



3014 (02-02-05)

ANNUAL REPORT

OF

Name: DEFOREST MUNICIPAL WATER UTILITY

Principal Office: 306 DEFOREST STREET
DEFOREST, WI 53532- 051

For the Year Ended: DECEMBER 31, 2006

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.

SIGNATURE PAGE

I STEPHEN J FAHLGREN of
(Person responsible for accounts)

DEFOREST MUNICIPAL WATER UTILITY, certify that I
(Utility Name)

am the person responsible for accounts; that I have examined the following report and, to the best of my knowledge, information and belief, it is a correct statement of the business and affairs of said utility for the period covered by the report in respect to each and every matter set forth therein.

(Signature of person responsible for accounts) 03/16/2007
(Date)

FINANCE DIRECTOR
(Title)

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IDENTIFICATION AND OWNERSHIP

Exact Utility Name: DEFOREST MUNICIPAL WATER UTILITY

Utility Address: 306 DEFOREST STREET
DEFOREST, WI 53532- 051

When was utility organized? 12/1/1909

Report any change in name:

Effective Date:

Utility Web Site: www.vi.deforest.wi.us

Utility employee in charge of correspondence concerning this report:

Name: STEVEN J FAHLGREN

Title: FINANCE DIRECTOR

Office Address:

306 DEFOREST STREET
DEFOREST, WI 53532-0510

Telephone: (608) 846 - 6751

Fax Number: (608) 846 - 6963

E-mail Address: fahlgrens@vi.deforest.wi.us

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

Name:

Title:

Office Address: VIRCHOW, KRAUSE & CO, LLP

TEN TERRACE CT.
P.O. BOX 7398
MADISON, WI 53707

Telephone: (608) 249 - 6622

Fax Number: (608) 249 - 8532

E-mail Address: mlavold@virchowkrause.com

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

Name: MR JEFFERY N MILLER

Title: VILLAGE PRESIDENT

Office Address:

306 DEFOREST STREET
DEFOREST, WI 53532

Telephone:

Fax Number:

E-mail Address: millerj@vi.deforest.wi.us

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:

Title:

Office Address: VIRCHOW, KRAUSE & CO, LLP
TEN TERRACE CT
P.O. BOX 7398
MADISON, WI 53707

Telephone: (608) 249 - 6622

Fax Number: (608) 249 - 8532

E-mail Address: jandres@virchowkrause.com

Date of most recent audit report: 3/16/2007

Period covered by most recent audit: 2006

Names and titles of utility management including manager or superintendent:

Name: JO ANN MILLER

Title: VILLAGE ADMINISTRATOR

Office Address:

306 DEFOREST STREET
P.O. BOX 510
DEFOREST, WI 53532-0510

Telephone: (608) 846 - 6751 EXT 155

Fax Number: (608) 846 - 6963

E-mail Address: millerjo@vi.deforest.wi.us

Name: PATRICK VANDERSANDEN

Title: PUBLIC WORKS COORDINATOR

Office Address:

306 DEFOREST STREET
DEFOREST, WI 53532-0510

Telephone: (608) 846 - 6751

Fax Number: (608) 846 - 6963

E-mail Address: vandensandenp@vi.deforest.wi.us

Name of utility commission/committee: DEFOREST VILLAGE BOARD

Names of members of utility commission/committee:

- MR ERIC BEASLEY, TRUSTEE
- MS MEGAN BLOUNT, TRUSTEE
- MR ABE DEGNAN, TRUSTEE
- MR STEVEN JENSEN, TRUSTEE
- MR JEFF MILLER, TRUSTEE
- MR ERICH RUTH, TRUSTEE
- MR JACK SULLIVAN, 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:

IDENTIFICATION AND OWNERSHIP

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:

Firm Name:

Contact Person:

Title:

Telephone: () - EXT

Fax Number: () -

E-mail Address:

Contract/Agreement beginning-ending dates:

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

none

INCOME STATEMENT

Particulars (a)	This Year (b)	Last Year (c)	
UTILITY OPERATING INCOME			
Operating Revenues (400)	974,642	884,013	1
Operating Expenses:			
Operation and Maintenance Expense (401-402)	370,141	338,875	2
Depreciation Expense (403)	105,326	101,471	3
Amortization Expense (404-407)	0	0	4
Taxes (408)	163,737	161,593	5
Total Operating Expenses	639,204	601,939	
Net Operating Income	335,438	282,074	
Income from Utility Plant Leased to Others (412-413)	0	0	6
Utility Operating Income	335,438	282,074	
OTHER INCOME			
Income from Merchandising, Jobbing and Contract Work (415-416)	0	0	7
Income from Nonutility Operations (417)	0	0	8
Nonoperating Rental Income (418)	0	0	9
Interest and Dividend Income (419)	85,347	52,727	10
Miscellaneous Nonoperating Income (421)	530,180	491,451	11
Total Other Income	615,527	544,178	
Total Income	950,965	826,252	
MISCELLANEOUS INCOME DEDUCTIONS			
Miscellaneous Amortization (425)	(32,803)	(29,651)	12
Other Income Deductions (426)	101,947	81,709	13
Total Miscellaneous Income Deductions	69,144	52,058	
Income Before Interest Charges	881,821	774,194	
INTEREST CHARGES			
Interest on Long-Term Debt (427)	84,148	87,168	14
Amortization of Debt Discount and Expense (428)	9,803	9,803	15
Amortization of Premium on Debt--Cr. (429)	0	0	16
Interest on Debt to Municipality (430)	766	0	17
Other Interest Expense (431)	0	0	18
Interest Charged to Construction--Cr. (432)	(3,162)	12,594	19
Total Interest Charges	97,879	84,377	
Net Income	783,942	689,817	
EARNED SURPLUS			
Unappropriated Earned Surplus (Beginning of Year) (216)	6,517,347	5,827,530	20
Balance Transferred from Income (433)	783,942	689,817	21
Miscellaneous Credits to Surplus (434)	2,961,095	0	22
Miscellaneous Debits to Surplus--Debit (435)	0	0	23
Appropriations of Surplus--Debit (436)	0	0	24
Appropriations of Income to Municipal Funds--Debit (439)	0	0	25
Total Unappropriated Earned Surplus End of Year (216)	10,262,384	6,517,347	

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 Income from Nonutility Operations, Account 417.

Description of Item (a)	Earnings (216.1) (b)	Contributions (216.2) (c)	Total This Year (d)	
UTILITY OPERATING INCOME				
Operating Revenues (400):				
Derived	974,642		974,642	1
Total (Acct. 400):	974,642	0	974,642	
Operation and Maintenance Expense (401-402):				
Derived	370,141		370,141	2
Total (Acct. 401-402):	370,141	0	370,141	
Depreciation Expense (403):				
Derived	105,326		105,326	3
Total (Acct. 403):	105,326	0	105,326	
Amortization Expense (404-407):				
Derived	0		0	4
Total (Acct. 404-407):	0	0	0	
Taxes (408):				
Derived	163,737		163,737	5
Total (Acct. 408):	163,737	0	163,737	
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:	335,438	0	335,438	
OTHER INCOME				
Income from Merchandising, Jobbing and Contract Work (415-416):				
Derived	0		0	8
Total (Acct. 415-416):	0	0	0	
Income from Nonutility Operations (417):				
NONE	0		0	9
Total (Acct. 417):	0	0	0	
Nonoperating Rental Income (418):				
NONE	0		0	10
Total (Acct. 418):	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 Income from Nonutility Operations, Account 417.

Description of Item (a)	Earnings (216.1) (b)	Contributions (216.2) (c)	Total This Year (d)
OTHER INCOME			
Interest and Dividend Income (419):			
INVESTMENT INCOME	85,347	0	85,347 11
Total (Acct. 419):	85,347	0	85,347
Miscellaneous Nonoperating Income (421):			
Contributed Plant - Water	[REDACTED]	530,180	530,180 12
NONE	0	0	0 13
Total (Acct. 421):	0	530,180	530,180
TOTAL OTHER INCOME:	85,347	530,180	615,527
MISCELLANEOUS INCOME DEDUCTIONS			
Miscellaneous Amortization (425):			
Regulatory Liability (253) Amortization	(32,803)	[REDACTED]	(32,803) 14
NONE	0	0	0 15
Total (Acct. 425):	(32,803)	0	(32,803)
Other Income Deductions (426):			
Depreciation Expense on Contributed Plant - Water	[REDACTED]	101,947	101,947 16
NONE	0	0	0 17
Total (Acct. 426):	0	101,947	101,947
TOTAL MISCELLANEOUS INCOME DEDUCTIONS:	(32,803)	101,947	69,144
INTEREST CHARGES			
Interest on Long-Term Debt (427):			
Derived	84,148	[REDACTED]	84,148 18
Total (Acct. 427):	84,148	0	84,148
Amortization of Debt Discount and Expense (428):			
DEBT DISCOUNT AND LOSS ON REFUNDING	9,803	[REDACTED]	9,803 19
Total (Acct. 428):	9,803	0	9,803
Amortization of Premium on Debt--Cr. (429):			
NONE	0	[REDACTED]	0 20
Total (Acct. 429):	0	0	0
Interest on Debt to Municipality (430):			
Derived	766	[REDACTED]	766 21
Total (Acct. 430):	766	0	766

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 Income from Nonutility Operations, Account 417.

Description of Item (a)	Earnings (216.1) (b)	Contributions (216.2) (c)	Total This Year (d)
INTEREST CHARGES			
Other Interest Expense (431):			
Derived	0		0 22
Total (Acct. 431):	0	0	0
Interest Charged to Construction--Cr. (432):			
2004 BANS FOR WELL # 5	(3,162)		(3,162) 23
Total (Acct. 432):	(3,162)	0	(3,162)
TOTAL INTEREST CHARGES:	97,879	0	97,879
NET INCOME:	355,709	428,233	783,942
EARNED SURPLUS			
Unappropriated Earned Surplus (Beginning of Year) (216):			
Derived	1,612,141	4,905,206	6,517,347 24
Total (Acct. 216):	1,612,141	4,905,206	6,517,347
Balance Transferred from Income (433):			
Derived	355,709	428,233	783,942 25
Total (Acct. 433):	355,709	428,233	783,942
Miscellaneous Credits to Surplus (434):			
MERGER WITH TOKEN CREEK	2,927,495	0	2,927,495 26
PRIOR YEAR ADJUSTMENT FOR IMPACT FEES RECORD	33,600	0	33,600 27
Total (Acct. 434):	2,961,095	0	2,961,095
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
Appropriations of Income to Municipal Funds--Debit (439):			
NONE	0	0	0 30
Total (Acct. 439)--Debit:	0	0	0
UNAPPROPRIATED EARNED SURPLUS (END OF YEAR):	4,928,945	5,333,439	10,262,384

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 & 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

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.
2. If the sewer department is not regulated by the PSC, do not report sewer department data in column (d).

Description (a)	Water Utility (b)	Electric Utility (c)	Sewer Utility (Regulated Only) (d)	Gas Utility (e)	Total (f)	
Total operating revenues	974,642	0	0	0	974,642	1
Less: interdepartmental sales	0		0	0	0	2
Less: interdepartmental rents	0	0		0	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	974,642	0	0	0	974,642	

DISTRIBUTION OF TOTAL PAYROLL

1. Amounts charged to Utility Financed and to Contributed Plant accounts should be combined and reported in plant or accumulated depreciation accounts.
2. Amount originally charged to clearing accounts as shown in column (b) should be shown as finally distributed in column (c).
3. The amount for clearing accounts in column (c) is entered as a negative for account "Clearing Accounts" and the distributions to accounts on all other lines in column (c) will be positive with the total of column (c) being zero.
4. Provide additional information in the schedule footnotes when necessary.

Accounts Charged (a)	Direct Payroll Distribution (b)	Allocation of Amounts Charged Clearing Accts. (c)	Total (d)	
Water operating expenses	142,412		142,412	1
Electric operating expenses			0	2
Gas operating expenses			0	3
Heating operating expenses			0	4
Sewer operating expenses			0	5
Merchandising and jobbing			0	6
Other nonutility expenses			0	7
Water utility plant accounts			0	8
Electric utility plant accounts			0	9
Gas utility plant accounts			0	10
Heating utility plant accounts			0	11
Sewer utility plant accounts			0	12
Accum. prov. for depreciation of water plant			0	13
Accum. prov. for depreciation of electric plant			0	14
Accum. prov. for depreciation of gas plant			0	15
Accum. prov. for depreciation of heating plant			0	16
Accum. prov. for depreciation of sewer plant			0	17
Clearing accounts			0	18
All other accounts			0	19
Total Payroll	142,412	0	142,412	

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	3	1
Electric		2
Gas		3
Sewer		4

BALANCE SHEET

Assets and Other Debits (a)	Balance End of Year (b)	Balance First of Year (c)	
UTILITY PLANT			
Utility Plant (100)	13,628,673	10,083,345	1
Less: Accumulated Provision for Depreciation and Amortization of Utility Plant (110)	2,120,525	1,543,476	2
Net Utility Plant	11,508,148	8,539,869	
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)	91,332	136,998	5
Other Investments (124)	20,472	0	6
Special Funds (125)	278,721	235,937	7
Total Other Property and Investments	390,525	372,935	
CURRENT AND ACCRUED ASSETS			
Cash and Working Funds (131)	630,154	9,625	8
Temporary Cash Investments (132)	1,603,535	1,423,789	9
Notes Receivable (141)	0	0	10
Customer Accounts Receivable (142)	233,031	191,154	11
Other Accounts Receivable (143)	8,440	18,033	12
Accumulated Provision for Uncollectible Accounts- -Cr. (144)	0	0	13
Receivables from Municipality (145)	14,110	37,984	14
Materials and Supplies (150)	18,590	18,710	15
Prepayments (165)	0	0	16
Other Current and Accrued Assets (170)			17
Total Current and Accrued Assets	2,507,860	1,699,295	
DEFERRED DEBITS			
Unamortized Debt Discount and Expense (181)	68,612	78,415	18
Extraordinary Property Losses (182)	0	0	19
Other Deferred Debits (183)	0	0	20
Total Deferred Debits	68,612	78,415	
Total Assets and Other Debits	14,475,145	10,690,514	

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)	1,203,283	1,203,283	21
Appropriated Earned Surplus (215)			22
Unappropriated Earned Surplus (216)	10,262,384	6,517,347	23
Total Proprietary Capital	11,465,667	7,720,630	
LONG-TERM DEBT			
Bonds (221)	883,050	970,050	24
Advances from Municipality (223)	0	0	25
Other Long-Term Debt (224)	1,360,000	1,280,000	26
Total Long-Term Debt	2,243,050	2,250,050	
CURRENT AND ACCRUED LIABILITIES			
Notes Payable (231)	0	0	27
Accounts Payable (232)	29,441	21,298	28
Payables to Municipality (233)	0	12,283	29
Customer Deposits (235)		0	30
Taxes Accrued (236)	60,283	96,000	31
Interest Accrued (237)	12,452	10,823	32
Other Current and Accrued Liabilities (238)	23,425	12,116	33
Total Current and Accrued Liabilities	125,601	152,520	
DEFERRED CREDITS			
Unamortized Premium on Debt (251)	0	0	34
Customer Advances for Construction (252)		33,600	35
Other Deferred Credits (253)	640,827	533,714	36
Total Deferred Credits	640,827	567,314	
OPERATING RESERVES			
Property Insurance Reserve (261)			37
Injuries and Damages Reserve (262)			38
Pensions and Benefits Reserve (263)			39
Miscellaneous Operating Reserves (265)			40
Total Operating Reserves	0	0	
Total Liabilities and Other Credits	14,475,145	10,690,514	

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	10,083,345	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 (101.1)	5,061,341	0	0	0	2
Utility Plant in Service - Contributed Plant (101.2)	8,189,369	0	0	0	3
Utility Plant Purchased or Sold (102)					4
Utility Plant in Process of Reclassification (103)					5
Utility Plant Leased to Others (104)					6
Property Held for Future Use (105)					7
Completed Construction not Classified (106)					8
Construction Work in Progress (107)	377,963				9
Utility Plant Acquisition Adjustments (108)					10
Other Utility Plant Adjustments (109)					11
Total Utility Plant	13,628,673	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)	960,658	0	0	0	12
Accumulated Provision for Depreciation of Utility Plant in Service - Contributed Plant (110.2)	1,159,867	0	0	0	13
Total Accumulated Provision	2,120,525	0	0	0	
Net Utility Plant	11,508,148	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)	728,435				728,435	1
Credits During Year						2
Accruals:						3
Charged depreciation expense (403)	105,326				105,326	4
Depreciation expense on meters						5
charged to sewer (see Note 3)	15,942				15,942	6
Accruals charged other						7
accounts (specify):						8
					0	9
Salvage					0	10
Other credits (specify):						11
Adjustment for merger with TCSD	157,195				157,195	12
					0	13
					0	14
					0	15
Total credits	278,463	0	0	0	278,463	16
Debits during year						17
Book cost of plant retired	41,470				41,470	18
Cost of removal	4,770				4,770	19
Other debits (specify):						20
					0	21
					0	22
					0	23
					0	24
Total debits	46,240	0	0	0	46,240	25
Balance end of year (110.1)	960,658	0	0	0	960,658	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)	815,041				815,041	1
Credits During Year						2
Accruals:						3
Charged depreciation expense (426)	101,947				101,947	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
Adjustment for merger with TCSD	242,879				242,879	12
					0	13
					0	14
					0	15
Total credits	344,826	0	0	0	344,826	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)	1,159,867	0	0	0	1,159,867	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	18,590	18,710	2
Sewer utility		0	3
Gas utility		0	4
Merchandise		0	5
Other materials & supplies		0	6
Total Materials and Supplies	18,590	18,710	

**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)				
1998 Mortgage Revenue Bonds	2,423	428	16,955	1
Loss on 1998 Advance Refunding	7,380	428	51,657	2
Total			68,612	
Unamortized premium on debt (251)				
NONE				3
Total			0	

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	1,203,283	1
Changes during year (explain):		
NONE		2
Balance end of year	<u><u>1,203,283</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)	
1998 Advance Refunding MRB's	12/15/1998	05/01/2014	4.55%	883,050	1
Total Bonds (Account 221):				883,050	

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)					
ADVANCE FROM THE TOWN OF BURKE	02/05/2003	03/01/2008	2.00%	0	1
Total for Account 223				0	
Other Long-Term Debt (224)					
PROMISSORY NOTE	02/17/2004	02/17/2008	3.25%	80,000	2
BOND ANTICIPATION NOTES	12/15/2004	12/01/2008	3.25%	1,280,000	3
Total for Account 224				1,360,000	

TAXES ACCRUED (ACCT. 236)

Particulars (a)	Amount (b)	
Balance first of year	96,000	1
Accruals:		
Charged water department expense	163,737	2
Charged electric department expense		3
Charged sewer department expense	4,096	4
Other (explain):		
NONE		5
Total Accruals and other credits	167,833	
Taxes paid during year:		
County, state and local taxes	192,586	6
Social Security taxes	10,002	7
PSC Remainder Assessment	962	8
Other (explain):		
NONE		9
Total payments and other debits	203,550	
Balance end of year	60,283	

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)					
NONE	0			0	1
1998 Advance Refunding MRB's	7,356	41,498	42,158	6,696	2
Subtotal	7,356	41,498	42,158	6,696	
Advances from Municipality (223)					
ADVANCE FROM THE TOWN OF BURKE	0	766	766	0	3
Subtotal	0	766	766	0	
Other Long-Term Debt (224)					
2004 BOND ANTICIPATION NOTES	3,467	41,600	41,600	3,467	4
PROMISSORY NOTE		1,050	(1,239)	2,289	5
Subtotal	3,467	42,650	40,361	5,756	
Notes Payable (231)					
NONE	0			0	6
Subtotal	0	0	0	0	
Total	10,823	84,914	83,285	12,452	

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):		
ADVANCE TO TIF	91,332	1
Total (Acct. 123):	91,332	
Other Investments (124):		
SPECIAL ASSESSMENTS	20,472	2
Total (Acct. 124):	20,472	
Special Funds (125):		
REDEMPTION FUND	67,596	3
RESERVE FUND	135,853	4
WATER IMPACT FEES	75,272	5
Total (Acct. 125):	278,721	
Notes Receivable (141):		
NONE		6
Total (Acct. 141):	0	
Customer Accounts Receivable (142):		
Water	233,031	7
Electric		8
Sewer (Regulated)		9
Other (specify):		
NONE		10
Total (Acct. 142):	233,031	
Other Accounts Receivable (143):		
Sewer (Non-regulated)		11
Merchandising, jobbing and contract work		12
Other (specify):		
MISCELLANEOUS	8,440	13
Total (Acct. 143):	8,440	
Receivables from Municipality (145):		
DUE FROM THE TOWN OF BURKE - TAX ROLL	10,665	14
DUE FROM VILLAGE - TAX ROLL	3,445	15
Total (Acct. 145):	14,110	
Prepayments (165):		
NONE		16
Total (Acct. 165):	0	
Extraordinary Property Losses (182):		
NONE		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):		
NONE		18
Total (Acct. 183):	0	
Payables to Municipality (233):		
NONE		19
Total (Acct. 233):	0	
Other Deferred Credits (253):		
Regulatory Liability	640,827	20
NONE		21
Total (Acct. 253):	640,827	

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 (101.1)	4,616,374	0	0	0	4,616,374	1
Materials and Supplies	18,650	0	0	0	18,650	2
Other (specify):						
NONE					0	3
Less Average:						
Reserve for Depreciation (110.1)	844,546	0	0	0	844,546	4
Customer Advances for Construction					0	5
Regulatory Liability	587,270	0	0	0	587,270	6
NONE					0	7
Average Net Rate Base	3,203,208	0	0	0	3,203,208	
Net Operating Income	335,438	0	0	0	335,438	8
Net Operating Income as a percent of						
Average Net Rate Base	10.47%	N/A	N/A	N/A	10.47%	

IMPORTANT CHANGES DURING THE YEAR

Report changes of any of the following types:

NONE

**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	533,714	0	0	0	533,714	1
Add credits during year:						
REGULATORY LIABILITY TRANSFERED FROM TOKEN CREEK SANITARY DISTRICT	139,916				139,916	2
Deduct charges:						
Miscellaneous Amortization (425)	32,803	0	0	0	32,803	3
Other (specify):						
NONE					0	4
Balance End of Year	640,827	0	0	0	640,827	

FINANCIAL SECTION FOOTNOTES

Interest Accrued (Acct. 237) (Page F-18)

If Interest Accrued During Year (for other than Bonds (221)) is non-zero AND the Notes Payable and Miscellaneous Long-Term Debt schedule shows a Principal Amount EOY of zero or less, please explain.

The outstanding advance for the Token Creek Sanitary District from the Town of Burke was transferred to the DeForest Water Utility with the merger. In 2006, the DeForest water utility paid the advance in full.

Balance Sheet End-of-Year Account Balances (Page F-19)

Please explain amounts in Accounts 143, 145 and/or 233 in excess of \$5,000, providing a short list or detail using other than terms such as "other revenues" "general" "miscellaneous" or repeating the account title.

Account 143 Miscellaneous - the balance includes invoices water hydrant damage repairs and tower inspection for antennas.

FINANCIAL SECTION FOOTNOTES

Signature Page (Page ii)

General footnotes

ACCOUNTANTS' COMPILATION REPORT

DeForest Water Utility
DeForest, Wisconsin

We have compiled, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants, the balance sheets of the DeForest Water Utility, an enterprise fund of the Village of DeForest as of December 31, 2006 and 2005, and the related statements of income and retained earnings for the years then ended and the supplemental schedules as of and for the year ended December 31, 2006 in the accompanying prescribed form.

As discussed elsewhere in this report, Token Creek Sanitary District merged with DeForest Water Utility effective August 10, 2006. The financial information in this report only includes financial results of the Token Creek Sanitary District for the period August 10, 2006 through December 31, 2006. Financial information from January 1 through August 10 is reflected in the Token Creek Sanitary District annual report and as a retained earnings adjustment in the DeForest Water Utility annual report.

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

The financial statements and related supplemental schedules are presented in accordance with the requirements of the Public Service Commission of Wisconsin, which differ from accounting principles generally accepted in the United States of America. This report is intended solely for the information and use of the Public Service Commission of Wisconsin and is not intended and should not be used by anyone other than the specified party.

/s/ VIRCHOW, KRAUSE AND COMPANY, LLP

Madison, Wisconsin
March 16, 2007

WATER OPERATING REVENUES & EXPENSES

Particulars (a)	This Year (b)	Last Year (c)	
Operating Revenues			
Sales of Water			
Sales of Water (460-467)	854,822	811,096	1
Total Sales of Water	854,822	811,096	
Other Operating Revenues			
Forfeited Discounts (470)	4,797	5,226	2
Miscellaneous Service Revenues (471)	0	0	3
Rents from Water Property (472)	98,409	45,506	4
Interdepartmental Rents (473)	0	0	5
Other Water Revenues (474)	16,614	22,185	6
Total Other Operating Revenues	119,820	72,917	
Total Operating Revenues	974,642	884,013	
Operation and Maintenance Expenses			
Source of Supply Expenses (600-605)	85,385	80,538	7
Pumping Expenses (620-625)	38,405	35,539	8
Water Treatment Expenses (630-635)	14,059	11,724	9
Transmission and Distribution Expenses (640-655)	66,034	48,890	10
Customer Accounts Expenses (901-904)	0	0	11
Sales Expenses (910)	0	0	12
Administrative and General Expenses (920-935)	166,258	162,184	13
Total Operation and Maintenance Expenses	370,141	338,875	
Other Operating Expenses			
Depreciation Expense (403)	105,326	101,471	14
Amortization Expense (404-407)		0	15
Taxes (408)	163,737	161,593	16
Total Other Operating Expenses	269,063	263,064	
Total Operating Expenses	639,204	601,939	
NET OPERATING INCOME	335,438	282,074	

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	2,773	159,195	401,533	4
Commercial	208	47,469	70,470	5
Industrial	32	12,736	19,890	6
Total Metered Sales to General Customers (461)	3,013	219,400	491,893	
Private Fire Protection Service (462)	41		34,099	7
Public Fire Protection Service (463)	3,079		319,093	8
Other Sales to Public Authorities (464)	26	4,896	9,737	9
Sales to Irrigation Customers (465)				10
Sales for Resale (466)		0	0	11
Interdepartmental Sales (467)				12
Total Sales of Water	6,159	224,296	854,822	

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	NONE			1
Total		0	0	

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)	319,093	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)	319,093	
Forfeited Discounts (470):		
Customer late payment charges	4,797	5
Other (specify):		
NONE		6
Total Forfeited Discounts (470)	4,797	
Miscellaneous Service Revenues (471):		
NONE		7
Total Miscellaneous Service Revenues (471)	0	
Rents from Water Property (472):		
TOWER RENTAL	98,409	8
Total Rents from Water Property (472)	98,409	
Interdepartmental Rents (473):		
NONE		9
Total Interdepartmental Rents (473)	0	
Other Water Revenues (474):		
Return on net investment in meters charged to sewer department	11,800	10
Other (specify):		
MISCELLANEOUS REVENUE	4,814	11
Total Other Water Revenues (474)	16,614	

WATER OPERATION & MAINTENANCE EXPENSES

Each expense account that has an increase or a decrease when compared to the previous year of greater than 25 percent, but not less than \$5,000, shall be fully explained in the schedule footnotes.

Particulars (a)	This Year (b)	Last Year (c)	
SOURCE OF SUPPLY EXPENSES			
Operation Labor (600)	85,385	80,538	1
Purchased Water (601)		0	2
Operation Supplies and Expenses (602)		0	3
Maintenance of Water Source Plant (605)		0	4
Total Source of Supply Expenses	85,385	80,538	
PUMPING EXPENSES			
Operation Labor (620)		0	5
Fuel for Power Production (621)		0	6
Fuel or Power Purchased for Pumping (622)	29,001	27,071	7
Operation Supplies and Expenses (623)		0	8
Maintenance of Pumping Plant (625)	9,404	8,468	9
Total Pumping Expenses	38,405	35,539	
WATER TREATMENT EXPENSES			
Operation Labor (630)		0	10
Chemicals (631)	14,059	11,724	11
Operation Supplies and Expenses (632)		0	12
Maintenance of Water Treatment Plant (635)		0	13
Total Water Treatment Expenses	14,059	11,724	
TRANSMISSION AND DISTRIBUTION EXPENSES			
Operation Labor (640)		0	14
Operation Supplies and Expenses (641)	23,511	21,721	15
Maintenance of Distribution Reservoirs and Standpipes (650)	10,594	2,168	16
Maintenance of Mains (651)	27,183	19,979	17
Maintenance of Services (652)		0	18
Maintenance of Meters (653)	545	0	19
Maintenance of Hydrants (654)	4,201	5,022	20
Maintenance of Other Plant (655)		0	21
Total Transmission and Distribution Expenses	66,034	48,890	

WATER OPERATION & MAINTENANCE EXPENSES

Each expense account that has an increase or a decrease when compared to the previous year of greater than 25 percent, but not less than \$5,000, shall be fully explained in the schedule footnotes.

Particulars (a)	This Year (b)	Last Year (c)	
CUSTOMER ACCOUNTS EXPENSES			
Meter Reading Labor (901)	0		22
Accounting and Collecting Labor (902)	0		23
Supplies and Expenses (903)	0		24
Uncollectible Accounts (904)	0		25
Total Customer Accounts Expenses	0	0	
SALES EXPENSES			
Sales Expenses (910)		0	26
Total Sales Expenses	0	0	
ADMINISTRATIVE AND GENERAL EXPENSES			
Administrative and General Salaries (920)	57,027	55,283	27
Office Supplies and Expenses (921)	8,906	20,055	28
Administrative Expenses Transferred--Credit (922)		0	29
Outside Services Employed (923)	44,905	36,335	30
Property Insurance (924)	1,586	2,070	31
Injuries and Damages (925)		0	32
Employee Pensions and Benefits (926)	47,175	44,640	33
Regulatory Commission Expenses (928)	1,091	0	34
Miscellaneous General Expenses (930)		0	35
Transportation Expenses (933)	4,766	3,263	36
Maintenance of General Plant (935)	802	538	37
Total Administrative and General Expenses	166,258	162,184	
Total Operation and Maintenance Expenses	370,141	338,875	

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		156,869	156,146	1
Less: Local and School Tax Equivalent on Meters Charged to Sewer Department		4,096	5,168	2
Net property tax equivalent		152,773	150,978	
Social Security		10,002	9,902	3
PSC Remainder Assessment		962	713	4
Other (specify): NONE			0	5
Total tax expense		163,737	161,593	

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		0.171973				3
County tax rate	mills		2.372383				4
Local tax rate	mills		6.188010				5
School tax rate	mills		10.157808				6
Voc. school tax rate	mills		1.187141				7
Other tax rate - Local	mills		0.000000				8
Other tax rate - Non-Local	mills		0.000000				9
Total tax rate	mills		20.077315				10
Less: state credit	mills		1.371671				11
Net tax rate	mills		18.705644				12
PROPERTY TAX EQUIVALENT CALCULATION							13
Local Tax Rate	mills		6.188010				14
Combined School Tax Rate	mills		11.344949				15
Other Tax Rate - Local	mills		0.000000				16
Total Local & School Tax	mills		17.532959				17
Total Tax Rate	mills		20.077315				18
Ratio of Local and School Tax to Total	dec.		0.873272				19
Total tax net of state credit	mills		18.705644				20
Net Local and School Tax Rate	mills		16.335117				21
Utility Plant, Jan. 1	\$	10,083,345	10,083,345				22
Materials & Supplies	\$	18,710	18,710				23
Subtotal	\$	10,102,055	10,102,055				24
Less: Plant Outside Limits	\$	697,093	697,093				25
Taxable Assets	\$	9,404,962	9,404,962				26
Assessment Ratio	dec.		1.021076				27
Assessed Value	\$	9,603,181	9,603,181				28
Net Local & School Rate	mills		16.335117				29
Tax Equiv. Computed for Current Year	\$	156,869	156,869				30
Tax Equivalent per 1994 PSC Report	\$	82,192					31
Any lower tax equivalent as authorized by municipality (see note 6)	\$						32 33
Tax equiv. for current year (see note 6)	\$	156,869					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 \$50,000. If applicable, provide construction authorization.
4. Use only the account titles listed. If the utility has subaccounts other than accounts 372.1 and 397.1, 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)	5,541		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)	229,009		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	234,550	0	
PUMPING PLANT			
Land and Land Rights (320)	0		12
Structures and Improvements (321)	115,316		13
Boiler Plant Equipment (322)	0		14
Other Power Production Equipment (323)	0		15
Steam Pumping Equipment (324)	0		16
Electric Pumping Equipment (325)	126,231		17
Diesel Pumping Equipment (326)	0		18
Hydraulic Pumping Equipment (327)	0		19
Other Pumping Equipment (328)	1,250		20
Total Pumping Plant	242,797	0	
WATER TREATMENT PLANT			
Land and Land Rights (330)	0		21
Structures and Improvements (331)	0		22
Water Treatment Equipment (332)	6,321		23
Total Water Treatment Plant	6,321	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)			5,541	4
Structures and Improvements (311)		236,288	236,288	5
Collecting and Impounding Reservoirs (312)			0	6
Lake, River and Other Intakes (313)			0	7
Wells and Springs (314)		106,671	335,680	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	342,959	577,509	
PUMPING PLANT				
Land and Land Rights (320)			0	12
Structures and Improvements (321)			115,316	13
Boiler Plant Equipment (322)			0	14
Other Power Production Equipment (323)			0	15
Steam Pumping Equipment (324)			0	16
Electric Pumping Equipment (325)		44,570	170,801	17
Diesel Pumping Equipment (326)			0	18
Hydraulic Pumping Equipment (327)			0	19
Other Pumping Equipment (328)			1,250	20
Total Pumping Plant	0	44,570	287,367	
WATER TREATMENT PLANT				
Land and Land Rights (330)			0	21
Structures and Improvements (331)			0	22
Water Treatment Equipment (332)			6,321	23
Total Water Treatment Plant	0	0	6,321	

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 \$50,000. If applicable, provide construction authorization.
4. Use only the account titles listed. If the utility has subaccounts other than accounts 372.1 and 397.1, 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)	73,300		24
Structures and Improvements (341)	0		25
Distribution Reservoirs and Standpipes (342)	803,449		26
Transmission and Distribution Mains (343)	1,700,842	67,056	27
Fire Mains (344)	0		28
Services (345)	202,212	5,141	29
Meters (346)	573,432	36,215	30
Hydrants (348)	149,597	7,378	31
Other Transmission and Distribution Plant (349)	445		32
Total Transmission and Distribution Plant	3,503,277	115,790	
GENERAL PLANT			
Land and Land Rights (389)	0		33
Structures and Improvements (390)	0		34
Office Furniture and Equipment (391)	7,129		35
Computer Equipment (391.1)	23,013	3,658	36
Transportation Equipment (392)	67,657	11,816	37
Stores Equipment (393)	0		38
Tools, Shop and Garage Equipment (394)	0		39
Laboratory Equipment (395)	0		40
Power Operated Equipment (396)	0		41
Communication Equipment (397)	0		42
SCADA Equipment (397.1)	66,221		43
Miscellaneous Equipment (398)	20,443		44
Other Tangible Property (399)	0		45
Total General Plant	184,463	15,474	
Total utility plant in service directly assignable	4,171,408	131,264	
Common Utility Plant Allocated to Water Department	0		46
Total utility plant in service	4,171,408	131,264	

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)		12,302	85,602 24
Structures and Improvements (341)			0 25
Distribution Reservoirs and Standpipes (342)		363,952	1,167,401 26
Transmission and Distribution Mains (343)	7,180	19,235	1,779,953 27
Fire Mains (344)			0 28
Services (345)			207,353 29
Meters (346)	34,290	10,602	585,959 30
Hydrants (348)		6,145	163,120 31
Other Transmission and Distribution Plant (349)			445 32
Total Transmission and Distribution Plant	41,470	412,236	3,989,833
GENERAL PLANT			
Land and Land Rights (389)			0 33
Structures and Improvements (390)			0 34
Office Furniture and Equipment (391)			7,129 35
Computer Equipment (391.1)			26,671 36
Transportation Equipment (392)			79,473 37
Stores Equipment (393)			0 38
Tools, Shop and Garage Equipment (394)			0 39
Laboratory Equipment (395)			0 40
Power Operated Equipment (396)			0 41
Communication Equipment (397)			0 42
SCADA Equipment (397.1)			66,221 43
Miscellaneous Equipment (398)		374	20,817 44
Other Tangible Property (399)			0 45
Total General Plant	0	374	200,311
Total utility plant in service directly assignable	41,470	800,139	5,061,341
Common Utility Plant Allocated to Water Department			0 46
Total utility plant in service	41,470	800,139	5,061,341

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 \$50,000. If applicable, provide construction authorization.
4. Use only the account titles listed. If the utility has subaccounts other than accounts 372.1 and 397.1, 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 \$50,000. If applicable, provide construction authorization.
4. Use only the account titles listed. If the utility has subaccounts other than accounts 372.1 and 397.1, 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)	4,508,663	326,910	27
Fire Mains (344)	0		28
Services (345)	629,457	103,926	29
Meters (346)	0		30
Hydrants (348)	406,432	74,964	31
Other Transmission and Distribution Plant (349)	0		32
Total Transmission and Distribution Plant	5,544,552	505,800	
GENERAL PLANT			
Land and Land Rights (389)	0		33
Structures and Improvements (390)	0		34
Office Furniture and Equipment (391)	0		35
Computer Equipment (391.1)	0		36
Transportation Equipment (392)	0		37
Stores Equipment (393)	0		38
Tools, Shop and Garage Equipment (394)	0		39
Laboratory Equipment (395)	0		40
Power Operated Equipment (396)	0		41
Communication Equipment (397)	0		42
SCADA Equipment (397.1)	0		43
Miscellaneous Equipment (398)	0		44
Other Tangible Property (399)	0		45
Total General Plant	0	0	
Total utility plant in service directly assignable	5,544,552	505,800	
Common Utility Plant Allocated to Water Department	0		46
Total utility plant in service	5,544,552	505,800	

**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)		1,961,236	6,796,809 27
Fire Mains (344)			0 28
Services (345)		65,724	799,107 29
Meters (346)			0 30
Hydrants (348)		112,057	593,453 31
Other Transmission and Distribution Plant (349)			0 32
Total Transmission and Distribution Plant	0	2,139,017	8,189,369
GENERAL PLANT			
Land and Land Rights (389)			0 33
Structures and Improvements (390)			0 34
Office Furniture and Equipment (391)			0 35
Computer Equipment (391.1)			0 36
Transportation Equipment (392)			0 37
Stores Equipment (393)			0 38
Tools, Shop and Garage Equipment (394)			0 39
Laboratory Equipment (395)			0 40
Power Operated Equipment (396)			0 41
Communication Equipment (397)			0 42
SCADA Equipment (397.1)			0 43
Miscellaneous Equipment (398)			0 44
Other Tangible Property (399)			0 45
Total General Plant	0	0	0
Total utility plant in service directly assignable	0	2,139,017	8,189,369
Common Utility Plant Allocated to Water Department			0 46
Total utility plant in service	0	2,139,017	8,189,369

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			18,537	18,537	1
February			17,263	17,263	2
March			18,735	18,735	3
April			20,187	20,187	4
May			21,787	21,787	5
June			24,189	24,189	6
July			22,785	22,785	7
August			21,655	21,655	8
September			18,961	18,961	9
October			20,184	20,184	10
November			17,881	17,881	11
December			18,574	18,574	12
Total annual pumpage	0	0	240,738	240,738	
Less: Water sold				224,296	13
Volume pumped but not sold				16,442	14
Volume sold as a percent of volume pumped				93%	15
Volume used for water production, water quality and system maintenance				2,886	16
Volume related to equipment/system malfunction					17
Non-utility volume NOT included in water sales					18
Total volume not sold but accounted for				2,886	19
Volume pumped but unaccounted for				13,556	20
Percent of water lost				6%	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.)				1,010	24
Date of maximum: 4/18/2006					25
Cause of maximum:					26
Filling towers					
Minimum gallons pumped by all methods in any one day during reporting year (000 gal.)				203	27
Date of minimum: 11/10/2006					28
Total KWH used for pumping for the year				245,594	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)	
408 YAHARA STREET	2	412	12	85,554	Yes	1
609 ACKER PARKWAY	3	665	24	185,603	Yes	2
515 YORKTOWN ROAD	4	695	30	388,237	Yes	3
6215 HERSH ROAD	TCSD #1	550	15	1,080,000	Yes	4

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	#2	#3	#4	1
Location	408 YAHARA STREET	609 ACKER PARKWAY	515 YORKTOWN RD	2
Purpose	P	P	P	3
Destination	D	D	D	4
Pump Manufacturer	PEERLESS	BYRON JACKSON	SIMMONS	5
Year Installed	1980	1979	1991	6
Type	VERTICAL TURBINE	VERTICAL TURBINE	VERTICAL TURBINE	7
Actual Capacity (gpm)	300	850	1,600	8
Pump Motor or Standby Engine Mfr	GENERAL ELECTRIC	GENERAL ELECTRIC	GENERAL ELECTRIC	9 10
Year Installed	1977	1979	1991	11
Type	ELECTRIC	ELECTRIC	ELECTRIC	12
Horsepower	50	100	125	13

Particulars (a)	Unit D (b)	Unit E (c)	Unit F (d)	#
Identification	TCSD #1			14
Location	6215 HERSH ROAD			15
Purpose	P			16
Destination	D			17
Pump Manufacturer	AMER. TURBINE			18
Year Installed	1994			19
Type	VERTICAL TURBINE			20
Actual Capacity (gpm)	810			21
Pump Motor or Standby Engine Mfr	U.S. ELECTRIC MOTOR			22 23
Year Installed	1994			24
Type	ELECTRIC			25
Horsepower	75			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	103 RIVER RD	519 LINDE ST	TCSD #1	1
RESERVOIRS, STANDPIPES OR ELEVATED TANKS				2
Type: R (reservoir), S (standpipe) or ET (elevated tank)	ET	ET	ET	3
Year constructed	1995	1968	1994	4
Primary material (earthen, steel, concrete, other)	STEEL	STEEL	STEEL	5
Elevation difference in feet (See Headnote 3.)	150	130	170	6
Total capacity in gallons (actual)	600,000	300,000	200,000	7
WATER TREATMENT PLANT				8
Disinfection, type of equipment (gas, liquid, powder, other)		LIQUID	LIQUID	9
Points of application (wellhouse, central facilities, booster station, other)		WELLHOUSE	WELLHOUSE	10
Filters, type (gravity, pressure, other, none)		NONE	NONE	11
Rated capacity of filter plant (m.g.d.) (note: 1,200,000 gal/day = 1.2 m.g.d.)		0.0000	1,000.0000	12
Is a corrosion control chemical used (yes, no)?		N	Y	13
Is water fluoridated (yes, no)?		Y	N	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)	
A	D	4.000	1,461	0	10	0	1,451	1
M	D	6.000	63,349	0	440	0	62,909	2
P	D	6.000	2,235	0	0	0	2,235	3
M	D	8.000	76,297	4,771	0	0	81,068	4
P	D	8.000	12,435	0	0	0	12,435	5
M	D	10.000	37,388	1,861	0	0	39,249	6
P	D	10.000	15,507	0	0	0	15,507	7
M	D	12.000	24,667	788	0	0	25,455	8
P	D	12.000	17,820	0	0	0	17,820	9
Total Within Municipality			251,159	7,420	450	0	258,129	
M	D	6.000	270	0	0	2,490	2,760	10
M	D	8.000	670	0	0	6,038	6,708	11
M	D	10.000	0			5,751	5,751	12
M	D	12.000	8,630	0	0	14,888	23,518	13
M	D	16.000	0			5,303	5,303	14
Total Outside of Municipality			9,570	0	0	34,470	44,040	
Total Utility			260,729	7,420	450	34,470	302,169	

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)	
M	0.750	1,198	0	0	0	1,198	0	1
M	1.000	1,284	104	0	40	1,428	0	2
M	1.250	3	0	0	0	3	0	3
M	1.500	55	0	0	1	56	0	4
M	2.000	41	1	0	17	59	0	5
M	4.000	4	0	0	15	19	0	6
M	6.000	1	0	0	2	3	0	7
Total Utility		2,586	105	0	75	2,766	0	

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)	
0.750	2,948	140	354	447	3,181	422	1
1.000	91	11	27	22	97	27	2
1.250	0	0	0	0	0	0	3
1.500	21	1	0	0	22	3	4
2.000	25	1	0	0	26	8	5
3.000	3	1	0	0	4	3	6
4.000	4	0	0	0	4	1	7
Total:	3,092	154	381	469	3,334	464	

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)	
0.750	2,780	98	14	8	0	281	3,181	1
1.000	0	82	7	2	0	6	97	2
1.250	0	0	0	0	0	0	0	3
1.500	0	17	2	1	0	2	22	4
2.000	0	11	9	5	0	1	26	5
3.000	0	2	0	2	0	0	4	6
4.000	0	0	1	3	0	0	4	7
Total:	2,780	210	33	21	0	290	3,334	

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	31			67	98	1
Within Municipality	455	20			475	2
Total Fire Hydrants	486	20	0	67	573	
Flushing Hydrants						
	0				0	3
Total Flushing Hydrants	0	0	0	0	0	

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: 458
- Number of distribution system valves end of year: 896
- Number of distribution valves operated during year: 896

WATER OPERATING SECTION FOOTNOTES

Other Operating Revenues (Water) (Page W-04)

Please explain amounts in Account 474 in excess of \$5,000, including like items grouped. Please provide, for example, a short list or detail using other than terms such as "other revenues" "general" "miscellaneous" or repeating the account title.

Done

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 25%, but not less \$5,000, please explain.

Account 651 - Increase in costs due to additional water main break repairs.

Account 650 - Increased costs in 2006 due to water tower inspection.

Account 625 - 2006 includes Token Creek Sanitary District operating costs.

Account 921 - In 2006, the utility incurred professional costs for a water system evaluation. In addition, costs were classified differently between accounts 921, 926 and 933.

Account 923 - Increased due to costs associated with the merger with Token Creek Sanitary District.

Water Utility Plant in Service --Plant Financed by Utility or Municipality-- (Page W-08)

If Adjustments for any account are nonzero, please explain.

As of August 10, 2006, the utility absorbed the Token Creek Sanitary District water utility into their operations. The adjustments represent the transfer of Token Creek Sanitary District plant to the DeForest Water Utility. In addition, the utility reimbursed a developer \$13,769 for main oversizing.

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

If Adjustments for any account are nonzero, please explain.

As of August 10, 2006, the utility absorbed the Token Creek Sanitary District water utility into their operations. The adjustments represent the transfer of Token Creek Sanitary District plant to the DeForest Water Utility. In addition, the utility reimbursed a developer \$13,769 for main oversizing.

Water Mains (Page W-17)

If Added During Year column total is greater than zero, please explain financing following the criteria listed in the schedule headnote No. 5.

\$326,909 main additions were financed by developers and the remaining additions were financed by the utility.

Explain all reported Adjustments.

As of August 10, 2006, the utility absorbed the Token Creek Sanitary District water utility into their operations. The adjustments represent the transfer of Token Creek Sanitary District plant to the DeForest Water Utility.

WATER OPERATING SECTION FOOTNOTES

Water Services (Page W-18)

Explain all reported Adjustments.

As of August 10, 2006, the utility absorbed the Token Creek Sanitary District water utility into their operations. The adjustments represent the transfer of Token Creek Sanitary District plant to the DeForest Water Utility.

If net additions are greater than zero, please explain financing by following criteria listed in schedule headnote No. 3.

\$103,926 main additions were financed by developers and the remaining additions were financed by the utility.

If Utility-Owned Service Not In Use at End of Year is reported as zero, please explain.

The utility does not have any services not in use as of 12/31/2006.

Meters (Page W-19)

Explain all reported adjustments.

As of August 10, 2006, the utility absorbed the Token Creek Sanitary District water utility into their operations. The adjustments represent the transfer of Token Creek Sanitary District plant to the DeForest Water Utility. In addition, adjustments made to reconcile number of meters to the year-end customer count.

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.

yes

Hydrants and Distribution System Valves (Page W-20)

Explain all reported Adjustments.

As of August 10, 2006, the utility absorbed the Token Creek Sanitary District water utility into their operations. The adjustments represent the transfer of Token Creek Sanitary District plant to the DeForest Water Utility.
