



3015 (02-02-05)

ANNUAL REPORT

OF

Name: BLUE MOUNDS MUNICIPAL WATER UTILITY

Principal Office: 11011 BRIGHAM AVENUE
P.O. BOX 189
BLUE MOUNDS, WI 53517

For the Year Ended: DECEMBER 31, 2005

WATER, ELECTRIC, OR JOINT UTILITY
TO
PUBLIC SERVICE COMMISSION OF WISCONSIN

P.O. Box 7854
Madison, WI 53707-7854
(608) 266-3766

This form is required under Wis. Stat. § 196.07. Failure to file the form by the statutory filing date can result in the imposition of a penalty under Wis. Stat. § 196.66. The penalty which can be imposed by this section of the statutes is a forfeiture of not less than \$25 nor more than \$5,000 for each violation. Each day subsequent to the filing date constitutes a separate and distinct violation. The filed form is available to the public and personally identifiable information may be used for purposes other than those related to public utility regulation.

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IDENTIFICATION AND OWNERSHIP

Exact Utility Name: BLUE MOUNDS MUNICIPAL WATER UTILITY

Utility Address: 11011 BRIGHAM AVENUE

P.O. BOX 189

BLUE MOUNDS, WI 53517

When was utility organized? 10/10/1977

Report any change in name:

Effective Date:

Utility Web Site:

Utility employee in charge of correspondence concerning this report:

Name: MS LINDA CORY

Title: CLERK/TREASURER

Office Address:

11011 BRIGHAM AVENUE

P.O. BOX 189

BLUE MOUNDS, WI 53517

Telephone: (608) 437 - 5197

Fax Number: (608) 437 - 4198

E-mail Address: VILLBLUEMOUNDS@CHARTER.NET

Individual or firm, if other than utility employee, preparing this report:

Name: MR. KEVIN KRYSINSKI

Title: PARTNER

Office Address: JOHNSON BLOCK AND COMPANY, INC.

6314 ODANA ROAD

MADISON, WI 53719

Telephone: (608) 274 - 2002

Fax Number: (608) 274 - 4320

E-mail Address: kevink1@johnsonblock.com

President, chairman, or head of utility commission/board or committee:

Name: MR. ALAN DOWNS

Title: VILLAGE PRESIDENT

Office Address:

11011 BRIGHAM AVENUE

P.O. BOX 189

BLUE MOUNDS, WI 53517

Telephone: (608) 437 - 5197

Fax Number: (608) 437 - 4198

E-mail Address:

Are records of utility audited by individuals or firms, other than utility employee? YES

IDENTIFICATION AND OWNERSHIP

Individual or firm, if other than utility employee, auditing utility records:

Name: MR. KEVIN KRYSINSKI

Title: PARTNER

Office Address: JOHNSON BLOCK AND COMPANY, INC.
6314 ODANA ROAD
MADISON, WI 53719

Telephone: (608) 274 - 2002

Fax Number: (608) 274 - 4320

E-mail Address:

Date of most recent audit report: 3/23/2005

Period covered by most recent audit: 12/1/2004-12/31/2004

Names and titles of utility management including manager or superintendent:

Name: MR. BRIAN SCHULT

Title: DIRECTOR OF PUBLIC WORKS

Office Address:
11011 BRIGHAM AVE
P.O. BOX 189
BLUE MOUNDS, WI 53517

Telephone: (608) 437 - 5197

Fax Number: (608) 437 - 4198

E-mail Address:

Name of utility commission/committee: BOARD OF TRUSTEES

Names of members of utility commission/committee:

- MS AUDRA ANDERSON, TRUSTEE
 - MR ALAN DOWNS, PRESIDENT
 - MR BRIAN LICHTER, TRUSTEE
 - MS MARY MILLER, TRUSTEE
 - MR CHRIS ROSBOROUGH, TRUSTEE
-

Is sewer service rendered by the utility? NO

If "yes," has the municipality, by ordinance, combined the water and sewer service into a single public utility, as provided by Wis. Stat. § 66.0819 of the Wisconsin Statutes? NO

Date of Ordinance:

Are any of the utility administrative or operational functions under contract or agreement with an outside provider for the year covered by this annual report and/or current year (i.e., operation of water or sewer treatment plant)? NO

Provide the following information regarding the provider(s) of contract services:

IDENTIFICATION AND OWNERSHIP

Firm Name:

Contact Person:

Title:

Telephone:

Fax Number:

E-mail Address:

Contract/Agreement beginning-ending dates:

Provide a brief description of the nature of Contract Operations being provided:

INCOME STATEMENT

Particulars (a)	This Year (b)	Last Year (c)	
UTILITY OPERATING INCOME			
Operating Revenues (400)	163,154	157,399	1
Operating Expenses:			
Operation and Maintenance Expense (401)	91,736	76,849	2
Depreciation Expense (403)	47,339	47,312	3
Amortization Expense (404)	0	0	4
Taxes (408)	33,523	34,681	5
Total Operating Expenses	172,598	158,842	
Net Operating Income	(9,444)	(1,443)	
Income from Utility Plant Leased to Others (412-413)	0	0	6
Utility Operating Income	(9,444)	(1,443)	
OTHER INCOME			
Income from Merchandising, Jobbing and Contract Work (415-416)	0	0	7
Nonoperating Rental Income (418)	0	0	8
Interest and Dividend Income (419)	22,806	23,179	9
Miscellaneous Nonoperating Income (421)	0	0	10
Total Other Income	22,806	23,179	
Total Income	13,362	21,736	
MISCELLANEOUS INCOME DEDUCTIONS			
Miscellaneous Amortization (425)	(5,334)	(5,334)	11
Other Income Deductions (426)	11,654	11,654	12
Total Miscellaneous Income Deductions	6,320	6,320	
Income Before Interest Charges	7,042	15,416	
INTEREST CHARGES			
Interest on Long-Term Debt (427)	33,359	33,669	13
Amortization of Debt Discount and Expense (428)	105	105	14
Amortization of Premium on Debt--Cr. (429)	0	0	15
Interest on Debt to Municipality (430)	6,580	7,852	16
Other Interest Expense (431)	0	0	17
Interest Charged to Construction--Cr. (432)	0	0	18
Total Interest Charges	40,044	41,626	
Net Income	(33,002)	(26,210)	
EARNED SURPLUS			
Unappropriated Earned Surplus (Beginning of Year) (216)	647,470	676,404	19
Balance Transferred from Income (433)	(33,002)	(26,210)	20
Miscellaneous Credits to Surplus (434)	0	0	21
Miscellaneous Debits to Surplus--Debit (435)	0	2,724	22
Appropriations of Surplus--Debit (436)	0	0	23
Appropriations of Income to Municipal Funds--Debit (439)	0	0	24
Total Unappropriated Earned Surplus End of Year (216)	614,468	647,470	

INCOME STATEMENT ACCOUNT DETAILS

1. Report each item (when individually or when like items are combined) greater than \$10,000 (class AB), \$5,000 (class C) and \$2,000 (class D) and all other lesser amounts grouped as Miscellaneous. Describe fully using other than account titles.
 2. Nonregulated sewer income should be reported as Miscellaneous Nonoperating Income, Account 421.

Description of Item (a)	Earnings (216.1) (b)	Contributions (216.2) (c)	Total This Year (d)	
UTILITY OPERATING INCOME				
Operating Revenues (400):				
Derived	163,154		163,154	1
Total (Acct. 400):	163,154	0	163,154	
Operation and Maintenance Expense (401):				
Derived	91,736		91,736	2
Total (Acct. 401):	91,736	0	91,736	
Depreciation Expense (403):				
Derived	47,339		47,339	3
Total (Acct. 403):	47,339	0	47,339	
Amortization Expense (404):				
Derived	0		0	4
Total (Acct. 404):	0	0	0	
Taxes (408):				
Derived	33,523		33,523	5
Total (Acct. 408):	33,523	0	33,523	
Revenues from Utility Plant Leased to Others (412):				
NONE	0		0	6
Total (Acct. 412):	0	0	0	
Expenses of Utility Plant Leased to Others (413):				
NONE	0		0	7
Total (Acct. 413):	0	0	0	
TOTAL UTILITY OPERATING INCOME:	(9,444)	0	(9,444)	
OTHER INCOME				
Income from Merchandising, Jobbing and Contract Work (415-416):				
Derived	0		0	8
Total (Acct. 415-416):	0	0	0	
Nonoperating Rental Income (418):				
NONE	0		0	9
Total (Acct. 418):	0	0	0	
Interest and Dividend Income (419):				
INTEREST AND DIVIDEND INCOME	1,409	0	1,409	10
INTEREST ON ADVANCES - 99 WATER MAIN	3,787	0	3,787	11
INTEREST ON ADVANCES -WELL	17,610	0	17,610	12
Total (Acct. 419):	22,806	0	22,806	

INCOME STATEMENT ACCOUNT DETAILS

1. Report each item (when individually or when like items are combined) greater than \$10,000 (class AB), \$5,000 (class C) and \$2,000 (class D) and all other lesser amounts grouped as Miscellaneous. Describe fully using other than account titles.
 2. Nonregulated sewer income should be reported as Miscellaneous Nonoperating Income, Account 421.

Description of Item (a)	Earnings (216.1) (b)	Contributions (216.2) (c)	Total This Year (d)
OTHER INCOME			
Miscellaneous Nonoperating Income (421):			
Contributed Plant - Water	██████████		0 13
NONE	0	0	0 14
Total (Acct. 421):	0	0	0
TOTAL OTHER INCOME:	22,806	0	22,806

MISCELLANEOUS INCOME DEDUCTIONS			
Miscellaneous Amortization (425):			
Regulatory Liability (253) Amortization	(5,334)	██████████	(5,334) 15
NONE	0	0	0 16
Total (Acct. 425):	(5,334)	0	(5,334)
Other Income Deductions (426):			
Depreciation Expense on Contributed Plant - Water	██████████	11,654	11,654 17
NONE	0	0	0 18
Total (Acct. 426):	0	11,654	11,654
TOTAL MISCELLANEOUS INCOME DEDUCTIONS:	(5,334)	11,654	6,320

INTEREST CHARGES			
Interest on Long-Term Debt (427):			
Derived	33,359	██████████	33,359 19
Total (Acct. 427):	33,359	0	33,359
Amortization of Debt Discount and Expense (428):			
AMORTIZATION OF DEBT DISCOUNT	105	██████████	105 20
Total (Acct. 428):	105	0	105
Amortization of Premium on Debt--Cr. (429):			
NONE	0	██████████	0 21
Total (Acct. 429):	0	0	0
Interest on Debt to Municipality (430):			
Derived	6,580	██████████	6,580 22
Total (Acct. 430):	6,580	0	6,580
Other Interest Expense (431):			
Derived	0	██████████	0 23
Total (Acct. 431):	0	0	0

INCOME STATEMENT ACCOUNT DETAILS

1. Report each item (when individually or when like items are combined) greater than \$10,000 (class AB), \$5,000 (class C) and \$2,000 (class D) and all other lesser amounts grouped as Miscellaneous. Describe fully using other than account titles.
 2. Nonregulated sewer income should be reported as Miscellaneous Nonoperating Income, Account 421.

Description of Item (a)	Earnings (216.1) (b)	Contributions (216.2) (c)	Total This Year (d)
INTEREST CHARGES			
Interest Charged to Construction--Cr. (432):			
NONE	0		0 24
Total (Acct. 432):	0	0	0
TOTAL INTEREST CHARGES:	40,044	0	40,044
NET INCOME:	(21,348)	(11,654)	(33,002)
EARNED SURPLUS			
Unappropriated Earned Surplus (Beginning of Year) (216):			
Derived	45,249	602,221	647,470 25
Total (Acct. 216):	45,249	602,221	647,470
Balance Transferred from Income (433):			
Derived	(21,348)	(11,654)	(33,002) 26
Total (Acct. 433):	(21,348)	(11,654)	(33,002)
Miscellaneous Credits to Surplus (434):			
NONE	0	0	0 27
Total (Acct. 434):	0	0	0
Miscellaneous Debits to Surplus--Debit (435):			
NONE	0	0	0 28
Total (Acct. 435)--Debit:	0	0	0
Appropriations of Surplus--Debit (436):			
Detail appropriations to (from) account 215			0 29
Total (Acct. 436)--Debit:	0	0	0
UNAPPROPRIATED EARNED SURPLUS (END OF YEAR):	23,901	590,567	614,468

INCOME FROM MERCHANDISING, JOBBING & CONTRACT WORK (ACCTS. 415-416)

Particulars (a)	Water (b)	Electric (c)	Sewer (d)	Gas (e)	Total (f)	
Revenues (account 415)					0	1
Costs and Expenses of Merchandising, Jobbing and Contract Work (416):						
Cost of merchandise sold					0	2
Payroll					0	3
Materials					0	4
Taxes					0	5
Other (list by major classes):						
NONE					0	6
Total costs and expenses	0	0	0	0	0	
Net income (or loss)	0	0	0	0	0	

REVENUES SUBJECT TO WISCONSIN REMAINDER ASSESSMENT

- | |
|---|
| <p>1. Report data necessary to calculate revenue subject to Wisconsin remainder assessment pursuant to Wis. Stat. § 196.85(2) and Wis. Admin. Code Ch. PSC 5.</p> <p>2. If the sewer department is not regulated by the PSC, do not report sewer department data in column (d).</p> |
|---|

Description (a)	Water Utility (b)	Electric Utility (c)	Sewer Utility (Regulated Only) (d)	Gas Utility (e)	Total (f)	
Total operating revenues	163,154	0	0	0	163,154	1
Less: interdepartmental sales	1,383		0	0	1,383	2
Less: interdepartmental rents					0	3
Less: return on net investment in meters charged to regulated sewer department. (Do not report if nonregulated sewer.)	0				0	4
Less: uncollectibles directly expensed as reported in water acct. 904 (690 class D), sewer acct. 843, and electric acct. 904 (590 class D) -or- Net write-offs when Accumulated Provision for Uncollectible Accounts (acct. 144) is maintained					0	5
Other Increases or (Decreases) to Operating Revenues - Specify:						
NONE					0	6
Revenues subject to Wisconsin Remainder Assessment	161,771	0	0	0	161,771	

BALANCE SHEET

Assets and Other Debits (a)	Balance End of Year (b)	Balance First of Year (c)	
UTILITY PLANT			
Utility Plant (100)	2,128,882	2,127,694	1
Less: Accumulated Provision for Depreciation and Amortization of Utility Plant (110)	488,555	428,531	2
Net Utility Plant	1,640,327	1,699,163	
OTHER PROPERTY AND INVESTMENTS			
Nonutility Property (121)	0	0	3
Less: Accumulated Provision for Depreciation and Amortization of Nonutility Property (122)	0	0	4
Net Nonutility Property	0	0	
Investment in Municipality (123)	0	0	5
Other Investments (124)	0	0	6
Special Funds (125)	55,965	34,771	7
Total Other Property and Investments	55,965	34,771	
CURRENT AND ACCRUED ASSETS			
Cash and Working Funds (131)	2,952	9,607	8
Temporary Cash Investments (132)			9
Notes Receivable (141)	0	0	10
Customer Accounts Receivable (142)	10,578	9,892	11
Other Accounts Receivable (143)	1,415	0	12
Accumulated Provision for Uncollectible Accounts- -Cr. (144)	0	0	13
Receivables from Municipality (145)	12,924	355	14
Materials and Supplies (150)	0	0	15
Prepayments (165)	0	0	16
Other Current and Accrued Assets (170)	341,888	368,480	17
Total Current and Accrued Assets	369,757	388,334	
DEFERRED DEBITS			
Unamortized Debt Discount and Expense (181)	3,797	3,903	18
Extraordinary Property Losses (182)	0	0	19
Other Deferred Debits (183)	24,531	32,707	20
Total Deferred Debits	28,328	36,610	
Total Assets and Other Debits	2,094,377	2,158,878	

BALANCE SHEET

Liabilities and Other Credits (a)	Balance End of Year (b)	Balance First of Year (c)	
PROPRIETARY CAPITAL			
Capital Paid in by Municipality (200)	580,474	580,474	21
Appropriated Earned Surplus (215)			22
Unappropriated Earned Surplus (216)	614,468	647,470	23
Total Proprietary Capital	1,194,942	1,227,944	
LONG-TERM DEBT			
Bonds (221)	679,609	686,193	24
Advances from Municipality (223)	111,502	136,888	25
Other long-Term Debt (224)	0	0	26
Total Long-Term Debt	791,111	823,081	
CURRENT AND ACCRUED LIABILITIES			
Notes Payable (231)	0	0	27
Accounts Payable (232)	2,421	2,197	28
Payables to Municipality (233)	0	0	29
Customer Deposits (235)			30
Taxes Accrued (236)	6,733	711	31
Interest Accrued (237)	3,155	3,596	32
Other Current and Accrued Liabilities (238)			33
Total Current and Accrued Liabilities	12,309	6,504	
DEFERRED CREDITS			
Unamortized Premium on Debt (251)	0	0	34
Customer Advances for Construction (252)			35
Other Deferred Credits (253)	96,015	101,349	36
Total Deferred Credits	96,015	101,349	
OPERATING RESERVES			
Miscellaneous Operating Reserves (265)			37
Total Operating Reserves	0	0	
Total Liabilities and Other Credits	2,094,377	2,158,878	

NET UTILITY PLANT

Report utility plant accounts and related accumulated provisions for depreciation and amortization after allocation of common plant accounts and related provisions for depreciation and amortization to utility departments as of December 31.

Particulars (a)	Water (b)	Sewer (c)	Gas (d)	Electric (e)	
First of Year:					
Total Utility Plant - First of Year	2,127,694	0	0	0	1
<i>(Should agree with Util. Plant Jan. 1 in Property Tax Equivalent Schedule)</i>					
Plant Accounts:					
Utility Plant in Service - Financed by Utility Operations or by the Municipality (100.1)	1,396,005	0	0	0	2
Utility Plant in Service - Contributed Plant (100.2)	732,212	0	0	0	3
Utility Plant Purchased or Sold (391)					4
Utility Plant in Process of Reclassification (392)					5
Utility Plant Leased to Others (393)					6
Property Held for Future Use (394)	665				7
Construction Work in Progress (395)					8
Utility Plant Acquisition Adjustments (396)					9
Other Utility Plant Adjustments (397)					10
Total Utility Plant	2,128,882	0	0	0	
Accumulated Provision for Depreciation and Amortization:					
Accumulated Provision for Depreciation of Utility Plant in Service - Financed by Utility Operations or by the Municipality (110.1)	346,910	0	0	0	11
Accumulated Provision for Depreciation of Utility Plant in Service - Contributed Plant (110.2)	141,645	0	0	0	12
Total Accumulated Provision	488,555	0	0	0	
Net Utility Plant	1,640,327	0	0	0	

**ACCUMULATED PROVISION FOR DEPRECIATION AND
AMORTIZATION OF UTILITY PLANT ON UTILITY PLANT
FINANCED BY UTILITY OPERATIONS OR BY THE MUNICIPALITY
(ACCT. 110.1)**

Depreciation Accruals (Credits) during the year (110.1):

1. Report the amounts charged in the operating sections to Depreciation Expense (403).
2. If sewer operations are nonregulated, do not report sewer depreciation on this schedule.
3. Report the Depreciation Expense on Meters charged to sewer operations as an addition in the Water column.
If the sewer is also a regulated utility by the PSC, report an equal amount as a reduction in the Sewer column.
4. Report all other accruals charged to other accounts, such as to clearing accounts.

Particulars (a)	Water (b)	(c)	(d)	(e)	Total (f)	
Balance first of year (110.1)	298,540				298,540	1
Credits During Year						2
Accruals:						3
Charged depreciation expense (403)	47,339				47,339	4
Depreciation expense on meters						5
charged to sewer (see Note 3)	1,031				1,031	6
Accruals charged other						7
accounts (specify):						8
					0	9
Salvage					0	10
Other credits (specify):						11
					0	12
					0	13
					0	14
					0	15
Total credits	48,370	0	0	0	48,370	16
Debits during year						17
Book cost of plant retired	0				0	18
Cost of removal					0	19
Other debits (specify):						20
					0	21
					0	22
					0	23
					0	24
Total debits	0	0	0	0	0	25
Balance end of year (110.1)	346,910	0	0	0	346,910	26
Composite Depreciation Rate?	No					27
If yes, what is the rate?						28

ACCUMULATED PROVISION FOR DEPRECIATION AND AMORTIZATION OF UTILITY PLANT ON CONTRIBUTED PLANT IN SERVICE (ACCT. 110.2)

Depreciation Accruals (Credits) during the year (110.1):

1. Report the amounts charged in the operating sections to Depreciation Expense (403).
2. If sewer operations are nonregulated, do not report sewer depreciation on this schedule.
3. Report the Depreciation Expense on Meters charged to sewer operations as an addition in the Water column.
If the sewer is also a regulated utility by the PSC, report an equal amount as a reduction in the Sewer column.
4. Report all other accruals charged to other accounts, such as to clearing accounts.

Particulars (a)	Water (b)	(c)	(d)	(e)	Total (f)	
Balance first of year (110.1)	129,991				129,991	1
Credits During Year						2
Accruals:						3
Charged depreciation expense (426)	11,654				11,654	4
Depreciation expense on meters						5
charged to sewer (see Note 3)					0	6
Accruals charged other						7
accounts (specify):						8
					0	9
Salvage					0	10
Other credits (specify):						11
					0	12
					0	13
					0	14
					0	15
Total credits	11,654	0	0	0	11,654	16
Debits during year						17
Book cost of plant retired	0				0	18
Cost of removal					0	19
Other debits (specify):						20
					0	21
					0	22
					0	23
					0	24
Total debits	0	0	0	0	0	25
Balance end of year (110.1)	141,645	0	0	0	141,645	26
Composite Depreciation Rate?	No					27
If yes, what is the rate?						28

NET NONUTILITY PROPERTY (ACCTS. 121 & 122)

1. Report separately each item of property with a book cost of \$5,000 or more included in account 121.
2. Other items may be grouped by classes of property.
3. Describe in detail any investment in sewer department carried in this account.

Description (a)	Balance First of Year (b)	Additions During Year (c)	Deductions During Year (d)	Balance End of Year (e)	
Nonregulated sewer plant	0			0	1
Other (specify):					
NONE	0			0	2
Total Nonutility Property (121)	0	0	0	0	
Less accum. prov. depr. & amort. (122)	0			0	3
Net Nonutility Property	0	0	0	0	

ACCUMULATED PROVISION FOR UNCOLLECTIBLE ACCOUNTS-CR. (ACCT. 144)

Particulars (a)	Amount (b)	
Balance first of year	0	1
Additions:		
Provision for uncollectibles during year		2
Collection of accounts previously written off: Utility Customers		3
Collection of accounts previously written off: Others		4
Total Additions	0	
Deductions:		
Accounts written off during the year: Utility Customers		5
Accounts written off during the year: Others		6
Total accounts written off	0	
Balance end of year	0	

MATERIALS AND SUPPLIES

Account (a)	Generation (b)	Transmission (c)	Distribution (d)	Other (e)	Total End of Year (f)	Amount Prior Year (g)
Electric Utility						
Fuel for generation					0	0 1
Other					0	0 2
Total Electric Utility					0	0

Account	Total End of Year	Amount Prior Year
Electric utility total	0	0 1
Water utility		0 2
Sewer utility		0 3
Gas utility		0 4
Merchandise		0 5
Other materials & supplies		0 6
Total Materials and Supplies	0	0

**UNAMORTIZED DEBT DISCOUNT & EXPENSE & PREMIUM ON DEBT
(ACCTS. 181 AND 251)**

Report net discount and expense or premium separately for each security issue.

Debt Issue to Which Related (a)	Written Off During Year		Balance End of Year (d)	
	Amount (b)	Account Charged or Credited (c)		
Unamortized debt discount & expense (181)				
UNAMORTIZED DEBT DISCOUNT	105	428	3,797	1
Total			<u><u>3,797</u></u>	
Unamortized premium on debt (251)				
NONE				2
Total			<u><u>0</u></u>	

CAPITAL PAID IN BY MUNICIPALITY (ACCT. 200)

Report each item (when individually or when like items are combined) greater than \$10,000 (class AB), \$5,000 (class C) and \$2,000 (class D, sewer and privates) and all other lesser amounts grouped as Miscellaneous. Describe fully using other than account titles.

Particulars (a)	Amount (b)	
Balance first of year	580,474	1
Changes during year (explain):		
NONE		2
Balance end of year	<u><u>580,474</u></u>	

BONDS (ACCT. 221)

1. Report hereunder information required for each separate issue of bonds.
2. If there is more than one interest rate for an aggregate obligation issue, average the interest rates and report one rate.
3. Proceeds advanced by the municipality from sale of general obligation bonds, if repayable by utility, should be included in account 223.

Description of Issue (a)	Date of Issue (b)	Final Maturity Date (c)	Interest Rate (d)	Principal Amount End of Year (e)	
MORTGAGE REVENUE BOND	12/18/2002	12/01/2042	4.88%	679,609	1
Total Bonds (Account 221):				679,609	

NOTES PAYABLE & MISCELLANEOUS LONG-TERM DEBT

1. Report each class of debt included in Accounts 223, 224 and 231.
2. Proceeds of general obligation issues, if subject to repayment by the utility, should be included in Account 223.
3. If there is more than one interest rate for an aggregate obligation issue, average the interest rates and report one rate.

Account and Description of Obligation (a and b)	Date of Issue (c)	Final Maturity Date (d)	Interest Rate (e)	Principal Amount End of Year (f)	
Advances (223)					
NOTES PAYABLE	09/02/1999	09/02/2009	5.05%	111,502	1
Total for Account 223				111,502	

TAXES ACCRUED (ACCT. 236)

Particulars (a)	Amount (b)	
Balance first of year	711	1
Accruals:		
Charged water department expense	33,523	2
Charged electric department expense		3
Charged sewer department expense	261	4
Other (explain):		
NONE		5
Total Accruals and other credits	33,784	
Taxes paid during year:		
County, state and local taxes	25,103	6
Social Security taxes	2,522	7
PSC Remainder Assessment	137	8
Other (explain):		
NONE		9
Total payments and other debits	27,762	
Balance end of year	6,733	

INTEREST ACCRUED (ACCT. 237)

1. Report below interest accrued on each utility obligation.
 2. Report Customer Deposits under Account 231.

Description of Issue (a)	Interest Accrued Balance First of Year (b)	Interest Accrued During Year (c)	Interest Paid During Year (d)	Interest Accrued Balance End of Year (e)	
Bonds (221)					
2002 MORTGAGE REVENUE BOND	1,283	33,359	33,371	1,271	1
Subtotal	1,283	33,359	33,371	1,271	
Advances from Municipality (223)					
1999 G.O. NOTE	2,313	6,580	7,009	1,884	2
Subtotal	2,313	6,580	7,009	1,884	
Other long-Term Debt (224)					
NONE	0			0	3
Subtotal	0	0	0	0	
Notes Payable (231)					
NONE	0			0	4
Subtotal	0	0	0	0	
Total	3,596	39,939	40,380	3,155	

BALANCE SHEET END-OF-YEAR ACCOUNT BALANCES

Report each item (when individually or when like items are combined) greater than \$10,000 (class AB), \$5,000 (class C) and \$2,000 (class D) and all other lesser amounts grouped as Miscellaneous. Describe fully using other than account titles.

Particulars (a)	Balance End of Year (b)	
Investment in Municipality (123):		
NONE		1
Total (Acct. 123):	0	
Other Investments (124):		
NONE		2
Total (Acct. 124):	0	
Special Funds (125):		
BOND RESERVE ACT DEPRECIATION	13,212	3
REPLACEMENT FUND LGIP	39,423	4
RESERVE SPECIAL REDEMPTION	3,330	5
Total (Acct. 125):	55,965	
Notes Receivable (141):		
NONE		6
Total (Acct. 141):	0	
Customer Accounts Receivable (142):		
Water	10,578	7
Electric		8
Sewer (Regulated)		9
Other (specify):		
NONE		10
Total (Acct. 142):	10,578	
Other Accounts Receivable (143):		
Sewer (Non-regulated)		11
Merchandising, jobbing and contract work		12
Other (specify):		
OTHER RECEIVABLES	1,415	13
Total (Acct. 143):	1,415	
Receivables from Municipality (145):		
RECEIVABLE FROM GENERAL FUND	12,888	14
RECEIVABLE FROM TAX AGENCY	36	15
Total (Acct. 145):	12,924	
Prepayments (165):		
NONE	0	16
Total (Acct. 165):	0	
Extraordinary Property Losses (182):		
NONE	0	17
Total (Acct. 182):	0	

BALANCE SHEET END-OF-YEAR ACCOUNT BALANCES

Report each item (when individually or when like items are combined) greater than \$10,000 (class AB), \$5,000 (class C) and \$2,000 (class D) and all other lesser amounts grouped as Miscellaneous. Describe fully using other than account titles.

Particulars (a)	Balance End of Year (b)	
Other Deferred Debits (183):		
DEFERRED MAINTENANCE EXPENSE PUMPING EQUIPMENT	24,531	18
Total (Acct. 183):	24,531	
Payables to Municipality (233):		
NONE		19
Total (Acct. 233):	0	
Other Deferred Credits (253):		
Regulatory Liability	96,015	20
NONE		21
Total (Acct. 253):	96,015	

RETURN ON RATE BASE COMPUTATION

1. The data used in calculating rate base are averages.
2. Calculate those averages by summing the first-of-year and the end-of-year figures for each account and then dividing the sum by two.
3. Note: Do not include contributed plant in service, property held for future use, or construction work in progress with utility plant in service. These are not rate base components.

Average Rate Base (a)	Water (b)	Electric (c)	Sewer (d)	Gas (e)	Total (f)	
Add Average:						
Utility Plant in Service (100.1)	1,395,411	0	0	0	1,395,411	1
Materials and Supplies	0	0	0	0	0	2
Other (specify):						
NONE					0	3
Less Average:						
Reserve for Depreciation (110.1)	322,725	0	0	0	322,725	4
Customer Advances for Construction					0	5
Regulatory Liability	98,682	0	0	0	98,682	6
NONE					0	7
Average Net Rate Base	974,004	0	0	0	974,004	
Net Operating Income	(9,444)	0	0	0	(9,444)	8
Net Operating Income as a percent of						
Average Net Rate Base	-0.97%	N/A	N/A	N/A	-0.97%	

IMPORTANT CHANGES DURING THE YEAR

Report changes of any of the following types:

NONE

FULL-TIME EMPLOYEES (FTE)

Use FTE numbers where FTE stands for full-time employees or full-time equivalency. FTE can be computed by using total hours worked/2080 hours for a fiscal year. Estimate to the nearest tenth. If an employee works part time for more than one industry then determine FTE based on estimate of hours worked per industry.

Example: An employee worked 35% of their time on electric jobs, 30% on water jobs, 20% on sewer jobs and 15% on municipal nonutility jobs. The FTE by industry would be .4 for electric, .3 for water and .2 for sewer.

Industry (a)	FTE (b)	
Water	1.5	1
Electric		2
Gas		3
Sewer		4

**REGULATORY LIABILITY - PRE-2003 HISTORICAL
ACCUMULATED DEPRECIATION ON CONTRIBUTED UTILITY
PLANT (253)**

Particulars (a)	Water (b)	Electric (c)	Sewer (d)	Gas (e)	Total (f)	
Balance First of Year	101,349	0	0	0	101,349	1
Add credits during year:						
NONE					0	2
Deduct charges:						
Miscellaneous Amortization (425)	5,334	0	0	0	5,334	3
Other (specify):						
NONE					0	4
Balance End of Year	96,015	0	0	0	96,015	

FINANCIAL SECTION FOOTNOTES

Balance Sheet End-of-Year Account Balances (Page F-18)

Other Deferred Debits (Acct 183): amortization requires PSC authorization. Provide date of authorization.

DEFERRED MAINTENANCE EXPENSE - PUMPING EQUIPMENT (183)M PSC AUTHORIZATION
DATE 3/26/03

Please explain amounts in Accounts 143, 145 and/or 233 in excess of \$2,000, providing a short list or detail using other than terms such as "other revenues" "general" "miscellaneous" or repeating the account title.

RECEIVABLE FROM GENERAL FUND REPRESENTS 3 MONTHS OF PUBLIC FIRE PROTECTION REVENUE DUE (\$51,552/4). REIMBURSEMENTS ARE MADE ON A QUARTERLY BASIS WITH PAYMENT RECEIVED IN JANUARY 2006.

FINANCIAL SECTION FOOTNOTES

Signature Page (Page ii)

General footnotes

Johnson Block & Co., Inc.
Certified Public Accountants

INDEPENDENT ACCOUNTANT'S REPORT

To the Village Board
Village of Blue Mounds
Blue Mounds, Wisconsin

We have compiled the accompanying Municipal Utility Annual Report of the Blue Mounds Water Utility as of December 31, 2005 in the accompanying prescribed form in accordance with Statements on Standards for Accounting and Review issued by the American Institute of Certified Public Accountants. We have also compiled the supplementary information presented in the prescribed form.

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

The Municipal Utility Annual Report is presented in accordance with the requirements of the Wisconsin Public Service Commission, which differ from generally accepted accounting principles. Accordingly, the Municipal Utility Annual Report is not designated for those who are not informed about such differences.

Johnson Block & Co., Inc.
March 31, 2006

6314 Odana Road, Madison, Wisconsin 53719 Phone (608) 274-2002 FAX (608) 274-4320

WATER OPERATING REVENUES & EXPENSES

Particulars (a)	This Year (b)	Last Year (c)	
Operating Revenues			
Sales of Water			
Sales of Water (460-467)	162,152	156,272	1
Total Sales of Water	162,152	156,272	
Other Operating Revenues			
Forfeited Discounts (470)	769	752	2
Other Water Revenues (474)	233	375	3
Total Other Operating Revenues	1,002	1,127	
Total Operating Revenues	163,154	157,399	
Operation and Maintenance Expenses			
Plant Operation and Maintenance Expenses (600-660)	56,416	46,653	4
General Operating Expenses (680-690)	35,320	30,196	5
Total Operation and Maintenance Expenses	91,736	76,849	
Other Operating Expenses			
Depreciation Expense (403)	47,339	47,312	6
Amortization Expense (404)		0	7
Taxes (408)	33,523	34,681	8
Total Other Operating Expenses	80,862	81,993	
Total Operating Expenses	172,598	158,842	
NET OPERATING INCOME	(9,444)	(1,443)	

WATER OPERATING REVENUES - SALES OF WATER

1. Where customer meters record cubic feet, multiply by 7.48 to obtain number of gallons.
2. Report estimated gallons for unmetered sales.
3. Sales to multiple dwelling buildings through a single meter serving 3 or more family units should be classified commercial.
4. Account 460, Unmetered Sales to General Customers - Gallons of Water Sold should not include in any way quantity of water, i.e. metered, or measured by tank or pool volume. The quantity should be estimated based on size of pipe, flow, foot of frontage, etc. Bulk water sales should be Account 460 if the quantity is estimated and should be Account 461 if metered or measured by volume. Water related to construction should be a measured sale of water (either Account 461 or Account 464).
5. Other accounts: see application Help files for details.

Particulars (a)	Average No. Customers (b)	Thousands of Gallons of Water Sold (c)	Amounts (d)	
Operating Revenues				
Sales of Water				
Unmetered Sales to General Customers (460)				
Residential				1
Commercial				2
Industrial				3
Total Unmetered Sales to General Customers (460)	0	0	0	
Metered Sales to General Customers (461)				
Residential	373	13,069	100,931	4
Commercial	15	1,158	8,127	5
Industrial				6
Total Metered Sales to General Customers (461)	388	14,227	109,058	
Private Fire Protection Service (462)				7
Public Fire Protection Service (463)	1		51,552	8
Other Sales to Public Authorities (464)	1	11	159	9
Sales to Irrigation Customers (465)				10
Sales for Resale (466)		0	0	11
Interdepartmental Sales (467)	5	145	1,383	12
Total Sales of Water	395	14,383	162,152	

SALES FOR RESALE (ACCT. 466)

Use a separate line for each delivery point.

Customer Name (a)	Point of Delivery (b)	Thousands of Gallons Sold (c)	Revenues (d)
------------------------------	----------------------------------	--	-------------------------

NONE

OTHER OPERATING REVENUES (WATER)

1. Report revenues relating to each account and fully describe each item using other than the account title.
2. Report each item (when individually or when like items are combined) greater than \$10,000 (class AB), \$5,000 (class C) and \$2,000 (class D and privates) and all other lesser amounts grouped as Miscellaneous.
3. For a combined utility which also provides sewer service that is based upon water readings, report the return on net investment in meters charged to sewer department in Other Water Revenues (474).

Particulars (a)	Amount (b)	
Public Fire Protection Service (463):		
Amount billed (usually per rate schedule F-1 or Fd-1)	51,552	1
Wholesale fire protection billed		2
Amount billed for fighting fires outside utility's service areas (usually per rate schedule F-2 or BW-1)		3
Other (specify):		
NONE		4
Total Public Fire Protection Service (463)	51,552	
Forfeited Discounts (470):		
Customer late payment charges	769	5
Other (specify):		
NONE		6
Total Forfeited Discounts (470)	769	
Other Water Revenues (474):		
Return on net investment in meters charged to sewer department	74	7
Other (specify):		
WELL PERMITS	75	8
RECONNECTION CHARGES	18	9
STANDBY CHARGES	63	10
OTHER WATER REVENUES	3	11
Total Other Water Revenues (474)	233	

WATER OPERATION & MAINTENANCE EXPENSES

Each expense account that has an increase or a decrease when compared to the previous year of greater than 30 percent, but not less than \$2,000, shall be fully explained in the schedule footnotes.

Particulars (a)	This Year (b)	Last Year (c)	
PLANT OPERATION AND MAINTENANCE EXPENSES			
Salaries and Wages (600)	21,392	21,015	1
Purchased Water (610)	0	0	2
Fuel or Power Purchased for Pumping (620)	11,359	10,590	3
Chemicals (630)	548	863	4
Supplies and Expenses (640)	5,678	2,014	5
Repairs of Water Plant (650)	16,499	11,598	6
Transportation Expenses (660)	940	573	7
Total Plant Operation and Maintenance Expenses	56,416	46,653	
GENERAL OPERATING EXPENSES			
Administrative and General Salaries (680)	11,231	8,343	8
Office Supplies and Expenses (681)	2,528	2,196	9
Outside Services Employed (682)	5,960	7,528	10
Insurance Expense (684)	2,677	2,747	11
Employees Pensions and Benefits (686)	12,892	9,332	12
Regulatory Commission Expenses (688)	0	0	13
Miscellaneous General Expenses (689)	32	50	14
Uncollectible Accounts (690)	0	0	15
Total General Operating Expenses	35,320	30,196	
Total Operation and Maintenance Expenses	91,736	76,849	

TAXES (ACCT. 408 - WATER)

When allocation of taxes is made between departments, explain method used.

Description of Tax (a)	Method Used to Allocate Between Departments (b)	This Year (c)	Last Year (d)	
Property Tax Equivalent		31,125	32,523	1
Less: Local and School Tax Equivalent on Meters Charged to Sewer Department		261	261	2
Net property tax equivalent		30,864	32,262	
Social Security		2,522	2,243	3
PSC Remainder Assessment		137	176	4
Other (specify): NONE			0	5
Total tax expense		33,523	34,681	

PROPERTY TAX EQUIVALENT (WATER)

1. No property tax equivalent shall be determined for sewer utilities or town sanitary district water utilities.
2. Tax rates are those issued in November (usually) of the year being reported and are available from the municipal treasurer. Report the tax rates in mills to six (6) decimal places.
3. The assessment ratio is available from the municipal treasurer. Report the ratio as a decimal to six (6) places.
4. The utility plant balance first of year should include the gross book values of plant in service (total of utility financed and contributed plant), property held for future use and construction work in progress.
5. An "other tax rate" is included in the "Net Local and School Tax Rate Calculation" to the extent that it is local. An example is a local library tax. Fully explain the rate in the Property Tax Equivalent schedule footnotes.
6. The Property Tax Equivalent to be reported for the year is determined pursuant to Wis. Stat § 66.0811(2). Report the higher of the current year calculation or the tax equivalent reported in the 1994 PSC annual report, unless, the municipality has authorized a lower amount, then that amount is reported as the property tax equivalent.
7. If the municipality has authorized a lower amount, the authorization description and date of the authorization must be reported in the Property Tax Equivalent schedule footnotes.

Particulars (a)	Units (b)	Total (c)	County A (d)	County B (e)	County C (f)	County D (g)	
County name			Dane				1
SUMMARY OF TAX RATES							2
State tax rate	mills		0.213320				3
County tax rate	mills		3.234064				4
Local tax rate	mills		5.514306				5
School tax rate	mills		10.518865				6
Voc. school tax rate	mills		1.440461				7
Other tax rate - Local	mills		0.000000				8
Other tax rate - Non-Local	mills		0.000000				9
Total tax rate	mills		20.921016				10
Less: state credit	mills		1.003151				11
Net tax rate	mills		19.917865				12
PROPERTY TAX EQUIVALENT CALCULATION							13
Local Tax Rate	mills		5.514306				14
Combined School Tax Rate	mills		11.959326				15
Other Tax Rate - Local	mills		0.000000				16
Total Local & School Tax	mills		17.473632				17
Total Tax Rate	mills		20.921016				18
Ratio of Local and School Tax to Total	dec.		0.835219				19
Total tax net of state credit	mills		19.917865				20
Net Local and School Tax Rate	mills		16.635781				21
Utility Plant, Jan. 1	\$	2,127,694	2,127,694				22
Materials & Supplies	\$	0	0				23
Subtotal	\$	2,127,694	2,127,694				24
Less: Plant Outside Limits	\$	0	0				25
Taxable Assets	\$	2,127,694	2,127,694				26
Assessment Ratio	dec.		0.879337				27
Assessed Value	\$	1,870,960	1,870,960				28
Net Local & School Rate	mills		16.635781				29
Tax Equiv. Computed for Current Year	\$	31,125	31,125				30
Tax Equivalent per 1994 PSC Report	\$	13,407					31
Any lower tax equivalent as authorized by municipality (see note 6)	\$						32
Tax equiv. for current year (see note 6)	\$	31,125					34

WATER UTILITY PLANT IN SERVICE

--Plant Financed by Utility or Municipality--

1. All adjustments, corrections and reclassifications (including to/from plant financed by contributions) should be reported in Column (f), Adjustments.
2. Explain fully as a schedule footnote the nature of all entries reported in Column (f), Adjustments.
3. Explain as a schedule footnote the dollar additions and retirements reported in Columns (c) and (e) for each account over \$10,000. If applicable, provide construction authorization.
4. Use only the account titles listed. If the utility has subaccounts other than account 372.1, combine them into one total and detail by subaccount as a schedule footnote.

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	
INTANGIBLE PLANT			
Organization (301)	0		1
Franchises and Consents (302)	0		2
Miscellaneous Intangible Plant (303)	0		3
Total Intangible Plant	0	0	
SOURCE OF SUPPLY PLANT			
Land and Land Rights (310)	0		4
Structures and Improvements (311)	0		5
Collecting and Impounding Reservoirs (312)	0		6
Lake, River and Other Intakes (313)	0		7
Wells and Springs (314)	400,422		8
Infiltration Galleries and Tunnels (315)	0		9
Supply Mains (316)	0		10
Other Water Source Plant (317)	0		11
Total Source of Supply Plant	400,422	0	
PUMPING PLANT			
Land and Land Rights (320)	0		12
Structures and Improvements (321)	277,962		13
Boiler Plant Equipment (322)	0		14
Other Power Production Equipment (323)	46,068		15
Steam Pumping Equipment (324)	0		16
Electric Pumping Equipment (325)	128,445		17
Diesel Pumping Equipment (326)	0		18
Hydraulic Pumping Equipment (327)	0		19
Other Pumping Equipment (328)	0		20
Total Pumping Plant	452,475	0	
WATER TREATMENT PLANT			
Land and Land Rights (330)	0		21
Structures and Improvements (331)	0		22
Water Treatment Equipment (332)	2,595		23
Total Water Treatment Plant	2,595	0	

WATER UTILITY PLANT IN SERVICE (cont.)
--Plant Financed by Utility or Municipality--

Accounts (d)	Retirements During Year (e)	Adjustments Increase or (Decrease) (f)	Balance End of Year (g)
INTANGIBLE PLANT			
Organization (301)			0 1
Franchises and Consents (302)			0 2
Miscellaneous Intangible Plant (303)			0 3
Total Intangible Plant	0	0	0
SOURCE OF SUPPLY PLANT			
Land and Land Rights (310)			0 4
Structures and Improvements (311)			0 5
Collecting and Impounding Reservoirs (312)			0 6
Lake, River and Other Intakes (313)			0 7
Wells and Springs (314)			400,422 8
Infiltration Galleries and Tunnels (315)			0 9
Supply Mains (316)			0 10
Other Water Source Plant (317)			0 11
Total Source of Supply Plant	0	0	400,422
PUMPING PLANT			
Land and Land Rights (320)			0 12
Structures and Improvements (321)			277,962 13
Boiler Plant Equipment (322)			0 14
Other Power Production Equipment (323)			46,068 15
Steam Pumping Equipment (324)			0 16
Electric Pumping Equipment (325)			128,445 17
Diesel Pumping Equipment (326)			0 18
Hydraulic Pumping Equipment (327)			0 19
Other Pumping Equipment (328)			0 20
Total Pumping Plant	0	0	452,475
WATER TREATMENT PLANT			
Land and Land Rights (330)			0 21
Structures and Improvements (331)			0 22
Water Treatment Equipment (332)			2,595 23
Total Water Treatment Plant	0	0	2,595

WATER UTILITY PLANT IN SERVICE
--Plant Financed by Utility or Municipality--

1. All adjustments, corrections and reclassifications (including to/from plant financed by contributions) should be reported in Column (f), Adjustments.
2. Explain fully as a schedule footnote the nature of all entries reported in Column (f), Adjustments.
3. Explain as a schedule footnote the dollar additions and retirements reported in Columns (c) and (e) for each account over \$10,000. If applicable, provide construction authorization.
4. Use only the account titles listed. If the utility has subaccounts other than account 372.1, combine them into one total and detail by subaccount as a schedule footnote.

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	
TRANSMISSION AND DISTRIBUTION PLANT			
Land and Land Rights (340)	3,502		24
Structures and Improvements (341)	0		25
Distribution Reservoirs and Standpipes (342)	94,244		26
Transmission and Distribution Mains (343)	224,348		27
Fire Mains (344)	0		28
Services (345)	40,898		29
Meters (346)	36,886	1,187	30
Hydrants (348)	19,352		31
Other Transmission and Distribution Plant (349)	6,862		32
Total Transmission and Distribution Plant	426,092	1,187	
GENERAL PLANT			
Land and Land Rights (370)	0		33
Structures and Improvements (371)	4,284		34
Office Furniture and Equipment (372)	1,850		35
Computer Equipment (372.1)	4,138		36
Transportation Equipment (373)	15,142		37
Other General Equipment (379)	87,820		38
Other Tangible Property (390)	0		39
Total General Plant	113,234	0	
Total utility plant in service directly assignable	1,394,818	1,187	
Common Utility Plant Allocated to Water Department	0		40
Total utility plant in service	1,394,818	1,187	

WATER UTILITY PLANT IN SERVICE (cont.)
--Plant Financed by Utility or Municipality--

Accounts (d)	Retirements During Year (e)	Adjustments Increase or (Decrease) (f)	Balance End of Year (g)
TRANSMISSION AND DISTRIBUTION PLANT			
Land and Land Rights (340)			3,502 24
Structures and Improvements (341)			0 25
Distribution Reservoirs and Standpipes (342)			94,244 26
Transmission and Distribution Mains (343)			224,348 27
Fire Mains (344)			0 28
Services (345)			40,898 29
Meters (346)			38,073 30
Hydrants (348)			19,352 31
Other Transmission and Distribution Plant (349)			6,862 32
Total Transmission and Distribution Plant	0	0	427,279
GENERAL PLANT			
Land and Land Rights (370)			0 33
Structures and Improvements (371)			4,284 34
Office Furniture and Equipment (372)			1,850 35
Computer Equipment (372.1)			4,138 36
Transportation Equipment (373)			15,142 37
Other General Equipment (379)			87,820 38
Other Tangible Property (390)			0 39
Total General Plant	0	0	113,234
Total utility plant in service directly assignable	0	0	1,396,005
Common Utility Plant Allocated to Water Department			0 40
Total utility plant in service	0	0	1,396,005

WATER UTILITY PLANT IN SERVICE --Plant Financed by Contributions--

1. All adjustments, corrections and reclassifications (including to/from plant financed by contributions) should be reported in Column (f), Adjustments.
2. Explain fully as a schedule footnote the nature of all entries reported in Column (f), Adjustments.
3. Explain as a schedule footnote the dollar additions and retirements reported in Columns (c) and (e) for each account over \$10,000. If applicable, provide construction authorization.
4. Use only the account titles listed. If the utility has subaccounts other than account 372.1, combine them into one total and detail by subaccount as a schedule footnote.

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	
INTANGIBLE PLANT			
Organization (301)	0		1
Franchises and Consents (302)	0		2
Miscellaneous Intangible Plant (303)	0		3
Total Intangible Plant	0	0	
SOURCE OF SUPPLY PLANT			
Land and Land Rights (310)	0		4
Structures and Improvements (311)	0		5
Collecting and Impounding Reservoirs (312)	0		6
Lake, River and Other Intakes (313)	0		7
Wells and Springs (314)	0		8
Infiltration Galleries and Tunnels (315)	0		9
Supply Mains (316)	0		10
Other Water Source Plant (317)	0		11
Total Source of Supply Plant	0	0	
PUMPING PLANT			
Land and Land Rights (320)	0		12
Structures and Improvements (321)	0		13
Boiler Plant Equipment (322)	0		14
Other Power Production Equipment (323)	0		15
Steam Pumping Equipment (324)	0		16
Electric Pumping Equipment (325)	0		17
Diesel Pumping Equipment (326)	0		18
Hydraulic Pumping Equipment (327)	0		19
Other Pumping Equipment (328)	0		20
Total Pumping Plant	0	0	
WATER TREATMENT PLANT			
Land and Land Rights (330)	0		21
Structures and Improvements (331)	0		22
Water Treatment Equipment (332)	0		23
Total Water Treatment Plant	0	0	

**WATER UTILITY PLANT IN SERVICE (cont.)
--Plant Financed by Contributions--**

Accounts (d)	Retirements During Year (e)	Adjustments Increase or (Decrease) (f)	Balance End of Year (g)
INTANGIBLE PLANT			
Organization (301)			0 1
Franchises and Consents (302)			0 2
Miscellaneous Intangible Plant (303)			0 3
Total Intangible Plant	0	0	0
SOURCE OF SUPPLY PLANT			
Land and Land Rights (310)			0 4
Structures and Improvements (311)			0 5
Collecting and Impounding Reservoirs (312)			0 6
Lake, River and Other Intakes (313)			0 7
Wells and Springs (314)			0 8
Infiltration Galleries and Tunnels (315)			0 9
Supply Mains (316)			0 10
Other Water Source Plant (317)			0 11
Total Source of Supply Plant	0	0	0
PUMPING PLANT			
Land and Land Rights (320)			0 12
Structures and Improvements (321)			0 13
Boiler Plant Equipment (322)			0 14
Other Power Production Equipment (323)			0 15
Steam Pumping Equipment (324)			0 16
Electric Pumping Equipment (325)			0 17
Diesel Pumping Equipment (326)			0 18
Hydraulic Pumping Equipment (327)			0 19
Other Pumping Equipment (328)			0 20
Total Pumping Plant	0	0	0
WATER TREATMENT PLANT			
Land and Land Rights (330)			0 21
Structures and Improvements (331)			0 22
Water Treatment Equipment (332)			0 23
Total Water Treatment Plant	0	0	0

WATER UTILITY PLANT IN SERVICE --Plant Financed by Contributions--

1. All adjustments, corrections and reclassifications (including to/from plant financed by contributions) should be reported in Column (f), Adjustments.
2. Explain fully as a schedule footnote the nature of all entries reported in Column (f), Adjustments.
3. Explain as a schedule footnote the dollar additions and retirements reported in Columns (c) and (e) for each account over \$10,000. If applicable, provide construction authorization.
4. Use only the account titles listed. If the utility has subaccounts other than account 372.1, combine them into one total and detail by subaccount as a schedule footnote.

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	
TRANSMISSION AND DISTRIBUTION PLANT			
Land and Land Rights (340)	0		24
Structures and Improvements (341)	0		25
Distribution Reservoirs and Standpipes (342)	0		26
Transmission and Distribution Mains (343)	576,983		27
Fire Mains (344)	0		28
Services (345)	105,438		29
Meters (346)	0		30
Hydrants (348)	49,790		31
Other Transmission and Distribution Plant (349)	0		32
Total Transmission and Distribution Plant	732,211	0	
GENERAL PLANT			
Land and Land Rights (370)	0		33
Structures and Improvements (371)	0		34
Office Furniture and Equipment (372)	0		35
Computer Equipment (372.1)	0		36
Transportation Equipment (373)	0		37
Other General Equipment (379)	0		38
Other Tangible Property (390)	0		39
Total General Plant	0	0	
Total utility plant in service directly assignable	732,211	0	
Common Utility Plant Allocated to Water Department	0		40
Total utility plant in service	732,211	0	

WATER UTILITY PLANT IN SERVICE (cont.)
--Plant Financed by Contributions--

Accounts (d)	Retirements During Year (e)	Adjustments Increase or (Decrease) (f)	Balance End of Year (g)
TRANSMISSION AND DISTRIBUTION PLANT			
Land and Land Rights (340)			0 24
Structures and Improvements (341)			0 25
Distribution Reservoirs and Standpipes (342)			0 26
Transmission and Distribution Mains (343)			576,983 27
Fire Mains (344)			0 28
Services (345)		1	105,439 29
Meters (346)			0 30
Hydrants (348)			49,790 31
Other Transmission and Distribution Plant (349)			0 32
Total Transmission and Distribution Plant	0	1	732,212
GENERAL PLANT			
Land and Land Rights (370)			0 33
Structures and Improvements (371)			0 34
Office Furniture and Equipment (372)			0 35
Computer Equipment (372.1)			0 36
Transportation Equipment (373)			0 37
Other General Equipment (379)			0 38
Other Tangible Property (390)			0 39
Total General Plant	0	0	0
Total utility plant in service directly assignable	0	1	732,212
Common Utility Plant Allocated to Water Department			0 40
Total utility plant in service	0	1	732,212

SOURCE OF SUPPLY, PUMPING AND PURCHASED WATER STATISTICS

Expanded definitions of the three types of accounted-for water reported on this schedule are included in the schedule Help and in the Reference Manual Schedule Reference Sheet.

Sources of Water Supply					
Month	Purchased Water Gallons (000's)	Surface Water Gallons (000's)	Ground Water Gallons (000's)	Total Gallons All Methods (000's)	
(a)	(b)	(c)	(d)	(e)	
January			1,356	1,356	1
February			1,159	1,159	2
March			1,340	1,340	3
April			1,364	1,364	4
May			1,501	1,501	5
June			1,956	1,956	6
July			2,037	2,037	7
August			1,500	1,500	8
September			1,483	1,483	9
October			1,399	1,399	10
November			1,245	1,245	11
December			1,265	1,265	12
Total annual pumpage	0	0	17,605	17,605	
Less: Water sold				14,383	13
Volume pumped but not sold				3,222	14
Volume sold as a percent of volume pumped				82%	15
Volume used for water production, water quality and system maintenance				280	16
Volume related to equipment/system malfunction				550	17
Non-utility volume NOT included in water sales					18
Total volume not sold but accounted for				830	19
Volume pumped but unaccounted for				2,392	20
Percent of water lost				14%	21
If more than 25%, indicate causes:					22
If more than 25%, state what action has been taken to reduce water loss:					23
Maximum gallons pumped by all methods in any one day during reporting year (000 gal.)				171	24
Date of maximum: 6/1/2005					25
Cause of maximum:					26
FLUSHING HYDRANTS					
Minimum gallons pumped by all methods in any one day during reporting year (000 gal.)				0	27
Date of minimum: 10/30/2005					28
Total KWH used for pumping for the year				101,680	29
If water is purchased: Vendor Name:					30
Point of Delivery:					31

SOURCES OF WATER SUPPLY - GROUND WATERS

Location (a)	Identification Number (b)	Depth in feet (c)	Well Diameter in inches (d)	Yield Per Day in gallons (e)	Currently In Service? (f)	
11011 BRIGHAM AVENUE	#1	865	12	288,000	Yes	1
3050 MOUNDS ROAD	#3	750	18	583,200	Yes	2

SOURCES OF WATER SUPPLY - SURFACE WATERS

Location (a)	Intakes			
	Identification Number (b)	Distance From Shore in feet (c)	Depth Below Surface in feet (d)	Diameter in inches (e)
NONE				

PUMPING & POWER EQUIPMENT

1. Use a separate column for each pump.
2. Indicate purpose of pump by: P for primary (from source to reservoir, treatment or distribution system), B for booster (from reservoir or treatment to distribution system, or within distribution system), or S for standby pumping equipment.
3. Indicate destination (of water pumped) by: R for reservoir, T for treatment or D for distribution system.

Particulars (a)	Unit A (b)	Unit B (c)	Unit C (d)	
Identification	#1	#3	BOOSTER #1	1
Location	11011 BRIGHAM AVENUE	3050 MOUNDS ROAD	VE OF THE MOUNDS ROAD	2
Purpose	P	P	B	3
Destination	D	D	D	4
Pump Manufacturer	PEERLESS	PEERLESS	STAYRITE	5
Year Installed	1978	2002	1998	6
Type	OTHER	VERTICAL TURBINE	OTHER	7
Actual Capacity (gpm)	375	420	15	8
Pump Motor or Standby Engine Mfr	US MOTOR	U.S. MOTOR	BALDOR	10
Year Installed	1978	2002	1998	11
Type	ELECTRIC	ELECTRIC	ELECTRIC	12
Horsepower	100	100	1	13

Particulars (a)	Unit D (b)	Unit E (c)	Unit F (d)	
Identification	STANDBY #1			14
Location	MOBILE			15
Purpose	S			16
Destination	D			17
Pump Manufacturer	ONAN			18
Year Installed	2002			19
Type	OTHER			20
Actual Capacity (gpm)	175			21
Pump Motor or Standby Engine Mfr	CUMMINS			23
Year Installed	2002			24
Type	DIESEL			25
Horsepower	220			26

RESERVOIRS, STANDPIPES & WATER TREATMENT

1. Identify as R (reservoir), S (standpipe) & ET (elevated tank).
2. Use a separate column for each using additional copies if necessary.
3. Enter elevation difference between highest water level in S or ET, (or R only on an elevated site) and the water main where the connection to the storage begins branching into the distribution system.

Particulars (a)	Unit A (b)	Unit B (c)	Unit C (d)
Identification number or name	#1		1
RESERVOIRS, STANDPIPES OR ELEVATED TANKS			2
Type: R (reservoir), S (standpipe) or ET (elevated tank)	S		3
Year constructed	1978		4
Primary material (earthen, steel, concrete, other)	STEEL		5
Elevation difference in feet (See Headnote 3.)	210		6
Total capacity in gallons (actual)	164,494		7
WATER TREATMENT PLANT			8
Disinfection, type of equipment (gas, liquid, powder, other)	LIQUID		9
Points of application (wellhouse, central facilities, booster station, other)	WELLHOUSE		10
Filters, type (gravity, pressure, other, none)	NONE		11
Rated capacity of filter plant (m.g.d.) (note: 1,200,000 gal/day = 1.2 m.g.d.)	0.2880		12
Is a corrosion control chemical used (yes, no)?	N		13
Is water fluoridated (yes, no)?	Y		14

WATER MAINS

1. Report mains separately by pipe material, function, diameter and either within or outside the municipal boundaries.
2. Identify pipe material as: L (Lead), M (Metal for all other metal excluding lead), A (Asbestos-cement), or P (Plastic for plastic and all other non-metal excluding asbestos-cement).
3. Identify function as: T (Transmission), D (Distribution) or S (Supply).
4. Explain all reported adjustments as a schedule footnote.
5. For main additions reported in column (e), as a schedule footnote:
 - a. Explain how the additions were financed.
 - b. If assessed against property owners, explain the basis of the assessments.
 - c. If the assessments are deferred, explain.

Number of Feet								
Pipe Material (a)	Main Function (b)	Diameter in Inches (c)	First of Year (d)	Added During Year (e)	Retired During Year (f)	Adjustments Increase or (Decrease) (g)	End of Year (h)	
P	D	1.000	100	0	0	0	100	1
P	D	1.500	100	0	0	0	100	2
P	D	2.000	320	0	0	0	320	3
A	D	4.000	1,971	0	0	0	1,971	4
A	D	6.000	6,342	0	0	0	6,342	5
L	D	6.000	0	0	0	0	0	6
M	D	6.000	169	0	0	0	169	7
P	D	6.000	579	0	0	0	579	8
A	D	8.000	2,153	0	0	0	2,153	9
L	D	8.000	2,678	0	0	0	2,678	10
M	D	8.000	4,515	0	0	0	4,515	11
P	D	8.000	1,497	0	0	0	1,497	12
M	D	10.000	2,583	0	0	0	2,583	13
M	D	12.000	2,216	0	0	0	2,216	14
Total Within Municipality			25,223	0	0	0	25,223	
Total Utility			25,223	0	0	0	25,223	

WATER SERVICES

1. Explain all reported adjustments as a schedule footnote.
2. Report in column (h) the number of utility-owned services included in columns (c) through (g) which are temporarily shut off at the curb box or otherwise not in use at end of year.
3. For services added during the year in column (d), as a schedule footnote:
 - a. Explain how the additions were financed.
 - b. If assessed against property owners, explain the basis of the assessments.
 - c. If installed by a property owner or developer, explain the basis of recording the cost of the additions, the total amount and the number of services recorded under this method.
 - d. If any were financed by application of Cz-1, provide the total amount recorded and the number of services recorded under this method.
4. Report services separately by pipe material and diameter.
5. Identify pipe material as: L (Lead), M (Metal for all other metal excluding lead), A (Asbestos-cement) or P (Plastic for plastic and all other non-metal excluding asbestos-cement).

Pipe Material (a)	Diameter in Inches (b)	First of Year (c)	Added During Year (d)	Removed or Permanently Disconnected During Year (e)	Adjustments Increase or (Decrease) (f)	End of Year (g)	Utility Owned Services Not In Use at End of Year (h)	
P	1.000	35	0	0	0	35		1
M	1.000	265	0	0	0	265	3	2
Total Utility		300	0	0	0	300	3	

METERS

1. Include in Columns (b), (c), (d), (e) and (f) meters in stock as well as those in service.
2. Report in Column (c) all meters purchased during the year and in Column (d) all meters junked, sold or otherwise permanently retired during the year.
3. Use Column (e) to show correction to previously reported meter count because of inventory or property record corrections.
4. Totals by size in Column (f) should equal same size totals in Column (o).
5. Explain all reported adjustments as a schedule footnote.

Number of Utility-Owned Meters

Size of Meter (a)	First of Year (b)	Added During Year (c)	Retired During Year (d)	Adjustments Increase or (Decrease) (e)	End of Year (f)	Tested During Year (g)	
0.625	394	12	0	0	406	19	1
1.000	0	0	0	0	0	0	2
1.500	2	0	0	0	2	0	3
3.000	1	0	0	0	1	0	4
Total:	397	12	0	0	409	19	

Classification of All Meters at End of Year by Customers

Size of Meter (h)	Residential (i)	Commercial (j)	Industrial (k)	Public Authority (l)	Wholesale, Inter-Department or Utility Use (m)	In Stock and Deduct Meters (n)	Total (o)	
0.625	372	14	0	1	4	15	406	1
1.000	0	0	0	0	0	0	0	2
1.500	0	1	0	0	1	0	2	3
3.000	0	0	0	0	0	1	1	4
Total:	372	15	0	1	5	16	409	

HYDRANTS AND DISTRIBUTION SYSTEM VALVES

1. Distinguish between fire and flushing hydrants by lead size.
 - a. Fire hydrants normally have a lead size of 6 inches or greater.
 - b. Record as a flushing hydrant where the lead size is less than 6 inches or if pressure is inadequate to provide fire flow.
2. Explain all reported adjustments in the schedule footnotes.
3. Report fire hydrants as within or outside the municipal boundaries.

Hydrant Type (a)	Number In Service First of Year (b)	Added During Year (c)	Removed During Year (d)	Adjustments Increase or (Decrease) (e)	Number In Service End of Year (f)	
Fire Hydrants						
Outside of Municipality	0				0	1
Within Municipality	47				47	2
Total Fire Hydrants	47	0	0	0	47	
Flushing Hydrants						
	1				1	3
Total Flushing Hydrants	1	0	0	0	1	

NR811.08(5) recommends that a schedule shall be adopted and followed for operating each system valve and hydrant at least once each two years. Please provide the number operated during the year.

Number of hydrants operated during year:	48
Number of distribution system valves end of year:	66
Number of distribution valves operated during year:	66

WATER OPERATING SECTION FOOTNOTES

Water Operation & Maintenance Expenses (Page W-05)

For values that represent an increase or a decrease when compared to the previous year of greater than 30%, but not less \$2,000, please explain.

(640) INCREASE IS RELATED TO ADDITIONAL WATER TESTING INCURRED. 2 CHLORIDE TESTS HAD TO BE SENT TO INDIANA AND 10 LEAD AND COPPER TESTINGS FOR RESIDENCES WERE PERFORMED

(650) INCREASE IS RELATED TO WELL REPAIRS MADE IN 2005. INSTALLED NEW CHECK VALVE FUSE AND PHASE RELAY AS WELL AS REPLACING OVERLOAD FOR WELL PUMP

(680) INCREASE RESULTED FROM CHANGE IN TIME ALLOCATIONS RELATED TO WORKING ON WATER UTILITY RELATED ACTIVITIES

(686) INCREASED COST OF EMPLOYEE PENSIONS AND BENEFITS IS A COMBINATION OF MORE TIME SPENT ON WATER UTILITY ACTIVITIES AND 10% INCREASE IN HEALTH CARE COSTS

Water Utility Plant in Service --Plant Financed by Contributions-- (Page W-10)

If Adjustments for any account are nonzero, please explain.

(345) ROUNDING ADJUSTMENT FOR CONTRIBUTED SERVICES

Meters (Page W-19)

Explain program for replacing or testing meters 1" or smaller.

CURRENT PROGRAM FOR TESTING METERS CONTINUED TO BE AS REPLACED AND NEW METERS THAT ARE FACTORY TESTED. PUBLIC WORKS DIRECTOR IS ABOUT 50% COMPLETE IN SETTING UP A SYSTEM TO TRACK METERS AND THE TESTING THEREOF. SHOULD BE COMPLETED IN 2006.

Ss. PSC 185.83(2) states "Station meters shall be maintained to ensure reasonable accuracy and shall have the accuracy checked at least once every 2 years." Are all station meters being tested every two years? Answer yes or no. If no, please explain.

PUBLIC WORKS DIRECTOR INDICATED THAT THEY STILL DO NOT HAVE THE EQUIPMENT NECESSARY TO TEST THE STATION METERS. WILL TRY TO ADDRESS IN 2006.