

JACK D MICHAEL
Form 5
February 07, 2006

FORM 5

UNITED STATES SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

Check this box if
no longer subject
to Section 16.
Form 4 or Form
5 obligations
may continue.
See Instruction
1(b).
Form 3 Holdings
Reported
Form 4
Transactions
Reported

**ANNUAL STATEMENT OF CHANGES IN BENEFICIAL
OWNERSHIP OF SECURITIES**

Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934,
Section 17(a) of the Public Utility Holding Company Act of 1935 or Section
30(h) of the Investment Company Act of 1940

OMB APPROVAL

OMB
Number: 3235-0362
Expires: January 31,
2005
Estimated average
burden hours per
response... 1.0

1. Name and Address of Reporting Person *
JACK D MICHAEL

(Last) (First) (Middle)

8401 GREENWAY BVD.

(Street)

MIDDLETON, WI 53562

(City) (State) (Zip)

2. Issuer Name and Ticker or Trading
Symbol
TELEPHONE & DATA SYSTEMS
INC /DE/ [TDS]

3. Statement for Issuer's Fiscal Year Ended
(Month/Day/Year)
12/31/2005

4. If Amendment, Date Original
Filed(Month/Day/Year)

5. Relationship of Reporting Person(s) to
Issuer

(Check all applicable)

____ Director ____ 10% Owner
____X____ Officer (give title below) ____ Other (specify below)
Sr. VP - Corp. Controller

6. Individual or Joint/Group Reporting

(check applicable line)

____X____ Form Filed by One Reporting Person
____ Form Filed by More than One Reporting
Person

Table I - Non-Derivative Securities Acquired, Disposed of, or Beneficially Owned

1. Title of Security (Instr. 3)	2. Transaction Date (Month/Day/Year)	2A. Deemed Execution Date, if any (Month/Day/Year)	3. Transaction Code (Instr. 8)	4. Securities Acquired (A) or Disposed of (D) (Instr. 3, 4 and 5)	5. Amount of Securities Beneficially Owned at end of Issuer's Fiscal Year (Instr. 3 and 4)	6. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)	7. Nature of Indirect Beneficial Ownership (Instr. 4)
Special Common Shares	05/13/2005	Â	J ⁽⁵⁾	177.1028 A \$ ⁽⁵⁾	178.3711	D	Â
Common Shares	12/31/2005	Â	J ⁽¹⁾	1.5856 A \$ ⁽¹⁾	178.3	D	Â
Special Common Shares	12/31/2005	Â	J ⁽¹⁾	1.2683 A \$ ⁽¹⁾	178.3711	D	Â

Edgar Filing: JACK D MICHAEL - Form 5

Common Shares	12/31/2005	Â	J ⁽²⁾	1.1	A	\$ ⁽²⁾	140.65	I	By 401K plan
Special Common Shares ⁽⁵⁾	12/31/2005	Â	J ⁽²⁾⁽⁵⁾	141.22	A	\$ ⁽²⁾	141.22	I	By 401K plan

Reminder: Report on a separate line for each class of securities beneficially owned directly or indirectly.

Persons who respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB control number.

SEC 2270
(9-02)

Table II - Derivative Securities Acquired, Disposed of, or Beneficially Owned
(e.g., puts, calls, warrants, options, convertible securities)

1. Title of Derivative Security (Instr. 3)	2. Conversion or Exercise Price of Derivative Security	3. Transaction Date (Month/Day/Year)	3A. Deemed Execution Date, if any (Month/Day/Year)	4. Transaction Code (Instr. 8)	5. Number of Derivative Securities Acquired (A) or Disposed of (D) (Instr. 3, 4, and 5)	6. Date Exercisable and Expiration Date (Month/Day/Year)	7. Title and Underlying Security (Instr. 3 and 4)
					(A) (D)	Date Exercisable Expiration Date	Title
Option (Right to buy) ^{(5) (6)}	\$ 127	05/13/2005	Â	J ⁽⁵⁾⁽⁶⁾	3,000 Â	12/15/2000 08/07/2008	Tandem Common and Special Common Shares
Option (Right to buy) ^{(5) (6)}	\$ 117.51	05/13/2005	Â	J ⁽⁵⁾⁽⁶⁾	7,040 Â	Â ⁽³⁾ 09/16/2010	Tandem Common and Special Common Shares
Option (Right to buy) ^{(5) (6)}	\$ 99.44	05/13/2005	Â	J ⁽⁵⁾⁽⁶⁾	4,240 Â	12/15/2001 04/30/2011	Tandem Common and Special Common Shares
Option (Right to buy) ^{(5) (6)}	\$ 66	05/13/2005	Â	J ⁽⁵⁾⁽⁶⁾	7,900 Â	12/15/2004 05/08/2014	Tandem Common and Special Common Shares
	\$ 77.36	05/13/2005	Â	J ⁽⁵⁾⁽⁶⁾	12,444 Â	12/15/2005 04/20/2015	

Option (Right
to Buy) (5) (6)Tandem
Common
and
Special
Common
Shares

Restricted Stock Units <u>(5)</u> <u>(8)</u>	Â	05/13/2005	Â	J <u>(5)(8)</u>	2,045	Â	12/15/2007	Â <u>(7)</u>
---	---	------------	---	-----------------	-------	---	------------	--------------

Tandem
Common
and
Special
Common
Shares

Deferred Compensation	Â	12/31/2005	Â	J <u>(1)</u>	5	Â	Â <u>(4)</u>	Â <u>(4)</u>
--------------------------	---	------------	---	--------------	---	---	--------------	--------------

Common
Shares

Deferred Compensation	Â	05/13/2005	Â	J <u>(5)</u>	532.054	Â	Â <u>(9)</u>	Â <u>(9)</u>
--------------------------	---	------------	---	--------------	---------	---	--------------	--------------

Special
Common
Shares

Deferred Compensation	Â	12/31/2005	Â	J <u>(1)</u>	4	Â	Â <u>(9)</u>	Â <u>(9)</u>
--------------------------	---	------------	---	--------------	---	---	--------------	--------------

Special
Common
Shares

Reporting Owners

Reporting Owner Name / Address	Relationships			
	Director	10% Owner	Officer	Other
JACK D MICHAEL 8401 GREENWAY BVD. MIDDLETON, WI 53562	Â	Â	Â Sr. VP - Corp. Controller	Â

Signatures

Julie D. Mathews, by power of atty	02/07/2006
---------------------------------------	------------

__Signature of Reporting Person

Date

Explanation of Responses:

* If the form is filed by more than one reporting person, see Instruction 4(b)(v).

** Intentional misstatements or omissions of facts constitute Federal Criminal Violations. See 18 U.S.C. 1001 and 15 U.S.C. 78ff(a).

(1) Voluntary reporting of shares acquired through dividend reinvestment in 2005.

(2) Voluntary reporting of shares acquired in 2005 in the TDS 401K. The information is based on a plan statement dated 12/31/05. The number of shares fluctuates and is attributable to the price of the shares on 12/31/05.

(3) Granted under the TDS Long Term Incentive Plan. The option is exercisable with respect to 1760 common shares on 12/15/01, 12/15/02, 12/15/03 and 12/15/04 for a total of 7040 common shares.

(4) Reporting person deferred 2000 bonus pursuant to the TDS Long Term Incentive Plan. The deferred bonus was 410.869 shares. The employer match was 102.718 shares which vests ratably at a rate of 33%, 33% and 34% on 12/31/01, 12/31/02 and on 12/31/03. Reporting person had previously acquired 17.3 shares in dividend reinvestment bringing the new balance as of 12/31/04 acquired in dividend reinvestment to 22.34.

Edgar Filing: JACK D MICHAEL - Form 5

- (5) On May 13 TDS authorized a special common dividend to holders of common shares in which one special common share was distributed to all shareholders making this acquisition exempt from Section 16a-9(a).

Common shares were granted without consideration under the long term incentive plan. As a result of the special common stock dividend, all options to purchase common shares as of May 13 under the long term incentive plan, whether vested or unvested, were adjusted into tandem options. The tandem option provides that upon exercise, the optionee purchases the number common shares originally subject to the option plus an equal number of special common.

- (7) Restricted stock unit award pursuant to the 2004 Long-Term Incentive Plan. Stock units will become vested on December 15, 2007.

- (8) Restricted stock units for common shares were granted without consideration under the long term incentive plan. As a result of the special common stock dividend, all restricted stock units as of May 13 that are to be settled in common shares, whether vested or unvested, were adjusted to provide that such award will be settled in the number of common shares originally subject to the award plus an equal number of special common shares.

- (9) Reporting person deferred 2000 bonus pursuant to the TDS Long Term Incentive Plan. The deferred bonus was 410.869 shares. The employer match was 102.718 shares which vests ratably at a rate of 33%, 33% and 34% on 12/31/01, 12/31/02 and on 12/31/03.

Reporting person acquired 18.464 shares as of the May 13 stock dividend. Subsequently, reporting person acquired an additional 4 shares.

Note: File three copies of this Form, one of which must be manually signed. If space provided is insufficient, *see* Instruction 6 for procedure. Potential persons who are to respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB number.