feature Group A Lines			10
Feature Group B Trunks			11
Feature Group C Trunks			12
Feature Group D Trunks	232	216	13
TSPS - Trunks	12	12	14
EAS - Trunks	288	336	15
Cellular Trunks (Pub. Sw. Net.)			16
Video Distance Learning			17
- discounted (special tariff)	1	1	18
Customers			
Business - 2 Party Customers			19
Business - 4 Party Customers			20
Residential - 2 Party Customers			21
Residential - 4 Party Customers			22
Other			
Total Central Office, Info. Orig./Term., & Cable			23
Wire Fac. Assets (based on physical location of plant)	10,741,330	11,637,750	24
Total Company Square Miles	214	214	25
Total Company Route Miles	540	540	26
Footnotes			27
			28
			29
			30

SERVICE DATA - END OF YEAR

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

Item (a)	Exchange (b)	Exchange (c)	Exchange (d)	Exchange (e)	
PSCW Exchange ID	3540				1
Business					2
1 Party	688				3
2 Party					4
4 Party					5
PBX Trunks/System Trunks	45				6
Centrex Trunks					7
Centrex Lines					8
Key System Trunks	339				9
Mobile (utility provided service)					10
Paging (utility provided service)					11
FX-Out (Switched)					12
Pay Telephone	12				13
Coin-Operated Pay Telephone					14
Independent Pay Telephone Provider	38				15
Pay Stations - Public					16
- Semi-Public					17
- Cust. Owned					18
Other					19
Total Business Lines	1,122	0	0	0	20
Residential (Incl. Emp. Concess.)					21
1 Party	4,385				22
2 Party					23
4 Party					24
FX-Out (Switched)					25
Other					26
Total Residential Lines	4,385	0	0	0	27
Total Bus & Res Lines	5,507	0	0	0	28
Company Used Lines	115				29
Total Lines Used	5,622	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	3540				1
Miscellaneous					2
WATS Lines - OutWATS	0				3
WATS Lines - 800 Service					4
FX-In-intraLATA	7				5
Special Access-intraLATA					6
(equiv. access lines)	36,511				7
Special Access-interLATA					8
(equiv. access lines)	679				9
Feature Group A Lines					10
Feature Group B Trunks					11
Feature Group C Trunks					12
Feature Group D Trunks	216				13
TSPS - Trunks	12				14
EAS - Trunks	336				15
Cellular Trunks (Pub. Sw. Net.)					16
Video Distance Learning					17
- discounted (special tariff)	1				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)	11,637,750				27
Exchange Square Miles	214				28
Exchange Route Miles	540				29
Footnotes		G			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	MOSINEE				1
PSCW Exchange ID	3540				2
Central Office Name	MOSINEE				3
PSCW Central Office ID	1				4
Manufacturer of COE (Page 54)	NTI				5
Year COE Installed	1988				6
Type of Equipment (Page 54)	D				7
(S)tandalone, (H)ost, (R)emote	H				8
Remote Host PSCW Exchange ID					9
Remote Host PSCW Central Office ID	0				10
COE Generic Software Release No.	501.3				11
SS7?	Yes				12
9-1-1?	Yes				13
Access Lines - In Use	5,622				14
- Equipped	6,900				15
- Wired	7,400				16
Trunks - In Use	620				17
- Equipped	720				18
- Wired	768				19
ISDN Available?	Yes				20
ISDN Lines - In Use (BRI)	7				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	65				25
DS-3 - In Use	3				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.	136				33
No. of fiber strands working (LIT) in C.O.	24				34
No. of fiber strands for interoffice use	0				35
Miles of fiber sheath in wire center	54				36
Access Tandem Serving this C.O.:					
- C.O. Name	STEVENS POINT				37
- PSCW C.O. ID	5140-01				38
Does this C.O. do access tandem switching?	No				39
Equal Access: InterLATA (1+)?	Yes				40
Equal Access: IntraLATA (1+)?	Yes				41
Footnotes					42

¹ Teleco provided end-to-end facility.

GENERAL, SCHEDULE LEVEL AND SCHEDULE LINE FOOTNOTES**General Footnote****Accountants Compilation Report**

To the Board of Directors
The Mosinee Telephone Company
Mosinee, Wisconsin 54455

We have compiled the balance sheets of The Mosinee Telephone Company as of December 31, 2000 and 1999, and the related statements of income and retained earnings for the years then ended included in the accompanying prescribed form in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. We have also compiled the supplementary information presented in the prescribed form, except for pages 47 through 55.

Our compilation was limited to presenting in the form prescribed by the Public Service Commission of Wisconsin, information that is the representation of management. We have not audited or reviewed the financial statements and supplementary information referred to above and, accordingly, do not express an opinion or any other form of assurance on them.

These financial statements (including related disclosures) and the supplementary information are presented in accordance with the requirements of the Public Service Commission of Wisconsin, which differ from generally accepted accounting principles. Accordingly, these financial statements and supplementary information are not designed for those who are not informed about such differences.

The supplementary information contained on pages 47 through 55 of the accompanying prescribed form has not been audited, reviewed, or compiled by us, and, accordingly, we assume no responsibility for that information.

Kiesling Associates LLP
Madison, Wisconsin
March 31, 2001

Schedule Footnotes

Schedule Line Footnotes

- A)** Increase is due to more special circuits on T-1s and this is consistent with prior years.
- B)** A new gas tank was put in which amounted to half of the increase in expenses in this account. The other half of the increase in this expenses account was due to miscellaneous repairs.
- C)** These accounts were high in 1999, 2000 expenses are similar to 1998.
- D)** Composite depreciation rate used.
- E)** Depreciation rate revised for regulated plant, causing an increase in 2000.
- F)** Increase in fees paid to USAC.
- G)** Equivalentents for lines 7 and 9 were calculated based upon PSCW prescribed guidelines and statistical information on page 49.

GENERAL, SCHEDULE LEVEL AND SCHEDULE LINE FOOTNOTES

H) Reported amount of -0- for these special access circuits is correct.