

NEW HAMPSHIRE PUBLIC UTILITIES COMMISSION
21 S. FRUIT ST., STE 10 CONCORD, NH 03301-2429
603-271-2431
www.puc.nh.gov

Attachment A
NHPUC Form ILEC-3
Annual Report
Part Puc 429.04
Rev. 3/23/06

**INCUMBENT LOCAL EXCHANGE CARRIER
ANNUAL REPORT**

Company:

Kearsarge Telephone Company

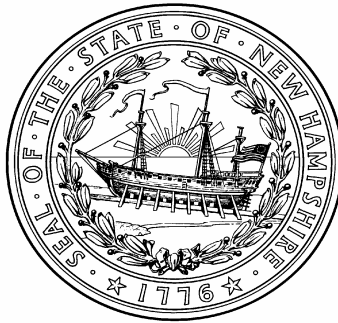
For the Year Ended December 31,

2006

Please enter any comments and notes below.

STATE OF NEW HAMPSHIRE PUBLIC UTILITIES COMMISSION

Concord, New Hampshire



Telecommunications Companies
Incumbent Local Exchange Carrier

ANNUAL REPORT OF

Kearsarge Telephone Company

(If name was changed during the year, enter the previous name and date of change below)

f/k/a <Enter Previous Company Name>

Date of Change <Enter Date>

FOR THE YEAR ENDED DECEMBER 31, 2006

FEDERAL TAX ID#

Officer or other person to whom correspondence should be addressed regarding this report:

Name	Jerry L. Miller
Title	Secretary/Treasurer
Address	24 Depot Square, Unit 2
	Northfield, Vermont 05663
Phone Number	(802) 485-9755
Email Address	jerry.miller@tdstelecom.com

RSA 374:15 Every public utility shall file with the commission reports at such times, verified by oath in such manner, and setting forth such statistics and facts, as may be required by the commission.

RSA 374:17 Neglect or refusal to file will result in a forfeiture of \$100 per day for each day in default.

PUC Rule 429.04-This annual report is due at the commission offices no later than March 31 of each year.

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A-1. GENERAL INFORMATION

1. Give the exact name under which the utility does business:
Kearsarge Telephone Company
 2. Full name of any other utility acquired during the year and date of acquisition:
None
 3. Location of principal office:
New London, NH 03257
 4. State whether the utility is a corporation, joint stock association, trust or partnership, or an individual:
Corporation
 5. If a corporation or association, give date of incorporation, State under whose laws incorporated, and whether incorporated under special law:
June 27, 1899, State of New Hampshire, General Law
 6. If incorporated under special act, given chapter and session date:
N/A
 7. Give date when company was originally organized and date of any reorganization:
June 27, 1899
 8. Name and addresses of principal offices of any corporations, trusts or associations owning, controlling or operating respondent:
TDS Telecommunications Corporation, 525 Junction Rd, Madison, Wisconsin 53717
 9. Name and addresses of principal offices of any corporations, trusts or associations owned, controlled or operated by the respondent:
N/A
 10. Date when respondent first began to operate as a utility
June 27, 1899
 11. If the respondent is engaged in any business not related to utility operation, provide all details*:
N/A
 12. If the status of the respondent has changed during the year in respect to any of the statements made above, provide all details, including dates
N/A
 13. If the utility is a foreign corporation which operated in New Hampshire prior to June 1, 1911, give date in which permission was granted to operate:
Stat. Ann 374:25, Exceptions and NH. Rev. Stat. Ann. 374:26 Permission.
N/A
- *If engaged in operations of utilities of more than one type, give dates for each.

OTHER PUBLISHED ANNUAL REPORTS

☐ **REPORT TO STOCKHOLDERS/MEMBERS.** A copy of the annual report to stockholders or members [] was [] will be sent to NH PUC on or about
☒ Annual reports to stockholders or members are not published.

☐ **RUS REPORT.** A copy of the published annual report to the Rural Utilities Service [] was [] will be sent to NH PUC on or about
☒ The respondent does not report to the Rural Utilities Service

☒ **LEC REPORT.** A copy of the respondent's Annual Report for Local Exchange Carriers to NH PUC is attached.

A-2. LIST OF OFFICERS

*Includes compensation received from all sources except directors fees.

Line No.	Title of Officer	Name	Residence	Compensation*
1	President	David A. Wittwer	Madison, Wisconsin 53717	\$ -
2	Vice President	William J. Megan	Madison, Wisconsin 53717	\$ -
3	Secretary/Treasurer	Jerry L. Miller	Roachdale, Indiana 46172	\$ -
4				
5				
6				
7				
8				
9				
10				
11				
12				
13				
14				
15				\$ 10,699

A-3. LIST OF DIRECTORS

	Name	Residence	Length of Term	Term Expires	No. of Meetings Attended Year	Annual Fees*
16	William J. Megan	Madison, Wisconsin 53717	1 year	March 2007	1	
17	David A. Wittwer	Madison, Wisconsin 53717	1 year	March 2007	1	
18	James W. Butman	Madison, Wisconsin 53717	1 year	March 2007	1	
19	Lisa A. Cvengros	Madison, Wisconsin 53717	1 year	March 2007	1	
20						
21						
22						
23						
24						
25						
26						
27						
28						
29						
30	State Directors' fee per meeting:	\$ -				

A-4. SHAREHOLDERS AND VOTING POWERS

Line No.					
1	State total of voting power of all security holders at close of year: Votes: 9,544				
2	State total number of shareholders of record at close of year according to classes of stock: 1				
3					
4					
5	State the total number of votes cast at the latest general meeting: 9,544				
6	Give date and place of such meeting: March 24, 2006 Madison, Wisconsin				
	Give the following information concerning the ten security holders having the highest voting powers in the corporation, the officers, directors and each holder of one percent or more of the voting capital stock. (Section 7, Chapter 182. Laws of 1933)				
	Name	Address	No. of Votes	Number of Shares Owned	
				Common	Preferred
7	TDS Telecommunications Corporation	525 Junction Rd, Madison, Wisconsin 53717	9,544	9,544	
8					
9					
10					
11					
12					
13					
14					
15					
16					
17					
18					
19					
20					
		Total	9,544	9,544	-

A-5. LIST OF EXCHANGES SERVED DIRECTLY

List individually each exchange name, exchange NXX, towns served directly, indicating those in which franchise is for limited area by an asterisk (*) after the town/area's name.

Line No.	Exchange Name	Exchange NXX	Towns Served	Number of Customers	Line No.	Exchange Name	Exchange NXX	Towns Served	Number of Customers
1	Andover	735	Andover*	1249	16	Salisbury	648	Salisbury*	738
2	Andover	735	Wilmot*	26	17	Salisbury	648	Webster*	278
3	Boscawen	796	Boscawen*	1,012	18	Salisbury	648	Boscawen*	1
4	Boscawen	796	Salisbury*	2	19	Salisbury	648	Andover*	6
5	Chichester	798	Chichester*	1,185	20				
6	Chichester	798	Loudon*	507	21				
7	Chichester	798	Epsom*	38	22				
8	New London	526	Andover*	1	23				
9	New London	526	New London*	3,789	24				
10	New London	526	Springfield*	38	25				
11	New London	526	Sutton*	89	26				
12	New London	526	Wilmont *	389	27				
13	Meriden	469	Plainfield*	557	28				
14	Meriden	469	Cornish*	51	29				
15	Meriden	469	Meriden*	10	30				
Sub-Totals Forward:				8,943	Total:				9,966

A-6. PAYMENTS OVER \$10,000

List here names of all individuals, partnerships, and corporations to whom payments totaling \$10,000 or more for services rendered were made or accrued during the year, and the amount paid or accrued to each. Where payments or accruals to the individual members of a partnership or firm together total \$10,000 or more, list each individual and the amount paid or due each.

Line No.	Name	Address	Amount
1	Amtec, LLC	Charlotte, NC	\$ 39,147
2	Aztech Communications	Concord, NH	\$ 32,090
3	Devine, Millimet & Branch	Concord, NH	\$ 11,940
4	J. J Communications	Nashua, NH	\$ 20,002
5	Steamex Carpet Cleaning	Newport, NH	\$ 13,980
6	Mountain, LTD	New Gloucester, ME	\$ 22,265
7	North American Equipment Uplifters	Lodonderry, NH	\$ 44,097
8	Whiskey Pine Property Maintenance	North Sutton, NH	\$ 12,540
9			\$ -
10			\$ -
11			\$ -
12			\$ -
13			\$ -
14			\$ -
15			\$ -
16			\$ -
17			\$ -
18			\$ -
19			\$ -
20			\$ -
21			\$ -
22			\$ -
23			\$ -
Total			\$ 196,061

A-7. MANAGEMENT FEES AND EXPENSES

List all individuals, associations, partnerships, corporations or concerns with whom the company has any contract or agreement covering management or supervision of its affairs such as accounting, financing, engineering, construction, purchasing, operation, etc., and show the total amount paid to each for the year. Designate by asterisk (*) those organizations which are "Affiliates" as defined in Chapter 182, Section 1, Laws of 1993.

Line No.	Name	Date of Contract	Date of Expiration	Character of Service	Amount Paid or Accrued for Each Class	Distribution of Accrual or Payments		
						To Fixed Capital	To Operating Exp.	To Other Accts.
1	TDS Telecom Service Corporation *	June 1, 2002	none	Management	\$ 135,263		\$ 135,263	
2	Telephone and Data Systems, Inc. *	June 1, 2002	none	Management	\$ 67,937		\$ 67,937	
3	Communications Corporation of Indiana *	June 1, 2002	none	Management	\$ 19		\$ 19	
4	Waunakee Telephone Company, LLC *	June 1, 2002	none	Management	\$ 5		\$ 5	
5	Wilton Telephone Company, Inc. *	June 1, 2002	none	Management	\$ 460		\$ 460	
6	Merrimack County Telephone Company *	June 1, 2002	none	Management	\$ 25,417		\$ 25,417	
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32	Have copies of all such contracts or agreements been filed with the Commission? Yes.							
				Totals	\$ 229,101	\$ -	\$ 229,101	\$ -

Give concise answers to each of the following, numbering them in accordance with the inquiries. Each inquiry should be answered. If "none" or "not applicable" states the fact, that response should be made. If information which answers an inquiry is given elsewhere in the report, reference to the schedule in which it appears will be sufficient.

1. List extensions of the systems (other than additions supplementing existing facilities of the respondent whether by purchase, construction, donation or otherwise. Give the location, new territory covered, and dates of beginning operation, and in case of purchase give also the name and address of the company from which purchased, date of acquisition, and the total consideration given, monetary and otherwise.
N/A
2. If during the year, a substantial portion or all of the property of the respondent was sold, merged, or abandoned, provide all details, including the location and territory covered. In case of sale or merger, give the effective date, name and address of the successor company, and the consideration given, monetary and otherwise.
N/A
3. Purchase or sale of an operating unit or system: Give a brief description of the property, and of the transactions relating thereto, and reference to Commission authorization, if any, that was required. Give the date of the journal entries, required by the Uniform System of Accounts that were submitted to the Commission.
N/A
4. Estimated increase or decrease in annual revenues due to important rate changes: State effective date and approximate amount of increase or decrease for each revenue classification and the customers affected.
N/A
5. Obligation incurred or assumed by respondent as guarantor for the performance by another of any agreement or obligation, excluding ordinary commercial paper maturing on demand or not later than one year after date of issue: State on behalf of whom the obligation was assumed and amount of the obligation. Give reference to Commission authorization if any was required.
N/A
6. Changes in articles of incorporation or amendments to charter: Explain the nature and purpose of such changes or amendments.
N/A
7. Attach a map defining the territory covered by the respondent's operations. A new map is required when changes in territory have occurred and in each year ending in 0 or 5 (e.g., 1990 or 1995). In all other years reference to the report in which the map last appears will be sufficient.
Copy of map included in 2005 report.
8. State the annual effect of each important change in wage scales. Include also the effective date and the portion applicable to operations.
N/A
9. State briefly the status of any materially important transactions of the respondent not disclosed elsewhere in this report in which an officer, director, security holder reported on page 6, voting trustee, associated company or known associate of any of these persons was a party or in which any such person had a material interest.
N/A

A-9. FINANCIAL REPORTING DISCLOSURE INSTRUCTIONS**Footnote Disclosure:**

Financial information presented in statements included within the New Hampshire Public Utilities Commission Annual Report is in conformance with general accepted accounting principles and the following should be disclosed:

1. Data necessary to prevent the information from being misleading. Accordingly, (a) extraordinary or material, unusual or occurring items; (b) significant principles or practices from those used in the prior year, and (c) the acquisition or disposition of operation, assets or liabilities should be noted.
2. Uncertainties that could affect the fairness of the information, including significant changes in the status of loss contingencies prior year, should be noted.
3. If revenues, costs, or expenses are accrued or deferred in a manner different from that of the prior year, the method used of such accruals or deferrals should be noted.

F-10. BALANCE SHEET Assets and Other Debits					
Line No.	Accounts (a)	See Sch.	Current Year End Balance	Previous Year End Balance	Increase or Decrease (d)
CURRENT ASSETS					
1	1130 Cash		\$ 3,378,705	\$ 458,893	\$ 2,919,812
2	1130.1 REA Cash		\$ -	\$ -	\$ -
3	1130.2 Cash Savings		\$ -	\$ -	\$ -
4	1140 Special Cash Deposits		\$ -	\$ -	\$ -
5	1150 Working Cash Advances		\$ 200	\$ 300	\$ (100)
6	1160 Temporary Investments	17	\$ -	\$ -	\$ -
7	1180 Telecommunications Accounts Receivable	17	\$ 1,777,295	\$ 1,063,924	\$ 713,371
8	1181 Accounts Receivable Allowance-Telecom	17	\$ (5,600)	\$ (4,300)	\$ (1,300)
9	1190.1 Accounts Receivable from Affiliated Co.	17	\$ 190,140	\$ 195,744	\$ (5,604)
10	1190.2 Other Accounts Receivable	17	\$ 640,693	\$ 724,605	\$ (83,912)
11	1191 Accounts Receivable Allow.-Affiliates	17	\$ (27,200)	\$ (27,200)	\$ -
12	1200.1 Notes Receivable from Affiliated Companies	17	\$ -	\$ -	\$ -
13	1200.2 Other Notes Receivable	17	\$ -	\$ -	\$ -
14	1201 Notes Receivable Allow.-Affiliates	17	\$ -	\$ -	\$ -
15	1210 Interest and Dividends Receivable	17	\$ 15,194	\$ 1,605	\$ 13,589
16	1220 Material and Supplies		\$ 82,710	\$ 80,231	\$ 2,479
17	1290 Prepaid Rents		\$ -	\$ -	\$ -
18	1300 Prepaid Taxes	36B	\$ 20,727	\$ 19,004	\$ 1,723
19	1310 Prepaid Insurance		\$ -	\$ -	\$ -
20	1320 Prepaid Directory Expenses		\$ 2,074	\$ 2,053	\$ 21
21	1330 Other Prepayments	18	\$ 179,073	\$ 179,131	\$ (58)
22	1350 Other Current Assets	19	\$ -	\$ -	\$ -
23	1360 Current Deferred Income Taxes-Dr.		\$ -	\$ -	\$ -
24	Total Current Assets		\$ 6,254,011	\$ 2,693,990	\$ 3,560,021
NONCURRENT ASSETS					
25	1401 Investments in Affiliated Companies	17	\$ -	\$ -	\$ -
26	1402 Investments in Non-Affiliated Companies	17	\$ -	\$ 149,738	\$ (149,738)
27	1406 Nonregulated Investments		\$ 100,631	\$ 116,847	\$ (16,216)
28	1407 Unamortized Debt Issuance Expense	23	\$ -	\$ -	\$ -
29	1408 Sinking Funds	20	\$ -	\$ -	\$ -
30	1410 Other Noncurrent Assets	21	\$ -	\$ -	\$ -
31	1438 Deferred Maintenance & Retirement	22	\$ -	\$ -	\$ -
32	1439 Deferred Charges	22	\$ -	\$ -	\$ -
33	Total Noncurrent Assets		\$ 100,631	\$ 266,585	\$ (165,954)
REGULATED PLANT					
34	2001 Telecommunications Plant in Service	12A	\$ 29,690,713	\$ 29,185,237	\$ 505,476
35	2002 Property Held for Future Telecom. Use	12A	\$ -	\$ -	\$ -
36	2003 Telecom. Plant Under Const.-Short Term	12A	\$ 54,264	\$ 176,739	\$ (122,475)
37	2004 Telecom. Plant Under Const.-Long Term	12A	\$ -	\$ -	\$ -
38	2005 Telecommunications Plant Adjustment	12A	\$ -	\$ -	\$ -
39	2006 Nonoperating Plant	12A	\$ -	\$ -	\$ -
40	2007 Goodwill	12A	\$ -	\$ -	\$ -
41	Total Regulated Telecommunications Plant		\$ 29,744,977	\$ 29,361,976	\$ 383,001
42	3100-3300 Less: Accumulated Depreciation	14A	\$ 23,576,809	\$ 22,116,029	\$ 1,460,780
43	3410-3600 Less: Accumulated Amortization	15	\$ 205,972	\$ 193,134	\$ 12,838
44	Net Telecommunications Plant		\$ 5,962,196	\$ 7,052,813	\$ (1,090,617)
45	Telecommunications Plant Adjustment				\$ -
46	TOTAL ASSETS AND OTHER DEBITS		\$ 12,316,838	\$ 10,013,388	\$ 2,303,450

F-10. BALANCE SHEET					
Liabilities and Stockholders' Equity					
Line No.	Accounts (a)	See Sch.	Current Year End Balance	Previous Year End Balance	Increase or (Decrease) (d)
CURRENT LIABILITIES					
1	4010 Accounts Payable	26	\$ 730,616	\$ 1,017,868	\$ (287,252)
2	4020 Notes Payable	25	\$ -	\$ -	\$ -
3	4030 Advanced Billing and Payment		\$ 67,615	\$ 9,482	\$ 58,133
4	4040 Customer Deposits		\$ 937,180	\$ -	\$ 937,180
5	4050 Current Maturities-Long Term Debt	24	\$ -	\$ -	\$ -
6	4060 Current Maturities-Capital Leases	12D	\$ 28,251	\$ 21,622	\$ 6,629
7	4070 Income Taxes-Accrued	36B	\$ -	\$ 38,088	\$ (38,088)
8	4080 Other Taxes-Accrued	36B	\$ 4,301	\$ (6,486)	\$ 10,787
9	4100 Net Current Deferred Operating Income Taxes	30B	\$ (13,292)	\$ (12,766)	\$ (526)
10	4110 Net Current Deferred Non-Operating Income Taxes	30C	\$ -	\$ -	\$ -
11	4120 Other Accrued Liabilities	26	\$ 41,809	\$ 48,823	\$ (7,014)
12	4130 Other Current Liabilities	26	\$ 55,934	\$ 152,866	\$ (96,932)
13	Total Current Liabilities		\$ 1,852,414	\$ 1,269,497	\$ 582,917
LONG TERM DEBT					
14	4210 Funded Debt	24	\$ -	\$ -	\$ -
15	4220 Premium on Long Term Debt		\$ -	\$ -	\$ -
16	4230 Discount on Long Term Debt		\$ -	\$ -	\$ -
17	4240 Reacquired Debt		\$ -	\$ -	\$ -
18	4250 Obligation Under Capital Leases	12D	\$ 31,429	\$ 23,052	\$ 8,377
19	4260 Advances from Affiliated Companies	24	\$ -	\$ -	\$ -
20	4270 Other Long Term Debt	24	\$ -	\$ -	\$ -
21	Total Long Term Debt		\$ 31,429	\$ 23,052	\$ 8,377
OTHER LIABILITIES AND DEFERRED CREDITS					
22	4310 Other Long-Term Liabilities	29	\$ 83,853	\$ (60,590)	\$ 144,443
23	4320 Unamortized Operating Investment Tax Credits-Net		\$ -	\$ -	\$ -
24	4330 Unamortized Non-Operating Investment Tax Credits-Net		\$ -	\$ -	\$ -
25	4340 Net Non-current Deferred Operating Income Taxes	30B	\$ 367,391	\$ 589,380	\$ (221,989)
26	4350 Net Non-current Deferred Non-Operating Income Taxes	30C	\$ -	\$ -	\$ -
27	4360 Other Deferred Credits	30A	\$ -	\$ 48,870	\$ (48,870)
28	Total Other Liabilities and Deferred Credits		\$ 451,244	\$ 577,660	\$ (126,416)
STOCKHOLDERS' EQUITY					
29	4510.1 Capital Stock-Common	33	\$ 238,600	\$ 238,600	\$ -
30	4510.2 Capital Stock-Preferred	33	\$ -	\$ -	\$ -
31	4520 Additional Paid-in Capital	33	\$ 224,658	\$ 194,059	\$ 30,599
32	4530.1 Treasury Stock-Common		\$ -	\$ -	\$ -
33	4530.2 Treasury Stock-Preferred		\$ -	\$ -	\$ -
34	4540 Other Capital		\$ (197,421)	\$ 5,387	\$ (202,808)
35	4550 Retained Earnings	31	\$ 9,715,914	\$ 7,705,133	\$ 2,010,781
36	Total Stockholders' Equity		\$ 9,981,751	\$ 8,143,179	\$ 1,838,572
37	TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY		\$ 12,316,838	\$ 10,013,388	\$ 2,303,450

F-11. INCOME STATEMENT				
Line No.	Item (a)	See Sch.	Amount for the Current Year (b)	Increase over Preceding Year (c)
	INCOME			
	TELEPHONE OPERATING INCOME			
1	Operating Revenues	34	\$ 6,964,535	\$ (509,223)
2	Operating Expenses	35	\$ 5,970,138	\$ 20,934
3	Net Telephone Operating Revenues		\$ 994,397	\$ (530,157)
	OTHER OPERATING INCOME AND EXPENSES			
4	7100 Other Operating Income and Expense	38	\$ -	\$ -
5	Telephone Operating Revenue Before Taxes		\$ 994,397	\$ (530,157)
	OPERATING TAXES			
6	7210 Operating Investment Tax Credits-Net			\$ -
7	7220 Operating Federal Income Taxes		\$ 359,115	\$ (222,770)
8	7230 Operating State and Local Income Taxes		\$ 75,489	\$ (69,628)
9	7240 Other Operating Taxes	36A	\$ 65,054	\$ 3,567
10	7250 Provision for Deferred Operating Income Taxes-Net	30B	\$ (82,069)	\$ 108,249
11	Total Operating Taxes		\$ 417,589	\$ (180,582)
12	Net Operating Income		\$ 576,808	\$ (349,575)
	NON-OPERATING INCOME AND EXPENSES			
13	7300 Non-Operating Income and Expenses	37	\$ 2,721,731	\$ 2,582,287
14				
	NON-OPERATING TAXES			
15	7400 Non-Operating Taxes	36C	\$ 1,105,532	\$ 1,187,170
16				
17	Net Non-Operating Income		\$ 1,616,199	\$ 1,395,117
18	Income Available for Fixed Charges		\$ 2,193,007	\$ 1,045,542
	INTEREST AND RELATED ITEMS			
19	7510 Interest on Funded Debt	24	\$ -	\$ (40,433)
20	7520 Interest Expense-Capital Leases	12D	\$ 1,465	\$ 592
21	7530 Amortization of Debt Issuance Expense	23	\$ -	\$ (54)
22	7540 Other Interest Deductions		\$ 191	\$ (15,875)
23	Total Interest and Related Items		\$ 1,656	\$ (55,770)
24	Income Before Extraordinary Items		\$ 2,191,351	\$ 1,101,312
	EXTRAORDINARY ITEMS			
25	7600 Extraordinary Items	36D	\$ -	
26				
	JURISDICTIONAL DIFFERENCES AND NON-REGULATED INCOME ITEMS			
27	7990 Non-Regulated Net Income		\$ (180,570)	\$ 123,641
28	Total Jurisdictional Differences and Extraordinary Items		\$ (180,570)	\$ 123,641
29	Net Income	16	\$ 2,010,781	\$ 1,224,953

NOTES TO INCOME STATEMENT

- Refunds to subscribers, in the event of an adverse decision in pending rate proceedings, would reduce the amount of "Operating revenues" for the current year by approximately : \$ 0
- Investment credits realized were given immediate total flow through treatment in the amount of : \$ 0
- The rate(s) used during the year in capitalizing interest during construction and basis upon which the rate(s) was determined.
N/A

B-12A. ANALYSIS OF TELECOMMUNICATIONS PLANT ACCOUNTS

- Report in Column (c) all amounts relating to purchases of plant accounted for in accordance with Paragraphs (1) and (2) of Puc 409.03 (b) of the Uniform System of Accounts for Telecommunications Companies.
- Each transfer or adjustment between accounts listed in this schedule, or between accounts listed in this schedule and other accounts, shall be included in column (g) and explained in a note, except the following which shall be included in columns (c) thru (f), as appropriate: (1) transfers and adjustments amounting to less than \$5,000; (2) adjustments and corrections of additions and retirements for the current or the preceding year; (3) transfers involving account 2003 and 2004, the plant accounts, the account 2002 made in connection with the closing of records of construction work orders or authorizations, and (4) routine entries relating to the acquisition, sale, retirement, or change in the use of plant, such as transfers among accounts 2111 to 2690, inclusive, 1439, 2002 and 2005.
- Credits to accounts listed in this schedule relating to property retired and charged to account 2006 "Non-Operating Plant" shall be included in column (f).
- List each of the depreciable plant accounts and all subclasses of plant in column (a) for which a depreciable rate has been determined and as a subtotal for each primary account.

Line No.	Account (a)	Balance At Beginning Of The Year (b)	CHARGES DURING THE YEAR		CREDITS DURING THE YEAR			Balance At End Of The Year (h)
			Plant Acquired From Predecessors (See Inst. 1) (c)	Other Plant Added (d)	Plant Sold With Traffic (e)	Transfers and Other Plant Retired (f)	Adjustments (Charges and Credits) (g)	
	TELECOMMUNICATIONS PLANT IN SERVICE							
1	2002 Property Held for Future Telecom Use	\$ -						\$ -
2	2003 Telecommunications Plant Under Construction - Short Term	\$ 176,739				\$ 122,475		\$ 54,264
3	2004 Telecommunications Plant Under Construction - Long Term	\$ -						\$ -
4	2005 Telecommunications Plant Adjustment	\$ -						\$ -
5	2006 Non-Operating Plant	\$ -						\$ -
6	2007 Goodwill	\$ -						\$ -
7	Subtotal	\$ 176,739	\$ -	\$ -	\$ -	\$ 122,475	\$ -	\$ 54,264
	LAND AND SUPPORT ASSETS							
8	2111 Land	\$ 91,202						\$ 91,202
9	2112 Motor Vehicles	\$ 607,615		\$ 95,439		\$ 182,943		\$ 520,111
10	2113 Aircraft	\$ -						\$ -
11	2114 Special Purpose Vehicles	\$ -						\$ -
12	2115 Garage Work Equipment	\$ -						\$ -
13	2116 Other Work Equipment	\$ 145,231		\$ 2,024				\$ 147,255
14	2121 Buildings	\$ 2,197,649						\$ 2,197,649
15	2122 Furniture	\$ 87,431						\$ 87,431
16	2123 Office Equipment	\$ 65,797						\$ 65,797
17	2124 General Purpose Computers	\$ 401,760		\$ 29,150		\$ 31,088		\$ 399,822
18	Subtotal	\$ 3,596,685	\$ -	\$ 126,613	\$ -	\$ 214,031	\$ -	\$ 3,509,267

B-12A. ANALYSIS OF TELECOMMUNICATIONS PLANT ACCOUNTS (continued)

Line No.	Account (a)	Balance At Beginning Of The Year (b)	CHARGES DURING THE YEAR		CREDITS DURING THE YEAR			Balance At End Of The Year (h)
			Plant Acquired From Predecessors (See Inst. 1) (c)	Other Plant Added (d)	Plant Sold With Traffic (e)	Transfers and Other Plant Retired (f)	Adjustments (Charges and Credits) (g)	
	CENTRAL OFFICE SWITCHING							
19	2211 Analog Electronic Switching	\$ -						\$ -
20	2212 Digital Electronic Switching	\$ 4,445,376		\$ 36,627		\$ 42,972		\$ 4,439,031
21	2215 Electro-Mechanical Switching	\$ -						\$ -
22	2220 Operator System	\$ -						\$ -
23	2230 Central Office Transmission	\$ 5,216,763		\$ 292,712		\$ 12,668		\$ 5,496,807
24	Subtotal	\$ 9,662,139	\$ -	\$ 329,339	\$ -	\$ 55,640	\$ -	\$ 9,935,838
	INFORMATION ORIGATION-TERMINATION							
25	2311 Station Apparatus	\$ -						\$ -
26	2321 Customer Premises Wiring	\$ -						\$ -
27	2341 Large Private Branch Exchanges	\$ -						\$ -
28	2351 Public Telephone Terminal Equipment	\$ -						\$ -
29	2362 Other Terminal Equipment	\$ -						\$ -
30	Subtotal	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
	CABLE AND WIRE FACILITIES							
31	2411 Poles	\$ 2,396,563		\$ 144,659		\$ 4,060		\$ 2,537,162
32	2421 Aerial Cable	\$ 10,257,586		\$ 114,370				\$ 10,371,956
33	2422 Underground Cable	\$ 408,776		\$ 23,791				\$ 432,567
34	2423 Buried Cable	\$ 1,929,369		\$ 23,161				\$ 1,952,530
35	2424 Submarine Cable	\$ -						\$ -
36	2426 Intrabuilding Network Cable	\$ -						\$ -
37	2431 Aerial Wire	\$ 214,502						\$ 214,502
38	2441 Conduit System	\$ 297,689						\$ 297,689
39	Subtotal	\$ 15,504,485	\$ -	\$ 305,981	\$ -	\$ 4,060	\$ -	\$ 15,806,406
	AMORTIZABLE ASSETS							
40	2681 Capital Leases	\$ 234,555		\$ 34,002		\$ 8,136		\$ 260,421
41	2682 Leasehold Improvements	\$ -		\$ 13,634				\$ 13,634
42	2690 Intangibles	\$ 187,373		\$ 81,246		\$ 103,472		\$ 165,147
43	Subtotal	\$ 421,928	\$ -	\$ 128,882	\$ -	\$ 111,608	\$ -	\$ 439,202
44	2001 (A/C 2110 thru 2690) (Summary A/C)	\$ 29,185,237	\$ -	\$ 890,815	\$ -	\$ 385,339	\$ -	\$ 29,690,713
45	Total	\$ 29,361,976	\$ -	\$ 890,815	\$ -	\$ 507,814	\$ -	\$ 29,744,977

B-12B. ANALYSIS OF TELECOMMUNICATIONS PLANT-IN-SERVICE RETIRED

1. Respondents shall report in column (b) amounts charged or credited to the accounts identified in column (a) that are related to plant sold with traffic and in column (c) amounts charged or credited to the accounts identified in column (a) that are related to other plant retired.
2. Charges to Account 3100, Accumulated Depreciation, reported in column (c) shall be reported gross salvage and cost of removal entries (see Schedule 14A).
3. In the space provided at the bottom of the schedule, respondents shall provide a full explanation of other accounts charged or credited.

Line No.	Account Charged (or Credited) (a)	AMOUNTS RELATING TO	
		Plant Sold With Traffic (b)	Other Plant Retired (c)
1	3100 Accumulated Depreciation Ref 14A		\$ 273,731
2	3200 Accumulated Depreciation - Held for Future Telecom. Use		
3	3300 Accumulated Depreciation - Non-Operating		
4	3410 Accumulated Amortization - Capitalized Leases		\$ -
5	3420 Accumulated Amortization - Leasehold Improvements		
6	3500 Accumulated Amortization - Intangible		
7	3600 Accumulated Amortization - Other		
8	2006 Non-Operating Plant		
9	7150 Gains and Losses from the Disposition of Land and Artwork		
10	7160 Other Operating Gains and Losses		
11	Cash or Other Asset Account (Net Selling Price of Depreciable Plant Sold With Traffic)		
12	Cash or Other Asset Account (Net Selling Price of Nondepreciable Plant Sold)		
13	Other Accounts Specified		
14			
15	Totals	\$ -	\$ 273,731

FULL EXPLANATION OF AMOUNTS REPORTED ABOVE ON LINE 13:

B-12C. ANALYSIS OF ENTRIES IN PROPERTY HELD FOR FUTURE TELECOMMUNICATIONS USE (Account 2002)

1. Respondents shall report in column (a) each item amounting individually to \$5,000 or more and report all others in the aggregate. Amounts reported on this schedule shall be rounded to the nearest thousand dollars.
2. In column (b) respondents shall enter the date the property was recorded in Account 2002, Property Held for the Future Telecommunications Use.
3. In column (c) respondents shall enter the dollars related to the property identified in column (a) at the beginning of the calendar year covered by the report.

Line No.	Location and Description of Property (a)	Date Included in Account 2002 (b)	Book cost of Property Beginning of Year (c)
1	N/A		\$ -
2			
3			
4			
5			
6			
7			
8			
9			
10			
11			
12			
13			
14			
15			
16			
17			
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41			
42			

B-12C. ANALYSIS OF ENTRIES IN PROPERTY HELD FOR FUTURE TELECOMMUNICATIONS USE (Account 2002) (continued)

4. In column (d) and (e) respondents shall enter additions and retirements, respectively.
5. In column (f) respondents shall enter transfers and adjustments and corrections during the calendar year and fully explain each amount recorded in column (f) which exceeds \$1,000.
6. In column (g) respondents shall enter the dollars related to the property identified in column (a) remaining Account 2002 at the close of the calendar year.

Line No.	Additions During the Year (d)	Retirements During the Year (e)	Transfers and Adjustments Charges and (Credits) (f)	Book cost of Property at End of Year (g)
1	\$ -	\$ -	\$ -	\$ -
2				\$ -
3				\$ -
4				\$ -
5				\$ -
6				\$ -
7				\$ -
8				\$ -
9				\$ -
10				\$ -
11				\$ -
12				\$ -
13				\$ -
14				\$ -
15				\$ -
16				\$ -
17				\$ -
18				\$ -
19				\$ -
20				\$ -
21				\$ -
22				\$ -
23				\$ -
24				\$ -
25				\$ -
26				\$ -
27				\$ -
28				\$ -
29				\$ -
30				\$ -
31				\$ -
32				\$ -
33				\$ -
34				\$ -
35				\$ -
36				\$ -
37				\$ -
38				\$ -
39				\$ -
40				\$ -
41				\$ -
42				\$ -

B-12D. CAPITAL LEASES

1. In column (a) on page 18, the respondent shall list in account number order each category of plant (Class A account level) for which capital leases are recorded.
2. In succeeding columns, respondents shall disclose in column (b) the present value of the lease commitment at the inception of the lease, in column (c) the accumulated amortization at the close of the period covered by the report, and column (d) the net book value balance at the close of the period (column b minus column c).

Line No.	Type of Property (a)	Capitalized Amount (b)	Accumulated Amortization in Account 3410 (c)	Balance (d)
1	DSL Equipment	\$ 260,421	\$ 205,593	\$ 54,828
2				\$ -
3				\$ -
4				\$ -
5				\$ -
6				\$ -
7				\$ -
8				\$ -
9				\$ -
10				\$ -
11				\$ -
12				\$ -
13				\$ -
14				\$ -
15				\$ -
16				\$ -
17				\$ -
18				\$ -
19				\$ -
20				\$ -
21				\$ -
22				\$ -
23				\$ -
24				\$ -
25				\$ -
26				\$ -
27				\$ -
28				\$ -
29				\$ -
30	Total	\$ 260,421	\$ 205,593	\$ 54,828

B-12D. CAPITAL LEASES (continued)

3. In column (e) on page 19, the respondents shall list in account number each category of plant for which capital leases are recorded. Line numbers on page 2 shall correspond with line numbers on page 18.
4. In column (f) and (g) respondents shall disclose the amount of the lease obligation to be paid during the coming year to the lessor and the remaining long-term lease obligation at the close of the year covered by the report.
5. In column (h), (i) and (j), respondents shall report the annual lease cost components called for in the column headings and paid during the year covered by the report.

Line No.	Type of Property (e)	Lease Obligation		Annual Lease Cost Components		
		Current Account 4060 (f)	Long-Term Account 4250 (g)	Amortization Account 6563 (h)	Interest Account 7520 (i)	Other (j)
1	DSL Equipment	\$ 28,251	\$ 31,429	\$ 20,596	\$ 1,465	
2						
3						
4						
5						
6						
7						
8						
9						
10						
11						
12						
13						
14						
15						
16						
17						
18						
19						
20						
21						
22						
23						
24						
25						
26						
27						
28						
29						
30	Total	\$ 28,251	\$ 31,429	\$ 20,596	\$ 1,465	\$ -

B-13A. ANALYSIS OF TELECOMMUNICATIONS PLANT ACQUIRED (Account 1439)

1. Report separately each acquisition with respect to which an amount was included in account 1439 at any time during the year, except that minor acquisitions, each with a purchase price of less than \$10,000 accounted for (a) on the basis of cost of acquisition, or (b) on the basis of original cost where there were no entries in account 2005, "Telecommunications Plant Adjustment" may be reported in the aggregate on a separate line for each group.
2. List first the data relating to those acquisitions included in account 1439 at the beginning of the year (except minor acquisitions) and the list data for the acquisition during the year.

Line No.	Name of Vendor (a)	Balance at Beginning of the Year (b)	DEBITS DURING THE YEAR			
			Purchase Price (c)	Reserve Requirement (d)	Acquisitions Expenses (e)	Other (g)
1	N/A					
2						
3						
4						
5						
6						
7						
8						
9						
10						
11						
12						
13						
14						
15						
16						
17						
18						
19						
20						
21	Total	\$ -	\$ -	\$ -	\$ -	\$ -

B-13A. ANALYSIS OF TELECOMMUNICATIONS PLANT ACQUIRED (Account 1439) (continued)

3. Provide explanatory footnotes for each amount included in column (j).
4. Clearances of residual credit amounts from account 1439 to account 2005 shall be reported in column (h) enclosed in parentheses.

Line No.	Name of Vendor (a)	CREDITS DURING THE YEAR				
		Amounts Cleared to		Other Clearances		Balance at End Of the Year (k)
		Account 2001 (g)	Account 2005 (h)	Acct. No. (i)	Amount (j)	
1						\$ -
2						\$ -
3						\$ -
4						\$ -
5						\$ -
6						\$ -
7						\$ -
8						\$ -
9						\$ -
10						\$ -
11						\$ -
12						\$ -
13						\$ -
14						\$ -
15						\$ -
16						\$ -
17						\$ -
18						\$ -
19						\$ -
20						\$ -
21	Total	\$ -	\$ -	\$ -	\$ -	\$ -

B-13B. ANALYSIS OF TELECOMMUNICATIONS PLANT PURCHASED FROM OR SOLD TO AFFILIATES

1. Report separately by affiliate and account number, sales and/or purchases with respect to which an amount was included in Account 2001 at any time during the year. The net book value included in column (f) shall equal gross investment less applicable accumulated depreciation and other appropriate items (column (e)).
2. A "P" in column (a) represents a purchase. An "S" in column (a) represents a sale.

Line No.	Type of Trans. (a)	Name of Affiliate (b)	Original Cost (c)	Accumulated Depreciation (d)	Other (e)	Net Book Value (f)	Fair Market Value (g)	Purchase Price (g)	Sale Price (h)
1	P	TDS Telecom Service Corp	\$ 8,058	\$ -	\$ -	\$ 8,058	\$ -	\$ 8,058	\$ -
2	P	TDS Telecom Service Corp	\$ 27,301	\$ 5,651		\$ 21,650		\$ 21,650	
3	P	TDS Metrocom, LLC	\$ 1,849	\$ 740		\$ 1,109		\$ 1,109	
4	P	TDS Telecom Service Corp	\$ 3,139	\$ 1		\$ 3,138		\$ 3,138	
5	P	TDS Telecom Service Corp	\$ 204	\$ 2		\$ 202		\$ 202	
6	P	TDS Telecom Service Corp	\$ 164	\$ 1		\$ 163		\$ 163	
7	P	Northfield Telephone Company	\$ 6,897	\$ 1,389		\$ 5,508		\$ 5,508	
8	P	Wilton Telephone Company, Inc. Central State Telephone Company, LLC	\$ 10,676	\$ 2,669		\$ 8,007		\$ 8,007	
9	P		\$ 2,749	\$ 1,309		\$ 1,440		\$ 1,440	
10	P	TDS Telecom Service Corp	\$ 1,505	\$ 13		\$ 1,492		\$ 1,492	
11	P	TDS Telecom Service Corp	\$ 102,046	\$ 20,526		\$ 81,520		\$ 81,520	
12	S	TDS Telecom Service Corp	\$ 15,062	\$ 15,043		\$ 19			\$ 19
13	S	US Link, Inc. Communication Corporation of Michigan	\$ 2,193	\$ 2,193		\$ -			\$ -
14	S		\$ 40,197	\$ 10,943		\$ 29,254			\$ 29,254
15	S	Hollis Telephone Company, Inc. Merrimack County Telephone Company	\$ 925	\$ 327		\$ 598			\$ 598
16	S		\$ 5,370	\$ 3,803		\$ 1,567			\$ 1,567
17	S	Sugar Valley Telephone Company	\$ 1,354	\$ 893		\$ 461			\$ 461
18	S	Mid-America Telephone, Inc. Communications Corporation of Southern Indiana	\$ 4,068	\$ 4,068		\$ -			\$ -
19	S		\$ 4,068	\$ 4,068		\$ -			\$ -
20	S	TDS Telecom Service Corp	\$ 10,034	\$ 9,760		\$ 274			\$ 274
21									
22									
23									
24									
25									
26									
27									
28									
29									

B-14A. ANALYSIS OF ENTRIES IN ACCUMULATED DEPRECIATION (Accounts 3100-3200)

1. Respondents shall enter in column (b) the accumulated depreciation balance at the beginning of the calendar year for each line item in column (a).
2. Respondents shall enter in column (c) the credits to accumulated depreciation as a result of charges to Account 6561, Depreciation Expense, and in column (d) other credits to accumulated depreciation. Other credits shall be noted and explained in a separate sheet accompanying the schedule. In column (e) respondents will enter the total of credits reported in columns (c) and (d).

Line No.	Plant Account (a)	Balance At Beginning Of The Year (b)	Credits During the Year		Total (e)
			Charged to Accounts 6561 (c)	Other Credits (specified) (d)	
	Support Assets				
1	2112 Motor Vehicles	\$ 473,783	\$ 57,311		\$ 57,311
2	2113 Aircraft	\$ -			\$ -
3	2114 Special Purpose Vehicles	\$ -			\$ -
4	2115 Garage Work Equipment	\$ -			\$ -
5	2116 Other Work Equipment	\$ 99,245	\$ 10,486		\$ 10,486
6	2121 Buildings	\$ 1,323,920	\$ 76,478		\$ 76,478
7	2122 Furniture	\$ 52,512	\$ 4,704		\$ 4,704
8	2123 Office Equipment	\$ 65,797	\$ -		\$ -
9	2124 General Purpose Computers	\$ 373,700	\$ 49,003	\$ 6,391	\$ 55,394
10	Total Support Assets	\$ 2,388,957	\$ 197,982	\$ 6,391	\$ 204,373
	Central Office Switching				
11	2211 Analog Electronic Switching	\$ -			\$ -
12	2212 Digital Electronic Switching	\$ 2,871,205	\$ 296,476	\$ 3	\$ 296,479
13	2215 Electro-Mechanical Switching	\$ -			\$ -
14	2220 Operator System	\$ -			\$ -
15	Total Central Office Switching	\$ 2,871,205	\$ 296,476	\$ 3	\$ 296,479
	Central Office Transmission				
16	2230 Central Office Transmission	\$ 3,629,367	\$ 274,998	\$ 5,381	\$ 280,379
17	Total Central Office Transmission	\$ 3,629,367	\$ 274,998	\$ 5,381	\$ 280,379
	Information Origination/Termination				
18	2311 Station Apparatus	\$ -			\$ -
19	2321 Customer Premises Wiring	\$ -			\$ -
20	2341 Large Private Branch Exchanges	\$ -			\$ -
21	2351 Public Telephone Terminal Equipment	\$ -			\$ -
22	2362 Other Terminal Equipment	\$ -			\$ -
23	Total Information Origination/Termination	\$ -	\$ -	\$ -	\$ -
	Cable and Wire Facilities				
24	2411 Poles	\$ 2,312,082	\$ 187,252		\$ 187,252
25	2421 Aerial Cable	\$ 9,184,247	\$ 614,800		\$ 614,800
26	2422 Underground Cable	\$ 175,276	\$ 14,209		\$ 14,209
27	2423 Buried Cable	\$ 1,254,155	\$ 92,088		\$ 92,088
28	2424 Submarine Cable	\$ -			\$ -
29	2426 Intrabuilding Network Cable	\$ -			\$ -
30	2431 Aerial Wire	\$ 165,631	\$ 5,663		\$ 5,663
31	2441 Conduit System	\$ 135,109	\$ 7,710		\$ 7,710
32	Total Cable and Wire Facilities	\$ 13,226,500	\$ 921,722	\$ -	\$ 921,722
33	Other Account (specify):				\$ -
34	Total	\$ 22,116,029	\$ 1,691,178	\$ 11,775	\$ 1,702,953

Note: Other Credits column d

Account 2124 is the accumulated depreciation from assets purchased from affiliates (see sch. B-13B lines 2-3)

Account 2212 is the accumulated depreciation from assets purchased from affiliates (see sch. B-13B lines 4-5)

Account 2230 is the accumulated depreciation from assets purchased from affiliates (see sch. B-13B lines 6-10)

B-14A. ANALYSIS OF ENTRIES IN ACCUMULATED DEPRECIATION (Accounts 3100-3200) (continued)

3. Respondents shall report in column (f) and (h) charges (debits) to accumulated depreciation for plant sold with traffic and other plant retired, respectively. In column (h) respondents shall report other charges (debits) to accumulated depreciation. Other charges (debits) shall be noted and explained in a separate sheet accompanying the schedule. In column (i) respondents will enter the total of charges (debits) reported in columns (f), (g), and (h). In column (j) respondents shall report the balance at the close of the calendar year for each item in column (a).

Line No.	For Plant Sold with Traffic (see col. (p)) (f)	Charges During the Year		Total (i)	Balance at End Of The Year (j)
		For Other Plant Retired (see col. (V)) (g)	Other Charges (specify) (h)		
1	\$ -	\$ 180,782		\$ 180,782	\$ 350,312
2	\$ -	\$ -		\$ -	\$ -
3	\$ -	\$ -		\$ -	\$ -
4	\$ -	\$ -		\$ -	\$ -
5	\$ -	\$ -		\$ -	\$ 109,731
6	\$ -	\$ -		\$ -	\$ 1,400,398
7	\$ -	\$ -		\$ -	\$ 57,216
8	\$ -	\$ -		\$ -	\$ 65,797
9	\$ -	\$ 31,068		\$ 31,068	\$ 398,026
10	\$ -	\$ 211,850	\$ -	\$ 211,850	\$ 2,381,480
11	\$ -	\$ -		\$ -	\$ -
12	\$ -	\$ 13,920		\$ 13,920	\$ 3,153,764
13	\$ -	\$ -		\$ -	\$ -
14	\$ -	\$ -		\$ -	\$ -
15	\$ -	\$ 13,920	\$ -	\$ 13,920	\$ 3,153,764
16	\$ -	\$ 10,042		\$ 10,042	\$ 3,899,704
17	\$ -	\$ 10,042	\$ -	\$ 10,042	\$ 3,899,704
18	\$ -	\$ -		\$ -	\$ -
19	\$ -	\$ -		\$ -	\$ -
20	\$ -	\$ -		\$ -	\$ -
21	\$ -	\$ -		\$ -	\$ -
22	\$ -	\$ -		\$ -	\$ -
23	\$ -	\$ -	\$ -	\$ -	\$ -
24	\$ -	\$ 5,626		\$ 5,626	\$ 2,493,708
25	\$ -	\$ 409		\$ 409	\$ 9,798,638
26	\$ -	\$ -		\$ -	\$ 189,485
27	\$ -	\$ (1,646)		\$ (1,646)	\$ 1,347,889
28	\$ -	\$ -		\$ -	\$ -
29	\$ -	\$ -		\$ -	\$ -
30	\$ -	\$ 1,972		\$ 1,972	\$ 169,322
31	\$ -	\$ -		\$ -	\$ 142,819
32	\$ -	\$ 6,361	\$ -	\$ 6,361	\$ 14,141,861
33	\$ -	\$ -		\$ -	\$ -
34	\$ -	\$ 242,173	\$ -	\$ 242,173	\$ 23,576,809

B-14A. ANALYSIS OF ENTRIES IN ACCUMULATED DEPRECIATION (Accounts 3100-3200) (continued)

4. Respondents shall enter in column (m) through (p) the data requested in the column headings for plant sold with traffic which was reported in column (f).
5. Respondents shall enter in column (q) through (v), the data requested for other plant retired, which was requested in column (g).
6. Each column shall be subtotaled in the spaces provided.

Line No.	Plant Account (l)	DATA RELATING TO PLANT SOLD WITH TRAFFIC (see column (f))			
		Book Cost (m)	Selling Price (n)	Commissions and Other Expenses (o)	Charge to Reserve (p)
	Support Assets				
1	2112 Motor Vehicles				\$ -
2	2113 Aircraft				\$ -
3	2114 Special Purpose Vehicles				\$ -
4	2115 Garage Work Equipment				\$ -
5	2116 Other Work Equipment				\$ -
6	2121 Buildings				\$ -
7	2122 Furniture				\$ -
8	2123 Office Equipment				\$ -
9	2124 General Purpose Computers				\$ -
10	Total Support Assets	\$ -	\$ -	\$ -	\$ -
	Central Office Switching				
11	2211 Analog Electronic Switching				\$ -
12	2212 Digital Electronic Switching				\$ -
13	2215 Electro-Mechanical Switching				\$ -
14	2220 Operator System				\$ -
15	Total Central Office Switching	\$ -	\$ -	\$ -	\$ -
	Central Office Transmission				
16	2230 Central Office Transmission				\$ -
17	Total Central Office Transmission	\$ -	\$ -	\$ -	\$ -
	Information Origination/Termination				
18	2311 Station Apparatus				\$ -
19	2321 Customer Premises Wiring				\$ -
20	2341 Large Private Branch Exchanges				\$ -
21	2351 Public Telephone Terminal Equipment				\$ -
22	2362 Other Terminal Equipment				\$ -
23	Total Information Origination/Termination	\$ -	\$ -	\$ -	\$ -
	Cable and Wire Facilities				
24	2411 Poles				\$ -
25	2421 Aerial Cable				\$ -
26	2422 Underground Cable				\$ -
27	2423 Buried Cable				\$ -
28	2424 Submarine Cable				\$ -
29	2426 Intrabuilding Network Cable				\$ -
30	2431 Aerial Wire				\$ -
31	2441 Conduit System				\$ -
32	Total Cable and Wire Facilities	\$ -	\$ -	\$ -	\$ -
33	Other Account (specify):				\$ -
34	Total	\$ -	\$ -	\$ -	\$ -

B-14A. ANALYSIS OF ENTRIES IN ACCUMULATED DEPRECIATION (Accounts 3100-3200) (continued)

Line No.	DATA RELATING TO OTHER PLANT RETIRED (see Col. (g))					
	Charge (or Credit) to Surplus (q)	Book Cost (r)	Cost of Removal (s)	Salvage and Insurance (t)	Miscellaneous Adjustments (u)	Net Charge to Reserve (v)
		\$ 182,943		\$ 2,161		\$ 180,782
						\$ -
						\$ -
						\$ -
						\$ -
						\$ -
		\$ 31,088		\$ 20		\$ 31,068
	\$ -	\$ 214,031	\$ -	\$ 2,181	\$ -	\$ 211,850
		\$ 42,972	\$ 202	\$ 29,254		\$ -
						\$ 13,920
						\$ -
						\$ -
	\$ -	\$ 42,972	\$ 202	\$ 29,254	\$ -	\$ 13,920
		\$ 12,668		\$ 2,626		\$ 10,042
	\$ -	\$ 12,668	\$ -	\$ 2,626	\$ -	\$ 10,042
						\$ -
						\$ -
						\$ -
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
		\$ 4,060	\$ 1,566			\$ 5,626
			\$ 409			\$ 409
			\$ (1,646)			\$ -
						\$ (1,646)
						\$ -
			\$ 1,972			\$ 1,972
						\$ -
	\$ -	\$ 4,060	\$ 2,301	\$ -	\$ -	\$ 6,361
						\$ -
	\$ -	\$ 273,731	\$ 2,503	\$ 34,061	\$ -	\$ 242,173

B-14B. BASES OF CHARGES FOR DEPRECIATION

- Report under each of the plant accounts in column (a) all subclasses of plant for which a depreciation rate is determined and a subtotal for each primary account.
- The net salvage factors in column (d) shall be shown as a percentage of original cost.
- A "W" in column (b) indicates a whole life rate in column (f), an average service life in column (c) and average net salvage in column (d); and "R" indicates a remaining life rate in column (f), an average remaining life in column (c), a future net salvage in column (d).
- For each plant account, report in column (f) the prescribed depreciation rate or those used by the utility in accordance with USOA.
- The depreciation rate in column (f) for primary plant accounts for which subclasses or vintages are used, the life in column (c), net salvage percentage in column (d) and the accumulated depreciation percentage in column (e) are to be composite so that the resulting calculated composite rate produces the same charge to operating expenses as the sum of the individual rates applied to the individual classes of plant.

Line No.	Primary Acct. No.	Name or Description of Subclass (a)	Whole or Remaining Life (b)	Life (Years) (c)	*Net Salvage (%) (d)	Depreciation		Ratio of Depreciation Charges to Avg. Monthly Book Cost (%) (g)
						*Reserve (%) (e)	**Rate (%) (f)	
1	2112	MOTOR VEHICLES	W	10	0.0%	67.4%	10.10%	10.27%
2	2116	OTHER WK EQUIP	W	14	0.0%	74.5%	7.22%	7.21%
3	2121	BUILDINGS	W	29	0.0%	63.7%	3.48%	3.48%
4	2122	FURNITURE	W	19	0.0%	65.4%	5.38%	5.38%
5	21231	OFF SUPPORT EQUIP	W	5	0.0%	0.0%	20.00%	0.00%
6	21232	COMP COMMUN EQUIP	W	6	0.0%	100.0%	16.18%	0.00%
7	2124	GEN PURP COMPUTER	W	5	0.0%	99.6%	20.97%	12.05%
8	2212	DIG ELECT SWITCH	W	15	0.0%	69.5%	6.67%	6.68%
9	22121	DIG ELECT SWITCH REMOTE	W	15	0.0%	72.7%	6.67%	6.67%
10	2219	TRAFF MEAS EQUIP	W	5	0.0%	100.0%	20.00%	0.00%
11	22191	VOICE MESSAGING	W	4	0.0%	100.0%	25.00%	0.00%
12	22321	CIRCUIT EQUIP - SUB	W	8	0.0%	100.0%	12.87%	0.00%
13	22322	CIRCUIT EQUIP-TOLL	W	12	0.0%	100.0%	8.36%	0.20%
14	22323	CIRCUIT EQUIP-OTHER	W	13	0.0%	31.3%	8.00%	7.99%
15	22324	CIRCUIT EQUIP-CONCENTRATORS	W	10	0.0%	68.7%	10.00%	9.99%
16	22325	CIRCUIT EQUIP-FIBER OPTICS	W	12	0.0%	56.2%	8.33%	8.28%
17	2411	POLE LINES	W	13	0.0%	98.3%	7.59%	7.61%
18	24211	AER CABLE-METALLIC	W	14	0.0%	99.6%	7.12%	5.87%
19	24212	AER CABLE-NON-METALLIC	W	18	0.0%	68.8%	5.56%	5.56%
20	24213	AERIAL-DRP/BLOCK	W	14	0.0%	68.9%	7.20%	7.20%
21	24221	UNDERGROUND CABLE	W	31	0.0%	41.3%	3.21%	3.21%
22	24222	UNDERGROUND CABLE NON-METALLIC	W	20	0.0%	62.2%	5.00%	5.00%
23	24231	BF CABLE-METALLIC	W	21	0.0%	79.2%	4.70%	4.70%
24	24232	BF CABLE-NON-METALLIC	W	20	0.0%	52.0%	4.91%	4.91%
25	24233	BURIED-DROP/BLOCK	W	21	0.0%	45.5%	4.80%	4.80%
26	2431	AERIAL WIRE	W	38	0.0%	78.9%	2.64%	2.64%
27	2441	CONDUIT	W	38	0.00%	48%	2.59%	2.59%
28								
29	*Composite rate for all depreciable accounts						7.28%	XXXXXXX
30	**Composite rate for all plant accounts included in Account 2001						7.15%	XXXXXXX
31								
32	Ratio to all Depreciable accounts							5.85%
33	Ratio to all plant accounts included in Account 2001							5.75%

B-15. ANALYSIS OF ENTRIES IN ACCUMULATED AMORTIZATION (Accounts 3410, 3420, 3500, 3600)

- For each account identified in the column headings for column (b) through (e), respondents shall enter credits to accumulated amortization for charges to the account identified in column (a). If charges are made to an account not specified in column (a), respondents shall insert the account number and title in the space provided in column (a) and the amounts in the appropriate column.
- At the bottom of the schedule respondents shall describe how the annual amortization charges were determined for amounts reported in columns (d) and (e).

Line No.	Particulars (a)	Amounts Applicable to Account 3410 (b)	Amounts Applicable to Account 3420 (c)	Amounts Applicable to Account 3500 (d)	Amounts Applicable to Account 3600 (e)
1	Balance at beginning of the year	\$ 193,134			
	ADDITIONS DURING THE YEAR				
	Charged or (credited) to account:				
2	7160 Other Operating Gains and Losses				
3	7300 Non-operating Income				
4	6563.1 Amortization Expense				
	- Capitalized leases	\$ 20,596			
5	6563.2 Amortization Expense				
	- Leasehold Improvements		\$ 379		
6	6564 Amortization Expense				
	- Intangible				
7	6565 Amortization Expense - Other				
	Other Accounts (specify):				
8	7360-Nonoperating Income				
9	Transfer of Equipment	\$ (8,137)			
10					
11	Total additions during the Year	\$ 12,459	\$ 379	\$ -	\$ -
	CLEARANCES DURING THE YEAR				
	Clearance for account:				
12	2005 Telecom. Plant Adjustment				
13	2681 Capital Leases				
14	2682 Leasehold Improvements				
15					
	Other Accounts (specify):				
16					
17					
18					
19	Total clearances during the year	\$ -	\$ -	\$ -	\$ -
20	Balance at end of year	\$ 205,593	\$ 379	\$ -	\$ -

BASIS OF ANNUAL AMORTIZATION CHARGES

B-16. STATEMENT OF CASH FLOWS

1. Report below by source the amounts applicable to increase and decrease in cash and cash equivalents for the year.
2. For all compound amounts reported, a separate schedule is to be prepared with detail breakdown indicating applicable balance sheet accounts and amounts

Line No.	Description of Item (a)	Amount (b)	Amount (c)
	Increase/(Decrease) in Cash and Cash Equivalents		
	Cash flows from Operating Activities:		
1	Net Income		\$ 2,010,781
	Adjustments to Reconcile Net Income to Net Cash Provided by Operating Activities:		
2	Depreciation and Amortization	\$ 1,815,625	
3	Provision for Losses for Accounts Receivable	\$ 1,300	
4	Deferred Income Taxes - Net	\$ (84,326)	
5	Unamortized ITC - Net		
6	Allowance for Funds Used During Construction		
7	Net Change in Operating Receivables	\$ (637,444)	
8	Net Change in Materials, Supplies and Inventories	\$ (2,479)	
9	Net Change in Operating Payables and Accrued Liabilities	\$ (321,567)	
10	Net Change in Other Assets and Deferred Charges	\$ (1,686)	
11	Net Change in Other Liabilities and Deferred Credits	\$ 652,957	
12	Other (explained)		
13	Total Adjustments		\$ 1,422,380
14	Net Cash provided by (used in) Operating Activities	XXXXXXXXXX	\$ 3,433,161

B-16. STATEMENT OF CASH FLOWS (Continued)

Line No.	Description of Item (a)	Amount (b)	Amount (c)
	Total from preceding page	XXXXXXXXXX	\$ 3,433,161
	Cash Inflows (Outflows) from Investing Activities	XXXXXXXXXX	
15	Construction/Acquisition for Property, Plant and Equipment (Net of Allowance of funds, Used During Construction and Capital Lease Related Acquisitions)	\$ (756,566)	
16	Proceeds from Disposals of Property, Plant and Equipment	\$ 31,558	
17	Investments in and Advances in Affiliates		
18	Proceeds from Repayment of Advances		
19	Other Investing Activities - Non-regulated Investments	\$ 16,216	
	Rural Telephone Bank Investment	\$ 149,738	
20	Net Cash Provided by (Used In) Investing Activities	XXXXXXXXXX	\$ (559,054)
	Cash flows from Financing Activities	XXXXXXXXXX	
21	Net Increase/Decrease in Short-Term Debt with Original Maturities of Three Months or Less	XXXXXXXXXX	
22	Advances from Affiliates		
23	Repayment of Advances form Affiliates		
24	Proceeds from Long-Term Debt		
25	Repayment of Long-Term Debt		
26	Payment of Capital Lease Obligations	\$ 15,006	
27	Proceeds from Issuing Common Stock/Equity Investment for Parent	\$ 30,599	
28	Repurchase of Treasury Shares		
29	Dividends Paid		
30	Other Financing Activities (explained)		
	Repurchase of Preferred Stock		
31	Net Cash Provided by Financing Activities	XXXXXXXXXX	\$ 45,605
32	Effect of Exchange Rate Changes on Cash	XXXXXXXXXX	
33	Net Increase/(Decrease) in Cash and Cash Equivalents	XXXXXXXXXX	\$ 2,919,712
34	Cash and Cash Equivalents at Beginning of Period	XXXXXXXXXX	\$ 459,193
35	Cash and Cash Equivalents at End of Period	XXXXXXXXXX	\$ 3,378,905

Notes:

B-17. RECEIVABLES AND INVESTMENTS - AFFILIATED AND NONAFFILIATED COMPANIES

1. Respondents shall name the affiliated company in column (a) and for each account identified in columns (b) through (j), disclose the account balances attributable to affiliate at the close of the calendar year covered by the report.
2. Respondents shall report in the aggregate for each account identified in column (b) through (i) and column (k) receivables and investments in nonaffiliated companies. For the purpose of this schedule, nonaffiliated companies shall include any company in which the respondent has an ownership interest which does not meet the definition of an affiliated company set out in PART Puc 409 Uniform System of Accounts for Telecommunications Companies. This schedule shall not include telecommunications accounts receivable from customers.

Line No.	Name (a)	Account 1160 Investment (b)	Account 1180 Telecom. Receivable (c)	Account 1181 Accts. Receivable Allowance (d)	Account 1190.1 Account 1190.2 Receivable (e)	Account 1191 Accounts Allowance-Other (f)
1	Affiliated Companies:					
2	TDS Telecommunications Serv. Corp				\$ 102,377	
3	Please See Attached Sheet B-17B				\$ 87,763	
4						
5						
6						
7						
8						
9						
10						
11						
12						
13						
14						
15						
16						
17						
18						
19	Total Affiliate Balance	\$ -	\$ -	\$ -	\$ 190,140	\$ -
20						
21	Nonaffiliated Investments:					
22						
23						
24						
25						
26						
27						
28	Telco Accounts Receivable		\$ 1,777,295	\$ (5,600)	\$ 627,853	\$ (27,200)
29						
30	Other A/R - General:				\$ 12,840	
31						
32						
33						
34						
35						
36						
37						
38						
39						
40	Total Nonaffiliated Balance	\$ -	\$ 1,777,295	\$ (5,600)	\$ 640,693	\$ (27,200)

B-17. RECEIVABLES AND INVESTMENTS - AFFILIATED AND NONAFFILIATED COMPANIES (cont.)

3. For each affiliate named in column (a) enter in column (l) the following codes which reflect the nature of the receivable or investment.

"A-1" Stock of active telephone companies; "A-2" Stocks for inactive telephone companies; "A-3" Stocks of other companies; "B" Long-term securities owned; "C" Investment advances; "D" Other. Each of the required classifications and totals for each code shall be shown on a separate line. (An inactive company is one which has been practically absorbed in a controlling company, and which neither operates property nor administers its financial affairs; if it maintains an organization, it does so only for the purpose of complying with legal requirements and maintaining title to property or franchises.)

Line No.	Account 1200.1 Account 1200.2 Notes (g)	Account 1201 Notes Receivable (h)	Account 1210 Int. & Div. (i)	Account 1401 Investments in Affiliated (j)	Account 1402 Investments in Nonaffiliated (k)	Class (l)
1						
2						D
3						D
4						
5						
6						
7						
8						
9						
10						
11						
12						
13						
14						
15						
16						
17						
18						
19	\$ -	\$ -	\$ -	\$ -	\$ -	
20						
21						
22						
23						
24						
25						
26						
27						
28			\$ 15,194		\$ -	D
29						
30						D
31						
32						
33						
34						
35						
36						
37						
39						
40	\$ -	\$ -	\$ 15,194	\$ -	\$ -	

B-17 Con't. RECEIVABLES AND INVESTMENTS - AFFILIATED AND NONAFFILIATED COMPANIES

Line No.	Description (b)	Year End Balance (c)
1	Southeast Telephone Co. of Wisconsin, LLC	\$ 150
2	Service Telephone Company	\$ 19
3	S & W Telephone Company, Inc	\$ 7
4	Oklahoma Communication Systems, Inc.	\$ 280
5	Williston Telephone Company	\$ 78
6	Communication Corporation of Michigan	\$ 65
7	Concord Telephone Exchange, Inc.	\$ 326
8	Sugar Valley Telephone Company	\$ 427
9	McClellanville Telephone Company, Inc.	\$ 28
10	Peoples Telephone Company, Inc.	\$ 234
11	Edwards Telephone Company, Inc.	\$ 882
12	Communications Corporation of Indiana	\$ 64
13	Amelia Telephone Corporation	\$ 85
14	Communications Corporation of Southern Indiana	\$ 11
15	The West Penobscot Telephone & Telegraph Company	\$ 946
16	Warren Telephone Company	\$ 711
17	Home Telephone Company, Inc.	\$ 12
18	Tennessee Telephone Company	\$ 953
19	Home Telephone Company, Inc	\$ 13
20	Calhoun City Telephone Company, Inc.	\$ 56
21	Asotin Telephone Company	\$ 22
22	Barnardsville Telephone Company	\$ 23
23	The Home Telephone Company of Pittsboro, Inc.	\$ 17
24	St. Stephen Telephone Company	\$ 79
25	Central State Telephone Company, LLC	\$ 152
26	EastCoast Telecom of Wisconsin, LLC	\$ 95
27	Mt. Vernon Telephone Company, LLC	\$ 193
28	Waunakee Telephone Company, LLC	\$ 114
29	Black Earth Telephone Company, LC	\$ 22
30	Stockbridge & Sherwood Telephone Company, LLC	\$ 52
31	Grantland Telecom, Inc.	\$ 58
32	Midway Telephone Company, LLC	\$ 127
33	Badger Telecom, LLC	\$ 101
34	Burlington, Brighton & Wheatland Telephone Company, LLC	\$ 56
35	Bonduel Telephone Company, LLC	\$ 30
36	Scandinavia Telephone Company, LLC	\$ 40
37	Little Miami Communications Corporation	\$ 17
38	Mid-State Telephone Company	\$ 134
39	Perkinsville Telephone Company, Inc.	\$ 341
40	Northfield Telephone Company	\$ 1,082
41	Somerset Telephone Company	\$ 4,395
42	Arcadia Telephone Company	\$ 5
43	Hartland and St. Albans Telephone Company	\$ 1,428
44	Continental Telephone Company	\$ 14
45	The Merchants and Farmers Telephone Company	\$ 8
46	Mid-Plains Telephone, LLC	\$ 436
47	The Farmers Telephone Company, LLC	\$ 94
48	Dickeyville Telephone, LLC	\$ 18
49	Cobbosseecontee Telephone Company	\$ 318
50	Hollis Telephone Company, Inc.	\$ 1,093
51	Wilton Telephone Company, Inc.	\$ 1,096
52	Merrimack County Telephone Company	\$ 7,919
53	Ludlow Telephone Company	\$ 1,946
54	Riverside Telecom, LLC	\$ 55
55	Quincy Telephone Company	\$ 213
56	Shiawassee Telephone Company	\$ 84
57	Balance Forward	\$ 27,224

B-17 Con't. RECEIVABLES AND INVESTMENTS - AFFILIATED AND NONAFFILIATED COMPANIES

Line No.	Description (b)	Year End Balance (c)
58	Balance Forwarded	\$ 27,224
59	Oakman Telephone Company, Inc.	\$ 37
60	Chatham Telephone Company	\$ 43
61	Wolverine Telephone Company	\$ 135
62	Tellico Telephone Company, Inc.	\$ 141
63	Mahanoy and Mahantango Telephone Company	\$ 1,448
64	Island Telephone Company	\$ 18
65	UTELCO, LLC	\$ 227
66	Decatur Telephone Company, Inc.	\$ 18
67	Cleveland County Telephone Company, Inc.	\$ 53
68	New London Telephone Company	\$ 14
69	Butler Telephone Company, Inc.	\$ 122
70	The Stoutland Telephone Company	\$ 23
71	Tenney Telephone Company, LLC	\$ 17
72	Saluda Mountain Telephone Company	\$ 27
73	Orchard Farm Telephone Company	\$ 12
74	Potlatch Telephone Company, Inc.	\$ 31
75	Oriskany Falls Telephone Corporation	\$ 243
76	Port Byron Telephone Company	\$ 1,234
77	Leslie County Telephone Company	\$ 53
78	Blue Ridge Telephone Company	\$ 194
79	Salem Telephone Company	\$ 13
80	Happy Valley Telephone Company	\$ 52
81	Hornitos Telephone Company	\$ 10
82	Winterhaven Telephone Company	\$ 22
83	Lewisport Telephone Company	\$ 8
84	New Castle Telephone Company	\$ 35
85	Southeast Mississippi Telephone Company, Inc.	\$ 59
86	Humphreys County Telephone Company	\$ 28
87	Virginia Telephone Company	\$ 33
88	Norway Telephone Company, Inc.	\$ 12
89	Delta County Tele-Comm, Inc.	\$ 153
90	Strasburg Telephone Company	\$ 28
91	The Island Telephone Company	\$ 260
92	Wyandotte Telephone Company	\$ 12
93	Mid-America Telephone, Inc.	\$ 24
94	Oakwood Telephone Company	\$ 7
95	Arizona Telephone Company	\$ 58
96	Camden Telephone and Telegraph Company, Inc.	\$ 335
97	Winsted Telephone Company	\$ 25
98	Vanlue Telephone Company	\$ 5
99	Arvig Telephone Company	\$ 199
100	Bridge Water Telephone Company	\$ 128
101	McDaniel Telephone Company	\$ 64
102	Lewis River Telephone Company, Inc.	\$ 90
103	Southwestern Telephone Company	\$ 63
104	Hampden Telephone Company	\$ 1,247
105	Vernon Telephone Company, Inc.	\$ 980
106	Camden Telephone Company, Inc.	\$ 10
107	Deposit Telephone Company, Inc.	\$ 3,239
108	Tipton Telephone Company, Inc.	\$ 28
109	Nelson-Ball Ground Telephone Company	\$ 115
110	Myrtle Telephone Company, Inc.	\$ 13
111	Tri-County Telephone Company, Inc.	\$ 20
112	TDS Long Distance Corporation	\$ 47,047
113	Township Telephone Company, Inc.	\$ 2,017
114	Chorus Networks, Inc.	\$ 10
115		
116	Total	\$ 87,763

B-18. OTHER PREPAYMENTS (Account 1330)

1. Identify and report below end of year balances for all prepayments included in account 1330.

Line No.	Description (b)	Year End Balance (c)
1	2006 Telephone Association of New England dues	\$ 363
2	Unitel Pole Rent	\$ 185
3	NECA Transfer Relay Service	\$ 3,967
4	Toshiba Copier Maintenance	\$ 749
5	TDS Telecom Service Corporation	\$ 173,810
6		
7		
8		
9		
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31		
32		
33		
34		
35		
36		
37		
38		
39	Total	\$ 179,073

B-19. OTHER CURRENT ASSETS (Account 1350)

1. Identify and report below end of year balances for each other current assets included in account 1350.

Line No.	Description (b)	Year End Balance (c)
1	N/A	
2		
3		
4		
5		
6		
7		
8		
9		
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11		
12		
13		
14		
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16		
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24		
25		
26		
27		
28		
29		
30		
31		
32		
33		
34		
35		
36		
37		
38		
39	Total	\$ -

B-20. SINKING FUNDS (Account 1408)

1. Report below balances at end of year of each sinking fund maintained during the year.
2. Explain for each fund any deductions other than withdrawals for the purpose for which the fund was created.
3. If the trustee of any fund is an associated company, give name of such associated company.
4. If assets other than cash comprise any fund, furnish a list of the securities or other assets, giving interest or dividend rate of each, cost to respondent, number of shares or principal amount, and book cost at end of year.

Line No.	Account No. (a)	Name of Fund and Trustee if any (b)	Year End Balance (c)
1		N/A	
2			
3			
4			
5			
6			
7			
8			
9			
10			
11			
12			
13			
14			
15			
16			
17			
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24			
25			
26			
27			
28			
29			
30			
31			
32			
33			
34			
35			
36			
37			
38			
39		Total	\$ -

B-21. OTHER NONCURRENT ASSETS (Account 1410)

1. Identify and report below balances at end of year for each noncurrent asset included in account 1410.

Line No.	Account No. (a)	Description (b)	Year End Balance (c)
1		N/A	
2			
3			
4			
5			
6			
7			
8			
9			
10			
11			
12			
13			
14			
15			
16			
17			
18			
19			
20			
21			
22			
23			
24			
25			
26			
27			
28			
29			
30			
31			
32			
33			
34			
35			
36			
37			
38			
39		Total	\$ -

B-22. DEFERRED CHARGES (Accounts 1438, 1439)

1. Respondents shall disclose in separate sections for Accounts 1438 and 1439, the amounts deferred for each item amounting individually to \$500 or more.
2. Any balancing amount applicable to each account shall be shown on the line Aggregate of All Other Items, which is the line immediately preceding the total line for each account.

Line No.	Description of Item (a)	Amount at end of the Year (b)
1	Account 1438	
2	N/A	
3		
4		
5		
6		
7		
8		
9		
10		
11		
12		
13		
14		
15		
16		
17		
18	Aggregate of All Other Items	
19		
20		Total \$ -
21	Account 1439	
22	N/A	
23		
24		
25		
26		
27		
28		
29		
30		
31		
32		
33		
34		
35		
36		
37		
38	Aggregate of All Other Items	
39		
40		Total \$ -

B-23. UNAMORTIZED DEBT ISSUANCE EXPENSE (Account 1407)

1. Report under applicable subheading the particulars of Unamortized Issuance Expense.
2. Show premium amount by enclosure in parentheses.
3. In column (b) show the principal amount of bonds or other long term debt original issued.
4. In column (c) show the expense, associated with the issuance and sale of evidence of debt.
5. Explain any debits and credits other than amortization debited to Account 7530, Amortization of Debt Issuance Expense.

Line No.	Designation of Long Term Debt (a)	Principal Amount of Securities (b)	Total debt Issuance Expense (c)	AMORTIZATION PERIOD		Balance Beginning of Year (f)	Debits During Year (g)	Charged to Account 7530 (h)	Balance end of Year (i)
				From (d)	To (e)				
1	N/A								\$ -
2									\$ -
3									\$ -
4									\$ -
5									\$ -
6									\$ -
7									\$ -
8									\$ -
9									\$ -
10									\$ -
11									\$ -
12									\$ -
13									\$ -
14									\$ -
15									\$ -
16									\$ -
17									\$ -
18	TOTALS	\$ -	\$ -			\$ -	\$ -	\$ -	\$ -

B-24. LONG-TERM DEBT (Accounts 4210, 4260 AND 4270)

1. Respondent shall disclose in account number order in column (a) a description of the long-term obligation, including those maturing in the coming year.
2. In column (b), (c), and (d), respectively, respondents shall enter the nominal date of issue, the date of maturity and the face amount outstanding.
3. In column (c), respondent shall enter the amount of unamortized premium or discount.
4. In column (f) and (g), respectively, the respondents shall enter the state rate and the yield rate.
5. In column (h) and (i), respectively, respondents shall enter the current and long-term portions reduced or increased by any unamortized discount or premium as of the close of the calendar year and subtotaled.
6. In column (j) enter the amount of interest charged to account 7510 for each obligation.

Line No.	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 7510 Interest on Funded Debt (j)
1	N/A									
2										
3										
4										
5										
6										
7										
8										
9										
10										
11										
12										
13										
14										
15										
16										
17										
18										
19										
20										
21										
22										
23										
24										
25										
26										
27										
28	Total			\$ -	\$ -			\$ -	\$ -	\$ -

B-25. NOTES PAYABLE (Account 4020)

1. In column (a) respondents shall list name of creditor, specify whether non affiliate or affiliate.
2. In column (b) describe type of indebtedness, notes, draft and other evidences of indebtedness.
3. In column (c), (d), (e) and (f) respectively, respondents shall enter the date of issue, date of maturity, amount at end of year and the interest rate per annum.
4. In column (g) indicate the amount of interest charged to account 7540 for each transaction.

Line No.	Name of Creditor (a)	Description of Transaction (b)	Date of Issue (c)	Date of Maturity (d)	Amount at End of the Year (e)	Interest Rate Per Annum (f)	Interest Expense Acct 7540 (g)
1	N/A				\$ -		
2							
3							
4							
5							
6							
7							
8							
9							
10							
11							
12							
13							
14							
15							
16							
17							
18							
19	Aggregate of all other items					XXX	
20	Total				\$ -	XXX	\$ -

B-26. ACCOUNTS PAYABLE (Accounts 4010, 4120 and 4130)

In separate sections of column (a) for payables to affiliates and for other accounts payable, respondents shall identify in the respective sections the name of each affiliate creditor, and the name of each other creditor with the ten largest payables in excess of \$10,000.

Line No.	Description of Item (a)	Amount at end of the Year (b)
	Account 4010 Accounts Payable	
1	Affiliates (Please see schedule B-26b)	\$ 338,189
2	National Exchange Carrier Association	\$ 204,689
3	Amtec, LLC	\$ 18,658
4	Verizon Wireless	\$ 43,850
5		
6		
7		
8		
9		
10	Aggregate of all other items	\$ 125,230
		\$ 730,616
	Account 4120 Other Accrued Liabilities	
11	TDS Communications Solutions, Inc.	\$ (4,876)
12		
13		
14		
15		
16		
17		
18		
19		
20	Aggregate of all other items	\$ 46,685
	Total	\$ 41,809
	Account 4130 Other Current Liabilities	
21	New Hampshire Electric CO-OP	\$ 15,955
22	US Cellular	\$ 17,270
23	USAC	\$ 12,322
24		
25		
26		
27		
28		
29		
30	Aggregate of all other items	\$ 10,387
	Total	\$ 55,934

B-26 Con't. ACCOUNTS PAYABLE (Accounts 4010, 4120 and 4130)

Line No.	Description (b)	Year End Balance (c)
1	Sugar Valley Telephone Company	\$ 2,588
2	Edwards Telephone Company, Inc.	\$ 419
3	Communications Corporation of Indiana	\$ 12
4	The West Penobscot Telephone & Telegraph Company	\$ 1,157
5	Warren Telephone Company	\$ 980
6	Waunakee Telephone Company, LLC	\$ 679
7	Northfield Telephone Company	\$ 4,036
8	Somerset Telephone Company	\$ 2,069
9	Telephone and Data Systems, Inc.	\$ 4,851
10	Hartland and St. Albans Telephone Company	\$ 1,341
11	Mid-Plains Telephone, LLC	\$ 61
12	The Farmers Telephone Company, LLC	\$ 59
13	Wilton Telephone Company, Inc.	\$ 17,506
14	Merrimack County Telephone Company	\$ 9,379
15	Ludlow Telephone Company	\$ 894
16	Quincy Telephone Company	\$ 1
17	Mahanoy and Mahantango Telephone Company	\$ 2,950
18	UTELCO, LLC	\$ 176
19	Tenney Telephone Company, LLC	\$ 46
20	Port Byron Telephone Company	\$ 1,437
21	TDS Telecom Service Corporation	\$ 274,006
22	Hampden Telephone Company	\$ 3,861
23	Vernon Telephone Company, Inc.	\$ 1,030
24	Deposit Telephone Company, Inc.	\$ 3,643
25	TDS Long Distance Corporation	\$ 3,130
26	Township Telephone Company, Inc.	\$ 1,878
27		
28		
29		
30		
31		
32		
33		
34		
35		
36		
37		
38		
39	Total	\$ 338,189

B-29. OTHER LONG-TERM LIABILITIES (Account 4310)

1. Respondents shall disclose the data for each item in the account amounting individually to \$10,000 or more.

2. Respondents shall disclose remaining amounts in the aggregate.

Line No.	Description of Item (a)	Amount at End of the Year (b)
1	Unfunded post retirement benefits	\$ (115,824)
2	Unfunded post retirement payments	\$ (141,320)
3	Implementation of SFAS 158	\$ 340,997
4		
5		
6		
7		
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39		
40		
41		
42		
43		
44		
45	Aggregate of All Other Items	
46	Total	\$ 83,853

B-30A. OTHER DEFERRED CREDITS (Accounts 4360)

1. Respondents shall disclose the data for each item in the account amounting individually to \$10,000 or more.
2. Respondents shall disclose remaining amounts in the aggregate.

Line No.	Description of Item (a)	Amount at End of the Year (b)
1	N/A	
2		
3		
4		
5		
6		
7		
8		
9		
10		
11		
12		
13		
14		
15		
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39		
40		
41		
42		
43		
44	Aggregate of Balances in Clearing Accounts not Itemized Above	
45	Aggregate of All Other Items	
46	Total	\$ -

B-30B. NET DEFERRED OPERATING INCOME TAXES (Accounts 4100 and 4340)

1. In column (b) respondents shall provide the beginning balance for the year for each of the line items in column (a).
2. In columns (c) and (d) respondents shall provide the account numbers and amounts, respectively for current year deferrals.
3. In column (e) respondents shall provide the amounts for the current year amortizations.
4. In column (f) respondents shall provide the adjustments debits or (credit) made to the items in column (a) if the adjustment amounts to \$10,000 or more. Each adjustment shall also be explained at the bottom of this schedule.
5. In column (g) respondents shall provide the ending balance for the year.

Line No.	Particulars (a)	Balance at Beginning of Year (b)	Account (c)	Current Year Accrual (d)	Current Year Amortization (e)	Adjustments Debit or (Credit) (f)	Balance at End of Year (g)
	PROPERTY RELATED						
	NET CURRENT OPERATING INCOME TAXES (Account 4100)						
	Provision for Deferred Operating Income Taxes-Net						
1	Federal Income Taxes						\$ -
2	State and Local Income Taxes						\$ -
3	Total Net Current Operating Income Taxes (Account 4100)	\$ -	7250	\$ -	\$ -	\$ -	\$ -
	NET NON-CURRENT OPERATING INCOME TAXES (Account 4340)						
	Provision for Deferred Operating Income Taxes-Net						
4	Federal Income Taxes	\$ 519,707		\$ 11,504	\$ 214,527	\$ (56,416)	\$ 373,100
5	State and Local Income Taxes	\$ 47,715		\$ 3,053	\$ 37,742	\$ (15,246)	\$ 28,272
6	Total Net Non-Current Operating Income Taxes (Account 4340)	\$ 567,422	7250	\$ 14,557	\$ 252,269	\$ (71,662)	\$ 401,372
7	TOTAL PROPERTY RELATED DEFERRED OPERATING INCOME TAXES	\$ 567,422		\$ 14,557	\$ 252,269	\$ (71,662)	\$ 401,372
	NONPROPERTY RELATED						
	NET CURRENT OPERATING INCOME TAXES (Account 4100)						
	Provision for Deferred Operating Income Taxes-Net						
8	Federal Income Taxes	\$ (10,088)		\$ -	\$ 416	\$ -	\$ (10,504)
9	State and Local Income Taxes	\$ (2,678)		\$ -	\$ 110	\$ -	\$ (2,788)
10	Total Net Current Operating Income Taxes (Account 4100)	\$ (12,766)	7250	\$ -	\$ 526	\$ -	\$ (13,292)
	NET NON-CURRENT OPERATING INCOME TAXES (Account 4340)						
	Provision for Deferred Operating Income Taxes-Net						
11	Federal Income Taxes	\$ 17,352		\$ 64,998	\$ -	\$ 109,204	\$ (26,854)
12	State and Local Income Taxes	\$ 4,606		\$ 17,252	\$ -	\$ 28,985	\$ (7,127)
13	Total Net Non-Current Operating Income Taxes (Account 4340)	\$ 21,958	7250	\$ 82,250	\$ -	\$ 138,189	\$ (33,981)
14	TOTAL NONPROPERTY RELATED DEFERRED OPERATING INCOME TAXES	\$ 9,192		\$ 82,250	\$ 526	\$ 138,189	\$ (47,273)
15	TOTAL DEFERRED OPERATING INCOME TAXES	\$ 576,614		\$ 96,807	\$ 252,795	\$ 66,527	\$ 354,099

Lines 4, 5, 11 & 12 (f) are adjustments booked to true up to final tax return filings

B-30C. NET DEFERRED NON-OPERATING INCOME TAXES (Accounts 4110 and 4350)

1. In column (b) respondents shall provide the beginning balance for the year for each of the line items in column (a).
2. In columns (c) and (d) respondents shall provide the account numbers and amounts, respectively for current year deferrals.
3. In column (e) respondents shall provide the amounts for the current year amortizations.
4. In column (f) respondents shall provide the adjustments debits or (credit) made to the items in column (a) if the adjustment amounts to \$10,000 or more. Each adjustment shall also be explained at the bottom of this schedule.
5. In column (g) respondents shall provide the ending balance for the year.

Line No.	Particulars (a)	Balance at Beginning of Year (b)	Account (c)	Current Year Accrual (d)	Current Year Amortization (e)	Adjustments Debit or (Credit) (f)	Balance at End of Year (g)
	PROPERTY RELATED						
	NET CURRENT NON-OPERATING INCOME TAXES (Account 4110)						
	Provision for Deferred Non-Operating Income Taxes-Net	N/A					
1	Federal Income Taxes		7450				\$ -
2	State and Local Income Taxes		7450				\$ -
	Deferred Income Tax Effect of Extraordinary Items-Net						
3	Federal Income Taxes		7640				\$ -
4	State and Local Income Taxes		7640				\$ -
5	Total Net Current Non-Operating Income Taxes (Account 4110)	\$ -		\$ -	\$ -	\$ -	\$ -
	NET NONCURRENT NON-OPERATING INCOME TAXES (Account 4350)						
	Provision for Deferred Non-Operating Income Taxes-Net	N/A					
6	Federal Income Taxes		7450				\$ -
7	State and Local Income Taxes		7450				\$ -
	Deferred Income Tax Effect of Extraordinary Items-Net						
8	Federal Income Taxes		7640				\$ -
9	State and Local Income Taxes		7640				\$ -
10	Total Net Noncurrent Non-Operating Income Taxes (Account 4350)	\$ -		\$ -	\$ -	\$ -	\$ -
11	TOTAL PROPERTY RELATED DEFERRED NON-OPERATING INCOME TAXES	\$ -		\$ -	\$ -	\$ -	\$ -

B-30C. NET DEFERRED NON-OPERATING INCOME TAXES (Accounts 4110 and 4350) (continued)

Line No.	Particulars (a)	Balance at Beginning of Year (b)	Account (c)	Current Year Accrual (d)	Current Year Amortization (e)	Adjustments Debit or (Credit) (f)	Balance at End of Year (g)
	NONPROPERTY RELATED						
	NET CURRENT NON-OPERATING INCOME TAXES (Account 4110)						
	Provision for Deferred Non-Operating Income Taxes-Net	N/A					
12	Federal Income Taxes		7450				\$ -
13	State and Local Income Taxes		7450				\$ -
	Deferred Income Tax Effect of Extraordinary Items-Net						
14	Federal Income Taxes		7640				\$ -
15	State and Local Income Taxes		7640				\$ -
16	Total Net Current Non-Operating Income Taxes (Account 4110)	\$ -		\$ -	\$ -	\$ -	\$ -
	NET NONCURRENT NON-OPERATING INCOME TAXES (Account 4350)						
	Provision for Deferred Non-Operating Income Taxes-Net	N/A					
17	Federal Income Taxes		7450				\$ -
18	State and Local Income Taxes		7450				\$ -
	Deferred Income Tax Effect of Extraordinary Items-Net						
19	Federal Income Taxes		7640				\$ -
20	State and Local Income Taxes		7640				\$ -
21	Total Net Noncurrent Non-Operating Income Taxes (Account 4350)	\$ -		\$ -	\$ -	\$ -	\$ -
22	TOTAL NONPROPERTY RELATED DEFERRED NON-OPERATING INCOME TAXES	\$ -		\$ -	\$ -	\$ -	\$ -

B-31. RETAINED EARNINGS (Account 4550)

1. List all reserves or appropriations of retained earnings and provide an explanation for any charges that have taken place in these reserves.

Line No.	(a)	Amount at End of Year (b)
1	Retained Earnings - Reserved - Balance January 1, 2006	
2	Current Year Changes	
3	Retained Earnings - Reserved - Balance December 31, 2006	\$ -
4		
5	Retained Earnings - Unreserved - Balance January 1, 2006	\$ 7,705,133
7	Net Income From Schedule B-11	\$ 2,010,781
8	Other Increases (Itemize)	
9	Total Increases to Retained Earnings	\$ 2,010,781
10		
11	Net Loss From Schedule B-11	
12	Dividends Declared (Schedule B-32)	\$ -
13	Other Decreases (Itemize)	
14	Total Decreases to Retained Earnings	\$ -
15	Retained Earnings - Unreserved - Balance December 31, 2006	\$ 9,715,914
16	Retained Earnings - Total - Balance December 31, 2006	\$ 9,715,914

Other Increases and Decreases:

B-32. DIVIDENDS DECLARED (Account 4560)

1. If a dividend was payable in a form other than cash, please provide details below.

Line No.	Class of Stock (a)	Date Declared (b)	Date Payable (c)	Number of Shares on Which Declared (d)	Dividend Per Share (e)	Amount of Dividends Declared (f)
1	<u>Dividends Declared:</u>					\$ -
2	N/A					\$ -
3						\$ -
4						\$ -
	Total Dividends Declared (to Schedule B-31)					\$ -
5	<u>Provide details about non-cash dividends.</u>					

B-33. CAPITAL STOCK, ADDITIONAL PAID-IN-CAPITAL AND TREASURY STOCK (Accounts 4510.1, 4510.2, 4520, 4530.1, 4530.2)

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

Line No.	Class and Description of Capital (a)	Par or Stated Value Amount (b)	Number of Shares Authorized (c)	Amount of Stock Issued and Outstanding (d)	Additional Paid In Capital Account 4520 (e)	Total (Col. (d)&(e)) (f)	Number of Shares of Treasury Stock (g)	Amount in Treasury Stock Account Account 4530.1 & 4530.2 (h)
1	Common Stock	\$ 25	13,000	\$ 238,600	\$ 224,658	\$ 463,258	N/A	
2						\$ -		
3						\$ -		
4						\$ -		
5						\$ -		
6						\$ -		
7						\$ -		
8						\$ -		
9						\$ -		
10						\$ -		
11						\$ -		
12						\$ -		
13						\$ -		
14						\$ -		
15						\$ -		
16						\$ -		
17						\$ -		
18						\$ -		
19						\$ -		
20	Total	\$ 25		\$ 238,600	\$ 224,658	\$ 463,258		\$ -

I-34. OPERATING REVENUES			
(a)			
Line No.	Item	Amount for the Current Year (b)	Increase Over Preceding Year (c)
LOCAL NETWORK REVENUES			
1	5001 Basic Area Revenue	\$ 1,613,840	\$ (39,476)
2	5002 Optional Extended Area Revenue	\$ -	\$ -
3	5003 Cellular Mobile Revenue	\$ 207,937	\$ 130,278
4	5004 Other Mobile Services Revenue	\$ -	\$ -
5	5010 Public Telephone Revenue	\$ -	\$ -
6	5040 Local Private Line Revenue	\$ 21,497	\$ 9,883
7	5050 Customer Premises Revenue	\$ 6,597	\$ (2,408)
8	5060 Other Local Exchange Revenue	\$ 819,022	\$ 11,131
9	Total Local Network Services Revenues	\$ 2,668,893	\$ 109,408
NETWORK ACCESS SERVICES REVENUES			
10	5081 End User Revenue	\$ 804,700	\$ (24,277)
11	5082 Switched Access Revenue	\$ 1,350,736	\$ (231,898)
12	5083 Special Access Revenue	\$ 535,745	\$ (136,529)
13	5084 State Access Revenue	\$ 1,075,986	\$ (154,713)
14	Total Network Access Services Revenue	\$ 3,767,167	\$ (547,417)
LONG DISTANCE NETWORK SERVICES REVENUES			
15	5100 Long Distance Message Revenue	\$ -	\$ -
16	5120 Long Distance Private Network Revenue	\$ -	\$ -
17	5160 Other Long Distance Revenue	\$ -	\$ -
18	5169 Other Long Distance Revenue Settlements	\$ -	\$ -
19	Total Long Distance Network Services Revenues	\$ -	\$ -
MISCELLANEOUS REVENUES			
20	5230 Directory Revenue	\$ 202,368	\$ (25,204)
21	5240 Rent Revenue	\$ 30,196	\$ 2,866
22	5250 Corporate Operations Revenue	\$ -	\$ -
23	5260 Miscellaneous Revenue	\$ 22,905	\$ (15,461)
24	5270 Carrier Billing and Collection Revenue	\$ 270,150	\$ 9,351
25	Total Miscellaneous Revenues	\$ 525,619	\$ (28,448)
UNCOLLECTIBLE REVENUES			
26	5301 Uncollectible Revenue - Telecommunications	\$ 144	\$ 11,443
27	5302 Uncollectible Revenue - Other	\$ (3,000)	\$ 31,323
28	Total Uncollectible Revenues	\$ (2,856)	\$ 42,766
29	TOTAL Operating Revenues	\$ 6,964,535	\$ (509,223)

I-34A. INCREASE OR DECREASE IN OPERATING REVENUES

Give explanation of all operating revenue accounts, over \$500, that have increased or decreased 10% or more over the prior year.

5003 - Revenues increased in 2006 due to new contracts signed with cellular carriers, which included back billing.

5040 - Revenues increased in 2006 due to gaining a new T1 in Feb 2006 and a reduction in charges from Verizon due to the canceling of private line circuits for foreign exchange lines.

5050 - Revenues decreased in 2006 due to billing less non-recurring customer premise installation charges.

5082 - Revenues decreased due in part to the reduction in HCLF revenues received in 2006. 2005 included a write off of closed periods with NECA for years prior to 2003. The remaining decrease is due to a reduction in the 2006 Revenue Requirement which was calculated with a 9.96% ROR vs. the authorized rate of 11.25% and a lower recoverable expenses and investment.

5083 - Revenues decreased in 2006 due to a smaller cost study true up recorded in 2006 vs. 2005.

5084 - Revenues decreased in 2006 due to a decrease in minutes of use.

5230 - Revenues decreased in 2006 due to a decrease in accrued advertising revenue and the issuance of a refund to a customer for an overcharge.

5240 - Revenues increased in 2006 due to billing Comcast for pole rent for 2001 - 2005 and stopped renting the Chichester apartment as of April 2006.

5260 - Revenues decreased in 2006 due to billing Verizon less for E911 Database updates in 2006 vs. 2005.

5302 - Uncollectibles were lower in 2005 due to write-off of old settlements, reclassification of interstate uncollectibles to account 4010230 to report to NECA, and recovery from Global Crossing.

I-35. OPERATING EXPENSES				
Line No.	Item (a)		Amount for the Current Year (b)	Increase Over Preceding Year (c)
	PLANT SPECIFIC OPERATIONS EXPENSES			
1	6112	Motor Vehicle Expense	\$ 44,172	\$ (191)
2	6115	Garage Work Equipment Expense	\$ -	\$ -
3	6116	Other Work Equipment Expense	\$ 10,346	\$ 3,855
4	6121	Land and Building Expense	\$ 162,749	\$ 26,239
5	6122	Furniture and Artworks Expense	\$ (11)	\$ (165)
6	6123	Office Equipment Expense	\$ 8,582	\$ 4,674
7	6124	General Purpose Computers Expense	\$ 173	\$ 172
8	6211	Analog Electronic Expense	\$ -	\$ -
9	6212	Digital Electronic Expense	\$ 256,248	\$ 75,657
10	6215	Electro-Mechanical Expense	\$ -	\$ -
11	6220	Operators System Expense	\$ -	\$ -
12	6230	Central Office Transmission Expense	\$ 212,778	\$ 17,798
13	6311	Station Apparatus Expense	\$ -	\$ -
14	6341	Large Private Branch Exchange Expense	\$ -	\$ -
15	6351	Public Telephone Terminal Equipment Expense	\$ -	\$ -
16	6362	Other Terminal Equipment Expense	\$ -	\$ -
17	6411	Pole Expense	\$ 54,750	\$ 12,879
18	6421	Aerial Cable Expense	\$ 95,063	\$ 7,714
19	6422	Underground Cable Expense	\$ 953	\$ 847
20	6423	Buried Cable Expense	\$ 90,619	\$ 24,500
21	6424	Submarine Cable Expense	\$ -	\$ -
22	6426	Intrabuilding Network Cable Expense	\$ -	\$ -
23	6431	Aerial Wire Expense	\$ 344	\$ 53
24	6441	Conduit Systems Expense	\$ -	\$ -
25	Total Plant Specific Operations Expense		\$ 936,766	\$ 174,032
	PLANT NONSPECIFIC OPERATIONS EXPENSE			
26	6511	Property Held for Future Telecommunications Use Expense	\$ -	\$ -
27	6511	Provisioning Expense	\$ -	\$ -
28	6530	Network Operations Expense	\$ 738,864	\$ (43,329)
29	6540	Access Expense	\$ 217,447	\$ 44,464
30	6561	Depreciation Expense-Telecommunications Plant in Service	\$ 1,686,120	\$ (40,021)
31	6562	Depreciation Expense-Property Held for Future Telecommunications Use	\$ -	\$ -
32	6563.1	Amortization Expense-Capital Leases	\$ 20,596	\$ 1,552
33	6563.2	Amortization Expense-Leaseholds	\$ 379	\$ 379
34	6564	Amortization Expense-Intangible	\$ 96,796	\$ 7,455
35	6565	Amortization Expense-Other	\$ -	\$ -
36	Total Plant Nonspecific Operations Expense		\$ 2,760,202	\$ (29,500)
	CUSTOMER OPERATIONS EXPENSE			
37	6610	Marketing	Sch. 35B \$ 340,104	\$ (106,689)
38	6620	Service	Sch. 35B \$ 600,734	\$ (114,128)
39	Total Customer Operations Expense		\$ 940,838	\$ (220,817)
	CORPORATE OPERATIONS EXPENSE			
40	6710	Executive and Planning	Sch. 35B \$ 335,176	\$ 181,897
41	6720	General and Administrative	Sch. 35B \$ 997,156	\$ (84,678)
42	6790	Provision for Uncollectible Notes Receivable		\$ -
43	Total Corporate Operations Expense		\$ 1,332,332	\$ 97,219
44	TOTAL Operating Expense		\$ 5,970,138	\$ 20,934

I-35A. INCREASE OR DECREASE IN OPERATING EXPENSES

Give explanation of all operating expense accounts, over \$500, that have increased or decreased 10% or more over the prior year.

6116 - Expense up in 2006 due to repairing a cable relasher and purchase of pole climbers.

6121 - Expenses up in 2006 due to generator maintenance, building repairs, an increase in landscaping charges and a reduction in Part 64 allocation.

6123 - Expenses up in 2006 due to purchasing a heavy duty paper shredder and a copier maintenance contract expense increase due to expensing most of the 2005 charges in 2004.

6212 - Expenses up in 2006 due to voice mail expenses, an assessment from Wilton, and miscellaneous switch maintenance.

6411 - Expense up in 2006 due to increase in pole maintenance labor and an increase in contractor charges for pole maintenance.

6422 - Expense up in 2006 due to a contractor charge for the repair of underground cable.

6423 - Expense up in 2006 due to increase in maintenance work and associated materials and an increase in the clearing of provisioning expenses.

6540 - Expense up in 2006 due to an increase in reciprocal compensation expenses due to new cellular contracts.

6610 - Expense down in 2006 due to ending a traffic agreement, recording a credit adjustment for FAS106, and a decrease in Part 64 allocation.

6620 - Expenses down in 2006 due to a reduction in payroll & overhead charges and a credit adjustment for FAS106.

6710 - Expenses up in 2006 due to an increase in assessments from TDS and TDS Service Corporation.

I-35B. CUSTOMER OPERATIONS EXPENSE (Account 6610 and 6620) CORPORATE OPERATIONS EXPENSE (Account 6710 and 6720)			
Line No.	Item (a)	Amount for the Current Year (b)	Increase Over Preceding Year (c)
CUSTOMER OPERATIONS EXPENSE			
Marketing			
1	6611 Product Management	\$ 49,495	\$ (81,844)
2	6612 Sales	\$ 219,642	\$ (15,836)
3	6613 Product Advertising	\$ 70,967	\$ (9,009)
4	Total Marketing Expense-Account 6610	\$ 340,104	\$ (106,689)
Services			
5	6621 Call Completion Services	\$ 915	\$ (291)
6	6622 Number Services	\$ 31,402	\$ (2,911)
7	6623 Customer Services	\$ 568,417	\$ (110,926)
8	Total Service-Account 6620	\$ 600,734	\$ (114,128)
CORPORATE OPERATIONS EXPENSE			
Executive and Planning			
9	6711 Executive	\$ 327,260	\$ 191,257
10	6712 Planning	\$ 7,916	\$ (9,360)
11	Total Executive and Planning-Account 6710	\$ 335,176	\$ 181,897
General and Administrative			
12	6721 Accounting and Finance	\$ 324,256	\$ 6,127
13	6722 External Relations	\$ 92,654	\$ (105,547)
14	6723 Human Resources	\$ 168,663	\$ 25,623
15	6724 Information Management	\$ 274,482	\$ 3,656
16	6725 Legal	\$ 46,109	\$ 22,945
17	6726 Procurement	\$ 24,245	\$ 1,712
18	6727 Research and Development	\$ -	\$ -
19	6728 Other General and Administrative	\$ 66,747	\$ (39,194)
20	Total General and Administrative-Account 6720	\$ 997,156	\$ (84,678)

I-36A. OTHER OPERATING TAXES (Account 7240)								
Line No.	Name of Government (a)	TYPE OF TAX						
		PUC Assess. (b)	Property (c)	FCC (d)	Trade Name (e)	(f)	(g)	Total (h)
1	U.S. GOVERNMENT							\$ -
2								\$ -
3	State of New Hampshire							\$ -
4	State PUC Assessment	\$ 19,586						\$ 19,586
5	Annual Report & Franchise							\$ -
6	FCC Regulatory Fee			\$ 3,915				\$ 3,915
7	Trade Name Renewal				\$ 50			\$ 50
8								\$ -
9	Property Taxes:							\$ -
10	Andover		\$ 2,906					\$ 2,906
11	Boscawen		\$ 1,747					\$ 1,747
12	New London		\$ 13,822					\$ 13,822
13	Salisbury		\$ 2,520					\$ 2,520
14	Webster		\$ 28					\$ 28
15	Wilmot		\$ 208					\$ 208
16	Plainfield		\$ 6,283					\$ 6,283
17	Chichester		\$ 12,721					\$ 12,721
18	Loudon		\$ 1,722					\$ 1,722
19	Reclass to Non-Reg Operations		\$ (454)					\$ (454)
20	Total	\$ 19,586	\$ 41,503	\$ 3,915	\$ 50	\$ -	\$ -	\$ 65,054
21	Billed by Others							\$ -
22	Billed to Others							\$ -
23	Charged to Construction							\$ -
24								\$ -
25								\$ -
26								\$ -
27								\$ -
28								\$ -
29								\$ -
30								\$ -
31								\$ -
32								\$ -
33	Total	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

I-36B. PREPAID TAXES AND TAX ACCRUALS (account 1300, 4070 and 4080)

1. Respondents shall disclose in column (b) the amount of prepaid taxes and in column (c) the amount of tax accruals at the beginning of the year and in column (d) other taxes accrued.
2. In column (d) respondents shall list the accounts charged and in column (e) the amount of taxes accrued during the year.
3. In column (f) respondents shall disclose the amount of taxes paid and in column (g) the adjustments with an explanation for each adjustment amounting to \$25,000 or more.
4. In succeeding columns, respondents shall disclose the balance at the end of the year for the prepaid taxes, income tax accruals and other taxes accrued.

Line No.	Particulars (a)	Balance at Beginning of the Year			Taxes Expensed During the Year		Taxes Paid	Adjustments	Balance at End of the Year		
		Prepaid Taxes (Acct. 1300) (b)	Income Taxes Accrued (Acct. 4070) (c)	Other Taxes Accrued (Acct. 4080) (d)	Account Charged (e)	Amount (f)	During the Year (g)	Debit or (Credit) (h)	Prepaid Taxes (Acct. 1300) (i)	Income Taxes Accrued (Acct. 4070) (j)	Other Taxes Accrued (Acct. 4080) (k)
1	Federal Income Taxes		\$ 24,670		7220/7420/7990	\$ 1,134,252	\$ 1,225,470	\$ (66,548)		\$ -	
2	NH Business Profits Taxes		\$ 13,418		7220/7420/7990	\$ 281,224	\$ 317,456	\$ (22,814)		\$ -	
3											
4											
5	Property Taxes	\$ 9,272			7240	\$ 41,957	\$ 43,554		\$ 10,869		
6	NHPUC Assessment	\$ 9,732			7240	\$ 19,586	\$ 19,712		\$ 9,858		
7	Communication, E911 and Excise			\$ (6,486)		\$ 415,480	\$ 411,350	\$ (6,657)			\$ 4,301
8											
9											
10											
11											
12											
13											
14											
15											
16											
17											
18											
19											
20											
21											
22											
23											
24											
25											
26											
27											
28											
29											
30											
31											
32											
33	Total	\$ 19,004	\$ 38,088	\$ (6,486)		\$ 1,892,499	\$ 2,017,542	\$ (96,019)	\$ 20,727	\$ -	\$ 4,301

I-36C. NONOPERATING TAXES

Line No.	Description of Item (a)	Total	Federal	State	Local
1	Account 7410 Nonoperating Investment Tax Credits-Net	\$ -			
2	Account 7420 Nonoperating Federal Income Tax	\$ 873,650	\$ 873,650		
3	Account 7430 Nonoperating State and Local Income Taxes	\$ 231,882		\$ 231,882	
4	Account 7440 Nonoperating Other Taxes	\$ -			
5					
6					
7					
8					
9					
10	Account 7450 Provision for Deferred Nonoperating Income Taxes-Net	\$ -			
11					
12					
13					
14					
15					
16					
17					
18					
19					
20					
21					
22					
23					
24					
25					
26					
27					
28					
29					
30					
31					
32					
33					
34					
35					
36	Total	\$ 1,105,532	\$ 873,650	\$ 231,882	\$ -

I-36D. EXTRAORDINARY ITEMS (Accounts 7610, 7620, 7630, 7640)

1. Give below a brief description of each item included in accounts 7610, Extraordinary Income Credits and 7620, Extraordinary Income Charges.
2. Give reference to Commission approval, including date of approval for extraordinary treatment of any item.
3. The Income tax effects relating to each extraordinary item should be listed in Column (c) and Column (d).

Line No.	Description of Item (a)	Gross Amount (b)	Account 7630 Current Income Tax Effect (c)	Account 7640 Provision for Deferred Income Tax Effect (d)
1	Account 7610 Extraordinary Income Credits	N/A		
2				
3				
4				
5				
6				
7				
8				
9				
10				
11				
12				
13				
14				
15	TOTALS	\$ -	\$ -	\$ -
16	Account 7620 Extraordinary Income Charges	N/A		
17				
18				
19				
20				
21				
22				
23				
24				
25				
26				
27				
28				
29				
30	TOTALS	\$ -	\$ -	\$ -
31	Net Extraordinary Items	\$ -	\$ -	\$ -

I-37. NONOPERATING INCOME AND EXPENSE (Account 7300)

Line No.	Item (a)	Amount for the Current Year (b)	Increase Over Preceding Year (c)
1	7310 Dividend Income	\$ -	\$ (122,932)
2	7320 Interest Income	\$ 141,600	\$ 106,248
3	7330 Income From Sinking and Other Funds		\$ -
4	7340 Allowance for Funds Used During Construction		\$ -
5	7350 Gains or Losses for the Disposition of Certain Property		\$ -
6	7355 Equity in Earnings of Affiliated Companies		\$ -
7	7360 Other Nonoperating Income	\$ 2,591,654	\$ 2,593,941
8	7370 Special Charges	\$ (11,523)	\$ 5,030
9	Total Nonoperating Income and Expenses	\$ 2,721,731	\$ 2,582,287

I-38. OTHER OPERATING INCOME AND EXPENSE (Account 7100)

Line No.	Item (a)	Amount for the Current Year (b)	Increase Over Preceding Year (c)
1	7110 Income from Custom Work	\$ -	\$ -
2	7130 Return from Nonregulated Use of Regulated Facilities	\$ -	\$ -
3	7140 Gains and Losses from Foreign Exchange	\$ -	\$ -
4	7150 Gains and Losses from the Disposition of Land and Artwork	\$ -	\$ -
5	7160 Other Operating Gains and Losses	\$ -	\$ -
6	Total Other Operating Income and Expenses	\$ -	\$ -

I-39. SPECIAL EXPENSES ATTRIBUTABLE TO FORMAL REGULATORY CASES

1. Show, to the extent indicated by the following instructions and columnar captions, the expenses incurred during the year in connection with formal cases before Federal, State and other regulatory commissions, and in cases in which such a commission is a party, including to the same extent, the cost of defense and prosecution of petitions and complaints presented to such commissions and the cost of valuations, inventories, and appraisals of plant made for rate-case purposes and those taken in compliance with State and other regulatory authorities.
2. Expenses in connection with the procurement of franchises, issuance of capital stock and funded debt, and the expenses of securing certificates of convenience and necessity shall not be included in this schedule.
3. Give in column (a) a complete description of the regulation, hearing, or case that occasioned the items reported, including its number or other identification and the name of the regulatory commission concerned.
4. Column (b) shall include special assessments by regulatory commissions pertaining to the proceedings reported. General assessments by such commissions shall not be included in this schedule.
5. Column (c) shall include amounts such as fees, retainers, and expenses (excepting minor expenses not readily separable) paid to attorneys, consultants, and others not carried on the payroll of respondent.
6. Column (d) shall include salaries and wages and readily associated expenses of employees that have been employed or retained in service by respondent solely or almost entirely because of one or more of the proceedings reported.
7. Total expenses reported in columns (b), (c) and (d) shall be reported in column (e).

Line No.	Description of Regulation or Case (a)	Special Assessments by Regulatory Commissions (b)	OTHER SPECIAL EXPENSES		Total Reported Expenses and Assessments (e)
			Fees, Retainers Expenses, and Other Billed Items (c)	Incremental Payroll Costs and Directly Associated Expenses (d)	
1	N/A				\$ -
2					\$ -
3					\$ -
4					\$ -
5					\$ -
6					\$ -
7					\$ -
8					\$ -
9					\$ -
10					\$ -
11					\$ -
12					\$ -
13					\$ -
13		Total	\$ -	\$ -	\$ -

I-40. ADVERTISING

1. Respondents shall disclose on line 1, the total amount charged to Account 6613, Product Advertising. Those costs shall include costs incurred in developing and implementing promotional strategies to stimulate the purchase of products and services.
2. Respondents shall disclose on line 2 the total amount of external relations expenditures to include cost to maintain relations with the government, regulators, other companies and the general public.
3. On line 3 respondents shall disclose the total costs incurred that are typically given special regulatory scrutiny for ratemaking purposes. These costs are presumed to be excluded from the cost of service in setting rates.

Line No.	Account No. (a)	Account Title (b)	Amount During the Year (c)
1	6613	Product Advertising	\$ 70,967
2	6722	External Relations	\$ 92,654
3	7370	Special Charges	\$ 11,523
		Other (Specify):	
4			
5			
6			
7			
8			
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26			
27			
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29			
30			
31			
32			
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35			
36			
37			
38			
39		Total	\$ 175,144

I-41. GENERAL SERVICES AND LICENSES

1. Respondents shall enter in column (a) the name of the affiliate to whom respondents paid \$10,000 or more for services received under a license agreement, a general service contract, or other arrangement providing for the furnishing of general account, engineering,
2. Respondents shall describe in column (b) the type of service provided.

Line No.	Name of Affiliate (a)	Service Provided (b)	Amount (c)
1	Telephone and Data Systems, Inc.	General Support Services	\$ 14,026
2		Network Support Services	\$ 2,923
3		Customer Services	\$ 87,838
4		Treasury, Finance, HR, IS	\$ 265,003
5		Non-Regulated Plant	\$ 20,458
6			
7	TDS Telecom Service Corporation	General Support Services	\$ 132,278
8		Central Office Services	\$ 1,099
9		Network Support Services	\$ 393,303
10		Product Management	\$ 173,384
11		Customer Services	\$ 200,144
12		Treasury, Finance, HR, IS	\$ 702,207
13		Non-Oper - Special Charges	\$ 2,172
14		Non-Regulated Plant	\$ 309,598
15			
16	Communications Corporation of Indiana	Product Management	\$ 9,806
17		Customer Services	\$ 597
18		Treasury, Finance, HR, IS	\$ 160
19		Non-Regulated Plant	\$ 484
20			
21	Warren Telephone Company	Network Support Services	\$ 828
22		Product Management	\$ 1,905
23		Customer Services	\$ 8,330
24		Treasury, Finance, HR, IS	\$ 7
25		Non-Regulated Plant	\$ 766
26			
27	Northfield Telephone Company	General Support Services	\$ 1,041
28		Central Office Services	\$ (2,348)
29		Network Support Services	\$ 1,030
30		Product Management	\$ 31,764
31		Customer Services	\$ 14,087
32		Treasury, Finance, HR, IS	\$ 2,398
33		Non-Regulated Plant	\$ 7,838
34			
35	Somerset Telephone Company	General Support Services	\$ 6,299
36		Outside Plant Services	\$ 27
37		Network Support Services	\$ 1,293
38		Product Management	\$ 2,978
39		Customer Services	\$ 26,331
40		Treasury, Finance, HR, IS	\$ 199
41	Sub-total of additional pages	Non-Regulated Plant	\$ 1,221
42	Aggregate of All Other Amounts		\$ 311,616
43		Total	\$ 2,733,090

I-41. GENERAL SERVICES AND LICENSES Con't

1. Respondents shall enter in column (a) the name of the affiliate to whom respondents paid \$10,000 or more for services received under a license agreement, a general service contract, or other arrangement providing for the furnishing of general account, engineering,

2. Respondents shall describe in column (b) the type of service provided.

Line No.	Name of Affiliate (a)	Service Provided (b)	Amount (c)
1	Hartland and St. Albans Telephone Company	Network Support Services	\$ 725
2		Product Management	\$ 1,672
3		Customer Services	\$ 7,188
4		Non-Regulated Plant	\$ 671
5	Wilton Telephone Company, Inc.		
6		General Support Services	\$ 16,487
7		Central Office Services	\$ 6,392
8		Outside Plant Services	\$ 31,717
9		Network Support Services	\$ 17,958
10		Product Management	\$ 2,491
11		Customer Services	\$ 10,936
12		Treasury, Finance, HR, IS	\$ 536
13	Merrimack County Telephone Company	Non-Regulated Plant	\$ 3,484
14			
15		General Support Services	\$ 3,989
16		Central Office Services	\$ 4,765
17		Outside Plant Services	\$ (5)
18		Network Support Services	\$ 8,709
19		Product Management	\$ 23,593
20		Customer Services	\$ 33,727
21	Port Byron Telephone Company	Treasury, Finance, HR, IS	\$ 24,955
22		Non-Oper - Special Charges	\$ 180
23		Non-Regulated Plant	\$ 5,336
24		Facility Rent	\$ 11,627
25	Hampden Telephone Company	Network Support Services	\$ 791
26		Product Management	\$ 1,816
27		Customer Services	\$ 8,405
28		Treasury, Finance, HR, IS	\$ 1,262
29	Vernon Telephone Company, Inc.	Non-Regulated Plant	\$ 812
30			
31		General Support Services	\$ 144
32		Network Support Services	\$ 1,252
33	Vernon Telephone Company, Inc.	Product Management	\$ 2,840
34		Customer Services	\$ 13,052
35		Treasury, Finance, HR, IS	\$ 2,580
36		Non-Regulated Plant	\$ 1,069
37	Vernon Telephone Company, Inc.		
38		Network Support Services	\$ 545
39		Product Management	\$ 4,681
40		Customer Services	\$ 5,436
41	Vernon Telephone Company, Inc.	Treasury, Finance, HR, IS	\$ 403
42		Non-Regulated Plant	\$ 861
43	Total		\$ 263,082

I-41. GENERAL SERVICES AND LICENSES Con't

1. Respondents shall enter in column (a) the name of the affiliate to whom respondents paid \$10,000 or more for services received under a license agreement, a general service contract, or other arrangement providing for the furnishing of general account, engineering,

2. Respondents shall describe in column (b) the type of service provided.

Line No.	Name of Affiliate (a)	Service Provided (b)	Amount (c)
1	Deposit Telephone Company, Inc.	General Support Services	\$ 19
2		Network Support Services	\$ 1,858
3		Product Management	\$ 10,138
4		Customer Services	\$ 20,411
5		Treasury, Finance, HR, IS	\$ 1,026
6		Non-Regulated Plant	\$ 1,940
7			
8	Township Telephone Company, Inc.	Network Support Services	\$ 3,244
9		Product Management	\$ 1,883
10		Customer Services	\$ 7,352
11		Non-Regulated Plant	\$ 663
12			
13			
14			
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35			
36			
37			
38			
39			
40			
41			
42			
43		Total	\$ 48,534

I-42. MEMBERSHIPS FEES AND DUES

1. Respondents shall disclose in column (b) the number of organizations in column (c) the number of memberships and in column (d) amount paid for membership fees and dues for each line item in column (a).
2. Respondents shall specify in column (a) any other type of organization not provided for elsewhere on this schedule.

Line No.	Particulars (a)	NUMBER OF		Amount (d)
		Organization (b)	Memberships (c)	
	EXPENDITURES CHARGED TO OPERATING EXPENSES			
1	Associations of Telecommunications Companies,			
2	Trade, Technical and Professional Associations and			
3	Other Organizations (specify type):	2	2	\$ 1,045
4	Chamber of Commerce	3	3	\$ 1,098
5	Lake Sunapee Protective Association	1	1	\$ 100
6	Part 64 Allocation			\$ (172)
7				
8				
9				
10				
11				
12				
13				
14				
15	Total	6	6	\$ 2,071
16	EXPENDITURES CHARGED TO SPECIAL CHARGES (ACCOUNT 7370)			
17	Social and Athletic Clubs			
18	Service Clubs (Rotary, Kiwanis, etc.)			
19	Lobbying	2		\$ 6,119
20	Charitable Contributions	5		\$ 682
21	Membership Fees			
22	Penalties & Fines	1		\$ 306
23	Abandoned Construction Projects			
24	Other (specify type):			
25	Customer credits - Service Guarantee			\$ 2,242
26	Late Payment Charge	1		\$ 2
27	Corporate charges*			\$ 2,172
28				
29				
30				
31				
32				
33				
34	* In account 737, TDS Corporate charges individual companies			
35	(per access line) for donations/advertising done at a corporate level			
36	A breakdown of donations vs. advertising is not readily available.			
37	Total	9	-	\$ 11,523

I-43. DONATIONS OR PAYMENTS FOR SERVICES RENDERED BY PERSONS OTHER THAN EMPLOYEES

1. Report for each service rendered (including materials furnished incidental to the service which are impracticable of separation) by recipient and in total the aggregate of all payments made during the year where the aggregate of all such payments to a recipient was \$5,000 or more including fees, retainers commissions, gifts, contributions, assessments, bonuses, subscriptions, allowances for expenses or any other form of payments for services or as donations. Payments to a recipient by two or more companies within a single system under a cost sharing or other joint arrangement shall be considered a single item for reporting in this schedule and shall be shown in the report of the principal company in the joint arrangement (as measured by gross operating revenues) with reference thereto in the reports of the other system companies in the joint arrangement.

Line No.	Name of Recipient (a)	Nature of Service (b)	Amount of Payment (c)
1	N/A		
2			
3			
4			
5			
6			
7			
8			
9			
10			
11			
12			
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31			
32			
33			
34			
35			
36			
37			
38			
39			
40		Total	\$ -

S-1. SWITCHES AND ACCESS LINES IN SERVICE					
Line No.	Description (a)	Total at End of Year			
		Electronic	Digital	Main Access Lines	
		(b)	(c)	Analog (d)	Digital (e)
	SWITCHES				
1	Central Office Switches - List by exchange		1		9966
2	Remote Switches		5		
3	Carrier Systems		27		
	Total	0	33	0	9966
	ACCESS LINES				
	<u>Access Lines In Service by Customer:</u>			Total at End of Year	
				Analog	Digital
				(b)	(c)
4	Residential Access Lines				6972
5	Multiparty				23
6	Total Access Lines			0	6995
7	Business Access Lines:				
8	Single Party				1217
9	Basic Rate ISDN (2B+D)				24
10	Primary Rate ISDN				621
11	PBX Trunks				918
12	Centrex-CO Line Count				90
13	InWATS - Closed End				
14	Total Business Lines			0	2870
15	Other Access Lines				
16	Radio Common Carrier (RCC) and Company Mobile				
17	Switched Access - FGA FX/ONAL				
18	Public Pay Stations				37
19	Other				
	Direct Inward Dial				16
	Digital Interface Termination				48
20	Total Other Access Lines			0	101
21	Total Access Lines			0	9966

S-2. OUTSIDE PLANT STATISTICS - DISTRIBUTION/FEEDER		
Line No.	Description (a)	Total at End of Year (b)
1	Miles of Aerial Wire	23
	Aerial Cable	
2	Miles of Sheath Copper	465
3	Miles of Wire in Cable	
4	Miles of Sheath Fiber	56
5	Miles of Fiber in Sheath	
	Underground Cable	
6	Miles of Sheath Copper	10
7	Miles of Wire in Cable	
8	Miles of Sheath Fiber	
9	Miles of Fiber in Sheath	
	Buried Cable	
10	Miles of Sheath Copper	44
11	Miles of Wire in Cable	
12	Miles of Sheath Fiber	3
13	Miles of Fiber in Sheath	
	Submarine Cable	
14	Miles of Sheath Copper	
15	Miles of Wire in Cable	
16	Miles of Sheath Fiber	
17	Miles of Fiber in Sheath	
	Total Distribution/Feeder Cable	
18	Miles of Sheath - Copper	519
19	Miles of Sheath - Fiber	59
20	Fiber Miles in Sheath - Lit	59
21	Fiber Miles in Sheath - Deployed (Lit & Dark)	59
	Poles and Underground Conduit	
22	Number of Poles	9,534
23	Underground Conduit- Trench Miles	4.04
24	Underground Conduit- Duct Miles	6.97

S-3. OUTSIDE PLANT STATISTICS - INTEROFFICE		
Line No.	Description (a)	Total at End of Year (b)
1	Miles of Aerial Wire	
	Aerial Cable	
2	Miles of Sheath Copper	5
3	Miles of Wire in Cable	
4	Miles of Sheath Fiber	13
5	Miles of Fiber in Sheath	
	Underground Cable	
6	Miles of Sheath Copper	
7	Miles of Wire in Cable	
8	Miles of Sheath Fiber	
9	Miles of Fiber in Sheath	
	Buried Cable	
10	Miles of Sheath Copper	
11	Miles of Wire in Cable	6
12	Miles of Sheath Fiber	
13	Miles of Fiber in Sheath	
	Submarine Cable	
14	Miles of Sheath Copper	
15	Miles of Wire in Cable	
16	Miles of Sheath Fiber	
17	Miles of Fiber in Sheath	
	Total Distribution/Feeder Cable	
18	Miles of Sheath - Copper	11
19	Miles of Sheath - Fiber	13
20	Fiber Miles in Sheath - Lit	12
21	Fiber Miles in Sheath - Deployed (Lit & Dark)	12

S-4. PENSION COST

Line No.	Item	Current Year (b)	Previous Year (c)
1	Accumulated Benefit Obligation	N/A	
2	Projected Benefit Obligation		
3	Fair Value of Plan Assets		
4	Discount Rate for Settlement of Liabilities		
5	Expected Long-Term Return on Assets		
	Net Periodic Pension Cost:		
6	Service Cost		
7	Interest Cost		
8	Return on Plan Assets		
9	Amortization of Transition Amount		
10	Amortization of Gains or Losses		
11	Total	\$ -	\$ -
12	Minimum Required Contribution		
13	Actual Contribution		
14	Maximum Amount Deductible		
15	Benefits Payments		
16	Pension Cost		
17	Pension Cost Capitalized		
18	Accumulated Pension Asset (Liability) at Close of Year		
	Number of Company Employees:		
19	Covered and not Covered by Plan		
20	Active		
21	Retired		

This information is not applicable because the plan to which this company contributes is a defined contribution plan

ANNUAL REPORT

of

Kearsarge Telephone Company

TO THE
STATE OF NEW HAMPSHIRE
PUBLIC UTILITIES COMMISSION
For the year ended December 31,
2006

OATH

State of New Hampshire.

County of Merrimack ss.

We, the undersigned,

of the Kearsarge Telephone Company utility, on our oath do severally say that the foregoing report has been prepared, under our direction, from the original books, papers and records of said utility, that we have carefully examined the same, and declare the same to be a complete and correct statement of the business and affairs of said utility, in respect to each and every matter and thing therein set forth to the best of our knowledge, information and belief; and that the accounts and figures contained in the foregoing report embrace all of the financial operations of said utility during the period for which said report is made.

Secretary/Treasurer_____
Assistant Treasurer

Subscribed and sworn to before me this

(insert day) day of (insert month and year)

