LOCAL EXCHANGE TELEPHONE COMPANIES

For the provision of (check all that apply):

✸ **INCUMBENT LOCAL EXCHANGE CARRIER (ILEC)**

☐ **Class A**

✸ **Class B**

ANNUAL REPORT

OF 90-5030

The Nova Telephone Company

(Exact legal name of respondent)

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

Website URL:

255 TOWNSHIP ROAD 791	NOVA	ASHLAND	OH	44859
Address	City	County	State	Zip Code

(419) 652-3571

Phone: (Area Code) Number

255 TOWNSHIP ROAD 791 NOVA, OH 44859

(Address of principal business office at end of year)

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PUCO

TO THE

PUBLIC UTILITIES COMMISSION OF OHIO

FOR THE

YEAR ENDED DECEMBER 31, 2005

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

RICHARD L. RINGLER

P.O. BOX 27 NOVA, OH 44859 (419) 652-3571

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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 from 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.

   255 Township Road 791 Nova, OH 44859

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.

   Corporation March 5, 1907

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

   N/A

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

   N/A

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

   N/A

6. For new entrant carrier (NEC); give PUCO Certification approval date **N/A** , and Case No. **N/A**

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: **SWAG Construction Co., Wellington, OH 44090**

   b. The form of control, whether sole or joint: **Sole**

   c. The manner in which control was established: **Stock Purchase**

   d. The extent of control: **51%**

   e. Whether control was direct or indirect: **Direct**

   f. If indirect, the name and address of the intermediary through which control was established: **N/A**

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: **N/A**

   b. The name and address of the beneficiary or beneficiaries for whom the trust was maintained, if available: **N/A**

RESPONDENT'S CONTROL OVER OTHER CORPORATIONS

3. Did the respondent hold control over other corporations at the close of the year? **Yes** If so, state:

   a. The name and address of corporation or corporations controlled: **Nova Communications, LLC 255 Township Road 791. Nova. OH 44859**

   b. The form of control, whether sole or joint: **Sole**

   c. Other parties, if any, to joint agreement for control: **N/A**

   d. The manner in which control was established: **Created entity**

   e. The extent of control: **100%**

   f. Whether control is direct or indirect: **Direct**

   g. If indirect, the name and address of the intermediary through which control was established: **N/A**

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, if 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

VOTING POWERS AND ELECTIONS

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.

Name and Address of Stockholders	No. of Shares Held	No. of Voting Shares	Other Vote Empowered Securities
SWAG Construction Co., Wellington, OH	**50**	**50**	
Robert Cole, Nova, OH	**5**	**5**	
Estate of Effie Smith, Nova OH	**5**	**5**	
Estate of Dorothy Hupp, Nova, OH	**5**	**5**	
TOTAL LISTED ABOVE	**65**	**65**	**N/A**
ALL STOCKHOLDERS	**87**	**87**	**N/A**

SCHEDULE: 2

BOARD OF DIRECTORS

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)
Richard L. Ringler Nova, OH	**Apr-80**	**Apr-06**	**1**	
Walter Whitmore Nova, OH	**Apr-80**	**Apr-06**	**1**	
Phillip Schneiter Nova, OH	**Apr-68**	**Apr-06**	**1**	

Name of Chairman of the Board **N/A**
Name of Secretary of Board **N/A**
Number of Meetings of Board during the year **(1) One**
Number of directors provided for by charter or by-laws, as amended to the end of the year **(3) Three**
Number of directors required to constitute a quorum **(2) Two**

SCHEDULE: 3

PRINCIPAL GENERAL OFFICERS

1. The persons to be listed herein are the chairman of the board, president, vice-presidents, 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	**Entire Operations**	**Richard L. Ringler**	**Nova, OH**
Vice President/Treasurer	**Entire Operations**	**Walter Whitmore**	**Nova, OH**
Secretary	**Recording Secretary**	**Michelle Ringler**	**Nova, OH**

SCHEDULE: 4

BALANCE SHEET
ASSETS AND OTHER DEBITS

Account No. Class "A" Company	Account No. Class "B" Company	Account Title	Page No.	Balance at End of Previous Year (in dollars)	Balance at End of Current Year (in dollars)	Increase or (Decrease) (in dollars)
		CURRENT ASSETS:				
.....	1120	Cash and Equivalents				-
1130	.....	Cash		297,707	398,607	100,900
1140	.....	Special Cash Deposits				-
1150	.....	Working Cash Advances		300	600	300
1160	.....	Temporary Investments	34	2,059,280	2,096,447	37,167
1180	1180	Telecommunications Accounts Receivable	34	103,181	84,818	(18,363)
1181	1181	Acts. Receivable Allowance-Telecom. (Cr.)	34			-
1190	1190	Other Accounts Receivable	34	113,809	108,770	(5,039)
1191	1191	Accounts Receivable Allowance-Other (Cr.)	34			-
1200	1200	Notes Receivable	35			-
1201	1201	Notes Receivable Allowance (Cr.)	35			-
1210	1210	Interest and Dividends Receivable	35	3,000	3,954	954
1220	1220	Material and Supplies		33,172	39,402	6,230
.....	1280	Prepayments				-
1290	.....	Prepaid Rents				-
1300	.....	Prepaid Taxes		30,554	-	(30,554)
1310	.....	Prepaid Insurance		1,364	1,817	453
1320	.....	Prepaid Directory Expenses				-
1330	.....	Other Prepayments		9,615	2,925	(6,690)
1350	1350	Other Current Assets				-
(1130-1350)	**(1120-1350)**	**TOTAL CURRENT ASSETS**		**2,651,982**	**2,737,340**	**85,358**

SCHEDULE: 4

BALANCE SHEET
ASSETS AND OTHER DEBITS

Account No. Class "A" Company	Account No. Class "B" Company	Account Title	Page No.	Balance at End of Previous Year (in dollars)	Balance at End of Current Year (in dollars)	Increase or (Decrease) (in dollars)
		DEPRECIATION AND AMORTIZATION:				
3100	3100	Accum. Deprec.	27-32	**2,960,894**	**3,193,434**	**232,540**
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.-Lsehld. Improv.				-
3500	3500	Accum. Amort.-Intangible				-
3600	3600	Accum. Amort.-Other				-
(3100-3600)	**(3100-3600)**	**TOTAL DEPREC. AND AMORT.**		**2,960,894**	**3,193,434**	**232,540**
		NET PLANT (2001-2007) Less (3100-3600)		**2,347,527**	**2,500,766**	**153,239**
						-
		TOTAL ASSETS (1120-2007) Less (3100-3600)		**5,131,867**	**5,403,297**	**271,430**

SCHEDULE: 4

BALANCE SHEET
ASSETS AND OTHER DEBITS

Account No. Class "A" Company	Account No. Class "B" Company	Account Title	Page No.	Balance at End of Previous Year (in dollars)	Balance at End of Current Year (in dollars)	Increase or (Decrease) (in dollars)
		NONCURRENT ASSETS:				
1401	1401	Investments in Affiliated Cos.	35			-
1402	1402	Investments in Nonaffiliated Cos.	35	**54,970**	**76,279**	**21,309**
1406	1406	Nonregulated Investments		**77,388**	**88,912**	**11,524**
1407	1407	Unamort. Debt Issuance Exp.				-
1408	1408	Sinking Funds				-
1410	1410	Other Noncurrent Assets				-
1437	1437	Deferred Tax Regulatory Assets				-
1438	1438	Deferred Maintenance and Retirements	36			-
1439	1439	Deferred Charges	36			-
1500	1500	Other Juris. Assets-Net	37			-
(1401-1500)	**(1401-1500)**	**TOTAL NONCURRENT ASSETS**		**132,358**	**165,191**	**32,833**
		PROPERTY, PLANT AND EQUIPMENT:				
2001	2001	Tele. Plant in Service	24-26	**5,117,882**	**5,694,200**	**576,318**
2002	2002	Prop. Held for Future Telecommunications Use	26			-
2003	2003	Tele. Plant Under Construction-Short Term	26	**190,539**		**(190,539)**
2004	2004	Tele. Plant Under Construction-Long Term	26			-
2005	2005	Tele. Plant Adjustment	26			-
2006	2006	Nonoperating Plant	26			-
2007	2007	Goodwill	26			-
(2001-2007)	**(2001-2007)**	**TOTAL PROP., PLANT & EQUIP.**		**5,308,421**	**5,694,200**	**385,779**

SCHEDULE: 4

BALANCE SHEET
LIABILITIES AND OTHER CREDITS

Account No. Class "A" Company	Account No. Class "B" Company	Account Title	Page No.	Balance at End of Previous Year (in dollars)	Balance at End of Current Year (in dollars)	Increase or (Decrease) (in dollars)
		CURRENT LIABILITIES:				
4010	4010	Accounts Payable		**49,391**	**48,207**	**(1,184)**
4020	4020	Notes Payable				-
4030	4030	Advance Billing and Pay.				-
4040	4040	Customer Deposits		**1,950**	**1,450**	**(500)**
4050	4050	Cur. Maturities-Long Term Debt		**50,175**	**52,781**	**2,606**
4060	4060	Cur. Maturities-Cap. Leases				-
4070	4070	Income Taxes-Accrued			**69,279**	**69,279**
4080	4080	Other Taxes-Accrued		**49,307**	**55,309**	**6,002**
4100	4100	Net Cur. Def. Oper. Income Taxes	37			-
4110	4110	Net Cur. Def. Nonoper. Income Taxes				-
4120	4120	Other Accrued Liabilities				-
4130	4130	Other Current Liabilities				-
(4010-4130)	**(4010-4130)**	**TOTAL CURRENT LIABILITIES**		**150,823**	**227,026**	**76,203**
		LONG-TERM DEBT:				
4210	4210	Funded Debt	39	**789,597**	**736,738**	**(52,859)**
4220	4220	Premium on Long-Term Debt	39			-
4230	4230	Discount on Long-Term Debt	39			-
4240	4240	Reacquired Debt				-
4250	4250	Obligations Under Cap. Leases	39			-
4260	4260	Advances from Affil. Cos.	39			-
4270	4270	Other Long-Term Debt	39			-
(4210-4270)	**(4210-4270)**	**TOTAL LONG-TERM DEBT**		**789,597**	**736,738**	**(52,859)**

SCHEDULE: 4

BALANCE SHEET
LIABILITIES AND OTHER CREDITS

Account No. Class "A" Company	Account No. Class "B" Company	Account Title	Page No.	Balance at End of Previous Year (in dollars)	Balance at End of Current Year (in dollars)	Increase or (Decrease) (in dollars)
		OTHER LIAB. AND DEF. CREDITS:				
4310	4310	Other Long-Term Liabilities				-
4320	4320	Unamort. Oper. ITC-Net		19,459	16,129	(3,330)
4330	4330	Unamort. Nonoper. ITC-Net		-	-	-
4340	4340	Net Noncur. Def. Oper. Income Taxes	38	186,820	195,420	8,600
4341	4341	Net Deferred Tax Liability Adjustments	38			-
4350	4350	Net Noncur. Def. Nonoper. Income Taxes		11,718	18,963	7,245
4360	4360	Other Deferred Credits	40			-
4361	4361	Deferred Tax Regulat. Liability	41			-
4370	4370	Other Juris. Liab. & Def. Cr.-Net	38			-
(4310-4370)	**(4310-4370)**	**TOTAL OTHER LIAB. & DEF. CR.**		**217,997**	**230,512**	**12,515**
		STOCKHOLDERS' EQUITY:				
4510	4510	Capital Stock	42	870	870	-
4520	4520	Additional Paid-in Capital	42	21,920	21,920	-
4530	4530	Treasury Stock	42			-
4540	4540	Other Capital		22,746	36,810	14,064
4550	4550	Retained Earnings	23	3,927,914	4,149,421	221,507
(4510-4550)	**(4510-4550)**	**TOTAL STOCKHOLDERS' EQUITY**		**3,973,450**	**4,209,021**	**235,571**
(4010-4550)	**(4010-4550)**	**TOTAL LIAB. & STOCKHOLDERS' EQUITY**		**5,131,867**	**5,403,297**	**271,430**

SCHEDULE: 4A

NOTES TO BALANCE SHEET

None

SCHEDULE: 5

INCOME STATEMENT (in dollars)			
Account No.		Account Title	Amount
Class "A" Company	Class "B" Company		
		LOCAL NETWORK SERVICES REVENUES:	
5001	.....	Basic Area Revenue	**270,897**
5002	.....	Optional Extended Area Revenue	
5003	.....	Cellular Mobile Revenue	
5004	.....	Other Mobile Services Revenue	
5000 (5001-5004)	.....	Basic Local Service Revenue	**270,897**
5010	.....	Public Telephone Revenue	
5040	.....	Local Private Line Revenue	
5050	.....	Customer Premises Revenue	
5060	.....	Other Local Exchange Revenue	**100,880**
5069	.....	Other Local Exchange Revenue Settlements	
(5001-5069)	**5000**	**LOCAL NETWORK SERVICES REVENUES**	**371,777**
		NETWORK ACCESS SERVICE REVENUES:	
5081	5081	End User Revenue	**112,943**
5082	5082	Switched Access Revenue	**624,388**
5083	5083	Special Access Revenue	
5084	5084	State Access Revenue	**515,241**
5080 (5081-5084)	**5080 (5081-5084)**	**NETWORK ACCESS REVENUE**	**1,252,572**
		LONG DISTANCE NETWORK SERVICES REVENUES:	
5100	5100	Long Distance Message Revenue	
5111	.....	Long Distance Inward-Only Revenue	
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 Settlements	
5160	.....	Other Long Distance Revenue	
5169	.....	Other Long Distance Revenue Settlements	
(5100-5169)	**5100**	**TOTAL LONG DISTANCE NETWORK SERVICE REVENUES**	**-**

SCHEDULE: 5

INCOME STATEMENT
(in dollars)

Account No. Class "A" Company	Account No. Class "B" Company	Account Title	Amount
		MISCELLANEOUS REVENUES:	
5230	.....	Directory Revenue	**2,450**
5240	.....	Rent Revenue	
5250	.....	Corporate Operations Revenue	
5261	.....	Special Billing Arrangements Revenue	**23,460**
5262	.....	Customer Operations Revenue	
5263	.....	Plant Operations Revenue	
5264	.....	Other Incidental Regulated Revenue	**140**
5269	.....	Other Revenue Settlements	
5270	.....	Carrier Billing and Collection Revenue	**10,940**
(5230-5270)	**5200**	**MISCELLANEOUS REVENUES**	**36,990**
		NONREGULATED REVENUES:	
5280	5280	Nonregulated Operating Revenue	
		UNCOLLECTIBLE REVENUES:	
5301	.....	Uncollectible Revenue - Telecommunications	**(4,381)**
5302	.....	Uncollectible Revenue - Other	
5300 (5301-5302)	**5300**	**UNCOLLECTIBLE REVENUES**	**(4,381)**
		TOTAL OPERATING REVENUE (5001 - 5302)	**1,656,958**

SCHEDULE: 5

INCOME STATEMENT
(in dollars)

Account No. Class "A" Company	Account No. Class "B" Company	Account Title	Amount
		PLANT SPECIFIC OPERATIONS EXPENSE:	
6112	.....	Motor Vehicle Expense	
6113	.....	Aircraft Expense	
6114	.....	Spec. Purpose Vehicles Expense	
6115	.....	Garage Work Equipment Expense	
6116	.....	Other Work Equipment Expense	
6110 (6112-6116)	**6110**	**NETWORK SUPPORT EXPENSE**	-
6121	.....	Land and Building Expense	**38,777**
6122	.....	Furniture and Artworks Expense	
6123	.....	Office Equipment Expense	**1,094**
6124	.....	General Purpose Computers Expense	**1,560**
6120 (6121-6124)	**6120**	**GENERAL SUPPORT EXPENSE**	**41,431**
6211	.....	Analog Electronic Expense	
6212	.....	Digital Electronic Expense	**113,592**
6215	.....	Electro-Mechanical Expense	
6210 (6211-6215)	**6210**	**CENTRAL OFFICE SWITCH. EXPENSE**	**113,592**
6220	6220	Operator Systems Expense	
6231	.....	Radio Facilities Expense	
6232	.....	Circuit Equipment Expense	**21,017**
6230 (6231-6232)	**6230**	**CENTRAL OFFICE TRANSM. EXPENSE**	**21,017**
6311	.....	Station Apparatus Expense	
6341	.....	Large Private Branch Exchange Expense	
6351	.....	Public Telephone Terminal Equipment Expense	
6362	.....	Other Terminal Equipment Expense	
6310 (6311-6362)	**6310**	**INFO. ORIG./TERM. EXPENSE**	-
6411	.....	Poles Expense	**1,000**
6421	.....	Aerial Cable Expense	
6422	.....	Underground Cable Expense	
6423	.....	Buried Cable Expense	**304,391**
6424	.....	Submarine Cable Expense	
6425	.....	Deep Sea Cable Expense	
6426	.....	Intrabuilding Network Cable Expense	
6431	.....	Aerial Wire Expense	**46**
6441	.....	Conduit Systems Expense	
6410 (6411-6441)	**6410**	**CABLE AND WIRE FACIL. EXPENSE**	**305,437**
(6112-6441)	**(6110-6410)**	**TOTAL PLANT SPECIFIC OPERATIONS EXPENSE**	**481,477**

INCOME STATEMENT
(in dollars)

Account No. Class "A" Company	Account No. Class "B" Company	Account Title	Amount
		PLANT NONSPECIFIC OPERATIONS EXPENSE:	
6511	.....	Property Held for Future Telecommunications Use Expense	
6512	.....	Provisioning Expense	
6510 (6511-6512)	**6510**	**OTHER PROP., PLANT & EQUIP. EXPENSE**	-
6531	.....	Power Expense	**11,383**
6532	.....	Network Administration Expense	**46,623**
6533	.....	Testing Expense	**27,815**
6534	.....	Plant Oper. Admin. Expense	**3,742**
6535	.....	Engineering Expense	**9,149**
6530 (6531-6535)	**6530**	**NETWORK OPERATIONS EXPENSE**	**98,712**
6540	6540	Access Expense	**16,702**
6561	.....	Depreciation Expense-Telecommunications Plant In Service	**243,105**
6562	.....	Depreciation Expense-Property Held for Future Telecommunications Use	
6563	.....	Amortization Expense-Tangible	
6564	.....	Amortization Expense-Intangible	
6565	.....	Amortization Expense-Other	
6560 (6561-6565)	**6560**	**DEPRECIATION & AMORT. EXPENSE**	**243,105**
(6511-6565)	**(6510-6560)**	**TOTAL PLANT NONSPECIFIC OPERATIONS**	**358,519**
		CUSTOMER OPERATIONS EXPENSE:	
6611	.....	Product Management	
6612	.....	Sales	
6613	.....	Product Advertising	
6610 (6611-6613)	**6610**	**MARKETING**	-
6621	.....	Call Completion Services	
6622	.....	Number Services	
6623	.....	Customer Services	**180,965**
6620 (6621-6623)	**6620**	**SERVICES**	**180,965**
(6610-6620)	**(6610-6620)**	**TOTAL CUSTOMER OPERATIONS EXPENSE**	**180,965**
		CORPORATE OPERATIONS EXPENSE:	
6711	.....	Executive	**(28)**
6712	.....	Planning	
6710 (6711-6712)	**6710**	**EXECUTIVE AND PLANNING**	**(28)**

INCOME STATEMENT
(in dollars)

Account No. Class "A" Company	Account No. Class "B" Company	Account Title	Amount
6721	.....	Accounting and Finance	97,754
6722	.....	External Relations	43,442
6723	.....	Human Resources	
6724	.....	Information Management	
6725	.....	Legal	7,227
6726	.....	Procurement	582
6727	.....	Research and Development	
6728	.....	Other General and Administrative	85,642
6720 (6721-6728)	**6720**	**GENERAL AND ADMINISTRATIVE**	**234,647**
6790	6790	Provision for Uncollectible Notes Receivable	
(6710-6790)	**(6710-6790)**	**TOTAL CORPORATE OPERATIONS EXPENSE**	**234,619**
(6112-6790)	**(6110-6790)**	**TOTAL OPERATING EXPENSES**	**1,255,580**
		OPERATING TAXES:	
7210	.....	Operating Investment Tax Credits-Net	(3,330)
7220	.....	Operating Federal Income Taxes	97,900
7230	.....	Operating State and Local Income Taxes	248
7240	.....	Operating Other Taxes	61,183
7250	.....	Provision for Deferred Operating Income Taxes-Net	8,600
7200 (7210-7250)	**7200**	**TOTAL OPERATING TAXES**	**164,601**
		NET OPERATING INCOME (5001-5302) Less (6110-7200)	**236,777**
		OTHER OPERATING INCOME AND EXPENSE:	
7110	.....	Income from Custom Work	
7130	.....	Return from Nonreg. Use of Regulated Facilities	
7140	.....	Gains and Losses from Foreign Exchange	
7150	.....	Gains or Losses from Disposition of Land & Artwork	
7160	.....	Other Operating Gains & Losses	
7100 (7110-7160)	**7100**	**TOTAL OTHER OPERATING INCOME AND EXPENSE**	-

SCHEDULE: 5

INCOME STATEMENT
(in dollars)

Account No. Class "A" Company	Account No. Class "B" Company	Account Title	Amount
		NONOPERATING INCOME AND EXPENSE:	
7310	.....	Dividend Income	
7320	.....	Interest Income	38,143
7330	.....	Income from Sinking and Other Funds	
7340	.....	Allowance for Funds Used During Construction	
7350	.....	Gains or Losses from Disposition of Certain Prop.	
7360	.....	Other Nonoperating Income	14,064
7370	.....	Special Charges	(3,583)
7300 (7310-7370)	**7300**	**TOTAL NONOPERATING INCOME AND EXPENSE**	**48,624**
		NONOPERATING TAXES:	
7410	.....	Nonoperating Investment Tax Credits-Net	
7420	.....	Nonoperating Federal Income Taxes	5,000
7430	.....	Nonoperating State & Local Income Taxes	
7440	.....	Nonoperating Other Taxes	
7450	.....	Provision for Deferred Nonoperating Income Taxes-Net	
7400 (7410-7450)	**7400**	**TOTAL NONOPERATING TAXES**	**5,000**
		INTEREST AND RELATED ITEMS:	
7510	.....	Interest on Funded Debt	41,028
7520	.....	Interest Expense-Capital Leases	
7530	.....	Amortization of Debt Issuance Expense	
7540	.....	Other Interest Deductions	
7500 (7510-7540)	**7500**	**TOTAL INTEREST AND RELATED ITEMS**	**41,028**
		EXTRAORDINARY ITEMS:	
7610	.....	Extraordinary Income Credits	
7620	.....	Extraordinary Income Charges	
7630	.....	Current Income Tax Effect of Extraord. Items-Net	
7640	.....	Prov. Or Def. Inc. Tax Effect of Extraord. Items-Net	
7600 (7610-7640)	**7600**	**TOTAL EXTRAORDINARY ITEMS**	**-**
		JURISDICTIONAL DIFFERENCES AND NONREGULATED INCOME ITEMS:	
7910	7910	Income Effect of Juris. Ratemaking Dif.-Net	
7990	7990	Nonregulated Net Income	(3,802)
		NET INCOME	**235,571**

SCHEDULE: 5A

NOTES TO INCOME STATEMENT

None

SCHEDULE: 6

STATEMENT OF RETAINED EARNINGS

Account No.	Item	Page No.	Amount (in dollars)
	Balance-First of Year	14	**3,927,914**
	Charges: Balance Transferred from Income	21	**235,571**
	Dividends Declared		
	Miscellaneous Debits to Retained Earnings		**14,064**
	Miscellaneous Credits to Retained Earnings		
	Balance-End of Year	14	**4,149,421**
	Notes to Statement of Retained Earnings: **Other Comprehensive income charged to account 4540 during year.** **(Income statement account 7360)**		

SCHEDULE: 7

PARTNERSHIP CAPITAL STATEMENT (1)

Account No.	Item	Page No.	Amount (in dollars)
	Partnership Capital-Beginning of Year	14	
	Net Income (Loss) for Year	21	
	Partners' Capital Contributions		
	Miscellaneous Credits		
	TOTAL CREDITS		-
	Partners' Drawings		
	Prior Period Adjustment(s)		
	Miscellaneous Debits		
	TOTAL DEBITS		-
	Partnership Capital-End of Year	14	-

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

SCHEDULE: 8

ANALYSIS OF PLANT IN SERVICE
(in dollars)

Account No. *Class "A" Company	Account No. Class "B" Company	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)
		GENERAL SUPPORT ASSETS:					
.....	2110	Land and Support Assets					-
2111	.....	Land	7,649				7,649
2112	.....	Motor Vehicles	34,979	1,288			36,267
2113	.....	Aircraft					-
2114	.....	Special Purpose Vehicles					-
2115	.....	Garage Work Equipment					-
2116	.....	Other Work Equipment	146,292	8,122			154,414
2121	.....	Buildings	452,970				452,970
2122	.....	Furniture	26,829				26,829
2123.1	.....	Office Support Equip.	6,329				6,329
2123.2	.....	Co. Comm. Equip.	3,992		162		3,830
2124	.....	General Purpose Computers	27,045	2,202			29,247
(2111-2124)	**2110**	**TOTAL GENERAL SUPPORT ASSETS**	**706,085**	**11,612**	**162**	**-**	**717,535**
		CENTRAL OFFICE ASSETS:					
2211	.....	Analog Electronic Switching					-
2212	.....	Digital Electronic Switching	1,178,857	255,543			1,434,400
2215	.....	Electro-Mechanical Switching					-
2215.1	.....	*Step-by-step Switching*					-
2215.2	.....	*Crossbar Switching*					-
2215.3	.....	*Other Elec.-Mech. Switching*					-
(2211-2215.3)	**2210**	**CENTRAL OFFICE SWITCHING**	**1,178,857**	**255,543**	**-**	**-**	**1,434,400**
2220	2220	Operator Systems					-
2231	.....	Radio Systems					-
2232	.....	Circuit Equipment	581,898	283,282	8,414		856,766
(2231-2232)	**2230**	**CENTRAL OFFICE TRANSMISSION**	**581,898**	**283,282**	**8,414**	**-**	**856,766**

SCHEDULE: 8

ANALYSIS OF PLANT IN SERVICE
(in dollars)

Account No. *Class "A" Company	Account No. Class "B" Company	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)
		INFORMATION ORIGINATION/TERMINATION ASSETS:					
2311		Station Apparatus					-
2321	.....	Customer Premises Wiring					-
2341	.....	Large Private Branch Exchanges					-
2351	.....	Public Tele. Terminal Equipment					-
2362	.....	Other Terminal Equipment					-
(2311-2362)	**2310**	**INFORMATION ORIGINATION/TERMINATION**	-	-	-	-	-
		CABLE AND WIRE FACILITIES ASSETS:					
2411	.....	Poles	399				399
2421	.....	Aerial Cable					-
2422	.....	Underground Cable					-
2423	.....	Buried Cable	2,650,351	39,794	5,337		2,684,808
2424	.....	Submarine Cable					-
2425	.....	Deep Sea Cable					-
2426	.....	Intrabuilding Network Cable					-
2431	.....	Aerial Wire	292				292
2441	.....	Conduit Systems					-
(2411-2441)	**2410**	**CABLE AND WIRE FACILITIES**	2,651,042	39,794	5,337	-	2,685,499
		AMORTIZABLE ASSETS:					
2681	.....	Capital Leases					-
2682	.....	Leasehold Improvements					-
(2681-2682)	**2680**	**AMORTIZABLE TANGIBLE ASSET**	-	-	-	-	-
2690	2690	Intangibles					-
2001 (2110-2690)	**2001 (2110-2690)**	**TOTAL TELECOMMUNICATIONS PLANT IN SERVICE**	**5,117,882**	**590,231**	**13,913**	-	**5,694,200**

SCHEDULE: 8

ANALYSIS OF PLANT IN SERVICE
(in dollars)

Account No. *Class "A" Company	Account No. Class "B" Company	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)
2001	2001	Telecommunications Plant in Service	5,117,882	590,231	13,913	-	5,694,200
2002	2002	Property Held For Future Telecommunications Use					
2003	2003	Tele. Plant Under Construction-Short Term					-
2004	2004	Tele. Plant Under Construction-Long Term					
2005	2005	Tele. Plant Adjustment					
2006	2006	Nonoperating Plant					
2007	2007	Goodwill					
(2001-2007)	(2001-2007)	TOTAL PROPERTY, PLANT AND EQUIPMENT	5,117,882	590,231	13,913	-	5,694,200

SCHEDULE: 9

ACCUMULATED DEPRECIATION (Account 3100) (in dollars)

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

Account No. Class "A" Company	Account No. Class "B" Company	Account Title	Accumulated Depreciation At Beginning Of Current Year (a)	Accrual Rate (b)	Annual Accrual (c)	Original Cost of Plant Retired (d)
		GENERAL SUPPORT ASSETS:				
.....	2110	Land and Support Assets				
2111	.....	Land				
2112	.....	Motor Vehicles	26,759	18.00	4,799	
2113	.....	Aircraft				
2114	.....	Special Purpose Vehicles				
2115	.....	Garage Work Equip.				
2116	.....	Other Work Equip.	92,314	9.50	8,890	
2121	.....	Buildings	163,619	3.44	15,607	
2122	.....	Furniture	23,975	6.33	746	
2123.1	.....	Office Support Equip.	5,189	12.25	460	
2123.2	.....	Co. Comm. Equip.	3,992	12.50		162
2124	.....	Gen. Purpose Computers	9,635	20.00	4,187	
(2111-2124)	**2110**	**TOTAL GEN. SUPPORT ASSETS**	**325,483**		**34,689**	**162**
		CENTRAL OFFICE ASSETS:				
(2211-2215.3)	2210	Central Office-Switching				
2211	.....	Analog Electronic Switching				
2212	.....	Digital Electronic Switching	1,063,902	9.00	37,122	
2212.1	.....	Digital Switch. - Hardware				
2212.2	.....	Digital Switch. - Software				
2215	.....	Electro-Mechanical Switching				
2215.1	.....	Step-by-Step Switch.				
2215.2	.....	Crossbar Switch.				
2215.3	.....	Oth. Ele. Mech. Switch.				
2220	2220	Operator Systems				
.....	2230	Central Office-Transmission				
2231	.....	Radio Systems				
2232	.....	Circuit Equip.	392,592	9.90	48,276	8,415
(2211-2232)	**(2210-2230)**	**TOTAL CEN. OFFICE ASSETS**	**1,456,494**		**85,398**	**8,415**

(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). If using a composite accrual rate please specify and show how the composite rate was calculated.
2. Identify the source of these accrual rates (__ **PUCO Case No. 00-2202-TP-AAM**
   effective date of change _____ **1/1/2000**
3. Clearly mark on the Depreciation Schedule how depreciation expense was calculated, i.e., monthly, quarterly, semi-annually, or annually.

Continue on next page

SCHEDULE: 9

ACCUMULATED DEPRECIATION (Account 3100) (in dollars)

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

Account No. Class "A" Company	Account No. Class "B" Company	Account Title	Cost of Removal (e)	Salvage (f)	Other (g)	Balance at End of Current Year (h)=(a)+(c)-(d)-(e)+(f)+(g)
		GENERAL SUPPORT ASSETS:				
.....	2110	Land and Support Assets				-
2111	.....	Land				-
2112	.....	Motor Vehicles				**31,558**
2113	.....	Aircraft				-
2114	.....	Special Purpose Vehicles				-
2115	.....	Garage Work Equip.				-
2116	.....	Other Work Equip.	-			**101,204**
2121	.....	Buildings				**179,226**
2122	.....	Furniture				**24,721**
2123.1	.....	Office Support Equip.				**5,649**
2123.2	.....	Co. Comm. Equip.				**3,830**
2124	.....	Gen. Purpose Computers				**13,822**
(2111-2124)	**2110**	**TOTAL GEN. SUPPORT ASSETS**	-	-	-	**360,010**
		CENTRAL OFFICE ASSETS:				
(2211-2215.3)	2210	Central Office-Switching				-
2211	.....	Analog Electronic Switching				-
2212	.....	Digital Electronic Switching				**1,101,024**
2215	.....	Electro-Mechanical Switching				-
2215.1	.....	Step-by-Step Switch.				-
2215.2	.....	Crossbar Switch.				-
2215.3	.....	Oth. Ele. Mech. Switch.				-
2220	2220	Operator Systems				-
.....	2230	Central Office-Transmission				-
2231	.....	Radio Systems				-
2232	.....	Circuit Equip.		**3,350**		**435,803**
(2211-2232)	**(2210-2230)**	**TOTAL CEN. OFFICE ASSETS**	-	**3,350**	-	**1,536,827**

(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). If using a composite accrual rate please specify and show how the composite rate was calculated
2. Identify the source of these accrual rates (__ **PUCO Case No. 00-2202-TP-AAM**
   effective date of change _____ **1/1/2000**
3. Clearly mark on the Depreciation Schedule how depreciation expense was calculated, i e., monthly, quarterly, semi-annually, or annually.

Continue on next page

SCHEDULE: 9

ACCUMULATED DEPRECIATION (Account 3100) (in dollars)

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

Account No. Class "A" Company	Account No. Class "B" Company	Account Title	Accumulated Depreciation At Beginning Of Current Year (a)	Accrual Rate (b)	Annual Accrual (c)	Original Cost of Plant Retired (d)
		INFORM.ORIG/TERM.ASSETS:				
2311	.....	Station Apparatus				
2321	.....	Cust. Premises Wiring				
2341	.....	Large Priv. Branch Exch.				
2351	.....	Pub. Tele. Terminal Equip.				
2362	.....	Other Term. Equipment				
(2311-2362)	**2310**	**TOTAL INFO. ORIG./TERM. ASSETS**	-		-	-
		CABLE & WIRE FACIL. ASSETS:				
2411	.....	Poles	**561**	**6.71**		
2421	.....	Aerial Cable				
2421.1	.....	Aerial Cable - Metallic				
2421.2	.....	Aerial Cable - Nonmetallic				
2421.3	.....	Aerial Cable - Drop				
2422	.....	Underground Cable				
2422.1	.....	Underground Cable - Metallic				
2422.2	.....	Underground Cable - Nonmetallic				
2423	.....	Buried Cable				
2423.1	.....	Buried Cable - Metallic	**972,557**	**4.77**	**80,177**	
2423.2	.....	Buried Cable - Nonmetallic	**133,730**	**4.20**	**31,433**	
2423.3	.....	Buried Cable - Drop	**71,664**	**4.77**	**11,408**	**5,338**
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). If using a composite accrual rate please specify and show how the composite rate was calculated.

2 Identify the source of these accrual rates (__ **PUCO Case No. 00-2202-TP-AAM**

effective date of change _____ **1/1/2000**

3 Clearly mark on the Depreciation Schedule how depreciation expense was calculated, i.e., monthly, quarterly, semi-annually, or annually.

Continue on next page

SCHEDULE: 9

ACCUMULATED DEPRECIATION (Account 3100) (in dollars)

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

Account No. Class "A" Company	Account No. Class "B" Company	Account Title	Cost of Removal (e)	Salvage (f)	Other (g)	Balance at End of Current Year (h)=(a)+(c)-(d)-(e)+(f)+(g)
		INFORM.ORIG/TERM.ASSETS:				
2311	.....	Station Apparatus				-
2321	.....	Cust. Premises Wiring				-
2341	.....	Large Priv. Branch Exch.				-
2351	.....	Pub. Tele. Terminal Equip.				-
2362	.....	Other Term. Equipment				-
(2311-2362)	**2310**	**TOTAL INFO. ORIG./TERM. ASSETS**	-	-	-	-
		CABLE & WIRE FACIL. ASSETS:				
2411	.....	Poles				**561**
2421	.....	Aerial Cable				-
2421.1	.....	Aerial Cable - Metallic				-
2421.2	.....	Aerial Cable - Nonmetallic				-
2421.3	.....	Aerial Cable - Drop				-
2422	.....	Underground Cable				-
2422.1	.....	Underground Cable - Metallic				-
2422.2	.....	Underground Cable - Nonmetallic				-
2423	.....	Buried Cable				-
2423.1	.....	Buried Cable - Metallic				**1,052,734**
2423.2	.....	Buried Cable - Nonmetallic				**165,163**
2423.3	.....	Buried Cable - Drop				**77,734**
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). If using a composite accrual rate please specify and show how the composite rate was calculated.

2 Identify the source of these accrual rates (__ **PUCO Case No. 00-2202-TP-AAM**

effective date of change _____ **1/1/2000**

3 Clearly mark on the Depreciation Schedule how depreciation expense was calculated, i.e , monthly, quarterly, semi-annually, or annually

Continue on next page

SCHEDULE: 9

ACCUMULATED DEPRECIATION (Account 3100) (in dollars)

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

Account No. Class "A" Company	Account No. Class "B" Company	Account Title	Accumulated Depreciation At Beginning Of Current Year (a)	Accrual Rate (b)	Annual Accrual (c)	Original Cost of Plant Retired (d)
2426	.....	Intrabldg. Net. Cable				
2426.1	.....	Intrabldg. Net. Cable - Metallic				
2426.2	.....	Intrabldg. Net. Cable - Nonmetallic				
2431	.....	Aerial Wire	405	12.55		
2441	.....	Conduit Systems				
(2411-2441)	2410	**TOTAL CABLE & WIRE FACIL. ASSETS**	1,178,917		123,018	5,338
		TOTAL ACCUMULATED DEPREC. (2112-2441)	2,960,894		243,105	13,915

(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). If using a composite accrual rate please specify and show how the composite rate was calculated
2. Identify the source of these accrual rates (__ PUCO Case No. 00-2202-TP-AAM
   effective date of change _____ 1/1/2000
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: ✱ Monthly ☐ Quarterly ☐ Annually

Account No. Class "A" Company	Account No. Class "B" Company	Account Title	Cost of Removal (e)	Salvage (f)	Other (g)	Balance At End of Current Year (h)=(a)+(c)-(d)-(e)+(f)+(g)
2426	.....	Intrabldg. Net. Cable				-
2426.1	.....	Intrabldg. Net. Cable - Metallic				-
2426.2	.....	Intrabldg. Net. Cable - Nonmetallic				-
2431	.....	Aerial Wire				405
2441	.....	Conduit Systems				-
(2411-2441)	**2410**	**TOTAL CABLE & WIRE FACIL. ASSETS**	-	-	-	**1,296,597**
		TOTAL ACCUMULATED DEPREC. (2112-2441)	-	**3,350**	-	**3,193,434**

(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 accentable standards in Depreciation:

1. List the current accrual rates being used to calculate depreciation expense in Column (b). If using a composite accrual rate please specify and show how the composite rate was calculated.
2. Identify the source of these accrual rates (__ **PUCO Case No. 00-2202-TP-AAM**
   effective date of change _____ **1/1/2000**
3. Clearly mark on the Depreciation Schedule how depreciation expense was calculated, i.e., monthly, quarterly, semi-annually, or annually.

SCHEDULE: 10

UNCOLLECTIBLE ACCOUNTS (Accounts 1181 and 1191)
(in dollars)

	(a)	Account 1181 (b)	Account 1191 (c)
1	Balance at Beginning of the Year	$ -	$ -
2	Accruals Charged	**4,381**	
3	Collection of Amounts Previously Written Off		
4	Other Credits		
5	**TOTAL CREDITS.....**	**$ 4,381**	**$ -**
6	Uncollectibles Written Off During the Year	**4,381**	
7	Other Debits (Explain in a Note)		
8	**TOTAL DEBITS.....**	**$ 4,381**	**$ -**
9	Balance at End of the Year	**$ -**	**$ -**
10	**TOTAL OPERATING REVENUE FOR THE YEAR.....**	**1,656,958**	**-**
11	Net Write Offs During the Year (Line 6 minus Line 3)	**4,381**	**-**
12	Ratio of Line 11 to Line 10	**0.26%**	
13	Ratio of Line 2 to Line 10	**0.26%**	

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)
	$	$	$	$	$
Total Affiliated	-	-	-	-	-
Total Nonaffiliated	**2,096,447**	**84,818**	-	**108,770**	-
TOTAL BALANCE	**2,096,447**	**84,818**	-	**108,770**	-

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)
	$ -	$ -	$ -	$ -	$ -
Total Affiliated	-	-	-	-	-
Total Nonaffiliated	-	-	3,954	-	76,279
TOTAL BALANCE	-	-	3,954	-	76,279

SCHEDULE: 12

DEFERRED CHARGES (Accounts 1438 and 1439)
(Include data for each item in excess of $1,000,000)

Description of Item (a)	Amount at End of Current Year (in dollars) (b)
ACCOUNT 1438	$
None	
Aggregate of All Other Items	
TOTAL	$
ACCOUNT 1439	$
None	
Aggregate of All Other Items	
TOTAL	$

SCHEDULE: 13

OTHER JURISDICTIONAL ASSET NET - ACCOUNT 1500
(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)
None				-
				-
				-
				-
				-
				-
				-
				-
				-
				-
				-
				-
TOTALS	$ -	$ -	$ -	$ -

SCHEDULE: 14

NET CUR. DEF. OPERATING INCOME TAX - ACCOUNT 4100
(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)
None				-
				-
				-
				-
				-
				-
				-
				-
				-
				-
TOTALS	$ -	$ -	$ -	$ -

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)
Deferred Operating Income Taxes	**186,820**		**8,600**	- **195,420** - - - -
TOTALS	**186,820**	-	**8,600**	**$ 195,420**

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)
				- - - - - -
TOTALS	-	-	-	$

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)
				- - - - - -
TOTALS	-	-	-	$

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)
					%	%		
Note Payable - RUS	**1/13/82**	**1/13/17**	**665,816**		**5.0**		**46,945**	**618,871**
Note Payable - RUS	**1/13/82**	**1/13/17**	**33,595**		**5.0**		**2,361**	**31,234**
Note Payable - RUS	**1/13/82**	**1/13/17**	**90,108**		**5.0**		**3,475**	**86,633**
Total			**789,519**				**52,781**	**736,738**

SCHEDULE: 19

OTHER DEFERRED CREDITS (Account 4360)
(in dollars)

1. Disclose the data for each item in Account 4360 amounting to over $25,000.

Description of Item (a)	Amount at End of Current Year (b)
None	$ -
All other - less than $25,000 each (or aggregate of all other items)	
TOTAL	$ -

SCHEDULE: 20

DEFERRED TAX REGULATORY LIABILITY (Account 4361)
(in dollars)

1. Disclose the data for each item in Account 4361 amounting to over $25,000.

Description of Item (a)	Amount at End of Current Year (b)
None	$ -
All other - less than $25,000 each (or aggregate of all other items)	
TOTAL	$ -

SCHEDULE: 21

CAPITAL STOCK (Accounts 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 (i) and note any other pertinent information at the bottom of this schedule.

			Amount of Stock Issued and Outstanding						
Class and Description of Capital Stock (a)	Par or Stated Value Amount (b)	Number of Shares Authorized (c)	Number of Stock Issued (d)	Acct. 4510 e=(b) x (d) $ Amount of Stock Issued & Outstanding (e)	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)
COMMON:	$ -			$ -	$ -	$ -			$ -
	10	400	87	870	21,920	870	-	-	-
PREFERRED:				-		-			
TOTALS	$ 10	400	87	$ 870	$ 21,920	$ 870	-	-	$ -

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)	Service Provided (b)	Amount (in dollars) (c)
None		$
Aggregate of All Other Items		
TOTAL		$

SCHEDULE: 23

TAXES OTHER THAN INCOME TAXES - OPERATING ACCOUNT 7240
(in dollars)

Type of Tax:	Amount
Ohio Property Tax	$ 51,392
Ohio Gross Receipts Tax	8,225
F.I.C.A.	
Other (Specify list)	
PUCO	1,241
OCC	
Other	325
TOTAL ACCOUNT 7240	$ 61,183

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 7630 (d)	Tax Effect Included in Account 7640 (e)
None	$ -	$ -	$ -	$ -

SCHEDULE: 25

DISTRIBUTION OF SALARIES AND WAGES

Telephone	Number of Employees as of December 31			Total Compensation for Year Ending December 31	Distribution of Wages		
	Male	Female	Total		Operation & Maintenance Accounts	Construction	Other (Specify)
Part-time Employees			-				
Full-time Employees	7	4	11	$ 498,279	$ 484,026	$ 12,509	$ 1,744 Non-Regulated
TOTAL ALL EMPLOYEES	**7**	**4**	**11**	**$ 498,279**	**$ 484,026**	**$ 12,509**	**$ 1,744**

OUTSIDE PLANT STATISTICS (WIRE)

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 poles that company owns, and shares & joint use with other company.
3. Column (p) and (q) are not included column (c).

			AERIAL CABLE		UNDERGROUND CABLE		BURIED CABLE		SUBMARINE CABLE	
(a)	State or Territory (b)	Miles of Aerial Wire (c)	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	**Troy**	**1.98**					**58.22**	**8,588.40**		
2	**Sullivan**	**0.00**					**84.68**	**10,713.20**		
3	**Ruggles**	**0.28**					**23.31**	**1,976.77**		
4										
5										
6										
	TOTAL	**2.26**	**0.00**	**0.00**	**0.00**	**0.00**	**166.21**	**21,278.37**	**0.00**	**0.00**

		DEEP SEA CABLE		INTRA BUILDING NETWORK CABLE		TOTAL CABLE	
(a)	State or Territory (b)	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	**Troy**					**58.22**	**8,588.40**
2	**Sullivan**					**84.68**	**10,713.20**
3	**Ruggles**					**23.31**	**1,976.77**
4							
5							
6							
	TOTAL	**0.00**	**0.00**	**0.00**	**0.00**	**166.21**	**21,278.37**

		Number of Poles (r)		Miles of Tube In Coaxial Cable (s)		CONDUIT SYSTEM			
(a)	State or Territory (b)	Company owns poles	Company shares & joint use with other company	(In Ground)	(Aerial)	Trench Miles (t)		Duct Miles (u)	
1	**Troy**	-							
2	**Sullivan**	-							
3	**Ruggles**	9							
4									
5									
6									
	TOTAL	9	-	-	-	-	-	-	-

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 Fiber Optic in Cable (f)	Miles of Fiber Optic Cable (g)	Miles of Fiber Optic In Cable (h)
1	**Troy**					**9.76**	**269.59**
2	**Sullivan**					**14.34**	**342.06**
3	**Ruggles**					**0.00**	**0.00**
4							
5							
6							
	TOTAL	**0.00**	**0.00**	**0.00**	**0.00**	**24.10**	**611.65**

(a)	State or Territory (b)	FIBER OPTIC SUBMARINE CABLE		DEEP SEA FIBER 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 In Cable (n)	Miles of Fiber Optic Cable (o)	Miles of Fiber Optic In Cable (p)
1	**Troy**							**9.76**	**269.59**
2	**Sullivan**							**14.34**	**342.06**
3	**Ruggles**							**0.00**	**0.00**
4									
5									
6									
	TOTAL	**0.00**	**0.00**	**0.00**	**0.00**	**0.00**	**0.00**	**24.10**	**611.65**

SCHEDULE: 27

DETAIL OF OHIO EXCHANGE ACCESS LINES IN SERVICE BY CUSTOMER CLASS
(For Company with less than 15,000 access lines)

Name of Exchange (a)	Business Access Lines: Single Line (b)	Business Access Lines: Multi Line (c)	Public Access Lines (d)	Residential Access Lines (e)	Mobile Access Lines (f)	Special Access Lines (Non-Switched) (g)	Total Access Lines (h)
Nova	**20**	**43**	**-**	**534**	**-**	**3**	**600**
Sullivan	**21**	**75**	**-**	**760**	**-**	**3**	**859**
							-
							-
							-
							-
							-
							-
							-
							-
							-
							-
							-
							-
							-
							-
							-
							-
							-
TOTAL	**41**	**118**	**-**	**1,294**	**-**	**6**	**1,459**

NOTE: List all of the access line data by exchange.

SCHEDULE: 28

PLANT AND SERVICE DATA - OHIO TELEPHONE COMPANIES
DETAIL OF BILLABLE ACCESS LINES IN SERVICE BY EXCHANGE IN OHIO

			No. of Business Access Lines			No. of Residential Access Lines		
Name of Exchange (a)	No. of COs. In Exch. (b)	Type & Model(s) of CO(s) In Exchange (c)	Single Line (d)	Multi-Line Trunks (e)	No. of Company Pay Stations (f)	1-Party (g)	Multi-Party (h)	No. of Total Access Lines (i)
Nova		**Digital**	**20**	**43**	**-**	**534**	**-**	**600**
Sullivan		**Digital**	**21**	**75**	**-**	**760**	**-**	**859**
								-
								-
								-
								-
								-
								-
								-
								-
								-
								-
								-
								-
								-
								-
TOTAL FOR OHIO			**41**	**118**	**-**	**1,294**	**-**	**1,459**

NOTE: List all of the access line data by exchange.

For companies with more exchanges than will fit this page, substitute a computer printout with the same information in place of this page.

For exchanges with multiple central offices, list the number of each type of central office, e.g., 12-5ESS, 161E, 2-DMS10, etc. The total should equal the total number of COs listed in Column (b).

Unusual switch types should be characterized as Electromechanical, Analog or Digital.

Use the following symbols to show in the above columns:

*Includes Key System, PBX and Centrex.

**Includes all Single Line Business Access Lines.

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)
March, 2006	**Coppercom CSX 1100 (Host)**	**Yes**

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 placed 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

PROJECTION OF NEW OR CHANGED OHIO CENTRAL OFFICE PREFIXES (NXX) TO BE PLACED IN SERVICE

PREFIXES (NXX) Number(s)	Date is Expected to be Operational
None	

Note: This form is only applicable to local exchange companies with less than 15,000 access lines.
Prefixes (NXX) Number(s): Where any new NXXs 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 CALLS 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*
None				

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*
None				

* 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.

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												
(2) Message												
(3) Measured												
(4) TOTAL	-	-	-	-	-	-	-	0.0%	0.0%	0.0%	0.0%	-

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 exempted from offering TSA and only provide SCA.

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 FY92, 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 <u>all</u> TSA customers, disregarding class of service distinctions.

L, 1-3 - Refers to the number of SCA customers <u>involuntarily</u> 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 <u>local charges</u> 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 <u>toll</u> 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 customers' 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 customers during 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 <u>all</u> 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 purposes. 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. Class "A" Company	Account No. Class "B" Company	Item	Total (1)	Interstate (2)	Ohio Intrastate (3)=(1)-(2)
		LOCAL NETWORK SERVICES REVENUES:			
5001	.....	Basic Area Rev.	**270,897**		**270,897**
5002	.....	Optional Extended Area Rev.	-		-
5003	.....	Cellular Mobile Service Rev.	-		-
5004	.....	Other Mobile Service Rev.	-		-
5000 **(5001-5004)**	.....	**Basic Local Service Rev.**	**270,897**	-	**270,897**
5010	.....	Public Telephone Rev.	-		-
5040	.....	Local Private Line Rev.	-		-
5050	.....	Customer Premises Rev.	-		-
5060	.....	Other Local Exchange Rev.	**100,880**		**100,880**
5069	.....	Other Local Exchange Rev. Settlements	-		-
(5001-5069)	**5000**	**TOTAL LOCAL NETWORK SERVICES REVENUES**	**371,777**	-	**371,777**
		NETWORK ACCESS SERVICES REVENUES:			
5081	5081	End User Rev.	**112,943**	**112,943**	-
5082	5082	Switched Access Revenue	**624,388**	**624,388**	-
5083	5083	Special Access Revenue			-
5084	5084	State Access Revenue	**515,241**	-	**515,241**
5080 (5081-5084)	**5080 (5081-5084)**	**NETWORK ACCESS REVENUE**	**1,252,572**	**737,331**	**515,241**

Note: Total Column should agree with revenues reported on Schedule 5.
Provide detailed explanation of any deviations.

SCHEDULE: 33

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

Account No. Class "A" Company	Account No. Class "B" Company	Item	Total (1)	Interstate (2)	Ohio Intrastate (3)=(1)-(2)
		LONG DISTANCE NETWORK SERVICES REVENUES:			
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.	-		-
		LOCAL NETWORK SERVICES REVENUES:			
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**	**LONG DISTANCE NETWORK SERVICES**	-	-	-
		REVENUES (FOR CLASS "B" ACCOUNT 5100)			
		MISCELLANEOUS REVENUES:			
5230	.....	Directory Rev.	**2,450**		**2,450**
5240	.....	Rent Rev.	-		-
5250	.....	Corporate Operations Rev.	-		-
5261	.....	Special Billing Arrangement Rev.	**23,460**		**23,460**
5262	.....	Customer Operations Rev.	-		-
5263	.....	Plant Operations Rev.	-		-
5264	.....	Other Incidental Regulated Rev.	**140**		**140**

Note: Total Column should agree with revenues reported on Schedule 5.
Provide detailed explanation of any deviations.

SCHEDULE: 33

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

Account No. Class "A" Company	Account No. Class "B" Company	Item	Total (1)	Interstate (2)	Ohio Intrastate (3)=(1)-(2)
5269	.....	Other Rev. Settlements	-		-
5260	.....	Miscellaneous Revenues (5261-5269)	23,600		23,600
5270	.....	Carrier Billing & Collection Rev.	10,940	1,277	9,663
5200 (5230-5270)	**5200**	**MISCELLANEOUS REVENUES**	**36,990**	**1,277**	**35,713**
		NONREGULATED REVENUES:			
5280	5280	Nonregulated Operating Revenues	-		-
		TOTAL OPERATING REVENUES (5001-5280)	**1,661,339**	**738,608**	**922,731**
		OTHER OPERATING INCOME AND EXPENSES:			
7110	.....	Income from Custom Work	-		-
7130	.....	Return from Nonregulated Use of Reg. Fac.	-		-
7140	.....	Gains and Losses from Foreign Exchange	-		-
7150	.....	Gains or Losses from Disposition of Land and Artwork	-		-
7160	.....	Other Operating Gains and Losses	-		-
7100 (7110-7160)	**7100**	**OTHER OPERATING INCOME AND EXPENSES:**	-	-	-
		NONOPERATING INCOME AND EXPENSES:			
7310	.....	Dividend Income	-		-
7320	.....	Interest Income	38,143		38,143
7330	.....	Income from Sinking and Other Funds	-		-
7340	.....	Allowance for Funds Used During Construction	-		-
7350	.....	Gains from the Disposition of Certain Prop.	-		-
7360	.....	Other Nonoper. Income (Income & Gains Only)	14,064		14,064
7370	.....	Special Charge	(3,583)		(3,583)
7300 (7310-7370)	**7300**	**NONOPERATING INCOME AND EXPENSES**	**48,624**	-	**48,624**

Note: Total Column should agree with revenues reported on Schedule 5.
Provide detailed explanation of any deviations.

SCHEDULE: 33

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

Account No. Class "A" Company	Account No. Class "B" Company	Item	Total (1)	Interstate (2)	Ohio Intrastate (3)=(1)-(2)
		EXTRAORDINARY ITEMS:			
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**	**TOTAL EXTRAORDINARY ITEMS**	-	-	-
		SUBTOTAL (5001-7640)	**1,709,963**	**738,608**	**971,355**
		Less:	(	(	(
		- Earnings or receipts from sales to public utilities for resale			-
		TOTAL	**1,709,963**	**738,608**	**971,355**
		* **Intrastate means from one point to another point in Ohio, or wholly within Ohio.**			

Note: Total Column should agree with revenues reported on Schedule 5.
Provide detailed explanation of any deviations.

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 Receive Entries and Orders from the Docketing Division

Richard L. Ringler — Name
President — Title

255 Township Road 791 Nova, OH 44859
Address

(419) 652-3571
Phone Number (Including Area Code)

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

Richard L. Ringler — Name
President — Title

255 Township Road 791 Nova, OH 44859
Address

(419) 652-3571
Phone Number (Including Area Code)

Name and Address of the President

Richard L. Ringler
Name — President

255 Township Road 791 Nova, OH 44859
Address

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 **Ohio**
County of **Ashland**

Richard L. Ringler makes oath and says that
(Insert here the name of the affiant.)

he is **President**
(Insert here the official title of deponent)

of **The Nova Telephone Company**
(Insert here the exact legal title or name of the 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 and including January 1, 2004, to and including December 31, 2004.

Richard L. Ringler
(Signature of affiant.)