

U.S. Department of Transportation  
Bureau of Transportation Statistics  
Office of Airline Information

REPORT OF FINANCIAL  
AND OPERATING STATISTICS FOR  
LARGE CERTIFICATED  
AIR CARRIERS

Period ended June 30, 2000

Air Wisconsin Airlines Corporation  
(Full name of reporting company)

Z W ✓

-----  
CERTIFICATION\*

I, the undersigned Assistant Controller  
(Title of officer in charge of accounts)

of the Air Wisconsin Airlines Corporation  
(Full name of reporting company)

do certify that this report and all schedules, ADP-media submissions, Passenger Origin-Destination Survey submissions and supporting documents which are submitted herewith or have been submitted heretofore as parts of this report filed for the above indicated period have been prepared under my direction; that I have carefully examined them and declare that they correctly reflect the accounts and records of the company, and to the best of my knowledge and belief are a complete and accurate statement, after adjustments to reflect full accruals, of the operating revenues and expenses, income items, assets, liabilities, capital, retained earnings, and operating statistics for the periods reported in the several schedules, the Schedule T-100 ADP-media submissions, and the Passenger Origin-Destination Survey; that the various items herein reported were determined in accordance with the Uniform System of Accounts and Reports for Large Certificated Air Carriers prescribed by the Department of Transportation; and that the data contained herein are reported on a basis consistent with that of the preceding report except as specifically noted in the financial and statistical statements.

Janet D. Huculak

(Signature)

Janet Huculak  
Air Wisconsin Airlines Corporation  
W6390 Challenger Drive, Suite 203  
Appleton, WI 54914-9120

(Air Carrier Post Office Address)

Dated July 26, 2000

-----  
\*Title 18 U.S.C. Sec. 1001, Crimes and Criminal Procedure, makes it a criminal offense subject to a maximum fine of \$10,000 or imprisonment for not more than 5 years, or both, to knowingly and willfully make or cause to be made any false or fraudulent statements or representations in any matter within jurisdiction of any agency of the United States.

## BALANCE SHEET

As At: June 30, 2000  
 Schedule B-1  
 ACCT# DESCRIPTION

Air Carrier:  
 Operation : Domestic ZWD  
 AMOUNT

ASSETS		
CURRENT ASSETS		
1010	Cash	5,579,529
1100	Short-Term Investments	0
1200	Notes Receivable	0
1270	Accounts Receivable	18,691,733
1290	Less Allow. for Bad Debts	175
1299	Net Notes & Accounts Receivable	18,691,558
1399	Net Spare Parts & Supplies	8,793,887
1410	Prepaid Items	4,626,798
1420	Other Current Assets	0
1499	Total Current Assets	37,691,772
INVESTMENTS IN SPECIAL FUNDS		
1510	Inv. in Associated Companies	0
1530	Other Investments & Receivables	2,078,821
1550	Special Funds	1,302,500
1599	Total Inv. & Special Funds	3,381,321
OPERATING PROPERTY & EQUIPMENT		
1609	Flight Equipment	0
1649	Ground-Property and Equipment	1,238,627
1668	Less Allowance for Depreciation	1,049,252
1675	Property & Equipment - Net	189,375
1679	Land	0
1685	Purchase Dep. & Adv. Payments	0
1689	Construction Work-in-progress	0
1695	Leased Property - Cap. Leases	0
1696	Accum. Amort. Capital Leases	0
1699	Total Oper. Prop. & Equipment	189,375
NONOPERATING PROP. & EQUIPMENT		
1791	Less Allow. for Depr. - Nonop.	0
1792	Net Nonoperating Prop. & Eqmt.	0
1799		0
OTHER ASSETS		
1820	Long-term Prepayments	1,317,086
1830	Unamort. Dev. & Preop. Costs	0
1890	Other Assets and Def. Charges	976,373
1895	Total Other Assets	2,293,459
1899	TOTAL ASSETS	43,555,927

## BALANCE SHEET

As At: June 30, 2000

Air Carrier:

Schedule B-1

Operation : Domestic ZWD

ACCT# DESCRIPTION

AMOUNT

ACCT#	DESCRIPTION	AMOUNT
LIABILITIES & STOCKHOLDERS' EQ.		
CURRENT LIABILITIES		
2000	Curr. Maturities of L-T Debt	0
2005	Notes Payable - Banks	0
2015	Notes Payable - Others	0
2021	Trade Accts. Payable	22,082,186
2025	Accts. Payable - Other	1,395,143
2080	Curr. Oblig. Under Cap. Leases	0
2110	Accrued Salaries & Wages	3,737,953
2120	Accrued Vacation Pay	3,930,967
2125	Accrued Interest	0
2130	Accrued Taxes	724,007
2140	Dividends Declared	0
2160	Air Traffic Liability	38,577
2190	Other Current Liabilities	1,185,604
2199	Total Current Liabilities	33,094,437
NONCURRENT LIABILITIES		
2210	Long-term Debt	0
2240	Advances from Assoc. Companies	0
2250	Pension Liability	0
2280	Noncurrent Obgl.-Capital Leases	0
2290	Other Noncurrent Liabilities	6,977,584
2299	Total Noncurrent Liabilities	6,977,584
DEFERRED CREDITS		
2340	Deferred Income Taxes	0
2345	Deferred Investment Tax Credits	0
2390	Other Deferred Credits	2,038,821
2399	Total Deferred Credits	2,038,821
STOCKHOLDERS' EQUITY		
2820	Preferred Shares Issued	0
2840	Common Shares Issued	153,000
2860	Subscribed & Unissued	0
2869	Total Capital Stock	153,000
2890	Additional Capital Invested	838,117
2899	Total Paid in Capital	991,117
2900	Retained Earnings	453,968
2959	Total Stockholders' Equity	1,445,085
2990	Less Treasury Stock	0
2995	Net Stockholders' Equity	1,445,085
2999	Total Liab. & Stockholders' Eq.	43,555,927
2820A	No. of Preferred Shares Issued	0
2840A	No. of Common Shares Issued	15,300



**AIRFRAME AND AIRCRAFT ENGINE ACQUISITIONS  
AND RETIREMENTS**

Air Carrier Air Wisconsin Airlines Corporation

Quarter Ended June 30 2000

1 2 3	Year of First Delivery (Airframe) (1)	Airframe Manufacturer's Serial Number (2)	Date Acquired or Retired (3)	Acquisition or Retirement "A" or "R" (4)	Airframe License Number (5)	Number of Engines Acquired/Retired (6)	Type, Model and Cabin Design (7)	Maximum Seating Capacity (8)	Cost (9)	Amortized/Depreciated Cost (10)	Realization (11)	Acquired From/Disposition (12)
1	Operating Equipment	- Operating Leases										
2	2000	7402	6/7/00	A	N406AW	2	Canadair CRJ-CL65	50				
3												
4												
5												
6												
7												
8												
9												
10												
11												
12												
13												
14												
15												
16												
17												
18												
19												
20												



### STATEMENT OF CASH FLOWS

	2 nd Quarter 2000
Cash flows from operating activities:	
Net income	\$2,656,599
Adjustments to reconcile net income to net cash provided by operating activities -	
Depreciation and amortization	69,359
Loss or (gain) on disposition of property	0
Premium or (discount) adjustment	0
Decrease (increase) in due from United Airlines and affiliate	(5,064,954)
Decrease (increase) in other receivables	(224,407)
Decrease (increase) in aircraft fuel, spare parts and supplies	(512,068)
Decrease (increase) in costs of short term aircraft deposit	550,000
Decrease (increase) in prepaid expenses	1,937,050
Decrease (increase) in other assets	(45,056)
Increase (decrease) in accounts payable	(692,563)
Increase (decrease) in accrued payroll and employee benefits	2,592,691
Increase (decrease) in maintenance repairs	(325,690)
Increase (decrease) in accrued interest expense	0
Increase (decrease) in other accrued expenses	(27,710)
Increase in accrued maintenance liabilities	746,637
Increase in other long-term liabilities	66,522
Net cash provided by operating activities	<u>1,726,410</u>
Cash flows from investing activities:	
Proceeds from maturities	0
Purchase of securities	0
Proceeds on disposition of other property and equipment	0
Net cash provided by investing activities	<u>0</u>
Cash flows from financing activities:	
Proceeds from issuance of long-term debt	0
Repayment of long-term debt	0
Proceeds from issuance of short-term notes	0
Repayment of short-term notes	0
Distribution to shareholders	(2,720,503)
Net cash provided by financing activities	<u>(2,720,503)</u>
Increase (decrease) in cash	<u>(994,093)</u>
Cash at beginning of period	<u>\$ 6,573,622</u>
Cash at end of period	<u>\$5,579,529</u>
Cash paid during the period for:	
Interest	\$250
Income taxes	\$9,152

## STATEMENT OF OPERATIONS

Quarter Ended: June 30, 2000  
 Schedule P-1.2 Group II  
 ACCT# DESCRIPTION

Air Carrier:  
 Operation : Domestic ZWD  
 AMOUNT

ACCT#	DESCRIPTION	ZWD AMOUNT
OPERATING REVENUES		
3901	Transport Revenues - Passenger	86,980,581
3905	Mail	1,851
3906.1	Property - Freight	2,535
3906.2	Property - Excess Baggage	0
3907.1	Charter - Passenger	0
3907.2	Charter - Property	0
3919.1	Reserv. Cancellation Fees	0
3919.2	Misc. Operating Revenues	0
4808	Public Service Subsidy	0
4898	Transport Related	340,658
4999	Total Operating Revenue	87,325,625
OPERATING EXPENSES		
5100	Flying Operations	40,631,381
5400	Maintenance	17,716,599
5500	Passenger Service	3,807,562
6400	Aircraft & Traffic Servicing	18,113,069
6700	Promotion & Sales	0
6800	General & Administrative	4,128,321
7000	Depreciation & Amortization	69,359
7100	Transport Related Expenses	254,336
7199	Total Operating Expenses	84,720,627
7999	Operating Profit or Loss	2,604,998
NONOPERATING EXPENSE (INCOME)		
8181	Int. Exp. (Inc.) on L-T-D & Cap. Leases	250
8182	Other Interest Expense (Income)	-88,051
8185	Foreign Exchange (Gain) or Loss	0
8188.5	Capital (Gains)/Losses- Op. Prop.	0
	Capital (Gains)/Losses- Other	
8189	Other Expense (Income) - Net	21,200
8199	Nonoperating Expense (Income)	-66,601
8999	Income Before Income Taxes	2,671,599
9100	Income Tax Expense	15,000
9199	Inc. Bf. Disc. Ops & Other Items	2,656,599
9600	Discontinued Operations	0
9796	Extraordinary Items	0
9797	Inc. Tax Appl. To Extraord. Item	0
9799	Income Before Account. Changes	2,656,599
9800	Accounting Changes	0
9899	Net Income	2,656,599

AIRCRAFT OPERATING EXP. - Sch. P-5.2 Grp II & III Qtr: June 30, 2000  
 Air Carrier:

ACCT #	DESCRIPTION	Operation: Domestic		ZWD Canadaair Code 6281	BAE-146-3 Code 8681
		Total Eqp Code 9999	00-328 Code 4491		
	FLYING OPERATIONS				
5123	Pilots and Copilots	4,562,373	1,295,231	436,900	2,830,242
5124	Other Flight Personnel	0	0	0	0
5128.1	Trainees and Instructors	819,996	353,868	180,928	285,200
5136	Personnel Expenses	1,164,828	534,337	181,857	448,634
5141	Prof. & Tech. Fees & Exp.	47,320	21,121	5,749	20,450
5143.7	Aircraft Interch. -Outside	0	0	0	0
5145.1	Aircraft Fuel	11,788,923	2,536,949	1,388,119	7,863,855
5145.2	Aircraft Oil	26,664	8,980	2,291	15,393
5147	Aircraft Rentals	19,257,447	3,972,005	2,380,579	12,904,863
5153	Other Supplies	77,074	41,067	12,599	23,408
5155.1	Insur. Purch. - General	358,570	106,835	63,111	188,624
5157	Empl. Benefits and Pensions	861,487	295,662	103,518	462,307
5158	Injuries, Loss and Damage	0	0	0	0
5168	Taxes-Payroll	395,565	132,611	51,372	211,582
5169	Taxes-Other Than Payroll	1,262,638	275,037	139,864	847,737
5171	Other Expense	8,496	4,150	1,048	3,298
5199	Total Flying Operations	40,631,381	9,577,853	4,947,935	26,105,593
	DIRECT MAINTENANCE-FLIGHT EQUIP				
5225.1	Maint Airfr. Labor	2,212,686	654,134	214,875	1,343,677
5225.2	Maint Eng. Labor	0	0	0	0
5243.1	Maint Airfr. Outside Rep.	1,800,769	39,107	207,364	1,554,298
5243.2	Maint Eng. Outside Rep.	208,643	26,334	16,970	165,339
5243.7	Maint AC Interch. Chrgs-O/S	0	0	0	0
5246.1	Maint Materials - Airframe	1,103,406	35,179	92,716	975,511
5246.2	Maint Materials - Engines	10,427	6,806	3,621	0
5272.1	Maint Airfrm Airworth. Provs.	4,094,438	2,857,361	209,539	1,027,538
5272.3	Maint Airfrm O/H Deferred	0	0	0	0
5272.6	Maint AC Eng. Airworth. Prov	4,969,869	1,515,530	565,584	2,888,755
5272.8	Maint AC Eng. O/H Def. (cr.)	0	0	0	0
5278	Total Dir Maint-Flt.Eqpt	14,400,238	5,134,451	1,310,669	7,955,118
5279.6	APPL. MAINT BURDEN FLT. EQ.	3,316,361	1,133,295	321,040	1,862,026
5299	Total Flt. Eq. Maint. (Memo)	17,716,599	6,267,746	1,631,709	9,817,144
7073.9	NET OBSL & DETER.- EXP. PARTS	45,000	0	6,000	39,000
	DEPRECIATION - FLIGHT EQUIPMENT				
7075.1	Depr. Airframes	0	0	0	0
7075.2	Depr. Aircraft Engines	0	0	0	0
7075.3	Depr. Airframe Parts	0	0	0	0
7075.4	Depr. Engine Parts	0	0	0	0
7075.5	Depr. Other Flt Eqp.	0	0	0	0
7076.1	Amort. Cap. Leases Flt.Eqpt.	0	0	0	0
	EXPENSE OF INTERCHANGE AIRCRAFT				
7098.1	Exp. of Interch. AC- Flt. Ops	0	0	0	0
7098.2	Exp. of Interch. AC- Maint.	0	0	0	0
7098.9	Total Aircraft Operating Expens	58,392,980	15,845,599	6,585,644	35,961,737
	OTHER DEPRECIATION & AMORTIZATI				
7074.1	Amortization Developmental &Pre	0			
7074.2	Amortization Other Intangibles	0			
7075.8	Depreciation Hangar & Maint. Eq	0			
7075.9	Depreciation Ground Property	24,359			
7076.2	Amort. Capital Leases Other	0			

OPERATING EXPENSES BY OBJECTIVE GROUPING

Quarter Ended: June 30, 2000  
 Schedule P-6

Air Carrier:  
 Operation : Domestic ZWD

LINE#	DESCRIPTION	AMOUNT
-----		
	SALARIES & REL. FRINGE BENEFIT	
	SALARIES:	
Line 3	General Mgmt. Per.	2,718,461
Line 4	Flight Personnel	6,403,852
Line 5	Maintenance Labor	5,889,185
Line 6	Aircr. & Traffic Hndl. Per.	5,976,054
Line 7	Other Personnel	1,750,333
Line 8	Total Salaries	22,737,885
	RELATED FRINGE BENEFITS	
Line 10	Personnel Expense	2,465,644
Line 11	Empl. Benefits & Pensions	2,976,637
Line 12	Payroll Taxes	1,511,101
Line 13	Total Fringe Benefits	6,953,382
Line 14	Total Salaries & Benefits	29,691,267
	MATERIALS PURCHASED	
Line 16	Aircraft Fuel & Oil	13,078,225
Line 17	Maintenance Materials	3,821,048
Line 18	Passenger Food	975,804
Line 19	Other Materials	554,873
Line 20	Total Materials	18,429,950
	SERVICES PURCHASED	
Line 22	Advertising & Other Promotion	576
Line 23	Communications	217,225
Line 24	Insurance	723,062
Line 25	Outside Flight Eqpt. Maint.	5,151,266
Line 26	Traffic Commissions - Passenger	0
Line 27	Traffic Commissions - Cargo	0
Line 28	Other Services	2,503,240
Line 29	Total Services	8,595,369
Line 30	LANDING FEES	2,602,268
Line 31	RENTALS	23,932,516
Line 32	DEPRECIATION	69,359
Line 33	AMORTIZATION	0
Line 34	OTHER	1,145,562
Line 35	TRANSPORT RELATED EXPENSES	254,336
Line 36	TOTAL OPERATING EXPENSES	84,720,627