

LOCAL EXCHANGE TELEPHONE COMPANIES

ANNUAL REPORT

For the provision of (check all that apply):

INCUMBENT LOCAL EXCHANGE CARRIER (ILEC)

- Class A
 Class B

90-5017

The Doylestown Telephone Company

(Exact legal name of respondent)

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

81 North Portage Street, Doylestown, OH 44230

(Address of principal business office at end of year)

**TO THE
PUBLIC UTILITIES COMMISSION OF OHIO**



FOR THE
YEAR ENDED
12/31/2006

PUCO

2007 APR 26 PM 12:47

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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) 81 North Portage Street, Doylestown, Ohio 44230 (b) N/A

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

Corporation, formed May 5, 1899

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 and Case No. N/A

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

N/A

Corporate Control Over Respondents

1. Did any corporation or corporations, telephone or other, hold control over the respondent at the close of

No

If control was so held, state:

(a) The name and address of the controlling corporation or corporations:

(b) The form of control, whether sole or joint:

(c) The manner in which control was established:

(d) The extent of control:

(e) Whether control was direct or indirect:

(f) If indirect, the name and address of the intermediary through which control was est

2. Did any individual, association, or corporation hold control, as trustee over the respondent at the close of

No

If control was so held, state:

(a) The name and address of the trustee:

(b) The name and address of the beneficiary or beneficiaries for whom the trust was maintained, if available:

RESPONDENTS' 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:

Doylestown Communications, Inc., 81 North Portage St., Doylestown, Ohio 44230

(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:

Incorporation of Subsidiary

(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

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

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

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. Capital stock and debt issued during the year: Identify the securities, give purpose of issuance, date, consideration received and Commission authorization.

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

Voting Powers and Elections

Name and Address of Stockholders	Number of Shares Held	Number of Voting Shares	Other Vote Empowered Securities
Sandra S. Brockman Canton, Ohio	86	86	0
Brian Brockman Trusts Thomas J. Brockman Trusts Jeff Gallagher Trusts Wooster, Ohio 53 1/3 shares each	160	160	0
Sandra S. Brockman Trusts Wooster, Ohio	35	35	0
Patricia Gallagher Trusts Wooster, Ohio	35	35	0
Susan K. Lemmon Marshallville, Ohio	18	18	0
Nancy L. Cormany Raleigh, North Carolina	18	18	0
Total Listed Above	352	352	0

Board of Directors

1. Give the names 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	Address of Director	Served Continuously From	Term Expired or Current Term Will Expire	No. of Meetings Attended During Year
Jeanne P. Stepfield	Doylestown, Ohio	4/12/1992	4/11/2007	1
Sandra S. Brockman	Doylestown, Ohio	4/12/1992	4/11/2007	1
Thomas J. Brockman	Doylestown, Ohio	4/12/1992	4/11/2007	1

Name Of Chairman:	Jeanne P. Stepfield
Name of Secretary:	Thomas J. Brockman
Number of Board Meetings:	1
Number of Directors by Charter:	3
Number of Directors Required:	3

PRINCIPAL GENERAL OFFICERS

Title of General Officer	Department Over Which Jurisdiction is Exercised	Name Of Person Holding The Office At End of Year	Office Address (City and State)
Chairman of Board	N/A	Jeanne P. Stepfield	Doylestown, Ohio
President	N/A	Thomas J. Brockman	Doylestown, Ohio
Vice President	N/A	Sandra S. Brockman	Doylestown, Ohio
Treasurer	N/A	Thomas J. Brockman	Doylestown, Ohio
Secretary	N/A	Sandra S. Brockman	Doylestown, Ohio
General Counsel	N/A	Thomas Lodge	Columbus, Ohio
Comptroller	N/A	N/A	N/A

Balance Sheet Report

Acct No.	Account Title	Beginning Balance	Ending Balance	Increase or Decrease
CURRENT ASSETS				
1120	Cash and Equivalents	\$0	\$0	\$0
1130	Cash	\$4,070,390	\$3,351,574	(\$718,816)
1140	Special Cash Deposits	\$0	\$0	\$0
1150	Working Cash Advances	\$420	\$420	\$0
1160	Temporary Investments	\$0	\$0	\$0
1180	Telecommunications Accounts Receivable	\$79,049	\$219,269	\$140,220
1181	Acts. Receivable Allowance-Telecom. (Cr.)	(\$22,200)	(\$50,825)	(\$28,625)
1190	Other Accounts Receivable	\$474,073	\$440,515	(\$33,558)
1191	Accounts Receivable Allowance-Other(Cr.)	(\$3,228)	(\$5,000)	(\$1,772)
1200	Notes Receivable	\$0	\$0	\$0
1201	Notes Receivable Allowance (Cr.)	\$0	\$0	\$0
1210	Interest and Dividends Receivable	\$0	\$0	\$0
1220	Material and Supplies	\$21,148	\$42,341	\$21,193
1280	Prepayments	\$0	\$0	\$0
1290	Prepaid Rents	\$0	\$0	\$0
1300	Prepaid Taxes	\$157,185	\$50,000	(\$107,185)
1310	Prepaid Insurance	\$1,113	\$1,200	\$87
1320	Prepaid Directory Expenses	\$0	\$0	\$0
1330	Other Prepayments	\$63,517	\$128,916	\$65,399
1350	Other Current Assets	\$36,532	\$17,281	(\$19,251)
TOTAL NONCURRENT ASSETS (1401-1500)		\$4,877,999	\$4,195,691	(\$682,308)
NONCURRENT ASSETS				
1401	Investments in Affiliated Cos.	\$10,243,393	\$11,761,631	\$1,518,238
1402	Investments in Nonaffiliated Cos.	\$2,026,244	\$2,044,481	\$18,237
1406	Nonregulated Investments	\$0	\$0	\$0
1407	Unamort. Debt Issuance Exp.	\$0	\$0	\$0
1408	Sinking Funds	\$0	\$0	\$0
1410	Other Noncurrent Assets	\$1,000	\$1,000	\$0
1437	Deferred Tax Regulatory Assets	\$0	\$0	\$0
1438	Deferred Maintenance and Retirements	\$0	\$0	\$0
1439	Deferred Charges	\$0	\$0	\$0
1500	Other Juris. Assets-Net	\$0	\$0	\$0
TOTAL NONCURRENT ASSETS (1401-1500)		\$12,270,637	\$13,807,112	\$1,536,475
TOTAL PROPERTY, PLANT AND EQUIPMENT				
2001	Telephone Plant in Service	\$8,372,010	\$8,527,492	\$155,482
2002	Prop. Held for Future Telecommunications Use	\$1,400,000	\$1,400,000	\$0

Balance Sheet Report

Acct No.	Account Title	Beginning Balance	Ending Balance	Increase or Decrease
2003	Tele. Plant Under Construction-Short Term	\$0	\$1,893	\$1,893
2004	Tele. Plant Under Construction-Long Term	\$0	\$0	\$0
2005	Tele. Plant Adjustment	\$0	\$0	\$0
2006	Nonoperating Plant	\$0	\$0	\$0
2007	Goodwill	\$0	\$0	\$0
TOTAL PROP., PLANT, EQUIP. (2001-2007)		\$9,772,010	\$9,929,385	\$157,375
TOTAL DEPRECIATION AND AMORTIZATION				
3100	Accum. Deprec.	(\$5,944,764)	(\$6,613,764)	(\$669,000)
3200	Accum. Deprec.-Held for Future Tele. Use	\$0	\$0	\$0
3300	Accum. Deprec.-Nonoper.	(\$40,050)	\$0	\$40,050
3400	Accum. Amort.-Tangible	\$0	\$0	\$0
3410	Accum. Amort.-Capit. Leases	\$0	\$0	\$0
3420	Accum. Amort.-Lschld. Imprv.	\$0	\$0	\$0
3500	Accum. Amort.-Intangible	\$0	\$0	\$0
3600	Accum. Amort.-Other	\$0	\$0	\$0
TOTAL DEPREC. AND AMORT. (3100-3600)		(\$5,984,814)	(\$6,613,764)	(\$628,950)
NET PLANT (2001-2007) Less (3100-3600)		\$15,756,824	\$16,543,149	\$786,325
TOTAL ASSETS (1120-2007) Less (3100-3600)		\$20,935,832	\$21,318,424	\$382,592
TOTAL CURRENT LIABILITIES				
4010	Accounts Payable	\$207,619	\$182,079	(\$25,540)
4020	Notes Payable	\$0	\$0	\$0
4030	Advance Billing and Pay.	\$0	\$0	\$0
4040	Customer Deposits	\$11,275	\$11,735	\$460
4050	Cur. Maturities-Long Term Debt	\$0	\$0	\$0
4060	Cur. Maturities-Cap. Leases	\$0	\$0	\$0
4070	Income Taxes-Accrued	\$14,482	\$0	(\$14,482)
4080	Other Taxes-Accrued	\$71,014	\$123,066	\$52,052
4100	Net Cur. Def. Oper. Income Taxes	\$0	\$0	\$0
4110	Net Cur. Def. Nonoper. Income Taxes	\$0	\$0	\$0
4120	Other Accrued Liabilities	\$0	\$0	\$0
4130	Other Current Liabilities	\$0	\$256,519	\$256,519
TOTAL CURRENT LIABILITIES (4010-4130)		\$304,390	\$573,399	\$269,009
TOTAL LONG-TERM DEBT				
4210	Funded Debt	\$0	\$0	\$0

Balance Sheet Report

Acct No.	Account Title	Beginning Balance	Ending Balance	Increase or Decrease
4220	Premium on Long-Term Debt	\$0	\$0	\$0
4230	Discount on Long-Term Debt	\$0	\$0	\$0
4240	Reacquired Debt	\$0	\$0	\$0
4250	Obligations Under Cap. Leases	\$1,282,412	\$799,270	(\$483,142)
4260	Advances from Affil. Cos.	\$0	\$0	\$0
4270	Other Long-Term Debt	\$0	\$0	\$0
TOTAL LONG TERM DEBT (4210-4270)		\$1,282,412	\$799,270	(\$483,142)
TOTAL OTHER LIABILITIES AND DEFERRED CREDITS				
4310	Other Long-Term Liabilities	\$22,315	\$0	(\$22,315)
4320	Unamort. Oper. ITC-Net	\$0	\$0	\$0
4330	Unamort. Nonoper. ITC-Net	\$0	\$0	\$0
4340	Net Noncur. Def. Oper. Income Taxes	\$75,713	(\$45,795)	(\$121,508)
4341	Net Deferred Tax Liability Adjustments	\$0	\$0	\$0
4350	Net Noncur. Def. Nonoper. Income Taxes	\$472,950	\$404,170	(\$68,780)
4360	Other Deferred Credits	\$0	\$0	\$0
4361	Deferred Tax Regulat. Liability	\$0	\$0	\$0
4370	Other Juris. Liab. & Def. Cr.-Net	\$0	\$0	\$0
TOTAL OTHER LIAB. & DEF. CREDIT (4310-4370)		\$570,978	\$358,375	(\$212,603)
TOTAL STOCKHOLDERS' EQUITY				
4510	Capital Stock	\$3,530	\$3,530	\$0
4520	Additional Paid-in Capital	\$0	\$0	\$0
4530	Treasury Stock	(\$14,003)	(\$14,003)	\$0
4540	Other Capital	\$24,356	\$62,759	\$38,403
4550	Retained Earnings	\$18,764,169	\$19,535,094	\$770,925
TOTAL STOCKHOLDERS EQUITY (4510-4550)		\$18,778,052	\$19,587,380	\$809,328
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY		\$20,935,832	\$21,318,424	\$382,592

Period Ending

Notes to Balance Sheet

Notes to Balance Sheet

None

Income Statement Report

Acct No.	Account Title	Amount
Local Network Services Revenue		
5001	Basic Area Revenue	\$464,499
5002	Optional Extended Area Revenue	\$0
5003	Cellular Mobile Revenue	\$0
5004	Other Mobile Services Revenue	\$0
5010	Public Telephone Revenue	\$0
5040	Local Private Line Revenue	\$0
5050	Customer Premises Revenue	\$0
5060	Other Local Exchange Revenue	\$195,602
5069	Other Local Exchange Revenue Settlements	\$0
LOCAL NETWORK SERVICES REVENUES		\$660,101
Network Access Services Revenue		
5081	End User Revenue	\$321,154
5082	Switched Access Revenue	\$502,772
5083	Special Access Revenue	\$49,696
5084	State Access Revenue	\$1,610,371
NETWORK ACCESS REVENUE		\$2,483,993
Long Distance Network Services Revenue		
5100	Long Distance Message Revenue	\$30,786
5110	Unidirectional LD	\$0
5111	Long Distance Inward-Only Revenue	\$0
5112	Long Distance Outward-Only Revenue	\$0
5121	Subvoice Grade Long Distance Private Network Revenue	\$0
5122	Voice Grade Long Distance Private Network Revenue	\$0
5123	Audio Program Grade Long Distance Private Network Revenue	\$0
5124	Video Program Grade Long Distance Private Network Revenue	\$0
5125	Digital Transmission Long Distance Private Network Revenue	\$0
5126	Long Distance 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	\$0
5169	Other Long Distance Revenue Settlements	\$0
LONG DISTANCE NETWORK SERVICES REVENUE		\$30,786
Miscellaneous Revenue		
5230	Directory Revenue	\$73,411
5240	Rent Revenue	\$0

Income Statement Report

Acct No.	Account Title	Amount
5250	Corporate Operations Revenue	\$0
5261	Special Billing Arrangements Revenue	\$0
5262	Customer Operations Revenue	\$0
5263	Plant Operations Revenue	\$0
5264	Other Incidental Regulated Revenue	\$7,089
5269	Other Revenue Settlements	\$0
5270	Carrier Billing and Collection Revenue	\$51,126
MISCELLANEOUS REVENUES		\$131,626
Non Regulated Revenue		
5280	Non Regulated Operating Revenue	\$0
NON REGULATED REVENUE		\$0
Uncollectible Revenue		
5301	Uncollectible Revenue - Telecommunications	(\$10,118)
5302	Uncollectible Revenue - Other	(\$1,772)
UNCOLLECTIBLE REVENUES		(\$11,890)
TOTAL OPERATING REVENUE (5001 - 5302)		\$3,294,616
 <u>PLANT SPECIFIC OPERATIONS EXPENSE</u> 		
6112	Motor Vehicle Expense	\$16,017
6113	Aircraft Expense	\$0
6114	Spec. Purpose Vehicles Expense	\$0
6115	Garage Work Equipment Expense	\$0
6116	Other Work Equipment Expense	\$7,839
NETWORK SUPPORT EXPENSE		\$23,856
6121	Land and Building Expense	\$100,252
6122	Furniture and Artworks Expense	\$0
6123	Office Equipment Expense	\$4,190
6124	General Purpose Computers Expense	\$15,909
GENERAL SUPPORT EXPENSE		\$120,351
6211	Analog Electronic Expense	\$0
6212	Digital Electronic Expense	\$67,162

Income Statement Report

Acct No.	Account Title	Amount
6215	Electro-Mechanical Expense	\$0
CENTRAL OFFICE SWITCH EXPENSE		\$67,162
6220	Operator Systems Expense	\$0
6231	Radio Facilities Expense	\$0
6232	Circuit Equipment Expense	\$88,864
CENTRAL OFFICE TRANSM. EXPENSE		\$88,864
6311	Station Apparatus Expense	\$0
6341	Large Private Branch Exchange Expense	\$0
6351	Public Telephone Terminal Equipment Expense	\$3,049
6362	Other Terminal Equipment Expense	\$3,242
INFO. ORIG./TERM EXPENSE		\$6,291
6411	Poles Expense	\$33,645
6421	Aerial Cable Expense	\$82,927
6422	Underground Cable Expense	\$23,125
6423	Buried Cable Expense	\$33,081
6424	Submarine Cable Expense	\$0
6425	Deep Sea Cable Expense	\$0
6426	Intrabuilding Network Cable Expense	\$0
6431	Aerial Wire Expense	\$0
6441	Conduit Systems Expense	\$0
CABLE AND WIRE FACIL. EXPENSE		\$172,778
TOTAL PLANT SPECIFIC OPERATIONS EXPENSE (6110-6410)		\$479,302
 <u>PLANT NONSPECIFIC OPERATIONS EXPENSE:</u>		
6511	Property Held for Future Telecommunications Use Ex	\$0
6512	Provisioning Expense	\$0
OTHER PROP., PLANT & EQUIP. EXPENSE		\$0
6531	Power Expense	\$30,533
6532	Network Administration Expense	\$14,380
6533	Testing Expense	\$30,034
6534	Plant Oper. Admin. Expense	\$45,286
6535	Engineering Expense	\$19,683

Income Statement Report

Acct No.	Account Title	Amount
NETWORK OPERATIONS EXPENSE		\$139,916
6540	Access Expense	\$64,902
6561	Depreciation Expense-Telecommunications Plant In Service	\$658,163
6562	Depreciation Expense-Property Held for Future Tele	\$0
6563	Amortization Expense-Tangible	\$0
6564	Amortization Expense-Intangible	\$0
6565	Amortization Expense-Other	\$0
DEPRECIATION & AMORT. EXPENSE		\$723,065
TOTAL PLANT NONSPECIFIC OPERATIONS EXPENSE (6510-6560)		\$862,981
 <u>CUSTOMER OPERATIONS EXPENSE:</u>		
6611	Product Management	\$0
6612	Sales	\$233
6613	Product Advertising	\$13,509
MARKETING EXPENSE		\$13,742
6621	Call Completion Services	\$12,804
6622	Number Services	\$23,132
6623	Customer Services	\$403,656
SERVICES EXPENSE		\$439,592
TOTAL CUSTOMER OPERATIONS EXPENSE (6610-6620)		\$453,334
 <u>CORPORATE OPERATIONS EXPENSE:</u>		
6711	Executive	\$629,226
6712	Planning	\$0
EXECUTIVE AND PLANNING EXPENSE		\$629,226
6721	Accounting and Finance	\$220,468
6722	External Relations	\$21,639
6723	Human Resources	\$222
6724	Information Management	\$0
6725	Legal	\$8,259
6726	Procurement	\$0
6727	Research and Development	\$0

Income Statement Report

Acct No.	Account Title	Amount	
6728	Other General and Administrative	\$33,429	
	GENERAL AND ADMINISTRATIVE EXPENSE	\$284,017	
6790	Provision for Uncollectible Notes Receivable	\$0	
	PROVISION FOR UNCOLLECTIBLE NOTES REC. EXPEN	\$0	
	TOTAL CORPORATE OPERATIONS EXPENSE (6721-6728)		\$913,243
<u>OPERATING TAXES:</u>			
7210	Operating Investment Tax Credits-Net	\$0	
7220	Operating Federal Income Taxes	\$237,044	
7230	Operating State and Local Income Taxes	\$410	
7240	Operating Other Taxes	\$125,394	
7250	Provision for Deferred Operating Income Taxes-Net	(\$102,256)	
	OPERATING TAXES EXPENSE	\$260,592	
	TOTAL OPERATING TAX EXPENSE		\$260,592
	NET OPERATING INCOME = (5001-5302) LESS (6110-7200)		\$325,164
<u>OTHER OPERATING INCOME AND EXPENSE:</u>			
7110	Income from Custom Work	\$0	\$0
7130	Return from Nonreg. Use of Regulated Facilities	\$0	\$0
7140	Gains and Losses from Foreign Exchange	\$0	\$0
7150	Gains or Losses from Disposition of Land & Artwork	\$0	\$0
7160	Other Operating Gains & Losses	\$0	\$0
	TOTAL OTHER OPERATING INCOME AND EXPENSE	\$0	\$0
7310	Dividend Income	\$15,284	\$0
7320	Interest Income	\$643,138	\$0
7330	Income from Sinking and Other Funds	\$0	\$0
7340	Allowance for Funds Used During Construction	\$0	\$0
7350	Gains or Losses from Disposition of Certain Prop.	\$0	\$0
7360	Other Nonoperating Income	\$19,953	\$0
7370	Special Charges	(\$3,018)	\$0
	TOTAL NONOPERATING INCOME AND EXPENSE	\$675,357	\$0
7410	Nonoperating Investment Tax Credits-Net		\$0

Income Statement Report

Acct No.	Account Title	Amount	
7420	Nonoperating Federal Income Taxes	\$144,093	
7430	Nonoperating State & Local Income Taxes	\$0	
7440	Nonoperating Other Taxes	\$0	
7450	Provision for Deferred Nonoperating Income Taxes-N	(\$68,780)	
TOTAL NONOPERATING TAXES		\$75,313	
7510	Interest on Funded Debt	\$0	
7520	Interest Expense-Capital Leases	\$147,084	
7530	Amortization of Debt Issuance Expense	\$0	
7540	Other Interest Deductions	\$159	
TOTAL INTEREST AND RELATED ITEMS		\$147,243	
7610	Extraordinary Income Credits	\$0	\$0
7620	Extraordinary Income Charges	\$0	\$0
7630	Current Income Tax Effect of Extraord. Items-Net	\$0	\$0
7640	Prov. for Def. Inc. Tax Effect of Extraord. Items-	\$0	\$0
TOTAL EXTRAORDINARY ITEMS EXPENSE		\$0	\$0
7910	Income Effect of Juris. Ratemaking Dif.-Net	\$0	\$0
7990	Nonregulated Net Income	\$0	\$0
JURISDICTIONAL DIFFERENCES AND NONREGULATED INCOME ITEMS:		\$0	\$0
NET INCOME		\$777,965	

Notes to Income Statement

None

Statement of Retained Earnings-Acct 4550

Description	Amount
Balance First of Year	\$18,764,169
Balance Transferred from Income	\$777,965
Dividends Declared	\$7,040
Miscellaneous Debits to Retained Earnings	\$0
Miscellaneous Credits to Retained Earnings	\$0
Balance - End Of Year	\$19,535,094

*Notes:

Partnership Capital Statement - Acct 4540

AccountNo 4540

<u>Description</u>	<u>Amount</u>
Partnership Capital (Beginning of Year)	\$24,356
Net Income (Loss) for Year	\$0
Partners' Capital Contributions	\$0
Miscellaneous Credits	\$38,403
Partners' Drawing	\$0
Prior Period Adjustment(s)	\$0
Miscellaneous Debits	\$0
TOTAL PARTNERSHIP CAPITAL (END OF YEAR)	\$62,759

Note:

Unrealized Loss/Gain

Analysis of Plant In Service (in dollars)

Account No 2001

Sub Acct No	Sub Account Title	Balance First Of Year	Additions During Year	Retirements During Year	Adjustments Debit Or Credit	Balance End of Year
2002	Property Held For Future Telecommunications	\$0	\$0	\$0	\$0	\$0
2110	Land and Support Assets	\$0	\$0	\$0	\$0	\$0
2111	Land	\$144,062	\$0	\$0	\$0	\$144,062
2112	Motor Vehicles	\$187,157	\$47,664	\$0	\$0	\$234,821
2113	Aircraft	\$0	\$0	\$0	\$0	\$0
2114	Special Purpose Vehicles	\$0	\$0	\$0	\$0	\$0
2115	Garage Work Equipment	\$0	\$0	\$0	\$0	\$0
2116	Other Work Equipment	\$50,735	\$9,141	\$0	\$0	\$59,876
2121	Buildings	\$707,978	\$0	\$0	\$0	\$707,978
2122	Furniture	\$47,773	\$0	\$0	\$0	\$47,773
2123.	Office Support Equip.	\$30,392	\$1,507	\$0	\$0	\$31,899
2123.	Co. Comm. Equip.	\$25,658	\$0	\$0	\$0	\$25,658
2124	General Purpose Computers	\$95,513	\$851	\$0	\$0	\$96,364
2211	Analog Electronic Switching	\$0	\$0	\$0	\$0	\$0
2212	Digital Electronic Switching	\$1,912,166	\$850	\$0	\$0	\$1,913,016
2215	Electro-Mechanical Switching	\$0	\$0	\$0	\$0	\$0
2215.	Step-by-step Switching	\$0	\$0	\$0	\$0	\$0
2215.	Crossbar Switching	\$0	\$0	\$0	\$0	\$0
2215.	Other Elec.-Mech. Switching	\$0	\$0	\$0	\$0	\$0
2220	Operator Systems	\$0	\$0	\$0	\$0	\$0

Analysis of Plant In Service (in dollars)

Account No 2001

Sub Acct No	Sub Account Title	Balance First Of Year	Additions During Year	Retirements During Year	Adjustments Debit Or Credit	Balance End of Year
2231	Radio Systems	\$0	\$0	\$0	\$0	\$0
2232	Circuit Equipment	\$1,479,425	\$16,315	\$0	\$0	\$1,495,740
2311	Station Apparatus	\$0	\$0	\$0	\$0	\$0
2321	Customer Premises Wiring	\$0	\$0	\$0	\$0	\$0
2341	Large Private Branch Exchanges	\$0	\$0	\$0	\$0	\$0
2351	Public Tele. Terminal Equipment	\$0	\$0	\$0	\$0	\$0
2362	Other Terminal Equipment	\$0	\$0	\$0	\$0	\$0
2411	Poles	\$132,343	\$8,090	\$45	\$0	\$140,388
2421	Aerial Cable	\$2,545,967	\$56,829	\$25,882	\$0	\$2,576,914
2422	Underground Cable	\$18,815	\$0	\$0	\$0	\$18,815
2423	Buried Cable	\$915,480	\$46,698	\$6,536	\$0	\$955,642
2424	Submarine Cable	\$0	\$0	\$0	\$0	\$0
2425	Deep Sea Cable	\$0	\$0	\$0	\$0	\$0
2426	Intrabuilding Network Cable	\$0	\$0	\$0	\$0	\$0
2431	Aerial Wire	\$6,996	\$0	\$0	\$0	\$6,996
2441	Conduit Systems	\$71,550	\$0	\$0	\$0	\$71,550
2680	AMORTIZABLE TANGIBLE ASSET	\$0	\$0	\$0	\$0	\$0
2681	Capital Leases	\$0	\$0	\$0	\$0	\$0
2682	Leasehold Improvements	\$0	\$0	\$0	\$0	\$0
2690	Intangibles	\$0	\$0	\$0	\$0	\$0

Analysis of Plant In Service (in dollars)

Totals	\$8,372,010	\$187,945	\$32,463	\$0	\$8,527,492
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Accumulated Provision For Depreciation

Account No 3100

Sub Acct No	Account Sub Title (a)	Accumulated Depreciation Balance First of Year (b)	Rate % Used (c)	Accruals During Year (d)	Original Cost of Plant Retired (e)	Cost of Removal (f)	Salvage (g)	Other Additions or Deductions (h)	(i)	Balance End of Year (j)=(b)+(d)-(c)-(f)+(g)+(h)-(i)
2111	Land	\$0	0.00%	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2112	Motor Vehicles	\$146,104	10.56%	\$22,280	\$0	\$0	\$0	\$0	\$0	\$168,384
2113	Aircraft	\$0	0.00%	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2114	Special Purpose Vehicles	\$0	0.00%	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2115	Garage Work Equip.	\$0	0.00%	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2116	Other Work Equip.	\$36,284	8.17%	\$4,518	\$0	\$0	\$0	\$0	\$0	\$40,802
2121	Buildings	\$294,490	2.94%	\$20,815	\$0	\$0	\$0	\$0	\$0	\$315,305
2122	Furniture	\$40,249	6.33%	\$3,024	\$0	\$0	\$0	\$0	\$0	\$43,273
2123.1	Office Support Equip.	\$28,269	14.29%	\$4,451	\$0	\$0	\$0	\$0	\$0	\$32,720
2123.2	Co. Comm. Equip.	\$14,444	10.00%	\$2,566	\$0	\$0	\$0	\$0	\$0	\$17,010
2124	Gen. Purpose Computers	\$111,575	25.00%	\$23,985	\$0	\$0	\$0	\$0	\$0	\$135,560
2211	Analog Electronic Switching	\$0	0.00%	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2212	Digital Electronic Switching	\$0	0.00%	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2212.1	Digital Switch. - Hardware	\$1,551,849	9.09%	\$134,437	\$0	\$0	\$0	\$0	\$0	\$1,686,286
2212.2	Digital Switch. - Software	\$472,109	20.00%	\$86,727	\$0	\$0	\$0	\$0	\$0	\$558,836
2215	Electro-Mechanical Switching	\$0	0.00%	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2215.1	Step-by-Step Switch.	\$0	0.00%	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2215.2	Crossbar Switch.	\$0	0.00%	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2215.3	Oth. Ele. Mech. Switch.	\$0	0.00%	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2220	Operator Systems	\$0	0.00%	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2230	Central Office-Transmission	\$0	0.00%	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2231	Radio Systems	\$0	0.00%	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2232	Circuit Equip.	\$1,236,389	0.00%	\$190,200	\$0	\$0	\$0	\$0	\$0	\$1,426,589
2215	Electro-Mechanical Switching	\$0	0.00%	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2311	Station Apparatus	\$0	0.00%	\$0	\$0	\$0	\$0	\$0	\$0	\$0

Accumulated Provision For Depreciation

Account No 3100

Sub Acct No	Account Sub Title (a)	Accumulated Depreciation Balance First of Year (b)	Rate % Used (c)	Accruals During Year (d)	Original Cost of Plant Retired (e)	Cost of Removal (f)	Salvage (g)	Other Additions or Deductions (h)	(i)	Balance End of Year (j)=(b)+(d)-(c)-(f)+(g)+(h)-(i)
2321	Cust. Premises Wiring	\$0	0.00%	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2341	Large Priv. Branch Exch.	\$0	0.00%	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2351	Pub. Tele. Terminal Equip.	\$0	0.00%	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2362	Other Term. Equipment	\$0	0.00%	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2411	Poles	\$138,552	6.52%	\$8,891	\$45	\$0	\$0	\$0	\$0	\$147,398
2421	Aerial Cable	\$0	0.00%	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2421.1	Aerial Cable - Metallic	\$824,430	5.65%	\$85,369	\$992	(\$992)	\$0	\$0	\$385	\$909,414
2421.2	Aerial Cable - Nonmetallic	\$126,243	4.20%	\$28,714	\$21,524	\$0	\$0	\$0	\$0	\$133,433
2421.3	Aerial Cable - Drop	\$319,577	10.00%	\$36,682	\$3,366	\$0	\$0	\$385	\$0	\$353,278
2422	Underground Cable	\$0	0.00%	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2422.1	Underground Cable - Metallic	\$11,154	4.04%	\$218	\$0	\$0	\$0	\$0	\$0	\$11,372
2422.2	Underground Cable - Nonmetallic	\$2,238	4.20%	\$236	\$0	\$0	\$0	\$0	\$0	\$2,474
2423	Buried Cable	\$0	0.00%	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2423.1	Buried Cable - Metallic	\$351,003	5.00%	\$32,016	\$612	\$0	\$0	\$0	\$0	\$382,407
2423.2	Buried Cable - Nonmetallic	\$1,010	4.20%	\$106	\$0	\$0	\$0	\$0	\$0	\$1,116
2423.3	Buried Cable - Drop	\$209,368	5.25%	\$13,569	\$5,924	\$0	\$0	\$0	\$0	\$217,013
2424	Submarine Cable	\$0	0.00%	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2425	Deep Sea Cable	\$0	0.00%	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2426	Intrabldg. Net. Cable	\$0	0.00%	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2426.1	Intrabldg. Net. Cable - Metallic	\$0	0.00%	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2426.2	Intrabldg. Net. Cable - Nonmetallic	\$0	0.00%	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2431	Aerial Wire	\$9,445	11.25%	\$0	\$0	\$0	\$0	\$0	\$0	\$9,445
2441	Conduit Systems	\$19,982	2.33%	\$1,667	\$0	\$0	\$0	\$0	\$0	\$21,649
SubTotal		\$5,944,764		\$700,471	\$32,463	(\$992)	\$0	\$385	\$385	\$6,613,764

Adj. for Case #04-1165-TP-AAM Allocation to Nonregulated Depreciation Expense

\$40,050
 (2,258)
558,163

Uncollectible Account 1181

1. Balance at Beginning of the Year	\$22,200
2. Accruals Charged	\$32,266
3. Collection of Amounts Previously Written Of	\$6,187
4. Other Credits	\$0
5. TOTAL CREDITS	\$38,453
6. Uncollectibles Written Off During the Year	\$9,828
7. Other Debits (Explain in a Note):	\$0
8. TOTAL DEBITS	\$9,828
9. Balance at End of the Year	\$50,825
10. Net Write Offs During the Year	\$3,641
11. TOTAL OPERATING REVENUE FOR THE YEAR	\$3,306,506

Ratio of Net Write Off During the Year to Total Operating Revenue for the Year 0.11011623750267

Ratio of Accruals Charged To Line Total Operating Revenue for the Year 0.97583370482316

Note: Other Debit represents amount transferred to CBTS (1.2MM) and removing allowance related to late payment fee receivables (2.3MM).

Uncollectible Account 1191

1. Balance at Beginning of the Year	\$3,228
2. Accruals Charged	\$1,772
3. Collection of Amounts Previously Written Of	\$0
4. Other Credits	\$0
5. TOTAL CREDITS	\$1,772
6. Uncollectibles Written Off During the Year	\$0
7. Other Debits (Explain in a Note):	\$0
8. TOTAL DEBITS	\$0
9. Balance at End of the Year	\$5,000
10. Net Write Offs During the Year	\$0
11. TOTAL OPERATING REVENUE FOR THE YEAR	\$3,306,506

Ratio of Net Write Off During the Year to Total Operating Revenue for the Year	0.11011623750267
Ratio of Accruals Charged To Line Total Operating Revenue for the Year	0.97583370482316

Note: Other Debit represents amount transferred to CBTS (1.2MM) and removing allowance related to late payment fee receivables (2.3MM).

Account 1160 Temporary Investments

Account No 1160

Name of Affiliate (a)	Amount (b)
N/A	\$0
Total Affiliated:	\$0
Total Nonaffiliated:	\$0
Total Balance	\$0

Account 1180 Telecom. Accounts Receivable

Account No 1180

**Name of Affiliate
(a)**

**Amount
(b)**

\$0

Total Affiliated:

\$0

Total Nonaffiliated:

\$219,269

Total Balance

\$219,269

Accounts Receivable Telecom Allowance Account 1181

Account No 1181

Name of Affiliate (a)	Amount (b)
	\$0
Total Affiliated:	\$0
Total Nonaffiliated:	(\$50,825)
Total Balance	(\$50,825)

Account 1190 Other Accounts Receivable

Account No 1190

Name of Affiliate
(a)

Amount
(b)

\$0

Total Affiliated:

\$0

Total Nonaffiliated:

\$440,515

Total Balance

\$440,515

Account 1191 Accounts Receivable Allowance - Other

Account No 1191

Name of Affiliate
(a)

Amount
(b)

\$0

Total Affiliated:

\$0

Total Nonaffiliated:

(\$5,000)

Total Balance

(\$5,000)

Account 1200 Notes Receivable

Account No 1200

Name of Affiliate (a)	Amount (b)
N/A	\$0
Total Affiliated:	\$0
Total Nonaffiliated:	\$0
Total Balance	\$0

Account 1201 Notes Receivable Allowance

Account No 1201

Name of Affiliate (a)	Amount (b)
N/A	\$0
Total Affiliated:	\$0
Total Nonaffiliated:	\$0
Total Balance	\$0

Account 1210 Interest and Dividends Receivable

Account No 1210

Name of Affiliate (a)	Amount (b)
N/A	\$0
Total Affiliated:	\$0
Total Nonaffiliated:	\$0
Total Balance	\$0

Account 1401 Investments in Affiliated Companies

Account No 1401

Name of Affiliate (a)	Amount (b)
Doylestown Communications, Inc.	\$11,761,631
Total Affiliated:	\$11,761,631
Total Nonaffiliated:	\$0
Total Balance	\$11,761,631

Account 1402 Investments in Affiliated Companies

Account No 1402

Name of Affiliate
(a)

Amount
(b)

\$0

Total Affiliated:

\$0

Total Nonaffiliated:

\$2,044,481

Total Balance

\$2,044,481

Account 1438 Deferred Charges

(Include data for each item in excess of \$1,000,000)

Account No 1438

Description of Item (a)	Amount (b)
N/A	\$0
Total	\$0

Account 1439 Deferred Charges

(Include data for each item in excess of \$1,000,000)

Account No 1439

Description of Item (a)	Amount (b)
N/A	\$0
Total	<hr/> \$0

Other Jurisdictional Asset Net - Account 1500

Account No 1500

Description (a)	Beginning Balance (b)	Debits (c)	Credits (d)	Balance End of Year (e) = (b) - (c) + (d)
N/A	\$0	\$0	\$0	\$0
Total	\$0	\$0	\$0	\$0

Net Current Deferred Operating Income Tax - Account 4100

Account No 4100

Description (a)	BeginningBalance (b)	Debits (c)	Credits (d)	Balance End of Year (e) = (b) - (c) + (d)
N/A	\$0	\$0	\$0	\$0
Total	\$0	\$0	\$0	\$0

Net Noncur. Def. Operating Income Taxes - Account 4340

Account No 4340

Description (a)	Beginning Balance (b)	Debits (c)	Credits (d)	Balance End of Year (e) = (b) - (c) + (d)
Def. Oper. Income Taxes	\$75,713	\$121,508	\$0	(\$45,795)
Total	\$75,713	\$121,508	\$0	(\$45,795)

Net Deferred Tax Liability Adjustments - Account 4341

Account No 4341

Description (a)	Beginning Balance (b)	Debits (c)	Credits (d)	Balance End of Year (e) = (b) - (c) + (d)
N/A	\$0	\$0	\$0	\$0
Total	\$0	\$0	\$0	\$0

Other Juris. Liability And Def. Cr. - Net - Account 4370

Account No 4370

Description (a)	BeginningBalance (b)	Debits (c)	Credits (d)	Balance End of Year (e) = (b) - (c) + (d)
N/A	\$0	\$0	\$0	\$0
Total	\$0	\$0	\$0	\$0

Long Term Debt - Acct 4210

Account No 4210

Description of Obligation (a)	Beginning Balance	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)
N/A	\$0.00			\$0.00	\$0.00	0	0	\$0.00	\$0.00
Total	\$0.00			\$0.00	\$0.00			\$0.00	\$0.00

Long Term Debt - Acct 4220

Account No 4220

Description of Obligation (a)	Beginning Balance	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)
N/A	\$0.00			\$0.00	\$0.00	0	0	\$0.00	\$0.00
Total	\$0.00			\$0.00	\$0.00			\$0.00	\$0.00

Long Term Debt - Acct 4230

Account No 4230

Description of Obligation (a)	Beginning Balance	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)
N/A	\$0.00			\$0.00	\$0.00	0	0	\$0.00	\$0.00
Total	\$0.00			\$0.00	\$0.00			\$0.00	\$0.00

Long Term Debt - Acct 4250

Account No 4250

Description of Obligation (a)	Beginning Balance	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)
Capital Lease	\$1,282,412.00	7/15/2005	6/15/2010	\$1,055,789.00	\$0.00	0.1246	0	\$256,519.00	\$799,270.00
Total	\$1,282,412.00			\$1,055,789.00	\$0.00			\$256,519.00	\$799,270.00

Long Term Debt - Acct 4260

Account No 4260

Description of Obligation (a)	Beginning Balance	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)
N/A	\$0.00			\$0.00	\$0.00	0	0	\$0.00	\$0.00
Total	\$0.00			\$0.00	\$0.00			\$0.00	\$0.00

Long Term Debt - Acct 4270

Account No 4270

Description of Obligation (a)	Beginning Balance	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)
N/A	\$0.00			\$0.00	\$0.00	0	0	\$0.00	\$0.00
Total	\$0.00			\$0.00	\$0.00			\$0.00	\$0.00

Other Deferred Credits (Acct 4360)

Account No 4360

Description Of Obligation	Amount
N/A	\$0
Total	\$0

Deferred Tax Regulatory Liability (Acct 4361)

Account No 4361

Description Of Obligation	Amount
N/A	\$0
Total	\$0

Capital Stock - Account 4510

Account No	4510										
Class/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 And 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 Declared Dividends (j)		
Common Stock	\$10.00	500	353	\$3,530	\$0	\$3,530	1	(\$14,003)	\$7,040		
Totals	\$10.00	500	353	\$3,530	\$0	\$3,530	1	(\$14,003)	\$7,040		

General Services and Licenses

Name(s) of Affiliate (a)	Service Provided (b)	Amount (in dollars) (c)
N/A		\$0
Total		\$0

Taxes Other Than Income Taxes - Operating Account 7240

Account No 7240

Type of Tax (Specify)	Amount
Ohio Property Tax	\$105,915
Ohio Commercial Activities Tax	\$8,300
PUCO/Tax Consumers' Council	\$2,083
Real Estate Tax	\$9,096
	\$0
Total Account 7240	\$125,394

Analysis of Extraordinary Items (Accounts 7610)
(in dollars)

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

Account No 7610

Particulars (a)	Debits (b)	Credits (c)	Tax Effect Included in Account 7630 (d)	Tax Effect Included in Account 7640 (e)
N/A	\$0	\$0	\$0	\$0
TOTALS	\$0	\$0	\$0	\$0
Total For Acct 7610	\$0			

Analysis of Extraordinary Items (Accounts 7620)
(in dollars)

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

Account No 7620

Particulars (a)	Debits (b)	Credits (c)	Tax Effect Included in Account 7630 (d)	Tax Effect Included in Account 7640 (e)
N/A	\$0	\$0	\$0	\$0
TOTALS	\$0	\$0	\$0	\$0
Total For Acct 7620	\$0			

Employee Compensation

	Male	Female	Total	Operation and Maint.	Construction Wages	Other Wages	Total Compensation for Year Ending December 31
Full-time	6	6		\$1,936,427	\$26,398	\$3,270	\$1,966,095
Part-time	3	1		\$16,869	\$0	\$0	\$16,869
Totals	9	7	16	\$1,953,296	\$26,398	\$3,270	\$1,982,964

Other Employee Compensation

Description:	Amount
N/A	\$0
Totals	\$0

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.

State or Territory (b)	AERIAL CABLE		UNDERGROUND CABLE		BURIED CABLE		SUBMARINE CABLE		DEEP SEA CABLE		INTRA BUILDING NETWORK CABLE			TOTAL CABLE	
	Miles of Aerial Wire (c)	Miles of Cable (d)	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 Cable (k)	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)	Miles of Cable (r)
Ohio	0	84	0	522	34	7444	0	0	0	0	0	0	0	118	28378

Outside Plant Statistics (Poles)

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 & joints use with other company.

3. Column (p) and (q) are not included in column (c) Miles of Aerial Wire.

State or Territory (b)	Number of Poles (r)		Miles of Tube In Coaxial Cable (s)		CONDUIT SYSTEM	
	Company Owned Poles	Company shares & Joint use with other company	(In Ground)	(Aerial)	Trench Miles (t)	Duct Miles (u)
Ohio	558	0	0	0	3	3

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.

State or Territory (b)	FIBER OPTIC AERIAL CABLE		FIBER OPTIC UNDERGROUND CABLE		FIBER OPTIC BURIED CABLE		FIBER OPTIC SUBMARINE CABLE		DEEP SEA FIBER OPTIC CABLE		INTRA BUILDING NETWORK FIBER OPTIC CABLE		TOTAL FIBER OPTIC CABLE		
	Miles of Fiber Optic Cable (c)	1447	Miles of Fiber Optic Cable (e)	0	Miles of Fiber Optic Cable (g)	0	Miles of Fiber Optic Cable (i)	0	Miles of Fiber Optic Cable (k)	0	Miles of Fiber Optic Cable (m)	0	Miles of Fiber Optic Cable (o)	37	Miles of Fiber Optic Cable (p)
Ohio	37	1447	0	7	3	0	0	0	0	0	0	0	0	37	1,457

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			Residential Access Lines (e)	Mobile Access Lines (f)	Special Access Lines (Non-Switched) (g)	Total Access Lines (h)
	Single Line (b)	Multi Line (c)	Public Access Lines (d)				
Doylestown	170	333	0	3109	0	57	3669

List all of the access line data by exchange.

Detail Of Billable Access Lines In Service By Exchange In Ohio

Name of Exchange (a)	No. of CO (s) In Exchange (b)	Type & Model(s) of CO(s) In Exchange (c)	Business Access Lines		No. of Company Pay Stations (f)	No. of Residential Access Lines		Total Access Lines (i)
			Single Line (d)	Multi Line Trunks (e)		1-Party (g)	Multi-Party (h)	
Doylestown	1	Stromberg DC	170	333	0	3109	0	3612

List all of the access line data by exchange.

For exchanges with multiple central offices, list the number of each type of central office, e.g., 12-SESS, 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 SESS switch but not located in the exchange, or service provided over UNE.

N/A Columns (d) and (e) not determined for out of territory Exchanges, all business lines reported as multiline

Ohio Central Offices Scheduled To Be Upgraded

Date Expected to be Placed In Service	Manufacturer & Type of Equipment	Capable of Independant Operation? (Yes) or (No)
	None	

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.

Projection of New or Changed Ohio Central Office Prefixes (NXX) To Be Placed In Service

<u>Prefixes (NXX) Number (s)</u>	Date 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.

Service Connection Assistance (SCA)

Class Of Service, Message, and/or Measured)	Number of Program Participants- End of Period (A)	Number of Program Participants- During Period (B)	HEAP (C)	EHEAP (D)	OECP (E)	SSI (F)	Medicaid (G)	Touchtone (H)	Wire Care (I)	Non-Pub (J)	Custom Calling (K)	Participants Disconnected for Non-Payment (L)
N/A	0	0	0	0	0	0	0	0	0	0	0	0

Service Connection Assistance (SCA)

Class Of Service (Flat, Message, and/or Measured)	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)
N/A	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	0

Note: This form is applicable to local exchange companies with less than 15,000 access lines, that are exempted from offering

**AFUDC Rate Used During Year
and Calculation of Rate**

AFUDC Rate(s) Used During Year: N/A

Calculation AFUDC Rate Used:

N/A

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	Class "B" Company	Item	Total (1)	Interstate (2)	Ohio Intrastate (3)=(1)-(2)
			LOCAL NETWORK SERVICES REVENUES:			
5001			Basic Area Rev.	464,499		464,499
5002			Optional Extended Area Rev.			
5003			Cellular Mobile Service Rev.			
5004			Other Mobile Service Rev.			
5000			Basic Local Service Rev.	464,499		464,499
(5001-5004)						
5010			Public Telephone Rev.			
5040			Local Private Line Rev.			
5050			Customer Premises Rev.			
5060			Other Local Exchange Rev.	195,602		195,602
5069			Other Local Exchange Rev. Settlements			
(5001-5069)	5000		TOTAL LOCAL NETWORK SERVICES REVENUES	660,101		660,101
			NETWORK ACCESS SERVICES REVENUES:			
5081		5081	End User Rev.	321,154	321,154	
5082		5082	Switched Access Revenue	502,772	502,772	
5083		5083	Special Access Revenue	49,696	49,696	
5084		5084	Slate Access Revenue	1,610,371		1,610,371
5080	5080		NETWORK ACCESS REVENUE	2,483,993	873,622	1,610,371
(5081-5084)	(5081-5084)					

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.		Item	Total (1)	Interstate (2)	Ohio Intrastate (3)=(1)-(2)
Class "A" Company	Class "B" Company				
LONG DISTANCE NETWORK SERVICES REVENUES:					
5100		Long Distance Message Rev.	30,786	30,786	
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 SERVICE REVENUES (FOR CLASS "B" ACCOUNT 5100)	30,786	30,786	
MISCELLANEOUS REVENUES:					
5230		Directory Rev.	73,411		73,411
5240		Rent Rev.			
5250		Corporate Operations Rev.			
5261		Special Billing Arrangement Rev.			
5262		Customer Operations Rev.			
5263		Plant Operations Rev.			
5264		Other Incidental Regulated Rev.	7,089		7,089

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.		Item	Total (1)	Interstate (2)	Ohio Intrastate (3)=(1)-(2)
Class "A" Company	Class "B" Company				
5269		Other Rev. Settlements			
5260		Miscellaneous Revenues (5261-5269)			
5270		Carrier Billing & Collection Rev.	51,126		51,126
5200	5200	MISCELLANEOUS REVENUES	131,626		131,626
(5230-5270)					
		NONREGULATED REVENUES:			
5280	5280	Nonregulated Operating Revenues			
		TOTAL OPERATING REVENUES (5001-5280)	3,306,506	904,408	2,402,098
		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	7100	OTHER OPERATING INCOME AND EXPENSES			
(7110-7160)					
		NONOPERATING INCOME AND EXPENSES:			
7310		Dividend Income	15,284		15,284
7320		Interest Income	643,138		643,138
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)	19,953		19,953
7370		Special Charge	(3,018)		(3,018)
7300	7300	NONOPERATING INCOME AND EXPENSE	675,357		675,357
(7310-7370)					

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

SCHEDULE: 33

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

Account No.		Item	Total (1)	Interstate (2)	Ohio Intrastate (3)=(1)-(2)
Class "A" Company	Class "B" Company				
		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	7600	TOTAL EXTRAORDINARY ITEMS			
(7610-7640)		SUBTOTAL (5001-7640)	3,981,863	904,408	3,077,455
		Less:			
		Earnings or receipts from sales to public utilities for resale	1,661,497		1,661,497
		TOTAL	2,320,366	904,408	1,415,958

* Intrastate means from one point to another in Ohio, or wholly within Ohio.

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

Contact Persons

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

Name:

Title:

Address:

Phone:

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

Name:

Title:

Address:

Phone:

Name and Address of the President

President Name:

President 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

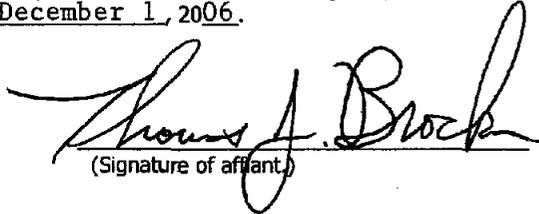
County of Wayne

Thomas J. Brockman makes oath and says that
(Insert here the name of the affiant.)

he is President
(Insert here the name of the deponent.)

of The Doylestown 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, 2006 to and including December 1, 2006.


(Signature of affiant.)

State of Ohio

County of Wayne

The foregoing was sworn to and subscribed before me, Notary Public, by Thomas J. Brockman in his capacity as the President of The Doylestown Telephone Company this 25 day of April, 2007.


Karen J. Mitchell - Notary Public
State of Ohio
My Commission Expires Oct. 25, 2009

Other Notes and Reconciliations

None

The Doylestown Telephone Company
Doylestown, Ohio

We have compiled the accompanying balance sheets of The Doylestown Telephone Company as of December 31, 2006 and 2005, and the related statements of income and retained earnings and the supplementary information for the year ended December 31, 2006 included in the accompanying prescribed form in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants.

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

These financial statements and supplementary information are presented in accordance with the requirements of the Public Utilities Commission of Ohio, which differ from generally accepted accounting principles. Accordingly, these financial statements and supplementary information are not designed for those who are not informed about such matters.

Pry Professional Group

April 19, 2007