62

LOCAL EXCHANGE TELEPHONE COMPANIES

For the provision of (check all that apply):

O INCUMBENT LOCAL EXCHANGE CARRIER (ILEC)

O Class A

χ Class B 90-5013

ANNUAL REPORT

OF

Cincinnati Bell Telephone Company, LLC 90-5013

(Exact legal name of respondent)

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

Website URL:

221 East Fourth Street	Cincinnati	Hamilton	Ohio	45202
Address	City	County	State	Zip Code

(513) 397-9900

Phone: (Area Code) Number

Same as above

(Address of principal business office at end of year)

TO THE

PUBLIC UTILITIES COMMISSION OF OHIO

RECEIVED-DOCKETING DIV
2007 MAY -1 PM 3:06
PUCO

FOR THE

YEAR ENDED DECEMBER 31, 20_06_

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

Sherry J Smiley –Regulatory Accountant

221 East Fourth Street Cincinnati, Ohio 45202 Location 103-1124 (513) 397-5563, Fax (513) 651-0509

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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) **Cincinnati Bell Telephone Company, LLC**
   221 East Fourth Street
   Cincinnati, OH 45202

   b) **Not Applicable**

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.

   Limited Liability Company – January 10, 2005

3. If a consolidated or merged company, name all constituent and all merged companies absorbed during the year.
   Not Applicable

4. Date and authority for each consolidation and for each merger effected during the year.
   Not Applicable

5. If a reorganized company, give name of original corporation. State the occasion for any reorganization effected during the year.
   Not Applicable

6. For new entrant carrier (NEC); give PUCO Certification approval date _____, and Case No. _____.
   Not Applicable

7. For NEC's only describe current serving area.
   Not Applicable

CORPORATE CONTROL OVER RESPONDENT

1. Did any corporation or corporations, telephone or other, hold control over the respondent at the close of the year? ___NO_____ If control was so held, state:

   a. The name and address of the controlling corporation or corporations: **Not Applicable**___

   b. The form of control, whether sole or joint: **Not Applicable**

   c. The manner in which control was established: **Not Applicable**

   d. The extent of control: **Not Applicable**

   e. Whether control was direct or indirect: **Not Applicable**

   f. If indirect, the name and address of the intermediary through which control was established: **Not Applicable**

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: **Not Applicable**

   b. The name and address of the beneficiary or beneficiaries for whom the trust was maintained, if available: **Not Applicable**

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:
      -Cincinnati Bell Telecommunications Services (CBTS)
      221 East Fourth Street Cincinnati, OH 45202
      -Cincinnati Bell Extended Territories (CBET)
      221 East Fourth Street Cincinnati, OH 45202

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

   c. Other parties, if any, to joint agreement for control: **NONE**

   d. The manner in which control was established: **Ownership of all Voting Stock**

   e. The extent of control: **Ownership of 100% of controlling Company's stock. (CBTS and CBET are non-structurally separate operations of CBT)**

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

   g. If indirect, the name and address of the intermediary through which control was established: **Not Applicable**

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 that 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.

USF Filing: Effective 01/01/2006
USF Filing: Effective 04/01/2006
Annual Access Filing: Interstate Access Rates - Effective 07/01/2006
Annual Access Filing: Ohio Intrastate Access Rates - Effective 07/01/2006
USF Filing: Effective 10/01/2006
USF Filing: FILED: 12/2006 - Effective 1/01/2007

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
Cincinnati Bell, Inc.: 221 E. Fourth St., Cincinnati, OH 45202	1,000	1,000	
TOTAL LISTED ABOVE	1,000	1,000	
ALL STOCKHOLDERS	1,000	1,000	

Annual Report of Cincinnati Bell Telephone Company, LLC Year Ended December 31, 2006

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)
John F. Cassidy, Cincinnati, Ohio	05/24/2000	Note 1		
Brian A. Ross, Cincinnati, Ohio	05/15/2001	Note 1		
Christopher J. Wilson, Cincinnati, Ohio	01/31/2000	Note 1		
Note 1: CBT Board – Duly Elected Until Successor Named				

Name of Chairman of the Board: John F. Cassidy

Name of Secretary of Board: Christopher J. Wilson

Number of Meetings of Board during the year: 0

Number of directors provided for by charter or by-laws, as amended to the end of the year: 3

Number of directors required to constitute a quorum: 2

Annual Report of Cincinnati Bell Telephone Company, LLC Year Ended December 31, 2006___

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 and CEO	CBT	John F. Cassidy	Cincinnati, OH
CFO - Finance & Accounting	CBT	Brain A. Ross	Cincinnati, OH
Chief Operating Officer	Operations	Rodney D. Dir	Cincinnati, OH
Senior VO- Operations	Operations	Ann W. Crable	Cincinnati, OH
VP General Counsel & Secretary	Counsel & Secretary	Christopher J. Wilson	Cincinnati, OH
VP Treasury	Treasury	Mark J. Peterson	Cincinnati, OH
VP Internal Controls	Internal Controls	Jeff Coleman	Cincinnati, OH
VP Controller	CBT	Kurt A. Freyberger	Cincinnati, OH
Controller	Finance & Accounting	Lawrence H. Manion	Cincinnati, OH
VP Purchasing & Supply	Purchasing & Supply Mgmt	Gary A. Cornett	Cincinnati, OH
VP Network Operations	Network Operations	Richard P. Benken	Cincinnati, OH
VP Engineering & Construction	Customer Operations	Phillip T. Parks	Cincinnati, OH
VP HR & Administration	Human Resources	Brian G. Keating	Cincinnati, OH
VP IT	Information Technology	Charles R. Burke	Cincinnati, OH
VP Call Centers	Call Center Operations	Penny M. Burke	Cincinnati, OH
VP Corp Marketing	Marketing	Neal Sullivan	Cincinnati, OH
VP eCommerce & Process Improvement	Process Improvement	Gerald A. Sparkman	Cincinnati, OH
VP Process Improvement	Process Improvement	Maureen T. Ladley	Cincinnati, OH
VP Business Market	Voice Data & Internet Srvc	Shane Brown	Cincinnati, OH
VP & GM Strategic Business	Strategic Business Markets	David A. Korb	Cincinnati, OH
VP & GM Products	Local & Long Distance	Dennis P. Hinkel	Cincinnati, OH
VP & GM Wireless	Wireless Services	Michael S. Vanderwoude	Cincinnati, OH
VP & GM Products	Data & Internet Products	Roger Rosenberger	Cincinnati, OH
Assistant Corporate Secretary	Asst Corporate Secretary	Mary Ray	Cincinnati, OH
Assistant Corporate Secretary	Asst Corporate Secretary	Susan D. McClarnon	Cincinnati, OH
Director	Corporate Tax	Christopher C. Elma	Cincinnati, OH
Assistant Secretary & Director	Dir. of Regulatory Affairs	D. Scott Ringo	Cincinnati, 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)
		CURRENTS ASSETS				
.....	1120	Cash & Equivalent		N/A	N/A	N/A
1130	.....	Cash & Equivalent		1,275,318	1,459,635	184,317
1140	.....	Special Cash Deposits		0	0	0
1150	.....	Working Cash Advances		0	0	0
1160	.....	Temporary Investments	34	0	0	0
1180	1180	Telecommunications Accounts Receivable	34	71,366,979	66,368,947	(4,998,032)
1181	1181	Acts. Receivable Allowance - Telecom. (Cr.)	34	(6,219,974)	(7,537,152)	(1,317,178)
1190	1190	Other Accounts Receivable	34	25,446,048	36,515,056	11,069,008
1191	1191	Accounts Receivable Allowance - Other (Cr.)	34	(1,086,736)	(599,026)	487,710
1200	1200	Notes Receivable	35	(11,568,215)	(23,604,842)	(12,036,626)
1201	1201	Notes Receivable Allowance - (Cr.)	35	0	0	0
1210	1210	Interest and Dividends Receivable	35	0	0	0
1220	1220	Materials and Supplies		7,098,010	7,808,338	710,328
.....	1280	Prepayment				N/A
1290	.....	Prepaid Rents		263,507	438,459	174,952
1300	.....	Prepaid Taxes		(1)	(1)	0
1310	.....	Prepaid Insurance		0	0	0
1320	.....	Prepaid Directory Expenses		1,876,093	1,830,396	(45,697)
1330	.....	Other Prepayments		7,284,240	7,164,618	(119,622)
1350	.....	Other Current Assets		61,358	252,622	191,264
(1130-1350)	(1120-1350)	**TOTAL CURRENTS ASSETS**		95,796,627	90,097,051	(5,699,576)

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)
		NONCURRENTS ASSETS				
1401	1401	Investments in Affiliated Cos.	35	13,107,780	13,107,780	0
1402	1402	Investments in Nonaffiliated Cos.	35	0	0	0
1406	1406	Nonregulated Investments		0	0	0
1407	1407	Unamort. Debt Issuance Exp.		2,262,762	2,156,274	(106,489)
1408	1408	Sinking Funds		0	0	0
1410	1410	Other Noncurrent Assets		0	0	0
1437	1437	Deferred Tax Regulated Asset		0	0	0
1438	1438	Deferred Maintenance and Retirements	36	0	0	0
1439	1439	Deferred Charges	36	10,159,975	9,748,189	(411,786)
1500	1500	Other Juris. Assets - Net	37	(5,688,046)	766,360	6,454,406
(1401-1500)	(1401-1500)	**TOTAL NONCURRENT ASSETS**		19,842,471	25,778,603	5,936,131
		PROPERTY, PLANT AND EQUIPMENT				
2001	2001	Tele. Plant in Service	24-26	2,175,842,628	2,197,631,587	21,788,959
2002	2002	Prop. Held for Future Telecommunications Use	26	0	0	0
2003	2003	Tele. Plant Under Construction - Short Term	26	13,316,418	6,738,971	(6,577,447)
2004	2004	Tele. Plant Under Construction - Long Term	26	0	0	0
2005	2005	Tele. Plant Adjustment	26	0	0	0
2006	2006	Nonoperating Plant	26	530,182	531,560	1,378
2007	2007	Goodwill	26	0	0	0
(2001-2007)	(2001-2007)	**TOTAL PROP., PLANT & EQUIP.**		2,189,689,228	2,204,902,118	15,212,889

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	1,668,199,109	1,766,448,356	98,249,247
3200	3200	Accum. Deprec. - Held for Future Tele. Use		0	0	0
3300	3300	Accum. Deprec. - Nonoperating		37,494	37,494	0
.....	3400	Accum. Amort. - Tangible		N/A	N/A	N/A
3410	.....	Accum. Amort. - Capit. Leases		10,470,707	9,456,469	(1,014,238)
3420	.....	Accum. Amort. - Lsehld. Imprv.		1,759,100	2,354,899	595,799
3500	3500	Accum. Amort. - Intangible		22,179,883	21,631,165	(548,718)
3600	3600	Accum. Amort. - Other		0		
(3100-3600)	(3100-3600)	**TOTAL DEPREC. AND AMORT.**		1,702,646,293	1,799,928,383	97,282,089
		NET PLANT (2001-2007) Less (3100-3600)		487,042,935	404,973,735	(82,069,200)
		TOTAL ASSETS (1120-2007) Less (3100-3600)		602,682,033	520,849,388	(81,832,645)

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		80,448,872	84,313,794	3,864,922
4020	4020	Notes Payable		0	0	0
4030	4030	Advance Billing and Pay.		23,994,008	24,143,617	149,609
4040	4040	Customer Deposits		546,478	501,082	(45,396)
4050	4050	Cur. Maturities - Long Term Debt		0	0	0
4060	4060	Cur. Maturities - Cap. Leases		2,053,157	929,787	(1,123,369)
4070	4070	Income Taxes - Accrued		(1,144,214)	821,276	1,965,490
4080	4080	Other Taxes - Accrued		17,926,706	17,258,593	(668,113)
4100	4100	Net Cur. Def. Oper. Income Taxes	37	(10,022,577)	(9,993,913)	28,664
4110	4110	Net Cur. Def. Nonoper. Income Taxes		0	0	0
4120	4120	Other Accrued Liabilities		8,482,137	8,842,706	360,569
4130	4130	Other Current Liabilities		6,063,603	5,482,867	(580,736)
(4010-4130)	(4010-4130)	**TOTAL CURRENT LIABILITIES**		128,348,170	132,299,808	3,951,638
		LONG TERM DEBT				
4210	4210	Funded Debt	39	230,000,000	230,000,000	0
4220	4220	Premium on Long-Term Debt	39	0	0	0
4230	4230	Discount on Long-Term Debt	39	(459,479)	(439,429)	20,050
4240	4240	Reacquired Debt		0	0	0
4250	4250	Obligations Under Cap. Leases	39	7,620,492	6,679,554	(940,939)
4260	4260	Advances from Affil. Cos	39	0	0	0
4270	4270	Other Long-Term Debt	39	0	0	0
(4210-4270)	(4210-4270)	**TOTAL LONG-TERM DEBT**		237,161,013	236,240,124	(920,889)

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		8,688,135	9,642,976	954,841
4320	4320	Unamort. Oper. ITC-Net		5,561,080	5,012,358	(548,722)
4330	4330	Unamort. Nonoper. ITC-Net		0	0	0
4340	4340	Net Noncur. Def. Oper. Income Taxes	38	(4,247,762)	8,777,880	13,025,642
4341	4341	Net Deferred Tax Liability Adjustment	38	8,423,040	(23,780,183)	(32,203,223)
4350	4350	Net Noncur. Def. Nonoper. Income Taxes		25,849,509	(27,923,602)	(53,773,111)
4360	4360	Other Deferred Credits	40	10,346,729	9,525,728	(821,001)
4361	4361	Deferred Tax Regulat. Liability	41	(8,423,040)	23,780,183	32,203,223
4370	4370	Other Juris. Liab. & Def. Cr.-Net	38	118,892	2,377,934	2,259,042
(4310-4370)	(4310-4370)	**TOTAL OTHER LIAB. & DEF. CR**		46,316,583	7,413,274	(38,903,308)
		STOCKHOLDERS' EQUITY				
4510	4510	Capital Stock	42	12,500	12,500	0
4520	4520	Additional Paid-In Capital	42	167,048,759	167,048,759	0
4530	4530	Treasury Stock	42	0	0	0
4540	4540	Other Capital		0	0	0
4550	4550	Retained Earnings	23	23,795,010	(22,165,077)	(45,960,087)
(4510-4550)	(4510-4550)	**TOTAL STOCKHOLDERS' EQUITY**		190,856,269	144,896,182	(45,960,087)
(4010-4550)	(4010-4550)	**TOTAL LIAB. & STOCKHOLDERS' EQUITY**		602,682,034	520,849,388	(81,832,645)

SCHEDULE: 4A

NOTES TO BALANCE SHEET
Acct. 1439 Includes balances in clearing accounts 8701, 8705 and 8710

SCHEDULE: 5

INCOME STATEMENT
(in dollars)

Account No. Class "A" Company	Account No. Class "B" Company	Account Title	Amount
		LOCAL NETWORK SERVICES REVENUES	
5001	.....	Basic Area Revenue	224,855,326
5002	.....	Optional Extended Area Revenue	16,992,022
5003	.....	Cellular Mobile Revenue	0
5004	.....	Other Mobile Services Revenue	2,800
5000	.....	Basic Local Service Revenue	241,850,147
5010	.....	Public Telephone Revenue	2,141,841
5040	.....	Local Private Line Revenue	1,749,551
5050	.....	Customer Premises Revenue	(221)
5060	.....	Other Local Exchange Revenue	156,275,249
5069	.....	Other Local Exchange Revenue Settlements	0
(5001-5069)	5000	**LOCAL NETWORK SERVICES REVENUES**	402,016,567
		NETWORK ACCESS SERVICE REVENUES	
5081	5081	End User Revenue	55,710,588
5082	5082	Switched Access Revenue	29,740,945
5083	5083	Special Access Revenue	72,561,367
5084	5084	State Access Revenue	36,853,027
5080 (5081-5084)	5080 (5081-5084)	**NETWORK ACCESS REVENUE**	194,865,927
		LONG DISTANCE NETWORK SERVICES REVENUES	
5100	.....	Long Distance Message Revenue	101,581
5111	.....	Long Distane Inward-Only Revenue	(36)
5112	.....	Long Distance Outward-Only Revenue	330
5121	.....	Subvoice Grade Long Distance Private Network Revenue	692
5122	.....	Voice Grade Long Distance Private Network Revenue	24,655
5123	.....	Audio Program Grade Long Distance Private Network Revenue	0
5124	.....	Video Program Grade Long Distance Private Network Revenue	125,973
5125	.....	Data Transmission Long Distance Private Network Revenue	1,178
5126	.....	Long Distane Private Network Switching Revenue	0
5128	.....	Other Long Distance Private Network Revenue	0
5129	.....	Other Long Distance Private Network Revenue Settlements	0
5160	.....	Other Long Distance Revenue	779,374
5169	.....	Other Long Distance Revenue Settlements	5,068,084
(5100-5169)	5100	**TOTAL LONG DISTANCE NETWORK SERVICE REVENUES (FOR CLASS B COMPANY - ACCOUNT 5100)**	6,101,832

SCHEDULE: 5

INCOME STATEMENT
(in dollars)

Account No. Class "A" Company	Account No. Class "B" Company	Account Title	Amount
		MISCELLANEOUS REVENUES	
5230	.....	Directory Revenue	10,550,418
5240	.....	Rent Revenue	12,803,121
5250	.....	Corporate Operations Revenue	0
5261	.....	Special Billing Arrangements Revenue	18,210
5262	.....	Customer Operations Revenue	0
5263	.....	Plant Operations Revenue	62,088
5264	.....	Other Incidental Regulated Revenue	9,161,661
5269	.....	Other Revenue Settlements	0
5270	.....	Carrier Billing and Collection Revenue	7,960,114
5200 (5230-5270)	5200 (5230-5270)	**MISCELLANEOUS REVENUES**	40,555,612
		NONREGULATED REVENUES	
5280	5280	Non Regulated Operating Income	79,931,981
		UNCOLLECTIBLE REVENUES	
5301	.....	Uncollectible Revenue - Telecommunications	9,609,820
5302	.....	Uncollectible Revenue - Other	0
5300 (5301-5302)	5300	**UNCOLLECTIBLE REVENUES**	9,609,820
		TOTAL OPERATING REVENUE (5001-5302)	713,862,099

SCHEDULE: 5

INCOME STATEMENT
(in dollars)

Account No. Class "A" Company	Account No. Class "B" Company	Account Title	Total (f)
		PLANT SPECIFIC OPERATIONS EXPENSE	
6112	.....	Motor Venicle Expense	178,204
6113	.....	Aircraft Expense	-
6114	.....	Spec. Purpose Vehicles Expense	-
6115	.....	Garage Work Eqiupment Expense	2,395
6116	.....	Other Work Equipment Expense	57,304
6110 (6112-6116)	6110	**NETWORK SUPPORT EXPENSE**	237,903
6121	.....	Land and Building Expense	13,888,367
6122	.....	Furniture and Artworks Expense	8,747
6123	.....	Office Equipment Expense	613,687
6124	.....	General Purpose Computer Expense	3,809,922
6120 (6121-6124)	6120	**GENERAL SUPPORT EXPENSE**	18,320,724
6211	.....	Analog Electronic Expense	-
6212	.....	Digital Electronic Expense	11,618,215
6215	.....	Electro-Mechanical Expense	-
6210 (6211-6215)	6210	**CENTRAL OFFICE SWITCH. EXPENSE**	11,618,215
6220	6220	Operator Systems Expense	757
6231	.....	Radio Facilities Expense	13,708
6232	.....	Circuit Equipment Expense	14,758,630
6230 (6231-6232)	6230	**CENTRAL OFFICE TRANSM. EXPENSE**	14,773,096
6311	.....	Station Apparatus Expense	2,482,592
6341	.....	Large Private Branch Exchange Expense	642,770
6351	.....	Public Telephone Termianl Equipment Expense	-
6362	.....	Other Terminal Equipment Expense	27,099,704
6310 (6311-6362)	6310	**INFO. ORIG./TERM EXPENSE**	30,225,066
6411	.....	Poles Expense	558,173
6421	.....	Aerial Cable Expense	16,916,562
6422	.....	Underground Cable Expense	6,192,423
6423	.....	Buried Cable Expense	8,233,550
6424	.....	Submarine Cable Expense	-
6425	.....	Deep Sea Cable Expense	-
6426	.....	Intrabuilding Network Cable Expense	432,100
6431	.....	Aerial Wire Expense	83,445
6441	.....	Conduit Systems Expense	325,492
6410 (6411-6441)	6410	**CABLE AND WIRE FACIL. EXPENSE**	32,741,744
(6112-6441)	(6110-6410)	**TOTAL PLANT SPECIFIC OPERATIONS EXPENSE**	107,916,747

SCHEDULE: 5

INCOME STATEMENT
(in dollars)

Account No. Class "A" Company	Account No. Class "B" Company	Account Title	Total (f)
		PLANT NONSPECIFIC OPERATIONS EXPENSE	
6511	xxxxxx	Property Held for Future Telecommunications Use Expense	-
6512	xxxxxx	Provisioning Expense	(75,090)
6510 (6511-6512)	6510	**OTHER PROP., PLANT & EQUIP. EXPENSE**	(75,090)
6531	xxxxxx	Power Expense	5,074,367
6532	xxxxxx	Network Administration Expense	6,198,807
6533	xxxxxx	Testing Expense	7,095,983
6534	xxxxxx	Plant Oper. Admin. Expense	9,914,381
6535	xxxxxx	Engineering Expense	3,978,284
6530 (6531-6535)	6530	**NETWORK OPERATIONS EXPENSE**	32,261,822
6540	6540	Access Expense	8,187,833
6561	xxxxxx	Depreciation Expense - Telecommunications Plant In Service	xxxxxx
6562	xxxxxx	Depreciation Expense - Prop. Held for Future Telecommunications Use	xxxxxx
6563	xxxxxx	Amortization Expense - Tangible	xxxxxx
6564	xxxxxx	Amortization Expense - Intangible	xxxxxx
6565	xxxxxx	Amortization Expense - Other	xxxxxx
6560 (6561-6565)	6560	**DEPR & AMORT. EXPENSE**	169,421,694
(6511-6565)	(6510-6560)	**TOTAL PLANT NONSPECIFIC OPERATIONS EXPENSE**	209,796,259
		CUSTOMER OPERATIONS EXPENSE	
6611	xxxxxx	Product Management	xxxxxx
6612	xxxxxx	Sales	xxxxxx
6613	xxxxxx	Product Advertising	
6610 (6611-6613)	6610	**MARKETING**	42,217,455
6621	xxxxxx	Power Expense	xxxxxx
6622	xxxxxx	Network Administration Expense	xxxxxx
6623	xxxxxx	Testing Expense	xxxxxx
6620 (6621-6623)	6620	**SERVICES**	53,109,382
(6611-6623)	(6610-6620)	**TOTAL CUSTOMER OPERATIONS EXPENSE**	95,326,837
		CORPORATE OPERATIONS EXPENSE	
6711	xxxxxx	Executive	xxxxxx
6712	xxxxxx	Planning	xxxxxx
6710 (6711-6712)	6710	**EXECUTIVE AND PLANNING**	3,706,345

SCHEDULE: 5

INCOME STATEMENT
(in dollars)

Account No. Class "A" Company	Account No. Class "B" Company	Account Title	Total (f)
6721	xxxxxx	Accounting and Finance	
6722	xxxxxx	External Relations	xxxxxx
6723	xxxxxx	Human Resources	xxxxxx
6724	xxxxxx	Information Management	xxxxxx
6725	xxxxxx	Legal	xxxxxx
6726	xxxxxx	Procurement	xxxxxx
6727	xxxxxx	Research and Development	xxxxxx
6728	xxxxxx	Other General and Administrative	
6720 (6721-6728)	6720	**GENERAL AND ADMINISTRATIVE**	74,343,291
6790	6790	Provision for Uncollectible Notes Receivable	0
(6710-6790)	(6710-6790)	**TOTAL CORPORATE OPERATIONS EXPENSE**	78,049,636
(6112-6790)	(6112-6790)	**TOTAL OPERATING EXPENSES**	491,089,479
		OPERATING TAXES	
7210	xxxxxx	Operating Investment Tax Credits - Net	(548,722)
7220	xxxxxx	Operating Federal Income Taxes	98,355,136
7230	xxxxxx	Operating State and Local Income Taxes	2,861,011
7240	xxxxxx	Operating Other Taxes	21,119,217
7250	xxxxxx	Provision for Deferred Operating Income Taxes - Net	(40,720,605)
7200 (7210-7250)	7200	**TOTAL OPERATING TAXES**	81,066,037
		NET OPERATING INCOME (5001-5302) Less (6110-7200)	141,706,583
		OTHER OPERATING INCOME AND EXPENSE	
7110	xxxxxx	Income from Custom Work	0
7130	xxxxxx	Return from Nonreg. Use of Regulated Facilities	0
7140	xxxxxx	Gains and Losses from Foreign Exchange	0
7150	xxxxxx	Gains and Losses from Disposition of Land & Artwork	0
7160	xxxxxx	Other Operating Gains & Losses	676,058
7100 (7110-7160)	7100	**TOTAL OTHER OPERATING INCOME AND EXPENSE**	676,058

SCHEDULE: 5

INCOME STATEMENT
(in dollars)

Account No. Class "A" Company	Account No. Class "B" Company	Account Title	Amount (f)
		NONOPERATING INCOME AND EXPENSE	
7310	xxxxxx	Dividend Income	0
7320	xxxxxx	Interest Income	(417,714)
7330	xxxxxx	Income from Sinking and Other Funds	0
7340	xxxxxx	Allowance for Funds Used during Construction	645,612
7350	xxxxxx	Gains or Losses from Disposition of Certain Prop.	0
7360	xxxxxx	Other Nonoperating Income	2,817,557
7370	xxxxxx	Special charges	(507,092)
7300 (7310-7370)	7300	**TOTAL NONOPERATING INCOME AND EXPENSE**	2,538,363
		NONOPERATING TAXES	
7410	xxxxxx	Nonoperating Investment Tax Credits - Net	0
7420	xxxxxx	Nonoperating Federal Income Taxes	8,210,018
7430	xxxxxx	Nonoperating State and Local Income Taxes	0
7440	xxxxxx	Nonoperating Other Taxes	0
7450	xxxxxx	Provision for Deferred Nonoperating Income Taxes - Net	0
7400 (7410-7450)	7400	**TOTAL NONOPERATING TAXES**	8,210,018
		INTEREST AND RELATED ITEMS	
7510	xxxxxx	Interest on Funded Debt	15,225,000
7520	xxxxxx	Interest Expense - Capital Leases	393,440
7530	xxxxxx	Amortization of Debt Issuance Expense	106,489
7540	xxxxxx	Other Interest Deductions	(26,760)
7500 (7510-7540)	7500	**TOTAL INTEREST AND RELATED ITEMS**	15,698,169
		EXTRAORDINARY ITEMS	
7610	xxxxxx	Extraordinary Income Credits	0
7620	xxxxxx	Extraordinary Income Charges	0
7630	xxxxxx	Current Income Tax Effect of Extraord. Items - Net	0
7640		Prov. for Def. Inc. Tax Effect of Extraord. Items - Net	0
7600 (7610-7640)	7600	**TOTAL EXTRAORDINARY ITEMS**	0
		JURISDICTIONAL DIFF. AND NONREGULATED INCOME ITEMS	
7910	7910	Income Effect of Juris. Ratemaking Dif. - Net	4,195,364
7990	7990	Nonregulated Net Income	0
		NET INCOME	125,208,181

SCHEDULE: 5A

NOTES TO INCOME STATEMENT
No notes to the Income Statement

SCHEDULE: 6

STATEMENT OF RETAINED EARNINGS

Account No.	Item	Page No.	Amount
	Balances - First of Year	13	23,795,010
	Changes: Balance Transferred From Income	24	125,208,181
	Dividends Declared		171,168,268
	Miscellaneous Debits to Retained Earnings		
	Miscellaneous Credits to Retained Earnings		
	Balance - End of the Year	13	(22,165,077)
	Notes to Statement of Retained Earnings:		

SCHEDULE: 7

PARTNERSHIP CAPITAL STATEMENT (1)

Account No.	Item	Page No.	Amount
	Partnership Capital - Beginning of Year	13	
	Net Income (Loss) for Year	24	
	Partners' Capital contributions		
	Nmiscellaneous Credits		
	TOTAL CREDITS		0
	Partners' Drawings		
	Prior Period Adjustment(s)		
	Miscellaneous Debits		
	TOTAL DEBITS		0
	Partnership Capital - End of Year	13	0

(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 First of Year (b)	Additions (c)	Retirements (d)	Transfers & Adjustments (e)	Balance End of Year Total (f)=(b)+(c)+(d)+(e)
		GENERAL SUPPORT ASSETS					
	2110	Land and Support Assets	260,704,739	9,169,072	24,331,537	164,820	245,707,095
2111	xxxxxx	Land	xxxxxx	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2112	xxxxxx	Motor Vehicles	xxxxxx	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2113	xxxxxx	Aircraft	xxxxxx	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2114	xxxxxx	Special Purpose Vehicles	xxxxxx	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2115	xxxxxx	Garage Work Equipment	xxxxxx	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2116	xxxxxx	Other Work Equipment					
2121	xxxxxx	Buildings	xxxxxx	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2122	xxxxxx	Furniture	xxxxxx	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2123.1	xxxxxx	Office Support Equip.	xxxxxx	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2123.2	xxxxxx	Co. Comm. Equip.	xxxxxx	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2124	xxxxxx	General Purpose Computers					
(2111-2124)	xxxxxx	**LAND AND SUPPORT ASSETS**	260,704,739	9,169,072	24,331,537	164,820	245,707,095
		CENTRAL OFFICE ASSETS					
2211	xxxxxx	Analog Electronic Switching	xxxxxx	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2212	xxxxxx	Digital Electronic Switching	xxxxxx	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2215	xxxxxx	Electro-Mechanical Switching	xxxxxx	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2215.1	xxxxxx	Step-By-Step Switching					
2215.2	xxxxxx	Crossbar Switching					
2215.3	xxxxxx	Other Elec.-Mech. Switching					
(2211-2215.3)	2210	**CENTRAL OFFICE SWITCHING**	443,463,225	4,723,802	8,645,881	133,509	439,674,655
2220	2220	Operator Systems	2,965,492	0	0	0	2,965,492
2231	xxxxxx	Radio Systems	xxxxxx	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2232	xxxxxx	Circuit Equipment	xxxxxx	xxxxxx	xxxxxx	xxxxxx	xxxxxx
(2231-2232)	2230	**CENTRAL OFFICE TRANSMISSION**	503,055,591	26,480,721	10,952,835	(1,354,892)	517,228,585

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 First of Year (b)	Additions (c)	Retirements (d)	Transfers & Adjustments (e)	Balance End of Year Total (f)=(b)+(c)+(d)+(e)
		INFORMATION ORIGIN./TERMIN. ASSETS					
2311	xxxxxx	Station Apparatus	xxxxxx	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2321	xxxxxx	Customer Premises Wiring	xxxxxx	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2341	xxxxxx	Large Private Branch Exchanges	xxxxxx	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2351	xxxxxx	Public Tele. Terminal Equipment	xxxxxx	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2362	xxxxxx	Other Terminal Equipment	xxxxxx	xxxxxx	xxxxxx	xxxxxx	xxxxxx
(2311-2362)	2310	**INFORMATION ORIGINATION/TERMINATION**	27,589,417	284,976	249,640	23,651	27,648,404
		CABLE AND WIRE FACILITIES					
2411	xxxxxx	Poles	xxxxxx	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2421	xxxxxx	Aerial Cable	xxxxxx	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2422	xxxxxx	Underground Cable	xxxxxx	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2423	xxxxxx	Buried Cable	xxxxxx	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2424	xxxxxx	Submarine Cable	xxxxxx	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2425	xxxxxx	Deep Sea Cable	xxxxxx	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2426	xxxxxx	Intrabuilding Network Cable	xxxxxx	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2431	xxxxxx	Aerial Wire	xxxxxx	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2441.0	xxxxxx	Conduit Systems	xxxxxx	xxxxxx	xxxxxx	xxxxxx	xxxxxx
(2411-2441)	2410	**CABLE AND WIRE FACILITIES**	873,840,480	31,459,113	8,538,588	6,382	896,767,388
		AMORTIZABLE ASSETS					
2681	xxxxxx	Capital Leases	xxxxxx	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2682	xxxxxx	Leasehold Improvements	xxxxxx	xxxxxx	xxxxxx	xxxxxx	xxxxxx
(2681-2682)	2680	**AMORTIZABLE ASSETS**	26,460,547	1,670,537	3,417,361	227,061	24,940,784
2690	2690	Intangibles	15,583,254	18,982,364	0	(13,477,598)	21,068,020
2001 (2110-2690)	2001 (2110-2690)	**TOTAL TELECOMMUNICATIONS PLANT IN SERVICE**	2,153,662,745	92,750,585	56,135,842	(14,277,066)	2,176,000,423

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 First of Year (b)	Additions (c)	Retirements (d)	Transfers & Adjustments (e)	Balance End of Year Total (f)=(b)+(c)+ (d)+(e)
2001	2001	Telecommunications Plant In Service	2,153,662,745	92,750,585	56,135,842	(14,277,066)	2,176,000,423
2002	2002	Property Held for Future Telecommunications Use	0				0
2003	2003	Tele. Plant Under Construction - Short Term	13,316,419	0	0	(6,577,447)	10,872,117
2004	2004	Tele. Plant Under Construction - Long Term	xxxxxx				0
2005	2005	Tele. Plant Adjustment	0				0
2006	2006	Nonoperating Plant	530,182	1,377		0	531,559
2007	2007	Goodwill	0				0
(2001-2007)	(2001-2007)	**TOTAL PROPERTY, PLANT AND EQUIPMENT**	2,167,509,346	92,751,962	56,135,842	(20,854,513)	2,187,404,099

SCHEDULE: 9

ACCUMULATED DEPRECIATION (Account 3100) (In dollars)
(Please check if the Company's Depreciation Expense is Calculated: x Monthly)

Account No. Class "A" Company	Account No. Class "B" Company	Account Title	Accumulated Depreciation At Beginning of Year (a)	Accrual Rate (b)	Annual Accrual (c)	Original Cost of Plant Retired (d)
		GENERAL SUPPORT ASSETS				
xxxxxx	2110	Land and Support Assets	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2111	xxxxxx	Land	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2112	xxxxxx	Motor Vehicles	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2113	xxxxxx	Aircraft	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2114	xxxxxx	Special Purpose Vehicles	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2115	xxxxxx	Garage Work Equipment	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2116	xxxxxx	Other Work Equipment				
2121	xxxxxx	Buildings	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2122	xxxxxx	Furniture	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2123.1	xxxxxx	Office Support Equip.	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2123.2	xxxxxx	Co. Comm. Equip.	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2124	xxxxxx	General Purpose Computers				
(2111-2124)	2110	**TOTAL PROPERTY, PLANT AND EQUIPMENT (FOR CLASS "B" ACCOUNT 2110)**	154,307,097		9,268,005	24,331,537
		CENTRAL OFFICE ASSETS				
xxxxxx	2210	Central Office - Switching	343,847,708		34,722,473	8,645,881
2211	xxxxxx	Analog Electronic Switching	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2212	xxxxxx	Digital Electronic Switching	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2215.1	xxxxxx	Step-By-Step Switching				
2215.2	xxxxxx	Crossbar Switching				
2215.3	xxxxxx	Other Elec.-Mech. Switching				
2220	2220	Operator Systems	422,894	xxxxxx	139,322	-
xxxxxx	2230	Central Office - Transmission	411,474,823		46,629,628	10,966,636
2231	xxxxxx	Radio Systems	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2232	xxxxxx	Circuit Equipment	xxxxxx	xxxxxx	xxxxxx	xxxxxx
(2211-2232)	(2210-2230)	**TOTAL CENTRAL OFFICE ASSETS**	755,745,425		81,491,423	19,612,517

(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. 97-1532-TP-AAM). (If Accrual Rate changes during the year should be identified with effective date of change 01/01/97).
3. Clearly mark on the Depreciatio 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: x Monthly)

Account No. Class "A" Company	Account No. Class "B" Company	Account Title	Cost of Removal (e)	Salvage (c)	Other (g)	Balance at End of Year (h)= (a)+(c)-(d)-(e)+(f)=(g)
		GENERAL SUPPORT ASSETS				
xxxxxx	2110	Land and Support Assets	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2111	xxxxxx	Land				
2112	xxxxxx	Motor Vehicles	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2113	xxxxxx	Aircraft	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2114	xxxxxx	Special Purpose Vehicles	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2115	xxxxxx	Garage Work Equipment	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2116	xxxxxx	Other Work Equipment				
2121	xxxxxx	Buildings	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2122	xxxxxx	Furniture	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2123.1	xxxxxx	Office Support Equip.	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2123.2	xxxxxx	Co. Comm. Equip.	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2124	xxxxxx	General Purpose Computers				
(2111-2124)	2110	**TOTAL PROPERTY, PLANT AND EQUIPMENT (FOR CLASS 'B' ACCOUNT 2110)**	314,505	45,781	31,254	139,026,095
		CENTRAL OFFICE ASSETS				
xxxxxx	2210	Central Office - Switching	719,685	874,948	(158,334)	369,921,229
2211	xxxxxx	Analog Electronic Switching	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2212	xxxxxx	Digital Electronic Switching	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2215.1	xxxxxx	Step-By-Step Switching				
2215.2	xxxxxx	Crossbar Switching				
2215.3	xxxxxx	Other Elec.-Mech. Switching				
2220	2220	Operator Systems	-	-	-	562,217
xxxxxx	2230	Central Office - Transmission	484,292	419,124	(66,987)	447,005,660
2231	xxxxxx	Radio Systems	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2232	xxxxxx	Circuit Equipment	xxxxxx	xxxxxx	xxxxxx	xxxxxx
(2211-2232)	(2210-2230)	**TOTAL CENTRAL OFFICE ASSETS**	1,203,977	1,294,072	(225,321)	817,489,105

(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 sourxe of these accrual rates (PUCO Case No. 97-1532-TP-AAM). (If Accrual Rate changes during the year should be identified with effective date of change 01/01/97).
3. Clearly mark on the Depreciatio 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: x Monthly)

Account No. Class "A" Company	Account No. Class "B" Company	Account Title	Accumulated Depreciation At Beginning of Year (a)	Accrual Rate (b)	Annual Accrual (c)	Original Cost of Plant Retired (d)
		INFORM. ORIG/TERM.ASSETS				
2311	xxxxxx	Station Apparatus	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2321	xxxxxx	cust. Premises Wiring	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2341	xxxxxx	Large Priv. Branch Exch.	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2351	xxxxxx	Pub. Tele. Terminal Equip.	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2362	xxxxxx	Other Term. Equipment	xxxxxx	xxxxxx	xxxxxx	xxxxxx
(2311-2362)	2310	**TOTAL INFO. ORIG./TERM. ASSETS**	28,917,884		1,403,834	249,640
		CABLE & WIRE FACIL. ASSETS				
2411	xxxxxx	Poles	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2421	xxxxxx	Aerial Cable	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2421.1	xxxxxx	Aerial Cable - Metallic	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2421.2	xxxxxx	Aerial Cable - Nonmetallic	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2421.3	xxxxxx	Aerial Cable - Drop	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2422	xxxxxx	Underground Cable	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2422.1	xxxxxx	Underground Cable - Metallic	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2422.2	xxxxxx	Underground Cable - Nonmetallic	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2423	xxxxxx	Buried Cable	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2423.1	xxxxxx	Buried Cable - Metallic	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2423.2	xxxxxx	Buried Cable - Nonmetallic	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2423.3	xxxxxx	Buried Cable - Drop	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2424.0	xxxxxx	Submarine Cable	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2425	xxxxxx	Deep Sea Cable	xxxxxx	xxxxxx	xxxxxx	xxxxxx

(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 sourxe of these accrual rates (PUCO Case No. 97-1532-TP-AAM). (If Accrual Rate changes during the year should be identified with effective date of change 01/01/97).
3. Clearly mark on the Depreciatio 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: x Monthly)

Account No. Class "A" Company	Account No. Class "B" Company	Account Title	Cost of Removal (e)	Salvage (c)	Other (g)	Balance at End of Year (h)= (a)+(c)-(d)-(e)+(f)=(g)
		INFORM. ORIG/TERM.ASSETS				
2311	xxxxxx	Station Apparatus	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2321	xxxxxx	cust. Premises Wiring				
2341	xxxxxx	Large Priv. Branch Exch.	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2351	xxxxxx	Pub. Tele. Terminal Equip.	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2362	xxxxxx	Other Term. Equipment	xxxxxx	xxxxxx	xxxxxx	xxxxxx
(2311-2362)	2310	**TOTAL INFO. ORIG./TERM. ASSETS**	15,474	0	131	30,056,736
		CABLE & WIRE FACIL. ASSETS				
2411	xxxxxx	Poles				
2421	xxxxxx	Aerial Cable	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2421.1	xxxxxx	Aerial Cable - Metallic	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2421.2	xxxxxx	Aerial Cable - Nonmetallic	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2421.3	xxxxxx	Aerial Cable - Drop	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2422	xxxxxx	Underground Cable	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2422.1	xxxxxx	Underground Cable - Metallic	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2422.2	xxxxxx	Underground Cable - Nonmetallic	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2423	xxxxxx	Buried Cable	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2423.1	xxxxxx	Buried Cable - Metallic	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2423.2	xxxxxx	Buried Cable - Nonmetallic	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2423.3	xxxxxx	Buried Cable - Drop	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2424.0	xxxxxx	Submarine Cable	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2425	xxxxxx	Deep Sea Cable	xxxxxx	xxxxxx	xxxxxx	xxxxxx

(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 sourxe of these accrual rates (PUCO Case No. 97-1532-TP-AAM). (If Accrual Rate changes during the year should be identified with effective date of change 01/01/97).
3. Clearly mark on the Depreciatio 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: x Monthly)

Account No. Class "A" Company	Account No. Class "B" Company	Account Title	Accumulated Depreciation At Beginning of Year (a)	Accrual Rate (b)	Annual Accrual (c)	Original Cost of Plant Retired (d)
2426	xxxxxx	Station Apparatus	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2426.1	xxxxxx	cust. Premises Wiring	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2426.2	xxxxxx	Large Priv. Branch Exch.	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2431	xxxxxx	Pub. Tele. Terminal Equip.	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2441	xxxxxx	Other Term. Equipment	xxxxxx	xxxxxx	xxxxxx	xxxxxx
(2411-2441)	2410	TOTAL CABLE & WIRE FACIL.ASSETS	729,228,703	0	60,594,903	8,538,588
		TOTAL ACCUMULATED DEPREC. (2112-2441)	1,668,199,109	0	152,778,165	52,732,282

(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 sourxe of these accrual rates (PUCO Case No. 97-1532-TP-AAM). (If Accrual Rate changes during the year should be identified with effective date of change 01/01/97).
3. Clearly mark on the Depreciatio 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: x Monthly)

Account No. Class "A" Company	Account No. Class "B" Company	Account Title	Cost of Removal (e)	Salvage (c)	Other (g)	Balance at End of Year (h)= (a)+(c)-(d)-(e)+(f)=(g)
2426	xxxxxx	Station Apparatus	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2426.1	xxxxxx	cust. Premises Wiring	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2426.2	xxxxxx	Large Priv. Branch Exch.	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2431	xxxxxx	Pub. Tele. Terminal Equip.	xxxxxx	xxxxxx	xxxxxx	xxxxxx
2441	xxxxxx	Other Term. Equipment	xxxxxx	xxxxxx	xxxxxx	xxxxxx
(2411-2441)	2410	**TOTAL CABLE & WIRE FACIL.ASSETS**	2,131,928	487,013	241,532	779,881,635
		TOTAL ACCUMULATED DEPREC. (2112-2441)	3,665,883	1,826,866	47,596	1,766,453,570

(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 sourxe of these accrual rates (PUCO Case No. 97-1532-TP-AAM). (If Accrual Rate changes during the year should be identified with effective date of change 01/01/97).
3. Clearly mark on the Depreciatio 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	**6,219,974**	**(1,086,736)**
2	Accruals charges (excluding Direct Write-Offs)	9,791,828	
3	Collection of Amounts Previously Written Off	1,289,577	
4	Other Credits	82,367	487,710
5	TOTAL CREDITS	**11,163,773**	**487,710**
6	Uncollectibles Written Off during the Year	9,922,161	0
7	Other Debits (* **BELONGS TO OTHER IXC CARRIERS**)	(75,565)	0
8	TOTAL DEBITS	**9,846,596**	**0**
9	Balance at End of the Year	**7,537,151**	**(599,026)**
10	Total Operating Revenue for the Year	**713,862,099**	**713,862,099**
11	Net Write Offs During the Year (Line 6 minus Line 3)	**8,632,583**	**0**
12	Ratio of Line 11 to Line 10	**1.21%**	**0.00%**
13	Ratio of Line 2 to Line 10	**1.37%**	**0.00%**

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 colums (a)

Name of Affiliate (a)	Account 1160 Temporary Investments (b)	Account 1180 Telecom. Accounts Receivable (c)	Account 1181 Accts. Rec. Telecom. Allowance (d)	Account 1190 Other Accts. Receivable (e)	Account 1191 Accts. Rec. Other Allowance (f)
BRW-Com	0	0	0	73,986	0
BRW-Inc	0	1,151	0	1,193,364	0
Complete Protection	0	0	0	241,730	0
CBW	0	856,654	0	4,617,823	0
IT Consulting (CBTS)	0	189,189	0	4,342,288	0
CBET	0	37,147	0	19,110,649	0
Public	0	0	0	142,219	0
CBAD	0	635,451	0	1,399,720	0
CBE	0	0	0	14,892	0
Total Affiliated	0	1,719,591	0	31,136,671	0
Total Nonaffiliated	0	64,649,356	7,537,152	5,378,385	(599,026)
TOTAL BALANCE	0	66,368,947	7,537,152	36,515,056	(599,026)

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 colums (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)
BRW-Com	0	0	0	0	0
BRW-Inc	(23,604,842)	0	0	0	0
Complete Protection	0	0	0	0	0
CBW	0	0	0	0	0
IT Consulting (CBTS)	0	0	0	0	0
CBET	0	0	0	13,107,780	0
Public	0	0	0	0	0
CBAD	0	0	0	0	0
CBE	0	0	0	0	0
Total Affiliated	(23,604,842)	0	0	13,107,780	0
Total Nonaffiliated	0	0	0	0	0
TOTAL BALANCE	(23,604,842)	0	0	13,107,780	0

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 Year (b)
Account 1438	
Aggregate of All Other Items	0
TOTAL	0
Account 1439	
SAB101 Deferred Charges	7,785,130
Aggregate of All Other Items	1,963,059
TOTAL	9,748,189

SCHEDULE: 13

OTHER JURISDICTIONAL ASSET NET - ACCOUNT 1500
(in dollars)

Description (a)	Beginning Balance (b)	Debits (c)	Credits (d)	Balance End of Year (e)=(b)+(c) -(d)
Net Effect of Jurisdictional Differences	(5,688,046)	6,454,406	0	766,360
TOTALS	(5,688,046)	6,454,406	0	766,360

SCHEDULE: 14

NET CUR. DEF. OPERATING INCOME TAX - ACCOUNT 4100
(in dollars)

Description (a)	Beginning Balance (b)	Debits (c)	Credits (d)	Balance End of Year (e)=(b)+(c) -(d)
Federal Income Taxes	(9,099,074)	4,195,598	4,372,645	**(8,922,027)**
State & Local Income Taxes	(923,504)	511,392	363,009	**(1,071,887)**
TOTALS	(10,022,577)	4,706,990	4,735,654	**(9,993,913)**

SCHEDULE: 15

NET NONCUR. DEF. OPERATING INCOME TAXES - ACCOUNT 4340
(in dollars)

Description (a)	Beginning Balance (b)	Debits (c)	Credits (d)	Balance End of Year (e)=(b)+(c) -(d)
Property Related:				
Federal Income Taxes	33,994,137	49,423,999	21,188,708	(5,758,846)
State & Local Income Taxes	4,439,475	20,525,983	19,235,110	3,148,602
Nonproperty Related:				
Federal Income Taxes	(26,557,527)	26,294,079	66,079,266	13,227,660
State & Local Income Taxes	(16,123,847)	55,115,813	57,882,432	(13,357,228)
TOTALS	(4,247,762)	151,359,874	164,385,516	8,777,880

SCHEDULE: 16

NET DEFERRED TAX LIABILITY ADJUSTMENTS - ACCOUNT 4341
(in dollars)

Description (a)	Beginning Balance (b)	Debits (c)	Credits (d)	Balance End of Year (e)=(b)+(c) -(d)
Tax Rate Differential Adjustments	8,423,040	0	32,203,223	(23,780,183)
TOTALS	8,423,040	0	32,203,223	(23,780,183)

SCHEDULE: 17

OTHER JURIS. LIABILITY & DEF. CR. - NET - ACCOUNT 4370
(in dollars)

Description (a)	Beginning Balance (b)	Debits (c)	Credits (d)	Balance End of Year (e)=(b)+(c) -(d)
Net Effect of Jurisdictional Differer	118,892	0	2,259,042	2,377,934
TOTALS	118,892	0	2,259,042	2,377,934

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)
Account 4210								
30 Year Debenture	12/01/1998	12/01/2028	150,000,000	(439,429)	6.30%	6.34%	0	150,000,000
30 Year Note	11/29/1993	11/29/2023	40,000,000	0	7.20%	7.20%	0	40,000,000
30 Year Note	12/14/1993	12/14/2023	17,500,000	0	7.18%	7.18%	0	17,500,000
30 Year Note	12/15/1993	12/15/2023	19,000,000	0	7.18%	7.18%	0	19,000,000
30 Year Note	12/09/1993	12/11/2023	1,000,000	0	7.25%	7.25%	0	1,000,000
30 Year Note	12/09/1993	12/11/2023	2,500,000	0	7.27%	7.27%	0	2,500,000
TOTALS			$230,000,000	($439,429)			$0	$230,000,000
Account 4250 & 4060								
Obligations Under Capital Leases			$7,609,341				$929,787	$6,679,554
Account 4260			$0				$0	$0
Account 4270			$0				$0	$0

SCHEDULE: 19

OTHER DEFERRED CREDITS (Accounts 4360)
(in dollars)

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

Description of Obligation (a)	Amount at End of Year (b)
Deferred Revenue from Video Transport of Cable T.V.	472,397
Cumulative Effect of SAB 101 deferred revenues related to non-refundable upfront payments	7,946,663
Tax Reserves	1,106,668
Aggregate of All Other Items	
TOTAL	9,525,728

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 Obligation (a)	Amount at End of Year (b)
Gross-up of Unamortized ITC at Current Tax Rates	2,698,962
Gross-up of Excess Deferred Tax Liability at current Tax Rates Due to Rate Reduction	16,340,320
Estimated Deferred Taxes on Difference Between Regulatory Asset & Liability at Current Tax Rates	6,165,233
Estimated Regulatory Asset (Formerly Recorded in Account 1437)	(1,424,332)
Aggregate of All Other Items	0
TOTAL	23,780,183

SCHEDULE: 21

CAPITAL STOCK (Accounts 4510, 4520 and 4530)
(in dollars)

1. Respondent shall enter the class of stock and 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 (h) and note any other pertinent informatino at the bottom of this schedule.

			Amount of Stock Issued and Outstanding (d)						
Class and Description of Capital Stock (a)	Par or Stated Value Amount (b)	Number of Shares Authorized (c)	Number of Stock Issued (d 1)	Account 4510 Amount of Stock Issued & Outstanding (d 2)=(b)*(d1)	Acct. 4520 Additional Paid In Capital (e)	Total (Col. (d) & (e)) (f)	Number of Shares of Treasury Stock (g)	Acct. 4530 Amount in Treasury Stock Account (h)	Acct 45502400 Total Dividends Declared (i)
Common:									
Cincinnati Bell Telephone	$12.50	1,000	1,000	$12,500	$167,048,759	$167,061,259	0	$0	$171,168,268
Preferred:	$0	0	0	$0	$0	$0	0	$0	$0
TOTALS	$12.50	1,000	1,000	$12,500	$167,048,759	$167,061,259	$0	$0	$171,168,268

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 of Affiliated (a)	Service Provided (b)	Amount (c)
Cincinnati Bell Inc.	Corporate, Financial Planning, Treasury and Internal Auditing Services	13,106,000
Aggregate of All Other Items		
TOTAL		

SCHEDULE: 23

TAXES OTHER THAN INCOME TAXES - OPERATING ACCOUNT 7240

Type of Tax:	Amount	
Ohio Property Tax	12,666,004	wp 6
Ohio Gross Receipts Tax	144,378	wp 2
Other (Specify List):		
Kentucky Real/Personal Property Tax	3,309,879	wp 6
Kentucky Excise & Alt Min	1,393,800	wp 2
Kentucky School Tax	2,350,821	wp 3
Indiana Property Tax	80,403	wp 6
Indiana Utility Receipts Tax	39,000	wp 4
Other	1,134,932	wp 1
TOTAL ACCOUNT 7240	21,119,217	

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)
	$0	$0	$0	$0

SCHEDULE: 25

DISTRIBUTION OF SALARIES AND WAGES

	Number of Employees as of December 31			Total Compensation for Year Endig December 31	Distribution of Wages		
	Male	Female	Total		Operation & Maintenance Accounts	Construction	Other (Specify)
Telephone							
Part-Time Employees	N/A	N/A	55	N/A			
Full-Time Employees	N/A	N/A	2,109	N/A			
TOTAL ALL EMPLOYEES			2,164	$165,148,149	$45,127,631	$41,431,593	
Other:							
Plant Nonspecific Operations							$ 15,193,307
Customer Operations							$ 40,539,751
Corporate Operations							$ 19,184,770
Cost of Removal							$ 3,671,097

SCHEDULE: 26

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 system route miles, not sheath mileage.

			AERIAL CABLE		UNDERGROUND CABLE		BURIED CABLE		SUBMARINE CABLE	
(a)	State or Territor (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	Indiana	64	95	39,219	5	3,316	150	26,447	0	0
2	Kentucky	2,020	3,037	1,036,630	570	984,613	1,433	348,003	0	0
3	Ohio	1,155	5,954	2,844,402	2,428	4,050,497	2,513	661,672	0	0
4	TOTAL	3,238	9,086	3,920,250	3,003	5,038,426	4,096	1,036,122	0	0

		DEEP SEA CABLE		INTRA BUILDING NETWORK CABLE		TOTAL CABLE	
(a)	State or Territor (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	Indiana	0	0	0	11	250	68,993
2	Kentucky	0	0	70	156,904	5,109	2,526,149
3	Ohio	0	0	412	17,487	11,307	7,574,057
4	TOTAL	0	0	482	174,402	16,666	10,169,200

			Miles of Tube In Coaxial Cable (s)		CONDUIT SYSTEM	
(a)	State or Territor (b)	Number of Poles (r)	(In Ground)	(Aerial)	Trench Miles (t)	Duct Miles (u)
1	Indiana	1,224	0	0	31	34
2	Kentucky	48,918	0	0	507	1,401
3	Ohio	98,617	0	0	1,662	5,393
4	TOTAL	148,759	0	0	2,200	6,828

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
2. In column (r), provide the number of system route miles, not sheath mileage.

			FIBER OPTIC AERIAL CABLE		FIBER OPTIC UNDERGROUND CABLE		FIBER OPTIC BURIED CABLE	
(a)	State or Territor (b)	Miles of Aerial Fiber Optic (c)	Miles of Fiber Optic Cable (d)	Miles of Fiber Optic In Cable (e)	Miles of Fiber Optic Cable (f)	Miles of Fiber Optic In Cable (g)	Miles of Fiber Optic Cable (h)	Miles of Fiber Optic In Cable (i)
1	Indiana	0	14	363	3	87	0	0
2	Kentucky	0	421	14,600	199	13,062	0	9
3	Ohio	0	732	36,994	832	58,272	32	1,011
4	TOTAL	0	1,167	51,958	1,035	71,421	32	1,019

		FIBER OPTIC SUBMARINE CABLE		DEEP SEA FIBER OPTIC CABLE		INTRA BUILDING NETWORK FIBER OPTIC CABLE		TOTAL FIBER OPTIC CABLE	
(a)	State or Territor (b)	Miles of Fiber Optic Cable (j)	Miles of Fiber Optic In Cable (k)	Miles of Fiber Optic Cable (l)	Miles of Fiber Optic In Cable (m)	Miles of Fiber Optic Cable (n)	Miles of Fiber Optic In Cable (o)	Miles of Fiber Optic Cable (p)	Miles of Fiber Optic In Cable (q)
1	Indiana	0	0	0	0	0	0	17	450
2	Kentucky	0	0	0	0	5	116	626	27,787
3	Ohio	0	0	0	0	55	1,525	1,651	97,802
4	TOTAL	0	0	0	0	61	1,641	2,294	126,039

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		Public Access Lines (d)	Residential Access Lines (e)	Mobile Access Lines (f)	Special Access Lines (Non-Switched) (g)	Total Access Lines (h)
	Single Line (b)	Multi Line (c)					

NOT APPLICABLE TO CINCINNATI BELL TELEPHONE

Annual Report of Cincinnati Bell Telephone Company, LLC

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SCHEDULE: 28

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

Exchange Name (a)	No. of CO(s) In Exchange (b)	Type & Model(s) of CO(s) In Exchange (c)	No. of Business Access Lines: Single Line (d)	No. of Business Access Lines: Multi Line Trunks (e)	No. of Company Pay Stations (f)	No. of Residential Access Lines: 1-Party (g)	No. of Residential Access Lines: Multi-Party (h)	No. of Total Access Lines (i)
Bethany	1	1-5ESS ORM	7,206	(1,332)	54	20,431	0	26,359
Bethel	1	1-DMS10	550	82	11	3,996	0	4,639
Cincinnati	24	20-5ESS 3-5ESS ORM 1-DMS10	1,415	144,491	1,986	252,045	0	399,937
Clermont	4	1-5ESS 1-5ESS ORM 2-DMS10	235	11,033	194	34,752	0	46,214
Hamilton	3	2-5ESS 1-5ESS ORM	2,926	26,482	340	51,229	0	80,977
Harrison	1	1-5ESS ORM	809	1,236	42	5,070	0	7,157
Little Miami	3	2-5ESS 1-5ESS ORM	96	13,379	135	34,786	0	48,396
Newtonsville	1	1-DMS10	30	218	6	3,743	0	3,997
Reily	1	1-DMS10	29	26	0	1,133	0	1,188
Seven Mile	1	1-DMS10	148	(32)	2	2,099	0	2,217
Shandon	1	1-DMS10	91	741	5	3,819	0	4,656
Williamsburg	1	1-DMS10	13,649	(12,910)	14	3,110	0	3,863
	42		27,184	183,414	2,789	416,213	0	629,600

629,600

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, 1-61E, 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, PBS and Centrex.
** Includes all Single Line Business Access Lines.
*** Denotes 5ESS switch but not located in this exchange, or service provided over UNE.
N/A Columns (d) & (e) not determined for out of territory Exchanges, all business lines reported as multiline

SCHEDULE: 29

OHIO CENTRAL OFFICES SCHEDULED TO BE UPGRADED		
Date Expected to be Place in Service	Manufacturer & Type of Equipment	Capable of Independent Operation? (Yes) or (No)

NOT APPLICABLE TO CINCINNATI BELL TELEPHONE

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 PLACE IN SERVICE		
	PREFIXES (NXX) Numbers(s)	Date is Expected to be Operational

NOT APPLICABLE TO CINCINNATI BELL TELEPHONE

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 Exchanges (1)	Number of Access Lines in (1)	Terminating Exchanges (2)	Number of Messages from (1) to (2)	Messages per Access Line per Month from (1) to (2)*

NOT APPLICABLE TO CINCINNATI BELL TELEPHONE

Form 2

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 Exchanges (1)	Number of Access Lines in (1)	Terminating Exchanges (2)	Number of Messages from (1) to (2)	Messages per Access Line per Month from (1) to (2)*

NOT APPLICABLE TO CINCINNATI BELL TELEPHONE

* 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 New 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 Cable (i)	Non-Pub (j)	Custom Calling (k)	
(1) Flat												
(2) Message												
(3) Measured												
(4) Total												

Not Applicable to Cincinnati Bell Telephone

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					

Not Applicable to Cincinnati Bell Telephone

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

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

Annual Report of Cincinnati Bell Telephone Company,LLC Year Ended December 31, 2006

SCHEDULE: 33 - OHIO

STATEMENT ON INTRASTATE GROSS EARNINGS (REVENUE) FOR THE YEAR				
ACCT. NO.	ITEM	Total (1)	Interstate (2)	Ohio Intrastate (3)=(1)-(2)
	LOCAL BASIC SERVICES REVENUES			
5001	Basic Area	224,855,326	42,762,236	182,093,090
5002	Optional Extended Area	16,992,022	10,088,904	6,903,117
5003	Cellular Mobile	0	0	0
5004	Other Mobile Service	2,800	198	2,602
5000 (5001 5004)	**TOTAL BASIC LOCAL SERVICES REV (5001-5004)**	241,850,147	52,851,338	188,998,809
	LOCAL NETWORK SERVICES REVENUES			
5010	Public Telephone	2,141,841	688,306	1,453,535
5040	Local Private Line	1,749,551	280,754	1,468,797
5050	Customer Premises	(221)	0	(221)
5060	Other Local Exchange	156,275,249	94,037,428	62,237,821
5069	Settlements	0	0	0
(5001-5069)	**TOTAL LOCAL NETWORK SERVICES REV (5010-5069)**	160,166,420	95,006,488	65,159,932
	NETWORK ACCESS SERVICES REVENUES			
5081	End User	55,710,588	55,710,588	0
5082	Switched Access	29,740,945	29,740,945	0
5083	Special Access	72,561,367	72,561,367	0
5084	State Access	36,853,027	6,451,267	30,401,761
5080 (5081 5084)	**TOTAL NETWORK ACCESS REVENUES (5081-5084)**	194,865,927	164,464,166	30,401,761

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

SCHEDULE: 33 - OHIO

STATEMENT ON INTRASTATE GROSS EARNINGS (REVENUE) FOR THE YEAR

ACCT. NO.	ITEM	Total (1)	Interstate (2)	Ohio Intrastate (3)=(1)-(2)
	LONG DISTANCE NETWORK SERVICES REVENUES			
5100	Long Distance Message Revenue	101,581	57,399	44,181
5111	Long Distance Inward	(36)	(3)	(34)
5112	Long Distance Outward	330	1	329
5121	Subvoice Grade	692	2,679	(1,987)
5122	Voice Grade	24,655	1,759	22,896
5123	Audio Program Guide	0	0	0
5124	Video Program Guide	125,973	125,973	0
5125	Digital Transmission	1,178	1,178	0
5126	Switching	0	0	0
5128	Other	0	0	0
5129	Settlements	0	0	0
5160	Other Long Distance	779,374	113,981	665,393
5169	Other Settlements	5,068,084	2,279,063	2,789,021
5100 (5100-5169)	**TOTAL LONG DISTANCE OTHER NETWORK REVENUES (5100-5169)**	6,101,832	2,582,031	3,519,800
	Miscellaneous Revenues			
5230	Directory	10,550,418	1,445,997	9,104,421
5240	Rent	12,803,121	1,820,022	10,983,098
5250	Corporate Operations	0	0	0
5261	Special Bill Arrangements	18,210	415	17,796
5262	Customer Operations	0	0	0
5263	Plant Operations	62,088	0	62,088
5264	Other Incidental Regulated	9,161,661	1,106,228	8,055,433

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

SCHEDULE: 33 - OHIO

STATEMENT ON INTRASTATE GROSS EARNINGS (REVENUE) FOR THE YEAR

ACCT. NO.	ITEM	Total (1)	Interstate (2)	Ohio Intrastate (3)=(1)-(2)
5269	Basic Area	0	0	0
5260	Optional Extended Area	0	0	0
5270	Cellular Mobile	7,960,114	4,630,165	3,329,948
	TOTAL MISCELLANEOUS REVENUES (5230-5270)	40,555,612	9,002,827	31,552,785
	NONREGULATED REVENUES			
5280	Nonregulated Operating Revenues	79,931,981	7,176,566	72,755,415
	TOTAL OPERATING REVENUES (5001-5280)	723,471,919	331,083,417	392,388,502
	OTHER OPERATING INCOME AND EXPENSES			
7110	Income from Custom Work	0	0	0
7130	Return from Nnoregulated Use of Regulate	0	0	0
7140	Gains from Foreign Exchange	0	0	0
7150	Gains from Disposition of Land & Artwork	0	0	0
7160	Other Operating Gains and Losses	676,058	0	676,058
	TOTAL OTHER OPERATING INCOME & EXPENSES (7110-7160)	676,058	0	676,058
	NONOPERATING INCOME AND EXPENSES			
7310	Dividend Income	0	0	0
7320	Interest Income	(417,714)	(56,508)	(361,206)
7330	Income from Sinking & Other Funds	0	0	0
7340	Allowance for Funds Used During Construction	645,612	42,280	603,332
7350	Gains from the Disposition of Certain Property	0	0	0
7360	Other Nonoperating Income (Income & Gain)	2,817,557	0	2,817,557
7370	Special Charge	(507,092)	(14,151)	(492,941)
	TOTAL NONOPERATING INCOME & EXPENSES (7310-7370)	2,538,363	(28,379)	2,566,742

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

SCHEDULE: 33 - OHIO

STATEMENT ON INTRASTATE GROSS EARNINGS (REVENUE) FOR THE YEAR				
ACCT. NO.	ITEM	Total (1)	Interstate (2)	Ohio Intrastate (3)=(1)-(2)
	EXTRAORDINARY ITEMS			
7610	Extraordinary Income Credits	0	0	0
7620	Extraordinary Income Charges Debit	0	0	0
7630	Current Income Tax Effect of Extraordinary Items-Net Credited	0	0	0
7640	Provision for Deferred Income Tax Effect of Extraordinary Items - Net: Credited	0	0	0
	TOTAL EXTRAORDINARY ITEMS (7610-7640)	0	0	0
	SUBTOTAL (5001-7640)	726,686,340	331,055,038	395,631,302
	Less:			
	- Earnings or receipts from sales (sales to public utilities for resale) for resale	(119,127,042)	(100,623,996)	(18,503,046)
	TOTAL	607,559,298	230,431,042	377,128,256

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

5001-5302 713,862,099

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

D. Scott Ringo Jr. — Director - Regulatory Issues & Tariffs
Name — Title

221 E. Fourth St — Cincinnati, OH 45202
Address

(513) 397-1354
Phone Number (Including Area Code)

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

Sherry Smiley — Regulatory Accountant
Name — Title

221 E. Fourth St — Cincinnati, OH 45202 — Location 103-1124
Address

(513) 397-5563
Phone Number (Including Area Code)

Name and Address of the President

John F. Cassidy
Name — President

221 E. Fourth St — Cincinnati, OH 45202
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 HAMILTON

Lawrence H. Manion makes oath and says that
(Insert here the name of the affiant.)

he is Division Controller
(Insert here the official title of deponent)

of Cincinnati Bell Telephone Company, LLC
(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 1st, 20 06, to and including December 31st, 20 06.

(Signature of affiant.)