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PUCO FISCAL

# LOCAL EXCHANGE TELEPHONE COMPANIES

For the provision of (check all that apply):

INCUMBENT LOCAL EXCHANGE CARRIER (ILEC)

NEW ENTRANT CARRIER (NEC)

Class A

Class B

## ANNUAL REPORT

OF

CONTINENTAL TELEPHONE COMPANY

(Exact legal name of respondent)

If name was changed during year, show also the previous name and date of change.

Website URL:

88 E Rice Street, Continental

Putnam

OH

45831

Address

City

County

State

Zip Code

Phone: (Area Code) Number

(Address of principal business office at end of year)

TO THE  
PUBLIC UTILITIES COMMISSION OF OHIO



FOR THE  
YEAR ENDED DECEMBER 31, 20\_01

Name, title, address, e-mail address, telephone and fax numbers (including area code) of the person to be contacted concerning this report.

Jerel Cable

P O Box 88, Roachdale, IN 46172 (765) 522-0235

UTILITY REGULATING DIV

2002 APR 23 AM 8:49

PUCO

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## GENERAL INSTRUCTIONS

Please read General Instructions carefully before filling out this form:

1. **Class A** -- Companies having annual revenues from regulated telecommunications operations of \$100,000,000 or more.  
**Class B** -- Companies having annual revenues from regulated telecommunications operations of less than \$100,000,000.
2. **Class B** companies may choose to use **Class A** accounts.
3. The word "Respondent" in the following inquiries means the person, firm, association, or company on whose behalf the report is made.
4. This annual report form was prepared in conformity with the Uniform System of Accounts prescribed by the PUCO for local exchange telephone companies. All accounting words and phrases are to be interpreted in accordance with said classification.
5. The schedules and questions contained in this report were developed to be generally applicable to all local exchange telephone companies. All instructions shall be followed and each question answered as fully and accurately as possible. Sufficient answers shall appear to show that no schedule, question, or line item has been overlooked. If a particular line item or schedule does not apply to the respondent, indicate this by answering "none", "-0-", or "not applicable", as appropriate.
6. Customary abbreviations may be used except that the exact name of the respondent shall be shown in full on the "cover page" and on the "Verification" page.
7. Where the space provided is insufficient for the required data or it is necessary or desirable to insert additional statements or schedules, the insert pages shall show the number and title of the schedule to which it pertains, as well as the name of the respondent and the year covered, and shall be on 8 1/2" x 11" durable paper.
8. The information required with respect to any statement furnished is the minimum requirement. The respondent may add such further material information as is necessary to ensure that the required statements are not misleading.
9. All copies filed with the Commission must be legible and permanent. All entries shall be made in permanent ink or by a typewriter. Items of a reverse or contrary character shall be enclosed in parentheses, or indicated by a minus sign followed by the amount.
10. The annual report shall be signed by a duly elected officer of the respondent.
11. The information required in this report, unless otherwise indicated, is to be reported for the entire company and not for the State of Ohio only.
12. Totals should be provided as indicated. The respondent shall ensure that schedule totals and subtotals are mathematically correct.
13. If a line item is supported by a detailed schedule elsewhere in this report, the respondent should ensure that the detailed schedule is completed and that the amounts on both schedules match.
14. The word "affiliated companies" means companies that directly or indirectly through one or more intermediaries control or are controlled by, or are under common control with, the utility filing this report.
15. Please list all accounts and totals in whole dollars only. Make sure the rounded numbers are equal to the original totals, when the original totals are rounded to the nearest dollar amount.

### ADDITIONAL FILING REQUIREMENTS

The following list is intended only as a reminder to local exchange companies with less than 15,000 access lines of additional information required to be filed with the Commission and when such information is due.

- (1) Major Outage Reports (Rule 4901:1-5-03, O.A.C.) - when a major outage occurs, the local area news media and the Commission's Emergency Outage Coordinator must be notified within two hours. If such outage affects 9-1-1 service, the 9-1-1 PSAP for each affected county must also be notified immediately with an estimate of when 9-1-1 service will be restored.
- (2) Emergency Services Coordinator Names and Telephone Numbers (Rule 4901:1-5-22, O.A.C.) - the list of a company's Emergency Services Coordinator and appropriate phone numbers shall be updated as necessary and submitted to the Commission's Emergency Services Coordinator in the Consumer Services Department.
- (3) Directories (Rule 4901:1-5-06 (C), O.A.C.) - three copies of each directory shall be provided to the Commission's Library.

### IDENTITY OF RESPONDENT

1. Give the location (including street and number) of (a) the main Ohio business office of respondent at the close of the year, and (b) if respondent is a foreign corporation, the main business office if not in this state.

a. 88 E. Rice Street, Continental, OH 45831  
b. n/a

2. State whether respondent is a corporation, a joint stock association, a firm or partnership, or an individual. Indicate date of incorporation or date of formation of partnership.

Incorporated October 23, 1946

3. If a consolidated or merged company, name all constituent and all merged companies absorbed during the year.

None

4. Date and authority for each consolidation and for each merger effected during the year.

None

5. If a reorganized company, give name of original corporation. State the occasion for any reorganization effected during the year.

None

6. For new entrant carrier (NEC); give PUCO Certification approval date \_\_\_\_\_, and Case No. \_\_\_\_\_.

7. For NEC's only describe current serving area.

n/a

**CORPORATE CONTROL OVER RESPONDENT**

1. Did any corporation or corporations, telephone or other, hold control over the respondent at the close of the year? Yes If control was so held, state:
  - a. The name and address of the controlling corporation or corporations: TDS Telecommunications Inc., 301 S Westfield Road, Madison WI 53705
  - b. The form of control, whether sole or joint: Sole
  - c. The manner in which control was established: Ownership Common Stock
  - d. The extent of control: 98.7%
  - e. Whether control was direct or indirect: Direct
  - f. If indirect, the name and address of the intermediary through which control was established: \_\_\_\_\_
  
2. Did any individual, association, or corporation hold control, as trustee, over the respondent at the close of the year? NO If control was so held, state:
  - a. The name and address of the trustee: \_\_\_\_\_
  - b. The name and address of the beneficiary or beneficiaries for whom the trust was maintained, if available: \_\_\_\_\_

**RESPONDENT'S CONTROL OVER OTHER CORPORATIONS**

3. Did the respondent hold control over other corporations at the close of the year? NO If so, state:
  - a. The name and address of corporation or corporations controlled: \_\_\_\_\_
  - b. The form of control, whether sole or joint: \_\_\_\_\_
  - c. Other parties, if any, to joint agreement for control: \_\_\_\_\_
  - d. The manner in which control was established: \_\_\_\_\_
  - e. The extent of control: \_\_\_\_\_
  - f. Whether control is direct or indirect: \_\_\_\_\_
  - g. If indirect, the name and address of the intermediary through which control was established: \_\_\_\_\_

### IMPORTANT CHANGES DURING THE YEAR

Report important changes of the types listed. Except as otherwise indicated data furnished should apply to the same period the report covers. Answers should be numbered in accordance with the inquiries and if "none" states the fact, it should be used. If information which answers an inquiry is given elsewhere in the report, identification of the other answer will be sufficient.

1. Purchase or sale of entire property, or of a part of property when service territory is included: Give brief description of each transaction, name of other party, date, consideration, and Commission authorization.

None

2. Lease of property (to or from another) of the kind covered by the preceding inquiry: To the extent applicable give details corresponding to those required by the preceding inquiry.

None

3. Securities issued during the year: Identify the securities, give purpose of issuance, date, consideration received and Commission authorization. As here used, the term "securities" shall be taken to mean any capital stock or debt, the issuance of which requires prior authorization by this Commission.

None

4. Changes in articles of incorporation: Give brief particulars of each change and date.

None

5. Other important changes: Give brief particulars of each other important change which is not disclosed elsewhere in this report.

None

SCHEDULE: 1

<b>VOTING POWERS AND ELECTIONS</b>			
<p>1. In the schedule below, show the particulars called for concerning the stockholders of respondent who, at the date of the latest closing of the stock-book of respondent prior to the actual filing of this report, had the twenty highest voting powers of the respondent. If any such holder is held in trust, attach a statement showing the beneficial owners. If the stock-book was not closed within the year, show twenty such stockholders as of the close of the year. In the space provided, show total shares and notes of all stockholders.</p>			
Name and Address of Stockholders	No. of Shares Held	No. of Voting Shares	Other Vote Empowered Securities
<p>TDS Telecommunications, Inc. Madison, WI</p>	<p>228</p>	<p>228</p>	
<b>TOTAL LISTED ABOVE</b>	228	228	0
<b>ALL STOCKHOLDERS</b>			

SCHEDULE: 2

<b>BOARD OF DIRECTORS</b>				
1. Give the name of each person who was a member of the Board of Directors at any time during the year.				
2. Columns (d) and (e) relate to Board meetings only.				
Name of Director and Address (City and State) (a)	Served Continuously From (b)	Term Expired or Current Term Will Expire (c)	Number of Meetings Attended During Year (d)	Fees Paid During Year (e)
Michael A. Pandow, Masison, WI				0
Jerry W. Masters, Madison, WI				0
David A. Wittwer, Madison, WI				0
Daniel V. Gregory, Madison WI				0
Name of Chairman of the Board				
Name of Secretary of Board				
Number of Meetings of Board during the year			1	
Number of directors provided for by charter or by-laws, as amended to the end of the year				
Number of Directors required to constitute a quorum			Majority	

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SCHEDULE: 3

**PRINCIPAL GENERAL OFFICERS**

1. The persons to be listed herein are the chairman of the board, president, vice president, treasurer, general counsel, and comptroller. Respondents that do not have officers bearing the aforesaid titles shall list those officers who have the responsibilities normally associated with such titles.
2. Customary abbreviations may be used in showing titles and departments in columns (a) and (b).

Title of General Officer (a)	Department Over Which Jurisdiction is Exercised (b)	Name of Person Holding the Office at End of Year (c)	Office Address (City & State) (d)
President Vice President Vice President Vice President Vice President Vice President Vice President Vice President  Secretary / Treasurer Assistant Secretary Assistant Treasurer		Michael A. Pandow Jerry W. Masters David A. Wittwer Conrad C. Marks Paul E. Pederson Daniel V. Gregory Joseph D. Kirk Dana L. Reed  Jerry L. Miller Phyllis A. Conatser Jerel L. Cable	Madison, WI Madison, WI Madison, WI Madison, WI Madison, WI Madison, WI Continental, OH Continental, OH  Roachdale, IN Knoxville, TN Roachdale, IN

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## SCHEDULE: 4

BALANCE SHEET ASSETS AND OTHER DEBITS						
Account No.		Account Title	Page No.	Balances at End of Previous Year (in dollars)	Balance at End of Current Year (in dollars)	Increase or (Decrease) (in dollars)
Class "A" Company	Class "B" Company					
<b>CURRENT ASSETS:</b>						
.....	1120	Cash and Equivalents				
1130	.....	Cash		4,836,907	5,622,453	785,546
1140	.....	Special Cash Deposits				
1150	.....	Working Cash Advances		400	400	
1160	.....	Temporary Investments	37			
1180	1180	Telecommunications Accounts Receivable	37	172,304	128,812	(43,492)
1181	1181	Acts. Receivable Allowance - Telecom (Cr.)	37			
1190	1190	Other Accounts Receivable	37	194,786	225,060	30,273
1191	1191	Accounts Receivable Allowance - Other (Cr.)	37			
1200	1200	Notes Receivable	38			
1201	1201	Notes Receivable Allowances (Cr.)	38			
1210	1210	Interest and Dividends Receivable	38	26,895	10,504	(16,391)
1220	1220	Material and Supplies		20,529	26,124	5,595
.....	1280	Prepayments				
1290	.....	Prepaid Rents				
1300	.....	Prepaid Taxes				
1310	.....	Prepaid Insurance				
1320	.....	Prepaid Directory Expense		352	570	218
1330	.....	Other Prepayments		6,256	5,278	(978)
1350	1350	Other Current Assets				
<b>(1130-1350)</b>	<b>(1120-1350)</b>	<b>TOTAL CURRENT ASSETS</b>		<b>5,258,429</b>	<b>6,019,201</b>	<b>760,772</b>

SCHEDULE: 4

<b>BALANCE SHEET ASSETS AND OTHER DEBITS</b>						
Account No.		Account Title	Page No.	Balances at End of Previous Year (in dollars)	Balance at End of Current Year (in dollars)	Increase or (Decrease) (in dollars)
Class "A" Company	Class "B" Company					
<b>NONCURRENT ASSETS:</b>						
1401	1401	Investments in Affiliated Cos.	38			
1402	1402	Investments in Nonaffiliated Cos.	38	7,000	7,000	
1406	1406	Nonregulated Investments		41,311	28,378	(12,933)
1407	1407	Unamort. Debt Issuance Exp.		4,540	4,357	(184)
1408	1408	Sinking Funds				
1410	1410	Other Noncurrent Assets				
1437	1437	Deferred Tax Regulatory Assets		1,514	963	(551)
1438	1438	Deferred Maintenance and Retirements	39			
1439	1439	Deferred Charges	39			
1500	1500	Other Juris. Assets - Net	40			
<b>(1401-1500)</b>	<b>(1401-1500)</b>	<b>TOTAL NONCURRENT ASSETS</b>		<b>54,365</b>	<b>40,698</b>	<b>(13,668)</b>
<b>PROPERTY, PLANT AND EQUIPMENT:</b>						
2001	2001	Tele. Plant in Service	27-29	7,542,085	7,805,414	263,329
2002	2002	Prop. Held for Future Telecommunications Use	29			
2003	2003	Tele. Plant Under Construction - Short Term	29	2,619	4,190	1,571
2004	2004	Tele. Plant Under Construction - Long Term	29			
2005	2005	Tele. Plant Adjustment	29			
2006	2006	Nonoperating Plant	29			
2007	2007	Goodwill	29	3,787	3,787	
<b>(2001-2007)</b>	<b>(2001-2007)</b>	<b>TOTAL PROP., PLANT &amp; EQUIP.</b>		<b>7,548,491</b>	<b>7,813,391</b>	<b>264,900</b>

## SCHEDULE: 4

<b>BALANCE SHEET ASSETS AND OTHER DEBITS</b>						
Account No.		Account Title	Page No.	Balances at End of Previous Year (in dollars)	Balance at End of Current Year (in dollars)	Increase or (Decrease) (in dollars)
Class "A" Company	Class "B" Company					
		<b>DEPRECIATION AND AMORTIZATION:</b>				
3100	3100	Accum. Deprec.	30-35	4,041,366	4,566,667	525,301
3200	3200	Accum. Deprec. - Held for Future Tele. Use				
3300	3300	Accum. Deprec. - Nonoper.				
.....	3400	Accum. Amort. - Tangible				
3410	.....	Accum. Amort. - Capit. Leases				
3420	.....	Accum. Amort. - Lsehd. Imprv.				
3500	3500	Accum. Amort. - Intangible				
3600	3600	Accum. Amort. - Other				
<b>(3100-3600)</b>	<b>(3100-3600)</b>	<b>TOTAL DEPREC. AND AMORT.</b>		<b>4,041,366</b>	<b>4,566,667</b>	<b>525,301</b>
		<b>NET PLANT (2001-2007) Less (3100-3600)</b>		<b>3,507,125</b>	<b>3,246,723</b>	<b>(260,401)</b>
		<b>TOTAL ASSETS (1120-2007) Less (3100-3600)</b>		<b>8,819,919</b>	<b>9,306,622</b>	<b>486,703</b>

## SCHEDULE: 4

**BALANCE SHEET  
ASSETS AND OTHER DEBITS**

Account No.		Account Title	Page No.	Balances at End of Previous Year (in dollars)	Balance at End of Current Year (in dollars)	Increase or (Decrease) (in dollars)
Class "A" Company	Class "B" Company					
<b><u>CURRENT LIABILITIES:</u></b>						
4010	4010	Accounts Payable		54,125	100,414	46,289
4020	4020	Notes Payable				
4030	4030	Advance Billing and Pay.		13,900	14,700	800
4040	4040	Customer Deposits.				
4050	4050	Cur. Maturities - Long Term Debt		70,379	73,965	3,586
4060	4060	Cur. Maturities - Cap. Leases				
4070	4070	Income Taxes - Accrued		34,288	12,419	(21,869)
4080	4080	Other Taxes - Accrued		87,301	73,665	(13,635)
4100	4100	Net Cur. Def. Oper. Income Taxes	40			
4110	4110	Net Cur. Def. Nonoper. Income Taxes				
4120	4120	Other Accrued Liabilities		17,644	17,038	(606)
4130	4130	Other Current Liabilities		15,369	16,324	955
<b>(4010-4130)</b>	<b>(4010-4130)</b>	<b>TOTAL CURRENT LIABILITIES</b>		<b>293,005</b>	<b>308,525</b>	<b>15,520</b>
<b><u>LONG TERM DEBT:</u></b>						
4210	4210	Funded Debt	42	1,320,236	1,246,019	(74,217)
4220	4220	Premium on Long - Term Debt	42			
4230	4230	Discount on Long - Term Debt	42			
4240	4240	Reacquired Debt				
4250	4250	Obligations Under Cap. Leases	42			
4260	4260	Advances from Affil. Cos.	42			
4270	4270	Other Long - Term Debt	42			
<b>(4210-4270)</b>	<b>(4210-4270)</b>	<b>TOTAL LONG - TERM DEBT</b>		<b>1,320,236</b>	<b>1,246,019</b>	<b>(74,217)</b>

## SCHEDULE: 4

**BALANCE SHEET  
ASSETS AND OTHER DEBITS**

Account No.		Account Title	Page No.	Balances at End of Previous Year (in dollars)	Balance at End of Current Year (in dollars)	Increase or (Decrease) (in dollars)
Class "A" Company	Class "B" Company					
		<b>OTHER LIAB. AND DEF. CREDITS:</b>				
4310	4310	Other Long - Term Liabilities		(425)	(763)	(338)
4320	4320	Unamort. Oper. ITC - Net				
4330	4330	Unamort. Nonoper. ITC - Net				
4340	4340	Net Noncur. Def. Oper. Income Taxes	41	274,452	224,907	(49,545)
4341	4341	Net Deferred Tax Liability Adjustments	41	1,513	962	(551)
4350	4350	Net Noncur. Def. Nonoper. Income Taxes				
4360	4360	Other Deferred Credits	43			
4361	4361	Deferred Tax Regulat. Liability	44			
4370	4370	Other Juris. Liab. & Def. Cr. - Net	41			
<b>(4310-4370)</b>	<b>(4310-4370)</b>	<b>TOTAL OTHER LIAB. &amp; DEF. CR.</b>		<b>275,540</b>	<b>225,106</b>	<b>(50,434)</b>
		<b>STOCKHOLDERS' EQUITY:</b>				
4510	4510	Capital Stock	45	64,339	64,339	
4520	4520	Additional Paid - in Capital	45	7,808	7,808	
4530	4530	Treasury Stock	45			
4540	4540	Other Capital		540,140	540,140	
4550	4550	Retained Earnings	26	6,318,851	6,914,685	595,834
<b>(4510-4550)</b>	<b>(4510-4550)</b>	<b>TOTAL STOCKHOLDERS' EQUITY</b>		<b>6,931,138</b>	<b>7,526,972</b>	<b>595,834</b>
<b>(4010-4550)</b>	<b>(4010-4550)</b>	<b>TOTAL LIAB. &amp; STOCKHOLDERS' EQUITY</b>		<b>8,819,919</b>	<b>9,306,622</b>	<b>486,703</b>

SCHEDULE: 4A

**NOTES TO BALANCE SHEET**

Due to Rounding Totals may vary a \$1 when footing. A System download of the Balance Sheet and Income Statement were formatted to zero decimal places, thus rounding up the data. The PUCO Schedules were completed using an excel spreadsheet in which formulas were linked to the system download files. Schedules were proofed back to the Balance Sheet and Income Statement download.

## SCHEDULE: 5

<b>INCOME STATEMENT</b>			
(in dollars)			
Account No.		Account Title	Amount
Class "A" Company	Class "B" Company		
		<b>LOCAL NETWORK SERVICES REVENUES:</b>	
5001	.....	Basic Area Revenue	649,057
5002	.....	Optional Extended Area Revenue	496
5003	.....	Cellular Mobile Revenue	
5004	.....	Other Mobile Services Revenue	576
5000 (5001-5004)	.....	Basic Local Service Revenue	650,130
5010	.....	Public Telephone Revenue	
5040	.....	Local Private Line Revenue	40,124
5050	.....	Customer Premises Revenue	15
5060	.....	Other Local Exchange Revenue	143,167
5069	.....	Other Local Exchange Revenue Settlements	
(5001-5069)	5000	<b>LOCAL NETWORK SERVICES REVENUES</b>	833,436
		<b>NETWORK ACCESS SERVICE REVENUES:</b>	
5081	5081	End User Revenue	127,056
5082	5082	Switched Access Revenue	467,474
5083	5083	Special Access Revenue	23,944
5084	5084	State Access Revenue	870,159
5080 (5081-5084)	5080 (5081-5084)	<b>NETWORK ACCESS SERVICE REVENUE</b>	1,488,633
		<b>LONG DISTANCE NETWORK SERVICES REVENUES:</b>	
5100	5100	Long Distance Message Revenue	
5111	.....	Long Distance Inward-Only Revenue	

SCHEDULE: 5

<b>INCOME STATEMENT</b>			
(in dollars)			
Account No.		Account Title	Amount
Class "A" Company	Class "B" Company		
5112	.....	Long Distance Outward-Only Revenue	
5121	.....	Subvoice Grade Long Distance Private Network Revenue	
5122	.....	Voice Grade Long Distance Private Network Revenue	
5123	.....	Audio Program Grade Long Distance Private Network Revenue	
5124	.....	Video Program Grade Long Distance Private Network Revenue	
5125	.....	Digital Transmission Long Distance Private Network Revenue	
5126	.....	Long Distance Private Network Switching Revenue	
5128	.....	Other Long Distance Private Network Revenue	
5129	.....	Other Long Distance Private Network Revenue Settlement	
5160	.....	Other Long Distance Revenue	
5169	.....	Other Long Distance Revenue Settlements	
<b>(5100-5169)</b>	<b>5100</b>	<b>TOTAL LONG DISTANCE NETWORK SERVICE REVENUE</b>	
		<b>MISCELLANEOUS REVENUES:</b>	
5230	.....	Directory Revenue	33,077
5240	.....	Rent Revenue	900
5250	.....	Corporate Operations Revenue	
5261	.....	Special Billing Arrangements Revenue	
5262	.....	Customer Operations Revenue	
5263	.....	Plant Operations Revenue	
5264	.....	Other Incidental Regulated Revenue	12,950
5269	.....	Other Revenue Settlements	
5270	.....	Carrier Billing and Collection Revenue	71,069
<b>(5230-5270)</b>	<b>5200</b>	<b>MISCELLANEOUS REVENUES</b>	<b>117,996</b>

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## SCHEDULE: 5

<b>INCOME STATEMENT</b> (in dollars)			
Account No.		Account Title	Amount
Class "A" Company	Class "B" Company		
		<b>NONREGULATED REVENUES:</b>	
5280	5280	Non Regulated Operating Revenue	313,387
		<b>UNCOLLECTIBLE REVENUES:</b>	
5301	.....	Uncollectible Revenue - Telecommunications	(5,336)
5302	.....	Uncollectible Revenue - Other	
5300 (5301-5302)	5300	<b>UNCOLLECTIBLE REVENUES</b>	(5,336)
		<b>TOTAL OPERATING REVENUE (5001-5302)</b>	<b>2,748,116</b>

SCHEDULE: 5

INCOME STATEMENT								
(in dollars)								
Account No.		Account Title	Salaries and Wages (a)	Benefits (b)	Rents (c)	Other Expenses (d)	Clearances (e)	Total (f)
Class "A" Company	Class "B" Company							
		<b>PLANT SPECIFIC OPERATIONS EXPENSE:</b>						
6112	.....	Motor Vehicle Expense	453	240	4,111	20,427	(16,605)	8,627
6113	.....	Aircraft Expense						
6114	.....	Spec. Purpose Vehicles Expense	848	461		4,967	(5,681)	596
6115	.....	Garage Work Equipment Expense						
6116	.....	Other Work Equipment Expense						
6110	6110							
(6112-6116)		<b>NETWORK SUPPORT EXPENSE</b>	1,301	702	4,111	25,395	(22,286)	9,222
6121	.....	Land and Building Expense	2,536	1,832		18,377		22,745
6122	.....	Furniture and Artworks Expense				154		154
6123	.....	Office Equipment Expense				587		587
6124	.....	General Purpose Computers Expense				448		448
6120	6120							
(6121-6124)		<b>GENERAL SUPPORT EXPENSE</b>	2,536	1,832		19,566		23,934
6211	.....	Analog Electronic Expense						
6212	.....	Digital Electronic Expense	15,866	10,541		21,653		48,060
6215	.....	Electro-Mechanical Expense						
6210	6210							
(6211-6215)		<b>CENTRAL OFFICE SWITCH. EXPENSE</b>	15,866	10,541		21,653		48,060
6220	6220	Operator Systems Expense						
6231	.....	Radio Facilities Expense	16	14		65		94
6232	.....	Circuit Equipment Expense	4,492	2,808		24,022		31,322
6230	6230							
(6231-6232)		<b>CENTRAL OFFICE TRANSM. EXPENSE</b>	4,508	2,821		24,067		31,416
6311	.....	Station Apparatus Expense						
6341	.....	Large Private Branch Exchange Expense						
6351	.....	Public Telephone Terminal Equipment Expense						
6362	.....	Other Terminal Equipment Expense						
6310	6310							
(6311-6362)		<b>INFO. ORIG./TERM. EXPENSE</b>						

## SCHEDULE: 5

INCOME STATEMENT								
(in dollars)								
Account No.		Account Title	Salaries and Wages (a)	Benefits (b)	Rents (c)	Other Expenses (d)	Clearances (e)	Total (f)
Class "A" Company	Class "B" Company							
6411	.....	Poles Expense		(1)	7,793	200		7,992
6421	.....	Aerial Cable Expense	1,379	544		154		2,077
6422	.....	Underground Cable Expense						
6423	.....	Buried Cable Expense	24,271	15,301	168	18,832		58,570
6424	.....	Submarine Cable Expense						
6425	.....	Deep Sea Cable Expense						
6426	.....	Intrabuilding Network Cable Expense						
6431	.....	Aerial Wire Expense						
6441	.....	Conduit Systems Expense						
6410	6410							
(6411-6441)		<b>CABLE AND WIRE FACIL. EXPENSE</b>	<b>25,650</b>	<b>15,843</b>	<b>7,959</b>	<b>19,186</b>		<b>68,639</b>
(6112-6441)	(6110-6410)	<b>TOTAL PLANT SPECIFIC OPERATIONS EXPENSE</b>	<b>49,861</b>	<b>31,739</b>	<b>12,070</b>	<b>109,887</b>	<b>(22,286)</b>	<b>181,271</b>
		<b>PLANT NONSPECIFIC OPERATIONS EXPENSE:</b>						
6511	.....	Property Held for Future Telecommunications Use Expense						
6512	.....	Provisioning Expense	682	366		839	(1,133)	754
6510	6510	<b>OTHER PROP., PLANT &amp; EQUIP. EXPENSE</b>	<b>682</b>	<b>366</b>		<b>839</b>	<b>(1,133)</b>	<b>754</b>
(6511-6512)								
6531	.....	Power Expense				8,154		8,154
6532	.....	Network Administration Expense	17,866	8,710		47,574		74,150
6533	.....	Testing Expense	11,797	5,511				17,308
6534	.....	Plant Oper. Admin. Expense	10,321	3,665		9,764	(6,278)	17,472
6535	.....	Engineering Expense	3,121	1,648		18,668	(1,738)	21,699
6530	6530							
(6531-6535)		<b>NETWORK OPERATIONS EXPENSE</b>	<b>43,105</b>	<b>19,535</b>		<b>84,160</b>	<b>(8,016)</b>	<b>138,784</b>
6540	6540	Access Expense						
6561	.....	Depreciation Expense - Telecommunications Plant In Service				623,468		623,468

## SCHEDULE: 5

INCOME STATEMENT								
(in dollars)								
Account No.		Account Title	Salaries and Wages (a)	Benefits (b)	Rents (c)	Other Expenses (d)	Clearances (e)	Total (f)
Class "A" Company	Class "B" Company							
6562	.....	Depreciation Expense - Property Held for Future Telecommunications Use						
6563	.....	Amortization Expense - Tangible						
6564	.....	Amortization Expense - Intangible						
6565	.....	Amortization Expense - Other				3,675		3,675
6560 (6561-6565)	6560	<b>DEPN &amp; AMORT. EXPENSE</b>				<b>627,143</b>		<b>627,143</b>
<b>(6511-6565)</b>	<b>(6510-6560)</b>	<b>TOTAL PLANT NONSPECIFIC OPERATIONS</b>	<b>43,787</b>	<b>18,901</b>		<b>712,143</b>	<b>(9,150)</b>	<b>766,681</b>
		<b>CUSTOMER OPERATIONS EXPENSE:</b>						
6611	.....	Product Management				34,124		34,124
6612	.....	Sales	27,217	8,910		(16,028)		20,099
6613	.....	Product Advertising				5,580		5,580
6610 (6611-6613)	6610	<b>MARKETING</b>	<b>27,217</b>	<b>8,910</b>		<b>23,877</b>		<b>59,803</b>
6621	.....	Call Completion Services				1,701		1,701
6622	.....	Number Services	109	44		14,604		14,757
6623	.....	Customer Services	45,093	20,135	765	157,361		223,354
6620 (6621-6623)	6620	<b>SERVICES</b>	<b>45,203</b>	<b>20,178</b>	<b>765</b>	<b>173,666</b>		<b>239,812</b>
<b>(6610-6620)</b>	<b>(6610-6620)</b>	<b>TOTAL CUSTOMER OPERATIONS EXPENSE</b>	<b>72,420</b>	<b>29,088</b>	<b>765</b>	<b>197,343</b>		<b>299,616</b>
		<b>CORPORATE OPERATIONS EXPENSE:</b>						
6711	.....	Executive	2,302			30,327		32,629
6712	.....	Planning				8,278		8,278
6710 (6711-6712)	6710	<b>EXECUTIVE AND PLANNING</b>	<b>2,302</b>			<b>38,606</b>		<b>40,907</b>
6721	.....	Accounting and Finance				89,676		89,676

## SCHEDULE: 5

INCOME STATEMENT								
(in dollars)								
Account No.		Account Title	Salaries and Wages (a)	Benefits (b)	Rents (c)	Other Expenses (d)	Clearances (e)	Total (f)
Class "A" Company	Class "B" Company							
6722	.....	External Relations	332	179		44,172		44,683
6723	.....	Human Resources	257	135		26,244		26,636
6724	.....	Information Management				61,008		61,008
6725	.....	Legal				2,366		2,366
6726	.....	Procurement				3,798		3,798
6727	.....	Research and Development						
6728	.....	Other General and Administrative	4,456			18,776		23,232
6720	6720	<b>GENERAL AND ADMINISTRATIVE</b>	5,045	314		246,041		251,400
(6721-6728)								
6790	6790	Provision for Uncollectible Notes Receivable						
(6710-6790)	(6710-6790)	<b>TOTAL CORPORATE OPERATIONS EXPENSE</b>	7,347	314		284,647		292,307
(6112-6790)	(6110-6790)	<b>TOTAL OPERATING EXPENSES</b>	173,414	81,041	12,835	1,304,019	(31,436)	1,539,874

## SCHEDULE: 5

<b>INCOME STATEMENT</b> (in dollars)			
Account No.		Account Title	Total
Class "A" Company	Class "B" Company		
<b>OPERATING TAXES:</b>			
7210	.....	Operating Investment Tax Credits - Net	
7220	.....	Operating Federal Income Taxes	311,250
7230	.....	Operating State and Local Income Taxes	
7240	.....	Operating Other Taxes	123,010
7250	.....	Provision for Deferred Operating Income Taxes - Net	(49,544)
7200 (7210-7250)	7200	<b>TOTAL OPERATING TAXES</b>	<b>384,716</b>
		<b>NET OPERATING INCOME (5001-5302)</b> Less (6110-7200)	<b>823,525</b>
<b>OTHER OPERATING INCOME AND EXPENSE:</b>			
7110	.....	Income from Custom Work	
7130	.....	Return from Nonreg. Use of Regulated Facilities	1,860
7140	.....	Gains and Losses from Foreign Exchange	
7150	.....	Gains or Losses from Disposition of Land & Artwork	
7160	.....	Other Operation Gains & Losses	
7100 (7110-7160)	7100	<b>TOTAL OTHER OPERATING INCOME AND EXPENSE</b>	<b>1,860</b>
<b>NONOPERATING INCOME AND EXPENSE:</b>			
7310	.....	Dividend Income	109
7320	.....	Interest Income	222,606
7330	.....	Income from Sinking or Other Funds	
7340	.....	Allowance for Funds Used During Construction	968

## SCHEDULE: 5

<b>INCOME STATEMENT</b> (in dollars)			
Account No.		Account Title	Total
Class "A" Company	Class "B" Company		
7350	.....	Gains or Losses from Disposition of Certain Prop.	
7360	.....	Other Non operating Income	275
7370	.....	Special Charges	(2,847)
<b>7300</b> <b>(7310-7370)</b>	<b>7300</b>	<b>TOTAL NONOPERATING INCOME AND EXPENSE</b>	<b>221,111</b>
<b>NONOPERATING TAXES:</b>			
7410	.....	Nonoperating Investment Tax Credits - Net	
7420	.....	Nonoperating Federal Income Taxes	(60,127)
7430	.....	Nonoperating State & Local Income Taxes	
7440	.....	Nonoperating Other Taxes	
7450	.....	Provision for Deferred Nonoperating Income Taxes -	
<b>7400</b> <b>(7410-7450)</b>	<b>7400</b>	<b>TOTAL NONOPERATING TAXES</b>	<b>(60,127)</b>
<b>INTEREST AND RELATED ITEMS:</b>			
7510	.....	Interest on Funded Debt	(68,144)
7520	.....	Interest Expense - Capital Leases	
7530	.....	Amortization of Debt Issuance Expense	(184)
7540	.....	Other Interest Deductions	
<b>7500</b> <b>(7510-7540)</b>	<b>7500</b>	<b>TOTAL INTEREST AND RELATED ITEMS</b>	<b>(68,327)</b>

## SCHEDULE: 5

<b>INCOME STATEMENT</b> (in dollars)			
Account No.		Account Title	Total
Class "A" Company	Class "B" Company		
		<b>EXTRAORDINARY ITEMS:</b>	
7610	.....	Extraordinary Income Credits	
7620	.....	Extraordinary Income Charges	
7630	.....	Current Income Tax Effect of Extraord. Items - Net	
7640	.....	Prov. for Def. Inc. Tax Effect of Extraord. Items - Net	
7600 (7610-7640)	7600	<b>TOTAL EXTRAORDINARY ITEMS</b>	
		<b>JURISDICTIONAL DIFFERENCES AND NON REGULATED INCOME ITEMS:</b>	
7910	7910	Income Effect of Juris. Ratemaking Dif - Net	
7990	7990	Nonregulated Net Income	(322,208)
		<b>NET INCOME</b>	<b>595,834</b>

SCHEDULE: 5A

**NOTES TO INCOME STATEMENT**

Due to Rounding Totals may vary a \$1 when footing. A System download of the Balance Sheet and Income Statement were formatted to zero decimal places, thus rounding up the data. The PUCO Schedules were completed using an excel spreadsheet in which formulas were linked to the system download files. Schedules were proofed back to the Balance Sheet and Income Statement download.

## SCHEDULE: 6

<b>STATEMENT OF RETAINED EARNINGS</b>			
<b>Account No.</b>	<b>Item</b>	<b>Page No.</b>	<b>Amount (in dollars)</b>
	Balance - First of Year	13	6,318,851
	Changes:		
	Balance Transferred from Income	24	595,834
	Dividend Declared		0
	Miscellaneous Debits to Retained Earnings		
	Miscellaneous Credits to Retained Earnings		
	Balance - End of Year	13	6,914,685
	Notes to Statement of Retained Earnings:		

## SCHEDULE: 7

<b>PARTNERSHIP CAPITAL STATEMENT <sup>(1)</sup></b>			
<b>Account No.</b>	<b>Item</b>	<b>Page No.</b>	<b>Amount (in dollars)</b>
	Partnership Capital - Beginning of Year	13	
	Net Income (Loss) for Year	24	
	Partners' Capital Contributions		
	Miscellaneous Credits		
	<b>TOTAL CREDITS</b>		<b>0</b>
	Partners' Drawings		
	Prior Period Adjustment(s)		
	Miscellaneous Debits		
	<b>TOTAL DEBITS</b>		<b>0</b>
	Partnership Capital - End of Year	13	0
			<b>NOT APPLICABLE</b>

(1) This statement should also be used by sole proprietors.

## SCHEDULE: 8

ANALYSIS OF PLANT IN SERVICE							
(in dollars)							
Account No.		TELECOMMUNICATIONS PLANT IN SERVICE (ACCT. 2001) Plant Accounts (a)	Balance at End of Previous Year (b)	Additions (c)	Retirements (d)	Transfers & Adjustments (e)	Balance at End of Current Year (f)=(b)+(c) (d)+(e)
*Class "A" Company	Class "B" Company						
<b>GENERAL SUPPORT ASSETS:</b>							
.....	2110	Land and Support Assets					
2111	.....	Land	36,257				36,257
2112	.....	Motor Vehicles	157,526		(22,871)		134,655
2113	.....	Aircraft					
2114	.....	Special Purpose Vehicles					
2115	.....	Garage Work Equipment					
2116	.....	Other Work Equipment	135,321	12,460			147,781
2121	.....	Buildings	351,787				351,787
2122	.....	Furniture	39,154				39,154
2123.1	.....	Office Support Equip.	4,875				4,875
2123.2	.....	Co. Comm. Equip.	23,952	6,413			30,365
2124	.....	General Purpose Computers	505,260	18,905			524,165
2130000		GSA Support Equipment	15,651			(7,826)	7,825
(2111-2124)	2110	<b>TOTAL GENERAL SUPPORT ASSETS</b>	<b>1,269,783</b>	<b>37,778</b>	<b>(22,871)</b>	<b>(7,826)</b>	<b>1,276,864</b>
<b>CENTRAL OFFICE ASSETS:</b>							
2211	.....	Analog Electronic Switching					
2212	.....	Digital Electronic Switching	1,111,485	65,409	(12,417)		1,164,477
2215	.....	Electro-Mechanical Switching					
2215.1	.....	Step-by-step Switching					
2215.2	.....	Crossbar Switching					
2215.3	.....	Other Elec.-Mech. Switching					
(2211-2215.3)	2210	<b>CENTRAL OFFICE SWITCHING</b>	<b>1,111,485</b>	<b>65,409</b>	<b>(12,417)</b>		<b>1,164,477</b>
2220	2220	Operator Systems					
2231	.....	Radio Systems					
2232	.....	Circuit Equipment	1,006,029	67,760	(59,986)		1,013,803
(2231-2232)	2230	<b>CENTRAL OFFICE TRANSMISSION</b>	<b>1,006,029</b>	<b>67,760</b>	<b>(59,986)</b>		<b>1,013,803</b>

SCHEDULE: 8

ANALYSIS OF PLANT IN SERVICE							
(in dollars)							
Account No.		TELECOMMUNICATIONS PLANT IN SERVICE (ACCT. 2001) Plant Accounts (a)	Balance at End of Previous Year (b)	Additions (c)	Retirements (d)	Transfers & Adjustments (e)	Balance at End of Current Year (f)=(b)+(c) (d)+(e)
*Class "A" Company	Class "B" Company						
		<b>INFORMATION ORIGINATION/TERMINATION ASSETS:</b>					
2311	.....	Station Apparatus					
2321	.....	Customer Premises Wiring					
2341	.....	Large Private Branch Exchange					
2351	.....	Public Tele. Terminal Equipment					
2362	.....	Other Terminal Equipment					
<b>(2311-2362)</b>	<b>2310</b>	<b>INFORMATION ORIGINATION/TERMINATION</b>					
		<b>CABLE AND WIRE FACILITIES ASSETS:</b>					
2411	.....	Poles	22,316				22,316
2421	.....	Aerial Cable	86,381	5,837	(1,691)		90,527
2422	.....	Underground Cable	47,113				47,113
2423	.....	Buried Cable	3,923,019	194,348	(3,013)		4,114,354
2424	.....	Submarine Cable					
2425	.....	Deep Sea Cable					
2426	.....	Intrabuilding Network Cable					
2431	.....	Aerial Wire	13,381				13,381
2441	.....	Conduit Systems	62,578				62,578
<b>(2411-2441)</b>	<b>2410</b>	<b>CABLE AND WIRE FACILITIES</b>	<b>4,154,788</b>	<b>200,185</b>	<b>(4,704)</b>		<b>4,350,269</b>
		<b>AMORTIZABLE ASSETS:</b>					
2681	.....	Capital Leases					
2682	.....	Leasehold Improvements					
<b>(2681-2682)</b>	<b>2680</b>	<b>AMORTIZABLE TANGIBLE ASSETS</b>					
2690	2690	Intangibles					
<b>2001</b> <b>(2110-2690)</b>	<b>2001</b> <b>(2110-2690)</b>	<b>TOTAL TELECOMMUNICATIONS PLANT IN SERVICE</b>	<b>7,542,085</b>	<b>371,133</b>	<b>(99,978)</b>	<b>(7,828)</b>	<b>7,805,414</b>

## SCHEDULE: 8

ANALYSIS OF PLANT IN SERVICE							
(in dollars)							
Account No.		TELECOMMUNICATIONS PLANT IN SERVICE (ACCT. 2001) Plant Accounts (a)	Balance at End of Previous Year (b)	Additions (c)	Retirements (d)	Transfers & Adjustments (e)	Balance at End of Current Year (f)=(b)+(c) (d)+(e)
*Class "A" Company	Class "B" Company						
2001	2001	Telecommunications Plant in Service	7,542,085	371,133	(99,978)	(7,826)	7,805,414
2002	2002	Property Held for Future Telecommunications Use					
2003	2003	Tele. Plant Under Construction - Short Term	2,619	1,571			4,190
2004	2004	Tele. Plant Under Construction - Long Term					
2005	2005	Tele. Plant Adjustment					
2006	2006	Nonoperating Plant					
2007	2007	Goodwill	3,787				3,787
(2001-2007)	(2001-2007)	TOTAL PROPERTY, PLANT AND EQUIPMENT	7,548,491	372,704	(99,978)	(7,826)	7,813,391

SCHEDULE: 9

ACCUMULATED DEPRECIATION (Account 3100) (in dollars)						
(Please check if the Company's Depreciation Expense is Calculated: <input checked="" type="checkbox"/> Monthly <input type="checkbox"/> Quarterly <input type="checkbox"/> Annually)						
Account No.		Account Title	Accumulated Depreciation At Beginning of Current Year (a)	Accrual Rate (b)	Annual Accrual (c)	Original Cost of Plant Retired (d)
Class "A" Company	Class "B" Company					
<b>GENERAL SUPPORT ASSETS:</b>						
.....	2110	Land and Support Assets				
2111	.....	Land				
2112	.....	Motor Vehicles	103,225	12.00%	7,096	22,871
2113	.....	Aircraft				
2114	.....	Special Purpose Vehicles				
2115	.....	Garage Work Equip.				
2116	.....	Other Work Equip.	121,384	9.70%	16,466	
2121	.....	Buildings	146,702	3.23%	17,932	
2122	.....	Furniture	30,486	6.33%	3,930	
2123.1	.....	Office Support Equip.	4,921	11.11%	901	
2123.2	.....	Co. Comm. Equip.	21,178	11.11%	2,883	
2124	.....	Gen. Purpose Computers	338,874	16.67%	87,720	
2130000		GSA Support Equipment	8,302		3,675	
<b>(2111-2124)</b>	<b>2110</b>	<b>TOTAL GEN. SUPPORT ASSETS</b>	<b>774,872</b>		<b>140,603</b>	<b>22,871</b>
<b>CENTRAL OFFICE ASSETS:</b>						
(2111-2215.3)	2210	CENTRAL OFFICE-SWITCHING				
2211	.....	Analog Elect. Switch.				
2212	.....	Digital Elect. Switch.	531,205	9.33%	132,568	12,417
2215	.....	Electro-Mechan. Switching				
2215.1	.....	Step-by-Step Switch.				
2215.2	.....	Crossbar Switch.				
2215.3	.....	Other Ele.-Mech. Switch.				
2220	2220	Operator Systems				
.....	2230	Central Office - Transmission				
2231	.....	Radio Systems				
2232	.....	Circuit Equip.	429,294	9.33%	72,987	59,986
<b>(2231-2232)</b>	<b>(2210-2230)</b>	<b>TOTAL CEN. OFFICE ASSETS</b>	<b>960,500</b>		<b>205,553</b>	<b>72,403</b>

(a) From accounting Records (b) For Information only, not part of this calculation (c) thru (g) From Accounting Records

Note: Listed below are specifics that need to be identified in Annual Reports for minimum acceptable standards in Depreciation:

- List the current accrual rates being used to calculate depreciation expense in Column (b).
- Identify the source of these accrual rates (PUCO Case No. 92-1467-TP-AAM). (If Accrual Rate changes during the year should be identified with effective date of change \_\_\_\_\_)
- Clearly mark on the Depreciation Schedule how department expense was calculated, i.e. monthly, quarterly, semi-annually, or annually.

SCHEDULE: 9

**ACCUMULATED DEPRECIATION (Account 3100) (in dollars)**

(Please check if the Company's Depreciation Expense is Calculated:  Monthly  Quarterly  Annually)

Account No.		Account Title	Cost of Removal (e)	Salvage (f)	Other (g)	Balance at End of Current Year (h)=(a)+(c)-(d)-(e)+(f)+(g)
Class "A" Company	Class "B" Company					
<b>GENERAL SUPPORT ASSETS:</b>						
	2110	Land and Support Assets				
2111		Land				
2112		Motor Vehicles		5,400		92,850
2113		Aircraft				
2114		Special Purpose Vehicles				
2115		Garage Work Equip.				
2116		Other Work Equip.				137,850
2121		Buildings				164,634
2122		Furniture				34,416
2123.1		Office Support Equip.				5,822
2123.2		Co. Comm. Equip.				24,061
2124		Gen. Purpose Computers				426,395
2130000		GSA Support Equipment			(7,826)	4,152
<b>(2111-2124)</b>	<b>2110</b>	<b>TOTAL GEN. SUPPORT ASSETS</b>		<b>5,400</b>	<b>(7,826)</b>	<b>890,180</b>
<b>CENTRAL OFFICE ASSETS:</b>						
(2111-2215.3)	2210	CENTRAL OFFICE-SWITCHING				
2211		Analog Elect. Switch.				
2212		Digital Elect. Switch.				651,354
2215		Electro-Mechan. Switching				
2215.1		Step-by-Step Switch.				
2215.2		Crossbar Switch.				
2215.3		Other Ele.-Mech. Switch.				
2220	2220	Operator Systems				
	2230	Central Office - Transmission				
2231		Radio Systems				
2232		Circuit Equip.				442,294
<b>(2231-2232)</b>	<b>(2210-2230)</b>	<b>TOTAL GEN. OFFICE ASSETS</b>				<b>1,093,650</b>

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(e) From Accounting Records (b) For Information only, not part of this calculation (c) thru (g) From Accounting Records

Note: Listed below are specifics that need to be identified in Annual Reports for minimum acceptable standards in Depreciation:

1. List the current accrual rates being used to calculate depreciation expense in Column (b).
2. Identify the source of these accrual rates (PUCO Case No. 92-1467-TP-AAM). (If Accrual Rate changes during the year should be identified with effective date of change \_\_\_\_\_)
3. Clearly mark on the Depreciation Schedule how department expense was calculated, i.e. monthly, quarterly, semi-annually, or annually.

## SCHEDULE: 9

## ACCUMULATED DEPRECIATION (Account 3100) (in dollars)

(Please check if the Company's Depreciation Expense is Calculated:  Monthly  Quarterly  Annually)

Account No.		Account Title	Accumulated Depreciation At Beginning of Current Year (a)	Accrual Rate (b)	Annual Accrual (c)	Original Cost of Plant Retired (d)
Class "A" Company	Class "B" Company					
<b>INFORM. ORIG./TERM. ASSETS:</b>						
2311	.....	Station Apparatus				
2321	.....	Cust. Premises Wiring				
2341	.....	Large Priv. Branch Exch.				
2351	.....	Pub. Tele. Terminal Equip.				
2362	.....	Other Term. Equipment				
<b>(2311-2362)</b>	<b>2310</b>	<b>TOTAL INFO. ORIG./TERM. ASSETS</b>				
<b>CABLE AND WIRE FACIL. ASSETS:</b>						
2411	.....	Poles	9,655	7.00%	8,662	
2421	.....	Aerial Cable				
2421.1	.....	Aerial Cable - Metallic	20,231	6.25%	11,322	31
2421.2	.....	Aerial Cable - Nonmetallic	129	4.20%	22	
2421.3	.....	Aerial Cable - Drop	32,529	12.50%	1,600	1,660
2422	.....	Underground Cable				
2422.1	.....	Underground Cable - Metallic	4,493	4.77%	856	
2422.2	.....	Underground Cable - Nonmetallic	1,698	4.20%	1,292	
2423	.....	Buried Cable				
2423.1	.....	Buried Cable - Metallic	1,842,238	5.25%	215,573	1,566
2423.2	.....	Buried Cable - Nonmetallic	124,503	4.20%	27,284	
2423.3	.....	Buried Cable - Drop	249,678	5.25%	15,532	1,447
2424	.....	Submarine Cable				
2425	.....	Deep Sea Cable				

(a) From Accounting Records (b) For Information only, not part of this calculation (c) thru (g) From Accounting Records

Note: Listed below are specifics that need to be identified in Annual Reports for minimum acceptable standards in Depreciation:

1. List the current accrual rates being used to calculate depreciation expense in Column (b).
2. Identify the source of these accrual rates (PUCO Case No. 92-1467-TP-AAM). (If Accrual Rate changes during the year should be identified with effective date of change \_\_\_\_\_)
3. Clearly mark on the Depreciation Schedule how depreciation expense was calculated, i.e. monthly, quarterly, semi-annually, or annually.

## SCHEDULE: 9

ACCUMULATED DEPRECIATION (Account 3100) (in dollars)						
(Please check if the Company's Depreciation Expense is Calculated: <input checked="" type="checkbox"/> Monthly <input type="checkbox"/> Quarterly <input type="checkbox"/> Annually)						
Account No.		Account Title	Cost of Removal (e)	Salvage (f)	Other (g)	Balance at End of Current Year (h)=(a)+(c)-(d)- (e)+(f)+(g)
Class "A" Company	Class "B" Company					
<b>INFORM. ORIG./TERM. ASSETS:</b>						
2311	.....	Station Apparatus				
2321	.....	Cust. Premises Wiring				
2341	.....	Large Priv. Branch Exch.				
2351	.....	Pub. Tele. Terminal Equip.				
2362	.....	Other Term. Equipment				
(2311-2362)	2310	<b>TOTAL INFO. ORIG./TERM. ASSETS</b>				
<b>CABLE AND WIRE FACIL. ASSETS:</b>						
2411	.....	Poles				18,317
2421	.....	Aerial Cable				
2421.1	.....	Aerial Cable - Metallic	336			31,186
2421.2	.....	Aerial Cable - Nonmetallic				151
2421.3	.....	Aerial Cable - Drop	166			32,303
2422	.....	Underground Cable				
2422.1	.....	Underground Cable - Metallic				5,349
2422.2	.....	Underground Cable - Nonmetallic				2,990
2423	.....	Buried Cable				
2423.1	.....	Buried Cable - Metallic	1,485			2,054,760
2423.2	.....	Buried Cable - Nonmetallic				151,787
2423.3	.....	Buried Cable - Drop	78			263,685
2424	.....	Submarine Cable				
2425	.....	Deep Sea Cable				

(a) From accounting Records (b) For information only, not part of this calculation (c) thru (g) From Accounting Records

Note: Listed below are specifics that need to be identified in Annual Reports for minimum acceptable standards in Depreciation:

- List the current accrual rates being used to calculate depreciation expense in Column (b).
- Identify the source of these accrual rates (PUCO Case No. 92-1467-TP-AAM). (If Accrual Rate changes during the year should be identified with effective date of change \_\_\_\_\_)
- Clearly mark on the Depreciation Schedule how department expense was calculated, i.e. monthly, quarterly, semi-annually, or annually.

## SCHEDULE: 9

ACCUMULATED DEPRECIATION (Account 3100) (in dollars)						
(Please check if the Company's Depreciation Expense is Calculated: <input checked="" type="checkbox"/> Monthly <input type="checkbox"/> Quarterly <input type="checkbox"/> Annually)						
Account No.		Account Title	Accumulated Depreciation At Beginning of Current Year (a)	Accrual Rate (b)	Annual Accrual (c)	Original Cost of Plant Retired (d)
Class "A" Company	Class "B" Company					
2426	.....	Intrabuilding Net. Cable				
2426.1	.....	Intrabuilding Net. Cable - Metallic				
2426.2	.....	Intrabuilding Net. Cable - Nonmetallic				
2431	.....	Aerial Wire	13,445	13.00%	1	
2441	.....	Conduit Systems	7,397	2.20%	1,468	
(2411-2441)	2410	TOTAL CABLE & WIRE FACIL. ASSETS	2,305,995		283,612	4,704
		TOTAL ACCUMULATED DEPREC.(2112-2441)	4,041,366		628,768	99,978

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(a) From Accounting Records (b) For Information only, not part of this calculation (c) thru (g) From Accounting Records

Note: Listed below are specifics that need to be identified in Annual Reports for minimum acceptable standards in Depreciation:

- List the current accrual rates being used to calculate depreciation expense in Column (b).
- Identify the source of these accrual rates (PUCO Case No. 92-1467-TP-AAM). (If Accrual Rate changes during the year should be identified with effective date of change \_\_\_\_\_)
- Clearly mark on the Depreciation Schedule how depreciation expense was calculated, i.e. monthly, quarterly, semi-annually, or annually.

SCHEDULE: 9

ACCUMULATED DEPRECIATION (Account 3100) (in dollars)						
(Please check if the Company's Depreciation Expense is Calculated: <input checked="" type="checkbox"/> Monthly <input type="checkbox"/> Quarterly <input type="checkbox"/> Annually)						
Account No.		Account Title	Cost of Removal (e)	Salvage (f)	Other (g)	Balance at End of Current Year (h)=(a)+(c)-(d)-(e)+(f)+(g)
Class "A" Company	Class "B" Company					
2426	.....	Intrabuilding Net. Cable				
2426.1	.....	Intrabuilding Net. Cable - Metallic				
2426.2	.....	Intrabuilding Net. Cable - Nonmetallic				
2431	.....	Aerial Wire				13,446
2441	.....	Conduit Systems				8,865
(2411-2441)	2410	TOTAL CABLE & WIRE FACIL. ASSETS	2,065			2,582,838
		TOTAL ACCUMULATED DEPREC.(2112-2441)	2,065	5,400	(7,926)	4,568,666

(a) From accounting Records (b) For Information only, not part of this calculation (c) thru (g) From Accounting Records

Note: Listed below are specifics that need to be identified in Annual Reports for minimum acceptable standards in Depreciation:

- List the current accrual rates being used to calculate depreciation expense in Column (b).
- Identify the source of these accrual rates (PUCO Case No. 92-1467-TP-AAM). (If Accrual Rate changes during the year should be identified with effective date of change \_\_\_\_\_)
- Clearly mark on the Depreciation Schedule how department expense was calculated, i.e. monthly, quarterly, semi-annually, or annually.

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SCHEDULE: 10

<b>UNCOLLECTIBLE ACCOUNTS (Accounts 1181-1191)</b>			
<b>(in dollars)</b>			
	(a)	Account 1181 (b)	Account 1191 (c)
1	Balance at Beginning of the Year	Not Applicable	Not Applicable
2	Accruals Charged		
3	Collection of Amounts Previously Written Off		
4	Other Credits		
5	<b>TOTAL CREDITS</b> .....		
6	Uncollectibles Written Off During the Year		
7	Other Debits (Explain in a Note)		
8	<b>TOTAL DEBITS</b> .....		
9	Balance at End of the Year		
10	<b>TOTAL OPERATING REVENUE FOR THE YEAR</b> .....		
11	Net Write Offs During the Year (Line 6 minus Line 3)		
12	Ratio of Line 11 to Line 10		
13	Ratio of Line 2 to Line 10		

SCHEDULE: 11

**RECEIVABLES AND INVESTMENTS - AFFILIATED AND NONAFFILIATED COMPANIES**  
(in dollars)

1. Provide in columns (b) thru (k), the year-end balances for each affiliate identified in column (a).

Name of Affiliate (a)	Account 1160 Temporary Investments (b)	Account 1180 Telecom. Accounts Receivable (c)	Account 1181 Accts. Receivable Telecom. Allowance (d)	Account 1190 Other Accounts Receivable (e)	Account 1191 Accts. Receivable Allowance - Other (f)
TDS TELECOM				34,766	
<b>Total Affiliated</b>	0	0	0	34,766	0
<b>Total Nonaffiliated</b>		128,812		190,293	
<b>TOTAL BALANCE</b>	0	128,812	0	225,060	0

## SCHEDULE: 11

**RECEIVABLES AND INVESTMENTS - AFFILIATED AND NONAFFILIATED COMPANIES**  
(in dollars)

1. Provide in columns (b) thru (k), the year-end balances for each affiliate identified in column (a).

Name of Affiliate (a)	Account 1200 Notes Receivable (g)	Account 1201 Notes Receiv. Allowance (h)	Account 1210 Int. & Div. Receivable (i)	Account 1401 Investments in Affiliated Companies (j)	Account 1402 Investments in Nonaffiliated Companies (k)
Comvest Inc.			10,504		
<b>Total Affiliated</b>	0	0	10,504	0	0
<b>Total Nonaffiliated</b>					7,000
<b>TOTAL BALANCE</b>	0	0	10,504	0	7,000

SCHEDULE: 12

<b>DEFERRED CHARGES (Accounts 1438 and 1439)</b> <b>(Include data for each item in excess of \$1,000,00)</b>	
Description of Item (a)	Amount at End of Current Year (in dollars) (b)
ACCOUNT 1438 Not Applicable	0
Aggregate of All Other Items	
<b>TOTAL</b>	<b>\$0</b>
ACCOUNT 1439 Not Applicable	0
Aggregate of All Other Items	
<b>TOTAL</b>	<b>\$0</b>



## SCHEDULE: 15

NET NONCUR. DEF. OPERATING INCOME TAXES - ACCOUNT 4340				
(in dollars)				
Description (a)	Balance at End of Previous Year (b)	Debits (c)	Credits (d)	Balance at End of Current Year (e)=(b)+(c)-(d)
FIT Liability Non- Current	275,436		49,903	225,533
FIT Asset Non-Current	0			0
FIT Liability Excess	(1,513)	551		(962)
FIT Liability Adjustment	529		193	336
FIT Asset Adjustment	0			0
				0
				0
<b>TOTALS</b>	<b>274,452</b>	<b>551</b>	<b>50,096</b>	<b>\$224,907</b>

## SCHEDULE: 16

NET DEFERRED TAX LIABILITY ADJUSTMENTS - ACCOUNT 4341				
(in dollars)				
Description (a)	Balance at End of Previous Year (b)	Debits (c)	Credits (d)	Balance at End of Current Year (e)=(b)+(c)-(d)
FIT Liability Adjustment	1,513		551	962
				0
				0
				0
				0
				0
				0
<b>TOTALS</b>	<b>1,513</b>	<b>0</b>	<b>551</b>	<b>\$962</b>

## SCHEDULE: 17

OTHER JURIS. LIABILITY & DEF. CR. - NET - ACCOUNT 4370				
(in dollars)				
Description (a)	Balance at End of Previous Year (b)	Debits (c)	Credits (d)	Balance at End of Current Year (e)=(b)+(c)-(d)
Not Applicable				0
				0
				0
				0
				0
				0
				0
<b>TOTALS</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>\$0</b>

SCHEDULE: 18

**LONG-TERM DEBT (Accounts 4210,4220,4230,4250,4260 and 4270)**  
 (in dollars)

1. List in account number order in column (a) a description of the long-term obligation, including those maturing in the coming year.
2. In the remaining columns (b) - (i) respondent shall furnish the appropriate data.

Description of Obligation (a)	Nominal Date of Issue (b)	Date of Maturity (c)	Face Amount Outstanding (d)	Unamortized Premium or Discount (e)	Stated Rate (f)	Yield Rate (g)	Short-Term Portion (h)	Long-Term Portion (i)
RUS # 12050, 12051	1980	2015	1,319,984	4,357	5.00%		73,965	1,246,019

SCHEDULE: 19

<b>OTHER DEFERRED CREDITS (Account 4360)</b> (in dollars)	
1. Disclose the date for each item in Account 4360 amounting to over \$25,000.	
Description of Item (a)	Amount at End of Current Year (b)
Not Applicable	
All other - less than \$25,000 each (or aggregate of all other items)	
<b>TOTAL</b>	<b>\$0</b>

SCHEDULE: 20

<b>DEFERRED TAX REGULATORY LIABILITY (ACCOUNT 4361)</b> (in dollars)	
1. Disclose the date for each item in Account 4361 amounting to over \$25,000.	
Description of Item (a)	Amount at End of Current Year (b)
Not Applicable	0
All other - less than \$25,000 each (or aggregate of all other items)	
<b>TOTAL</b>	<b>\$0</b>

SCHEDULE: 21

**CAPITAL STOCK (Account 4510, 4520 and 4530)**  
(in dollars)

1. Respondent shall enter the class of stock and a description of any pertinent details such as differences in voting rights, preferences as to dividends or assets, pledges, etc.
2. Respondent shall provide the information specified in column headings (b) through (j) and note any other pertinent information at the bottom of this schedule.

Class and Description of Capital Stock (a)	Par or Stated Value Amount (b)	Number of Shares Authorized (c)	Amount of Stock Issued and Outstanding		Acct. 4520 Additional Paid in Capital (f)	Total (Col. (d) & (e)) (g)	Number of Shares of Treasury Stock (h)	Acct. 4530 Amount in Treasury Stock Account (i)	Total Dividends Declared (j)
			Number of Stock Issued (d)	Acct. 4510 e=(b) x (d) \$ Amount of Stock Issued & Outstanding (e)					
<b>COMMON:</b>	No Par Value	500	458	64,339	7,808	72,146	0	0	0
				0		0			
				0		0			
				0		0			
				0		0			
				0		0			
				0		0			
				0		0			
				0		0			
				0		0			
				0		0			
				0		0			
				0		0			
				0		0			
				0		0			
<b>TOTALS</b>	\$0	500	458	\$64,339	\$7,808	\$72,146	0	0	0

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SCHEDULE: 22

**GENERAL SERVICES AND LICENSES**

1. Provide in column (a) the name of the affiliate to whom respondents paid \$50,000 or more for services rendered under a license agreement, a general service contract, or other arrangement providing for the furnishing of general accounting, engineering, financial, legal, patent, and other general services.

Name(s) of Affiliate (a)	Services Rendered (b)	Amount (in dollars) (c)
TDS Telecommunications, Inc., et al.	Support Services incldg: Accounting Billing Labor General	624,500
Aggregate of All Other Items		
<b>TOTAL</b>		<b>\$624,500</b>



SCHEDULE: 24

**ANALYSIS OF EXTRAORDINARY ITEMS (Accounts 7610 and 7620)**  
*(in dollars)*

1. In column (a) provide the particulars with respect to Accounts 7610 and 7620, with totals for each account

Particulars (a)	Debit Amounts (b)	Credit Amounts (c)	Tax Effect Included in Account 7360 (d)	Tax Effect Included in Account 7640 (e)
Not Applicable				

SCHEDULE: 25

DISTRIBUTION OF SALARIES AND WAGES							
	Number of Employees as of December 31			Total Compensation for Year Ending December 31	Distribution of Wages		
	Male	Female	Total		Operations & Maintenance Accounts	Construction	Other (Specify)
Telephone							
Part-time Employees							
Full-time Employees	5	4	9	366,596	173,414	4,190	
				Holiday, Sick, Vacation			49,397
				Bonus, commission			7,348
				Non-reg Maint, Install			56,407
				Time Billed to other Affiliates, ect.			75,839
<b>TOTAL ALL EMPLOYEES</b>	<b>5</b>	<b>4</b>	<b>9</b>	<b>366,596</b>	<b>173,414</b>	<b>4,190</b>	<b>188,991</b>

SCHEDULE: 26

**OUTSIDE PLANT STATISTICS**

1. Report the mileage at the end of the year for all solely owned plant and the respondent's share of any jointly owned plant.
2. In column (r), provide the number of system route miles, not sheath mileage.
3. Column (p) and (q) does not included column (c).

(a)	State or Territory (b)	Miles of Aerial Wire (c)	AERIAL CABLE		UNDERGROUND CABLE		BURIED CABLE		SUBMARINE CABLE	
			Miles of Cable (d)	Miles of Wire In Cable (e)	Miles of Cable (f)	Miles of Wire In Cable (g)	Miles of Cable (h)	Miles of Wire In Cable (i)	Miles of Cable (j)	Miles of Wire In Cable (k)
1	Continental	0.40	5.79	261.13	0.98	143.72	170.67	7318.42	0.00	0.00
2	Grover Hill		4.66	178.91			137.86	4654.71	0.00	0.00
3	Miller City		0.43	13.71			77.56	2136.88	0.00	0.00
4										
5										
6										
7	<b>TOTAL</b>	0.40	10.88	453.75	0.98	143.72	386.09	14110.01	0.00	0.00

(a)	State or Territory (b)	DEEP SEA CABLE		INTRA BUILDING NETWORK WIRING		TOTAL CABLE	
		Miles of Cable (l)	Miles of Wire In Cable (m)	Miles of Cable (n)	Miles of Wire In Cable (o)	Miles of Cable (p)	Miles of Wire In Cable (q)
1	Continental	0.00	0.00	0.00	0.00	177.44	7,723.27
2	Grover Hill					142.52	4,833.62
3	Miller City					77.99	2,150.59
4						0.00	0.00
5						0.00	0.00
6						0.00	0.00
7	<b>TOTAL</b>	0.00	0.00	0.00	0.00	397.95	14,707.48

see note 3 column (c) is not included in total (p) or (q)

(a)	State or Territory (b)	Number of Poles (r)	Miles of Tube In Coaxial Cable (In Ground) (s)	CONDUIT SYSTEM	
				Trench Miles (t)	Duct Miles (u)
1	Miller City		17		0.25
2	Grover Hill		71		0.02
3	Continental		29		1.63
4					
5					
6					
	<b>Total</b>		117	0.00	1.90

SCHEDULE: 26A

**OUTSIDE PLANT STATISTICS (FIBER OPTIC)**

1. Report the mileage at the end of the year for all solely owned plant and the respondent's share of any jointly owned plant.

(a)	State or Territory (b)	FIBER OPTIC AERIAL CABLE		FIBER OPTIC UNDERGROUND CABLE		Fiber Optic Buried Cable			
		Miles of Fiber Optic Cable (c)	Miles of Fiber Optic In Cable (d)	Miles of Fiber Optic Cable (e)	Miles of Wire In Cable (f)	Miles of Fiber Optic Cable (g)	Miles of Fiber Optic In Cable (h)		
1	Continental	0.00	0.00	2.25	35.50	16.65	334.98		
2	Grover Hill	0.03	0.59	0.00	4.49	7.11	133.24		
3	Miller City	0.00	0.00	0.58	0.00	14.04	265.64		
4									
5									
6									
7	<b>TOTAL</b>	0.03	0.59	2.83	39.99	38	734		

(a)	State or Territory (b)	Fiber Optic Submarine Cable		Deep Sea Optic Cable		Intra Building Network Fiber Optic Cable		Total Fiber Optic Cable	
		Miles of Fiber Optic Cable (i)	Miles of Fiber Optic In Cable (j)	Miles of Fiber Optic Cable (k)	Miles of Fiber Optic In Cable (l)	Miles of Fiber Optic Cable (m)	Miles of Fiber Optic In Cable (n)	Miles of Fiber Optic Cable (o)	Miles of Fiber Optic In Cable (p)
1	Continental	0	0	0	0	0	0	19	370
2	Grover Hill							7	138
3	Miller City							15	266
4								0	0
5								0	0
6								0	0
7	<b>TOTAL</b>	0	0	0	0	0	0	41	774





SCHEDULE: 29

OHIO CENTRAL OFFICES SCHEDULED TO BE UPGRADED		
Date Expected to be Placed in Service	Manufacturer & Type of Equipment	Capable of Independent Operation? (Yes) or (No)
	Not Applicable	

**Note:** This form is only applicable to local exchange companies with less than 15,000 access lines.  
**Date:** Date new switch was placed or will be place in service.  
**Manufacturer & Type of Equipment:** List the type of switch and its manufacturer.  
**(Yes) or (No):** Is the switch a HOST or REMOTE, i.e. does it have stand-alone capability.

**SCHEDULE: 30**

<b>PROJECTION OF NEW OR CHANGED OHIO CENTRAL OFFICE PREFIXES (NXX) TO BE PLACED IN SERVICE</b>	
PREFIXED (NXX) Number(s)	Date is Expected to be Operational
Not Applicable	

**Note:** This form is only applicable to local exchange companies with less than 15,000 access lines.  
**Prefixes (NXX) Number(s):** Where any new NXX's placed in service or will any be placed in service in the upcoming year.  
**Date:** Give date new NXX was or will be operational.

SCHEDULE: 31  
Form 1

**TOLL USAGE STUDY TO OHIO CONTIGUOUS EXCHANGES**

(Month and year of study)

AVERAGE NUMBER OF MESSAGE TOLL CALL EQUALING 3.0 OR OVER BUT LESS THAN 8.0  
PER ACCESS LINE PER MONTH FROM ONE EXCHANGE TO ANOTHER

Originating exchange (1)	Number of access lines in 1	Terminating exchange(s) (2)	Number of messages from 1 to 2	Messages per access line per month from 1 to 2*
<b>See Attached Sheets</b>				

Form 2

**TOLL USAGE STUDY TO OHIO CONTIGUOUS EXCHANGES**

(Month and year of study)

AVERAGE NUMBER OF MESSAGE TOLL CALLS EQUALING 8.0 OR MORE PER ACCESS LINE PER  
MONTH FROM ONE EXCHANGE TO ANOTHER

Originating exchange (1)	Number of access lines in 1	Terminating exchange(s) (2)	Number of messages from 1 to 2	Messages per access line per month from 1 to 2*

\* Total number of messages from 1 to 2 + total number of access lines in 1.

Note: This form is only applicable to local exchange companies with less than 15,000 access lines. EAS calling rates should be filed only for contiguous exchanges that currently have no EAS between them.

SCHEDULE: 32

**SERVICE CONNECTION ASSISTANCE (SCA)  
ANNUAL REPORTING FORM**

Class of Service	Number of Program Participants-End of Period [A]	Number of New Program Participants During Period [B]	Number of Participants By Qualifying Program					Percentage Penetration of Optional Features				Participants Disconnected for Non-Payment [L]	
			HEAP [C]	E-HEAP [D]	OECP [E]	SSI [F]	Medicaid [G]	Touchtone [H]	Wire Care [I]	Non-Pub [J]	Custom Calling [K]		
(1) Flat	Not Applicable												
(2) Message													
(3) Measured													
(4) TOTAL													

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Class of Service	Average Monthly Local Bill [M]	Average Monthly Toll Bill [N]	Average Service Connection Charge Waived [O]	Average of Waived Deposits [P]	Amount of Monthly Subscriber Line Charge [Q]	Number of Months for SLC Waiver [R]
(1) Flat						
(2) Message						
(3) Measured						
(4) TOTAL						

Telephone Company	
Street/P.O. Box	
City, State, Zip Code	
Name of Person Completing Form	
Signature	Date

Note: This form is applicable to local exchange companies with less than 15,000 access lines, that are exempt from offering TSA and only provide SCA.

Form 1

Continental Telephone Company  
October, 2001

Toll Usage Study to contiguous exchanges

Average messages 3.0 or over but less than 8.0  
per access line per month

<u>Originating</u> <u>exchanges (1)</u>	<u>Number of</u> <u>access</u> <u>lines in 1</u>	<u>Terminating</u> <u>exchange(s) (2)</u>	<u>Number of</u> <u>messages</u> <u>from 1 to 2</u>	<u>Messages per</u> <u>access line</u> <u>per month</u> <u>from 1 to 2</u>
--	--	--	---	---

None of the calling rates for the Continental Exchange, Grover Hill and Miller City Exchange of Continental Telephone Company to contiguous exchanges averaged in excess of 3 but less than 8 messages per access line per month.

Form 2

Continental Telephone Company  
October, 2001

Toll Usage Study to contiguous exchanges

Average messages 8.0 or over per access line per month

<u>Originating</u> <u>exchanges (1)</u>	<u>Number of</u> <u>access</u> <u>lines in 1</u>	<u>Terminating</u> <u>exchange(s) (2)</u>	<u>Number of</u> <u>messages</u> <u>from 1 to 2</u>	<u>Messages per</u> <u>access line</u> <u>per month</u> <u>from 1 to 2</u>
--	--	--	---	---

None of the calling rates for the Continental Exchange, Grover Hill and Miller City Exchange of Continental Telephone Company to contiguous exchanges exceed an average of 8 messages per access line per month.

## SCHEDULE 32: Service Connection Assistance

## EXPLANATION OF SCA ANNUAL REPORTING FORM FIELDS

- A, 1-3 - Refers to the number of SCA customers at the end of the fiscal year, as distinguished by the class of service the customers were receiving, i.e., flat, message, or measured rate service
- A, 4 - The total of A1 + A2 + A3.
- B, 1-3 - Refers to the number of SCA customers that were added to the program during the relevant fiscal year, as distinguished by the class of service. These numbers may actually be greater than the difference between consecutive year's respective totals. For instance, if there were 20 flat rate SCA customers at the end of FY 92, and 25 flat rate SCA customers at the end of FY93, but 3 flat rate SCA customers left the program during FY93, then the number of new program participants would be 8, not 5.
- B, 4 - The total of B1 + B2 + B3.
- C-G, 1-3 - Refers to the number of SCA customers at the end of the fiscal year, as distinguished by the specific assistance program which qualified the customer for SCA, and further divided by the particular class of service.
- C-G, 4 - The respective totals for C thru G, 1 + 2 + 3.
- H-K, 1-3 - Refers to the percentage of SCA customers utilizing the respective optional features, as distinguished by the class of service the customer is receiving. These percentages may be calculated at the end of the fiscal year, as opposed to monitoring any changes during the course of the 12 month period.
- H-K, 4 - THESE FIELDS SHOULD NOT ACTUALLY REFLECT TOTALS. Rather, they should reflect the respective percentages of utilization of each optional feature, expressed as a factor of all TSA customers, disregarding class of service distinctions.
- L, 1-3 - Refers to the number of SCA customers involuntarily disconnected for non payment during the course of the relevant fiscal year, as distinguished by the class of service.
- L, 4 - The total of L1 + L2 + L3.
- M, 1-3 - Refers to the average dollar amount of SCA customers' monthly local charges for the relevant year, as distinguished by the class of service.
- M, 4 - Refers to the average dollar amount of SCA customers' monthly local charges for the relevant fiscal year, disregarding class of service distinctions.
- N, 1-3 - Refers to the average dollar amount of SCA customers' monthly toll charges, including intra and interLATA toll, for the relevant fiscal year, as distinguished by the class of service.
- N, 4 - Refers to the average dollar amount of SCA customer's' monthly toll charges, including intra and interLATA toll, for the relevant fiscal year, disregarding class of service distinctions.
- O, 1-3 - Refers to the average dollar amount of service connection charges that are waived for SCA customers during the relevant fiscal year as distinguished by the class of service.
- O, 4 - Refers to the average dollar amount of service connection charges that are waived for all SCA customer's during the relevant fiscal year, disregarding class of service distinctions.
- P, 1-3 - Refers to the average dollar amount of deposits waived for SCA customers during the relevant fiscal year, as distinguished by the class of service.
- P, 4 - Refers to the average dollar amount of deposits that are waived for all SCA customers during the relevant fiscal year, disregarding class of service distinctions.
- Q, 1-3 - Refers to the amount of the Subscriber Line Charge assessed by the company. This dollar amount will be the same for every class of service.
- Q, 4 - THIS FIELD SHOULD NOT ACTUALLY REFLECT A TOTAL AND MAY, IN FACT, BE DISREGARDED.
- R, 1-3 & 4 - Like Q, the answer to this field will be the same for 1 thru 4, and will be equal to:  
(O + P) + Q

## Instructions:

- Revenue billed on behalf of other entities should not be included on this schedule if the company does not include this revenue in its determination of taxable gross receipts for Ohio gross receipts tax purposed. If, however, the local exchange company includes revenue billed on behalf of other entities in its taxable gross receipts, such revenue should then be included on this schedule.
- "Earnings or receipts from sales to other public utilities for resale" includes, but is not limited to, carrier access charges paid to the company

## SCHEDULE: 33

## STATEMENT OF INTRASTATE GROSS EARNINGS (REVENUE) FOR THE YEAR \*

(in dollars)

Account No.		Item	Total (1)	Interstate (2)	Ohio Intrastate (3)=(1)-(2)
Class "A" Company	Class "B" Company				
<b>LOCAL NETWORK SERVICES REVENUES:</b>					
5001	.....	Basic Area Rev.	649,057		649,057
5002	.....	Optional Extended Area Rev.	496		496
5003	.....	Cellular Mobile Service Rev.			
5004	.....	Other Mobile Services Rev.	576		576
<b>5000</b> <b>(5001-5004)</b>	.....	<b>Basic Local Service Rev.</b>	<b>650,130</b>		<b>650,130</b>
5010	.....	Public Telephone Rev.			
5040	.....	Local Private Line Rev.	40,124		40,124
5050	.....	Customer Premises Rev.	15		15
5060	.....	Other Local Exchange Rev.	143,167		143,167
5069	.....	Other Local Exchange Rev. Settlements			
<b>(5001-5069)</b>	<b>5000</b>	<b>TOTAL LOCAL NETWORK SERVICES REVENUES</b>	<b>833,436</b>		<b>833,436</b>
<b>NETWORK ACCESS SERVICE REVENUES:</b>					
5081	5081	End User Rev.	127,056	127,056	
5082	5082	Switched Access Revenue	467,474	467,474	
5083	5083	Special Access Revenue	23,944	23,944	
5084	5084	State Access Revenue	870,159		870,159
<b>5080</b> <b>(5081-5084)</b>	<b>5080</b> <b>(5081-5084)</b>	<b>NETWORK ACCESS SERVICE REVENUE</b>	<b>1,488,633</b>	<b>618,474</b>	<b>870,159</b>

## SCHEDULE: 33

**STATEMENT OF INTRASTATE GROSS EARNINGS (REVENUE) FOR THE YEAR \***  
(in dollars)

Account No.		Item	Total (1)	Interstate (2)	Ohio Intrastate (3)=(1)-(2)
Class "A" Company	Class "B" Company				
		<b>LONG DISTANCE NETWORK SERVICES REVENUES:</b>			
5100	5100	Long Distance Message Rev.			
5111	.....	Long Distance Inward-Only Rev.			
5112	.....	Long Distance Outward-Only Rev.			
5121	.....	Subvoice Grade Long Dist. Priv. Net. Rev.			
5122	.....	Voice Grade Long Dist. Priv. Net. Rev.			
5123	.....	Audio Prog. Grade Long Dist. Priv. Net. Rev.			
5124	.....	Video Prog. Grade Long Dist. Priv. Net. Rev.			
5125	.....	Digital Trans. Long Dist. Priv. Net. Rev.			
5126	.....	Long Dist. Priv. Net. Switching Rev.			
		<b>LOCAL NETWORK SERVICES REVENUES:</b>			
5128	.....	Other Long Dist. Priv. Net. Rev.			
5129	.....	Other Long Dist. Priv. Net. Rev. Settlements			
5160	.....	Other Long Dist. Rev.			
5169	.....	Other Long Dist. Rev. Settlements			
(5100-5169)	5100	<b>LONG DISTANCE NETWORK SERVICE REVENUES (FOR CLASS "B" ACCOUNT 5100)</b>			
		<b>MISCELLANEOUS REVENUES:</b>			
5230	.....	Directory Rev.	33,077		33,077
5240	.....	Rent Rev.	900		900
5250	.....	Corporate Operations Rev.			
5261	.....	Special Billing Arrangements Rev.			
5262	.....	Customer Operations Rev.			
5263	.....	Plant Operations Rev.			
5264	.....	Other Incidental Regulated Rev.	12,950		12,950

## SCHEDULE: 33

STATEMENT OF INTRASTATE GROSS EARNINGS (REVENUE) FOR THE YEAR *					
(in dollars)					
Account No.		Item	Total (1)	Interstate (2)	Ohio Intrastate (3)=(1)-(2)
Class "A" Company	Class "B" Company				
5269	.....	Other Rev. Settlements			
5260	.....	Miscellaneous Revenues (5261-5269)			
5270	.....	Carrier Billing & Collection Rev.			
5200 (5230-5270)	5200	<b>MISCELLANEOUS REVENUES</b>	<b>71,069</b>	<b>16,895</b>	<b>54,174</b>
		<b>NONREGULATED REVENUES:</b>			
5280	5280	Nonregulated Operating Revenues	313,387		313,387
		<b>TOTAL OPERATING REVENUES (5001-5280)</b>	<b>2,753,452</b>	<b>635,369</b>	<b>2,118,083</b>
		<b>OTHER OPERATING INCOME AND EXPENSES:</b>			
7110	.....	Income from Custom Work			
7130	.....	Return from Nonregulated Use of Reg. Fac.	1,860		1,860
7140	.....	Gains or Losses from Foreign Exchange			
7150		Gains or Losses from Disposition of Land and Artwork			
7160	.....	Other Operating Gains and Losses			
7100 (7110-7160)	7100	<b>OTHER OPERATING INCOME AND EXPENSES</b>	<b>1,860</b>		<b>1,860</b>
		<b>NONOPERATING INCOME AND EXPENSES:</b>			
7310	.....	Dividend Income	109		109
7320	.....	Interest Income	222,606		222,606
7330	.....	Income from Sinking and Other Funds			
7340	.....	Allowance for Funds Used During Construction	968		968
7350	.....	Gains from the Disposition of Certain Prop.			
7360	.....	Other Nonoper. Income (Income & Gains Only)	275		275
7370	.....	Special Charge	(2,847)		(2,847)
7300 (7310-7370)	7300	<b>NONOPERATING INCOME AND EXPENSE</b>	<b>221,111</b>		<b>221,111</b>

SCHEDULE: 33

**STATEMENT OF INTRASTATE GROSS EARNINGS (REVENUE) FOR THE YEAR \***  
(in dollars)

Account No.		Item	Total (1)	Interstate (2)	Ohio Intrastate (3)=(1)-(2)
Class "A" Company	Class "B" Company				
		<b>EXTRAORDINARY ITEMS:</b>			
7610	.....	Extraordinary Income Credits			
7620	.....	Extraordinary Income Charges Debit			
7630	.....	Current Income Tax Effect of Extraordinary Items - Net: Credited			
7640	.....	Provision for Deferred Income Tax Effect of Extraordinary Items - Net: Credited			
7600 (7610-7640)	7600	<b>TOTAL EXTRAORDINARY ITEMS</b>			
		<b>SUBTOTAL (5001-7640)</b>	<b>2,976,423</b>	<b>635,369</b>	<b>2,341,054</b>
		Less:			
		- Earnings or receipts from sales (sales to public utilities for resale) for resale			
		<b>TOTAL</b>	<b>2,976,423</b>	<b>635,369</b>	<b>2,341,054</b>
		<p>Note: Total Operating Revenues ( Schedule 5 page 17 ) differs from Total Operating Revenues Schedule 33 (5100-5280) by \$5,336 an amount representing uncollectibles revenues for the year.</p> <p>* Intrastate means from one point to another point in Ohio, or wholly within Ohio.</p>			

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SCHEDULE: 34

IN ORDER TO ENSURE THAT PUCO CORRESPONDENCE IS DIRECTED TO THE APPROPRIATE PERSON AT THE CORRECT ADDRESS, PLEASE COMPLETE THE FOLLOWING

**Name, Title, Address, and Phone Number of the Company's Contact Persons to Received Entries and Orders from the Docketing Division**

Jerel Cable Associate Manger  
Name Title

P O Box 88, Roachdale, IN 46172-088  
Address

(765) 522-0235  
Phone Number (Including Area Code)

**Name, Title, Address, and Phone Number of Person to whom Invoice should be Directed**

Jerel Cable Associate Manager  
Name Title

P O Box 88 Roachdale, IN 46172-0088  
Address

(765) 522-0235  
Phone Number (Including Area Code)

**Name and Address of President**

Michael A. Pandow  
Name President

301 S Westfield Road, Madison WI 53705

VERIFICATION

The foregoing report must be verified by the President or Chief Officer of the company. The oath required may be taken before any person authorized to administer an oath by the laws of the State in which the same is taken.

OATH

State of Indiana  
County of Putnam

Jerry L. Miller makes oath and says that  
(Insert here the name of the affiant.)

he is Treasurer  
(Insert here the official title of deponet)

of Continental Telephone Company  
(Insert here the exact legal title or name of respondent)

that he has examined the foregoing report; that to the best of his knowledge, information, and belief, all statements of fact contained in the said report are true and the said report is a correct statement of the business and affairs of the above-named respondent in respect to each and every matter set forth therein during the period from Jan 1, 2001, to and including Dec 31, 2001.

Jerry L. Miller  
(Signature of affiant.)