



4008

ANNUAL REPORT

of

Name: MCLEODUSA TELECOMMUNICATIONS SERVICES, INC

Principal Office: 6400 C ST SW
P.O. BOX 3177
CEDAR RAPIDS, IA 52406

For the Year Ended: DECEMBER 31, 2003

Alternative Telecommunications Utility -- Other Telecommunications Provider

To

Public Service Commission of Wisconsin

Mailing Address:	P.O. Box 7854 Madison, WI 53707-7854
Courier Address:	610 N. Whitney Way Madison, WI 53705-2729
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Home Page:	http://psc.wi.gov

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

RULES FOR REPORTING

1. The annual report due date is April 1 of the following year. (Example: The 2002 report is due April 1, 2003.) If that date falls on a weekend or holiday, the annual report is due the following business day.
2. **Electronic filing via e-mail is required unless additional provisional confidential treatment is desired.** Go to the Public Service Commission of Wisconsin's Web Page at <http://psc.wi.gov>, click on Telecommunications, click on Annual Report Programs and Worksheets, and click on Annual Report Program for Alternative Telecommunications Utility - Other Telecommunications Providers (OTH).
3. Alternative Telecommunications Utility-Other Telecommunications Provider (ATU-Other) entities with no revenues for the report year are required to file an OTH annual report.
4. Unless otherwise indicated, the information requested in this report should be taken from the accounts and other records of the utility. A query or response concerning information contained in this report regarding any practice or transaction should not be construed as indicating conformity to pertinent regulations.
5. Please follow all instructions and answer each question fully and accurately. Provide additional information as necessary to avoid misunderstandings or misleading responses.
6. Wherever information is requested in a "note," please show that information in the space provided, or make reference to the adjacent page or insert where the note may be found. Please also identify each note. Limited footnote capability is included in the annual report software program. Please use it where necessary to fully explain particulars in the annual report.
7. Numeric items are limited to digits (0-9). Do not type commas when entering numbers. A minus sign "-" should be entered in the software program to indicate negative values. The program will convert the minus sign to parentheses if a hard copy of the annual report is printed. Negative values may not be allowed for certain entries in the annual report due to restrictions contained in the software program.
8. Please report all dollar amounts to the nearest thousand dollars.
9. This annual report should be complete in all respects. Unless otherwise authorized, avoid references to returns of former years or to other reports.
10. Wherever schedules call for data from the previous year and such data were reported in the previous annual report, the previous year's data should be reported without modification. If modified, an appropriate footnote and explanation should be included in the current year's annual report.
11. Where part or all of the report is prepared by other than utility personnel, a disclosure is required in the "Individual or firm, if other than utility employee, preparing this report" portion of the Identification and Ownership schedule, which describes the nature and extent of work performed.
12. The OTH annual report program incorporates provisional confidentiality capability for the following item, based on the Commission's Information Regarding Confidential Filings decision dated February 24, 2003, as supplemented for the new Nonregulated Revenues category on the Operating Revenues schedule:
 - a. Operating Revenues (Particulars, Wisconsin-Based Intrastate, Wisconsin-Based Interstate, Wisconsin-Based Total, and Total Company columns) (pp. 14-15) (Miscellaneous Revenues and Nonregulated Revenues descriptions, other than Video Distance Learning and Directory appearing in the report form, contained in the Particulars column (column a) and respective dollar amounts reported for the Miscellaneous Revenues and Nonregulated Revenues categories in the columns labeled Wisconsin-

RULES FOR REPORTING

Based Intrastate, Wisconsin-Based Interstate, Wisconsin-Based Total, and Total Company);

- b. Central Office Data-End of Year (p. 19)
 - i. Integrated Service Digital Network (ISDN) Lines-In Use (BRI);
 - ii. ISDN Lines-In Use (PRI);
 - iii. xDSL Lines-In Use;
 - iv. Switched 56 lines in use;
 - v. Digital Transmission Facilities: DS-1-In use;
 - vi. Digital Transmission Facilities: DS-3-In use;
 - vii. Video Information Service-In use (# lines); and
 - viii. Fiber Transmission Facilities: No. of fiber strands working (LIT) in C.O.

If additional provisional confidential treatment is desired, please contact the Commission concerning required manual filing procedures. In this situation, do not file the annual report electronically using the program's e-mail filing capabilities.

- 13. It is not necessary to manually or electronically "sign" the signature page. It is not necessary to file a hardcopy annual report printout with the Commission.
- 14. **Edit Check, Confidential Listing, Exported Annual Report, and Export Status Files; Filing the Completed Report:**

Program edit checks, which are located under the Admin dropdown menu, should be run at the completion of data entry. Each edit problem lists pertinent schedule(s) as well as the nature of the problem (such as "does not equal"). Edit items should be reviewed and corrected; unresolved problems should be footnoted in the report, if necessary. This screen automatically saves the edit checks to an .edt file that may be viewed and edited (for purposes of adding necessary notations) using a word processing package such as WordPad.

The confidential listing, which is located under the Admin dropdown menu, should also be run at the completion of data entry. This will create a .clf file.

Select the annual report to export from the Main-Report Selection window. Click Admin, Export Data to PSC to start the export process. This will create an .mdb file, which will subsequently be encrypted to a file with an .sen extension. An export status file is also created (with a .txt extension). The export status file may also be viewed in a word processing package such as WordPad. If you encounter any export errors, please contact the Commission for assistance.

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

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

- 15. **Name Changes:**

If a name change (e.g., the new name, the date of the change, and the affected entities with their respective four-digit Commission identification numbers) is identified in the report, documents from the State of Wisconsin Department of Financial Institutions (DFI) also must be submitted to the Commission:

RULES FOR REPORTING

A domestic corporation should send a copy of the stamped page from its Articles of Amendment as filed with DFI. A foreign corporation should send a copy of their Amended Certificate of Authority as issued by DFI.

These documents can be obtained by:

1. Calling DFI at (608) 261-7577;
2. Contacting DFI on the web at <http://wdfi.org>; or
3. By writing to DFI at P.O. Box 7846, Madison, WI 53707-7846.

A name change is not effective in the Commission's records until a separate notification letter is sent to the Commission including documentation to confirm registration of that change with the State of Wisconsin Department of Financial Institutions.

16. Changes to the Annual Report Subsequent to Filing:

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

Revisions to an annual report previously filed on a manual basis also require a new complete manual filing.

17. Municipalities authorized by the Commission as competitive local exchange carriers (CLECs) should report only the CLEC-related amounts in the OTH annual report.

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IDENTIFICATION AND OWNERSHIP

Exact Utility Name: MCLEODUSA TELECOMMUNICATIONS SERVICES, INC
Utility Location: 6400 C ST SW
P.O. BOX 3177
CEDAR RAPIDS, IA 52406

Utility Web Site Address: www.mcleodusa.com
Date utility authorized to provide service in Wisconsin: 04/01/1997
State in which utility was organized: Iowa
Organization type (e.g., corporation, partnership): Corporation

New Utility Name: **Effective Date:**

Telephone numbers for potential customers to contact company:
Business Customers: (800) 593 - 1177 Ext:
Residential Customers: (800) 500 - 3453 Ext:

Primary Utility Contact (located at utility address)

Name: WILLIAM A. HAAS
Title: ASSOCIATE GENERAL COUNSEL
Firm/Company: MCLEODUSA TELECOMMUNICATIONS SERVICES, INC.
Office Address: 6400 C ST SW
P.O. BOX 3177
CEDAR RAPIDS, IA 52406-3177
Fax Number: (319) 790 - 7295
Telephone Number: (319) 790 - 7901
Email Address: whaas@mcleodusa.com

Officer in charge of correspondence concerning this report

Name: JOSEPH H. CERYANEC
Title: GVP - CONTROLLER & TREASURER
Firm/Company: MCLEODUSA, INC.
Office Address: 6400 C ST SW
P.O. BOX 3177
CEDAR RAPIDS, IA 52406-3177
Fax Number: (319) 790 - 7399
Telephone Number: (319) 790 - 7767
Email Address: Joseph.Ceryanec@mcleodusa.com

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

Name:
Title:
Firm/Company:
Office Address:

Fax Number: () -
Telephone Number: () -
Email Address:

IDENTIFICATION AND OWNERSHIP**Name and address of the office where the utility's books are kept**

Name: JOSEPH H. CERYANEC
Title: GVP - CONTROLLER & TREASURER
Firm/Company: MCLEODUSA, INC.
Office Address: 6400 C ST SW
P.O. BOX 3177
CEDAR RAPIDS, IA 52406-3177
Fax Number: (319) 790 - 7399
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Contact person for Regulatory Inquiries and Complaints

Name: WILLIAM A. HAAS
Title: ASSOCIATE GENERAL COUNSEL
Firm/Company: MCLEODUSA TELECOMMUNICATIONS SERVICES, INC.
Office Address: 6400 C ST SW
P.O. BOX 3177
CEDAR RAPIDS, IA 52406-3177
Fax Number: (319) 790 - 7295
Telephone Number: (319) 790 - 7901
Email Address: whaas@mcleodusa.com

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: FORSTMANN LITTLE & CO.
Address: 767 FIFTH AVE, 44TH FLOOR
NEW YORK , NY 10153
Number of Shares Held: 188,000,000
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: N/A
Extent of Interest: N/A

INCOME STATEMENT - TOTAL COMPANY

Particulars (a)	This Year (000's)(b)	Last Year (000's)(c)	
Operating Revenues	835,610	969,162	1
OPERATING EXPENSES			
Access and Billing Expenses	185,378	224,927	2
Local Interconnection	0	0	3
Other Charges Imposed by Another Carrier	311,554	396,184	4
Communication System Operations	0	0	5
Sales and Marketing	63,330	62,662	6
Administrative and General	201,466	224,343	7
Depreciation and Amortization	292,906	280,927	8
Other	(176)	121,878	9
Total Operating Expenses	1,054,458	1,310,921	10
Net Operating Income	(218,848)	(341,759)	11
OTHER INCOME			
Nonoperating Income and Expense	(49,221)	(45,630)	12
Nonoperating Taxes	0	0	13
Interest and Related Items	0	0	14
Extraordinary Items	0	0	15
Nonregulated Net Income	0	0	16
Total Nonoperating Income	(49,221)	(45,630)	17
Net Income	(268,069)	(387,389)	18

Income Statement - Total Company Note:

Disclose additional material information not included elsewhere in this report that is necessary to make the financial statements clear and understandable, including:

1. A summary of significant accounting policies, including, but not limited to, accounting policies related to pension cost, unbilled revenues, and income taxes.
2. The method of computing depreciation expense.

INCOME STATEMENT - WISCONSIN INTRASTATE OPERATIONS

Particulars (a)	Wisconsin Intrastate % This Year (b)	This Year (000's) (c)	Last Year (000's) (d)	
Operating Revenues	5.00%	40,405	51,313	1
OPERATING EXPENSES				
Access and Billing Expenses	0%	6,525	8,979	2
Local Interconnection	0%	0	0	3
Other Charges Imposed by Another Carrier	0%	15,113	22,931	4
Communication System Operations	0%	0	0	5
Sales and Marketing	0%	327	329	6
Administrative and General	0%	1,041	1,179	7
Depreciation and Amortization	0%	1,947	1,889	8
Other	0%	0	640	9
Total Operating Expenses	0%	24,953	35,947	10
Net Operating Income	0%	15,452	15,366	11
OTHER INCOME				
Nonoperating Income and Expense	0%	0	0	12
Nonoperating Taxes	0%	0	0	13
Interest and Related Items	0%	0	0	14
Extraordinary Items	0%	0	0	15
Nonregulated Net Income	0%	0	0	16
Total Nonoperating Income	0%	0	0	17
Net Income	0%	15,452	15,366	18

Income Statement - Wisconsin Intrastate Operations Note:

Please state the bases upon which the Wisconsin intrastate factors were developed and provide supporting calculations.

TOTAL COMPANY BALANCE SHEET - ASSETS

Particulars (a)	Balance--EOY (000's)(b)	Balance--FOY (000's)(c)	
CURRENT ASSETS			
Cash and Cash Equivalents	3,695	6,029	1
Net Telecommunications Accounts Receivable	64,122	61,647	2
Net Other Accounts Receivable	357	489	3
Net Notes Receivable	0	0	4
Interest and Dividends Receivable	0	0	5
Materials and Supplies	0	0	6
Prepayments	0	0	7
Other Current Assets	10,242	10,911	8
TOTAL CURRENT ASSETS	78,416	79,076	
NONCURRENT ASSETS			
Investments in Affiliated Companies	0	0	9
Investments in Nonaffiliated Companies	0	0	10
Other Noncurrent Assets	299,137	314,325	11
Deferred Charges	0	0	12
TOTAL NONCURRENT ASSETS	299,137	314,325	
PLANT			
Telecommunications Plant in Service	871,467	1,129,918	13
Less: Accumulated Depreciation and Amortization	464,462	242,059	14
Net Property Held for Future Telecommunications Use	0	0	15
Net Nonoperating Plant	0	0	16
Telecommunications Plant Under Construction	65,265	79,789	17
Net Telecommunications Plant Adjustment	0	0	18
TOTAL PLANT	472,270	967,648	
TOTAL ASSETS AND OTHER DEBITS	849,823	1,361,049	

TOTAL COMPANY BALANCE SHEET - LIABILITIES AND CAPITAL

Particulars (a)	Balance--EOY (000's)(b)	Balance--FOY (000's)(c)	
CURRENT LIABILITIES			
Accounts and Notes Payable to Affiliated Companies	2,949,198	2,622,966	1
Other Accounts and Notes Payable	208,443	241,893	2
Advance Billing and Payments	6,546	7,883	3
Customer Deposits	4,785	2,034	4
Current Maturities - Long-Term Obligations	354	3,543	5
Taxes Accrued	0	0	6
Other Current and Accrued Liabilities	36,106	49,167	7
TOTAL CURRENT LIABILITIES	3,205,432	2,927,486	
LONG-TERM DEBT			
Net Funded Debt	0	0	8
Obligations Under Capital Leases	0	0	9
Advances from Affiliated Companies	0	0	10
Other Long-Term Debt	0	0	11
TOTAL LONG-TERM DEBT	0	0	
OTHER LIABILITIES AND DEFERRED CREDITS			
Other Long-Term Liabilities	7	912	12
Unamortized Investment Tax Credits	0	0	13
Net Noncurrent Deferred Income Taxes	0	0	14
Other Deferred Credits	73,022	68,431	15
TOTAL OTHER LIABILITIES AND DEFERRED CREDITS	73,029	69,343	
STOCKHOLDERS' EQUITY			
Capital Stock and Paid-In Capital	15,843	15,843	16
Other Capital	0	0	17
Retained Earnings	(2,444,481)	(1,651,623)	18
TOTAL STOCKHOLDERS' EQUITY	(2,428,638)	(1,635,780)	
TOTAL LIABILITIES AND OTHER CREDITS	849,823	1,361,049	

TOTAL COMPANY BALANCE SHEET - NOTES

Other information concerning the total company balance sheet.

Access Lines cannot be broken out by CO. Included all Telecommunications plant this year where it was not all included last year.

RETAINED EARNINGS - TOTAL COMPANY

Particulars (a)	This Year (000's)(b)	Last Year (000's)(c)	
Balance - First of Year	(1,651,623)	(1,139,938)	1
Changes:			
Balance Transferred from Income	(268,069)	(387,389)	2
Dividends Declared	0	0	3
Miscellaneous Debits to Retained Earnings	0	0	4
Miscellaneous Credits to Retained Earnings	(524,789)	(124,296)	5
Balance - End of Year	<u>(2,444,481)</u>	<u>(1,651,623)</u>	6

TELECOMMUNICATIONS PLANT IN SERVICE & ACCUMULATED DEPRECIATION & AMORTIZATION - WISCONSIN

Plant Function (a)	Plant in Service FOY (000's)(b)	Additions (000's)(c)	Retirements (000's)(d)	
GENERAL SUPPORT				
Enter Description Here	0	0	0	1
CENTRAL OFFICE				
COE	26,724	2,439	76	2
Switch	15,420	3,518	36	3
INFORMATION ORIG./TERM.				
Enter Description Here	0	0	0	4
CABLE WIRE FACILITIES				
Fiber	12,037	6,437	0	5
AMORTIZABLE				
Enter Description Here	0	0	0	6
TOTAL PLANT IN SERVICE	54,181	12,394	112	

TELECOMMUNICATIONS PLANT IN SERVICE & ACCUMULATED DEPRECIATION & AMORTIZATION - WISCONSIN (cont.)

Plant Function (e)	Transfers / Adjustments (000's)(f)	Plant in Service EOY (000's)(g)	Acc. Depr. & Amortization EOY (000's)(h)	Net Plant in Service EOY (000's)(i)	
GENERAL SUPPORT					
Enter Description Here	0	0	0	0	1
CENTRAL OFFICE					
COE	0	29,087	14,106	14,981	2
Switch	0	18,902	6,513	12,389	3
INFORMATION ORIG./TERM.					
Enter Description Here	0	0	0	0	4
CABLE WIRE FACILITIES					
Fiber	0	18,474	1,509	16,965	5
AMORTIZABLE					
Enter Description Here	0	0	0	0	6
TOTAL PLANT IN SERVICE	0	66,463	22,128	44,335	

OPERATING REVENUES

Particulars (a)	Wisconsin- Based Intrastate (000's)(b)	Wisconsin- Based Interstate (000's)(c)	
LOCAL NETWORK SERVICES REVENUES			
End User Retail	29,022	0	1
Reciprocal Compensation & Interconnection	1,552	0	2
Private Line, Special Access & Unbundled Network Elements	3,157	0	3
Enter Other Description Here			4
NETWORK INTERSTATE ACCESS SERVICE REVENUES			
End User Line Charge			5
Switched		4,448	6
Special		2,432	7
NETWORK INTRASTATE ACCESS SERVICE REVENUES			
Switched	890		8
Special			9
Enter Other Description Here			10
LONG DISTANCE NETWORK SERVICES MESSAGE REVENUES			
Enter Description Here	6,371	6,670	11
LONG DISTANCE PRIVATE NETWORK REVENUES			
Enter Description Here			12
MISCELLANEOUS REVENUES			
Video Distance Learning			13
Directory			14
IRU - Dark Fiber	105	0	15
Other Revenue	397	0	17
Finance Charges	161	80	18
NONREGULATED REVENUES			
Equipment Revenue	0	155	19
GROSS OPERATING REVENUES	41,655	13,785	
UNCOLLECTIBLE REVENUES			
Enter Description Here	1,250	414	20
TOTAL UNCOLLECTIBLE REVENUES	1,250	414	
TOTAL OPERATING REVENUES	40,405	13,371	

OPERATING REVENUES (cont.)

Particulars (d)	Wisconsin- Based Total (000's)(e)	Total Company (000's)(f)	
LOCAL NETWORK SERVICES REVENUES			
End User Retail	29,022	389,309	1
Reciprocal Compensation & Interconnection	1,552	5,058	2
Private Line, Special Access & Unbundled Network Elements	3,157	88,741	3
Enter Other Description Here	0		4
NETWORK INTERSTATE ACCESS SERVICE REVENUES			
End User Line Charge	0		5
Switched	4,448	109,232	6
Special	2,432	25,460	7
NETWORK INTRASTATE ACCESS SERVICE REVENUES			
Switched	890	10,841	8
Special	0		9
Enter Other Description Here	0		10
LONG DISTANCE NETWORK SERVICES MESSAGE REVENUES			
Enter Description Here	13,041	203,501	11
LONG DISTANCE PRIVATE NETWORK REVENUES			
Enter Description Here	0		12
MISCELLANEOUS REVENUES			
Video Distance Learning	0		13
Directory	0		14
IRU - Dark Fiber	105	11,914	15
	0		16
Other Revenue	397	11,430	17
Finance Charges	241	3,908	18
NONREGULATED REVENUES			
Equipment Revenue	155	2,060	19
GROSS OPERATING REVENUES	55,440	861,454	
UNCOLLECTIBLE REVENUES			
Enter Description Here	1,664	25,844	20
TOTAL UNCOLLECTIBLE REVENUES	1,664	25,844	
TOTAL OPERATING REVENUES	53,776	835,610	

AVERAGE NUMBER OF SUBSCRIBERS

Average Number of Subscribers (a)	Wisconsin-Based Total (Actual No.) (b)	Total Company (Actual No.) (c)	
Residential	23,661	207,666	1
Business	13,388	188,069	2
Total	37,049	395,735	3

NUMBER OF LIFELINE AND LINKUP CUSTOMERS

Number of Lifeline and Linkup Customers (a)	Wisconsin (Actual No.)(b)	
Number of Lifeline Customers in Wisconsin at December 31, 2003	0	1
Number of Linkup Customers in Wisconsin Connected During 2003	0	2

ACCESS EXPENSES, BILLING EXPENSES & CHARGES IMPOSED BY ANOTHER CARRIER

Particulars (a)	Wisconsin- Based Intrastate (000's)(b)	Wisconsin- Based Interstate (000's)(c)	
ACCESS AND BILLING EXPENSES			
Carrier Common Line (Intrastate IntraLATA)	1,785		1
Carrier Common Line (Intrastate InterLATA)	572		2
Carrier Common Line (Interstate)		1,364	3
Switched Access	4,168	2,448	4
Special Access			5
Billing and Collection Expenses			6
TOTAL ACCESS AND BILLING EXPENSES	6,525	3,812	
CHARGES IMPOSED BY ANOTHER CARRIER			
Expenses Related to Interconnection with Another Local Exchange Carrier`s Facilities			7
Expenses Related to the Wholesale Use of Another Carrier`s Network (Resale & Unbundled Network Elements) and Tariffed General Service Offerings	15,113	8,876	8
TOTAL CHARGES IMPOSED BY ANOTHER CARRIER	15,113	8,876	
TOTAL ACCESS EXPENSES, BILLING EXPENSES & CHARGES IMPOSED BY ANOTHER CARRIER	21,638	12,688	

**ACCESS EXPENSES, BILLING EXPENSES & CHARGES IMPOSED BY ANOTHER CARRIER
(cont.)**

Particulars (d)	Wisconsin- Based Total (000's)(e)	Total Company (000's)(f)	
ACCESS AND BILLING EXPENSES			
Carrier Common Line (Intrastate IntraLATA)	1,785	57,355	1
Carrier Common Line (Intrastate InterLATA)	572	8,783	2
Carrier Common Line (Interstate)	1,364	22,518	3
Switched Access	6,616	96,722	4
Special Access	0		5
Billing and Collection Expenses	0		6
TOTAL ACCESS AND BILLING EXPENSES	10,337	185,378	
CHARGES IMPOSED BY ANOTHER CARRIER			
Expenses Related to Interconnection with Another Local Exchange Carrier`s Facilities	0		7
Expenses Related to the Wholesale Use of Another Carrier`s Network (Resale & Unbundled Network Elements) and Tariffed General Service Offerings	23,989	311,554	8
TOTAL CHARGES IMPOSED BY ANOTHER CARRIER	23,989	311,554	
TOTAL ACCESS EXPENSES, BILLING EXPENSES & CHARGES IMPOSED BY ANOTHER CARRIER	34,326	496,932	

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)	
Rate Center Name	GREEN BAY	MADISON	MILWAUKEE		1
Central Office (Switch) CLLI Code	GNBYW106	MDSOWILM	MILKXW114		2
Switch Location	GREEN BAY	MADISON	MILWAUKEE		3
Manufacturer of COE	LUCENT	LUCENT	LUCENT		4
Year COE Installed	2001	2001	2000		5
Type of Equipment	5ESS	5ESS	5ESS		6
(S)tandalone, (H)ost, (R)emote, (A)dv. Fiber Comm.	S	S	S		7
Remote Host Rate Center Name					8
Remote Host Switch CLLI Code					9
COE Generic Software Release No.	5E15	5E15	5E15		10
SS7?	Yes	Yes	Yes		11
9-1-1?	Yes	Yes	Yes		12
Access Lines - In Use	0	0	0		13
- Equipped	0	0	0		14
- Wired	0	0	0		15
Trunks - In Use	320	556	1,639		16
- Equipped	1,260	868	3,388		17
- Wired	1,932	1,932	3,556		18
ISDN Available?	Yes	Yes	Yes		19
ISDN Lines - In Use (BRI)					20
- In Use (PRI)					21
xDSL Available?	Yes	Yes	Yes		22
- In Use (# lines)					23
Switched 56 Service?	No	No	No		24
Switched 56 lines in use					25
Digital Transmission Facilities: DS-1 - In Use					26
DS-3 - In Use					27
Advanced Data Service Available:					
Packet Switching?	Yes	Yes	Yes		28
SMDS?	Yes	Yes	Yes		29
Frame Relay?	Yes	Yes	Yes		30
ATM (Asynchronous Trans. Mode)?	Yes	Yes	Yes		31
Video Information - Service Available?	No	No	No		32
- In Use (# lines) ¹					33
Fiber Transmission Facilities:					
No. of fiber strands entering C.O.					34
No. of fiber strands working (LIT) in C.O.					35
No. of fiber strands for interoffice use					36
Miles of fiber sheath in wire center					37
Access Tandem Serving this C.O.:					
- Central Office Name	N/A	N/A	N/A		38
- Central Office CLLI Code	N/A	N/A	N/A		39
Does this C.O. do access tandem switching?	No	No	No		40

¹ Teleco provided end-to-end facility.

ASSESSABLE REVENUES

Description (a)	This Year (000's)(b)
Calculation of Assessable Revenues for Remainder and Telephone Relay Assessment Purposes	
Gross Operating Revenues--Wisconsin (including outbound interstate revenues)	55,440 1
Less: Inbound Interstate Revenues (exclusive of uncollectible service revenues) Included in Line 1 (if any)	0 2
Less : Current Year Write-offs of Uncollectible Revenues	1,664 3
Plus: Current Year Collection of Operating Revenues Previously Written Off	0 4
Less : Nonregulated Operating Revenue (included in Gross Oper. Rev. on Line 1)	155 5
Plus: Nonregulated Net Write Off Amount (included on Lines 3 and 4)	0 6
Total Assessable Revenues for Remainder and Telephone Relay Assessment Purposes	53,621 7

Assessable Revenues for Universal Service Fund Assessment Purposes

Wisconsin Gross Intrastate Operating Telecommunications Service Revenue	39,545 8
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Notes

"Gross Operating Revenues--Wisconsin" are revenues before consideration of uncollectible revenues. These revenues include revenues from inbound interstate 800 and collect calls billed to customers in Wisconsin.

"Outbound interstate revenues" are service operations revenues received from communications originating at points within Wisconsin and terminating at points outside the state.

"Inbound interstate revenues" are service operations revenues received from communications originating at points outside the State of Wisconsin and terminating at points within the state.

(NOT TO BE EXCLUDED HERE ARE INBOUND INTERSTATE 800 AND COLLECT REVENUES BILLED TO CUSTOMERS IN WISCONSIN).

"Gross" means revenue before consideration of uncollectible amounts. Access expenses may not be netted against assessable revenues.

"Intrastate" means telecommunications service originating and terminating within the State of Wisconsin. Intrastate revenue does not include interstate access revenue.

"Operating" means provision of telecommunications services.

"Telecommunications service revenue" for the purpose of this assessment does not include cable television service, broadcast service, rents, directory revenue, carrier billing and collection revenue, nonregulated customer premises equipment revenue, or other miscellaneous or nonregulated revenue. However, it does include video distance learning revenue and payphone revenue (the latter which was deregulated in 1997).

OTHER INFORMATION

Additional or other information concerning this annual report.

Access Lines cannot be broken out at the CO level.

SCHEDULE AND REPORT NOTES

General Footnote

Schedule Footnotes
