



3015 (02-02-05)

ANNUAL REPORT

OF

Name: BALSAM LAKE MUNICIPAL WATER UTILITY

Principal Office: 404 MAIN STREET
P.O. BOX 506
BALSAM LAKE, WI 54810-0506

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.

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IDENTIFICATION AND OWNERSHIP

Exact Utility Name: BALSAM LAKE MUNICIPAL WATER UTILITY

Utility Address: 404 MAIN STREET
P.O. BOX 506
BALSAM LAKE, WI 54810-0506

When was utility organized? 1/1/1900

Report any change in name:

Effective Date:

Utility Web Site:

Utility employee in charge of correspondence concerning this report:

Name: MS LORI DUNCAN
Title: CLERK-TREASURER

Office Address:
404 MAIN STREET
P.O. BOX 506
BALSAM LAKE, WI 54810

Telephone: (715) 485 - 3424

Fax Number: (715) 485 - 9339

E-mail Address: vobl@lakeland.ws

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

Name: STEVEN SCHEIDLER
Title: C.P.A.

Office Address: LARSON ALLEN
502 SECOND STREET
HUDSON, WI 54016

Telephone: (715) 386 - 2391

Fax Number: (715) 386 - 0535

E-mail Address:

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

Name: GUY WILLIAMS
Title: CHAIRMAN

Office Address:
404 MAIN STREET
P.O. BOX 506
BALSAM LAKE, WI 54810

Telephone: (715) 485 - 3424

Fax Number: (715) 485 - 9339

E-mail Address:

Are records of utility audited by individuals or firms, other than utility employee? NO

IDENTIFICATION AND OWNERSHIP

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

Name: STEVEN SCHEIDLER

Title: C.P.A.

Office Address: LARSON ALLEN
502 SECOND STREET
HUDSON, WI 54016

Telephone: (715) 386 - 2391

Fax Number: (715) 386 - 0535

E-mail Address:

Date of most recent audit report:

Period covered by most recent audit:

Names and titles of utility management including manager or superintendent:

Name: MR DARRYL INCE

Title: DIRECTOR OF PUBLIC WORKS

Office Address:
404 MAIN STREET
P.O. BOX 506
BALSAM LAKE, WI 54810

Telephone: (715) 485 - 3535

Fax Number: (715) 485 - 9339

E-mail Address: vobl@lakeland.ws

Name of utility commission/committee: BALSAM LAKE UTILITY COMMISSION

Names of members of utility commission/committee:

MRS SHEILA ALBRECHT
MR DAVE EVANS, CHAIRPERSON
MR GUY WILLIAMS

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: [REDACTED]

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:

none

INCOME STATEMENT

Particulars (a)	This Year (b)	Last Year (c)	
UTILITY OPERATING INCOME			
Operating Revenues (400)	167,341	158,662	1
Operating Expenses:			
Operation and Maintenance Expense (401)	100,584	101,077	2
Depreciation Expense (403)	24,121	17,153	3
Amortization Expense (404)	0	0	4
Taxes (408)	29,634	28,983	5
Total Operating Expenses	154,339	147,213	
Net Operating Income	13,002	11,449	
Income from Utility Plant Leased to Others (412-413)	0	0	6
Utility Operating Income	13,002	11,449	
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)	21,969	13,540	9
Miscellaneous Nonoperating Income (421)	5,912	3,600	10
Total Other Income	27,881	17,140	
Total Income	40,883	28,589	
MISCELLANEOUS INCOME DEDUCTIONS			
Miscellaneous Amortization (425)	(10,936)	(10,936)	11
Other Income Deductions (426)	28,822	32,100	12
Total Miscellaneous Income Deductions	17,886	21,164	
Income Before Interest Charges	22,997	7,425	
INTEREST CHARGES			
Interest on Long-Term Debt (427)	14,026	14,195	13
Amortization of Debt Discount and Expense (428)	1,657	1,491	14
Amortization of Premium on Debt--Cr. (429)	0	0	15
Interest on Debt to Municipality (430)	18,386	5,577	16
Other Interest Expense (431)	0	0	17
Interest Charged to Construction--Cr. (432)	0	0	18
Total Interest Charges	34,069	21,263	
Net Income	(11,072)	(13,838)	
EARNED SURPLUS			
Unappropriated Earned Surplus (Beginning of Year) (216)	1,318,499	1,332,337	19
Balance Transferred from Income (433)	(11,072)	(13,838)	20
Miscellaneous Credits to Surplus (434)	0	0	21
Miscellaneous Debits to Surplus--Debit (435)	0	0	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)	1,307,427	1,318,499	

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	167,341		167,341	1
Total (Acct. 400):	167,341	0	167,341	
Operation and Maintenance Expense (401):				
Derived	100,584		100,584	2
Total (Acct. 401):	100,584	0	100,584	
Depreciation Expense (403):				
Derived	24,121		24,121	3
Total (Acct. 403):	24,121	0	24,121	
Amortization Expense (404):				
Derived	0		0	4
Total (Acct. 404):	0	0	0	
Taxes (408):				
Derived	29,634		29,634	5
Total (Acct. 408):	29,634	0	29,634	
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:	13,002	0	13,002	
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 ON TEMPORARY INVESTMENTS	11,689	0	11,689	10
INTEREST ON SPECIAL ASSESSMENTS	10,280	0	10,280	11
Total (Acct. 419):	21,969	0	21,969	

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	█	5,912	5,912 12
NONE	0	0	0 13
Total (Acct. 421):	0	5,912	5,912
TOTAL OTHER INCOME:	21,969	5,912	27,881

MISCELLANEOUS INCOME DEDUCTIONS			
Miscellaneous Amortization (425):			
Regulatory Liability (253) Amortization	(10,936)	█	(10,936) 14
NONE	0	0	0 15
Total (Acct. 425):	(10,936)	0	(10,936)
Other Income Deductions (426):			
Depreciation Expense on Contributed Plant - Water	█	28,822	28,822 16
NONE	0	0	0 17
Total (Acct. 426):	0	28,822	28,822
TOTAL MISCELLANEOUS INCOME DEDUCTIONS:	(10,936)	28,822	17,886

INTEREST CHARGES			
Interest on Long-Term Debt (427):			
Derived	14,026	█	14,026 18
Total (Acct. 427):	14,026	0	14,026
Amortization of Debt Discount and Expense (428):			
NONE	1,657	█	1,657 19
Total (Acct. 428):	1,657	0	1,657
Amortization of Premium on Debt--Cr. (429):			
NONE	0	█	0 20
Total (Acct. 429):	0	0	0
Interest on Debt to Municipality (430):			
Derived	18,386	█	18,386 21
Total (Acct. 430):	18,386	0	18,386
Other Interest Expense (431):			
Derived	0	█	0 22
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 23
Total (Acct. 432):	0	0	0
TOTAL INTEREST CHARGES:	34,069	0	34,069
NET INCOME:	11,838	(22,910)	(11,072)
EARNED SURPLUS			
Unappropriated Earned Surplus (Beginning of Year) (216):			
Derived	166,074	1,152,425	1,318,499 24
Total (Acct. 216):	166,074	1,152,425	1,318,499
Balance Transferred from Income (433):			
Derived	11,838	(22,910)	(11,072) 25
Total (Acct. 433):	11,838	(22,910)	(11,072)
Miscellaneous Credits to Surplus (434):			
NONE	0	0	0 26
Total (Acct. 434):	0	0	0
Miscellaneous Debits to Surplus--Debit (435):			
NONE	0	0	0 27
Total (Acct. 435)--Debit:	0	0	0
Appropriations of Surplus--Debit (436):			
Detail appropriations to (from) account 215			0 28
Total (Acct. 436)--Debit:	0	0	0
UNAPPROPRIATED EARNED SURPLUS (END OF YEAR):	177,912	1,129,515	1,307,427

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	167,341	0	0	0	167,341	1
Less: interdepartmental sales	0		0	0	0	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	167,341	0	0	0	167,341	

BALANCE SHEET

Assets and Other Debits (a)	Balance End of Year (b)	Balance First of Year (c)	
UTILITY PLANT			
Utility Plant (100)	2,857,767	2,479,407	1
Less: Accumulated Provision for Depreciation and Amortization of Utility Plant (110)	542,501	494,766	2
Net Utility Plant	2,315,266	1,984,641	
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)	232,162	240,765	6
Special Funds (125)	140,386	28,289	7
Total Other Property and Investments	372,548	269,054	
CURRENT AND ACCRUED ASSETS			
Cash and Working Funds (131)	41,379	33,629	8
Temporary Cash Investments (132)	149,202	145,041	9
Notes Receivable (141)	0	0	10
Customer Accounts Receivable (142)	27,063	27,231	11
Other Accounts Receivable (143)	2,752	900	12
Accumulated Provision for Uncollectible Accounts- -Cr. (144)	0	0	13
Receivables from Municipality (145)	293,587	13,307	14
Materials and Supplies (150)	4,961	5,020	15
Prepayments (165)	0	0	16
Other Current and Accrued Assets (170)			17
Total Current and Accrued Assets	518,944	225,128	
DEFERRED DEBITS			
Unamortized Debt Discount and Expense (181)	12,023	7,531	18
Extraordinary Property Losses (182)	0	0	19
Other Deferred Debits (183)	0	0	20
Total Deferred Debits	12,023	7,531	
Total Assets and Other Debits	3,218,781	2,486,354	

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)	491,242	491,242	21
Appropriated Earned Surplus (215)			22
Unappropriated Earned Surplus (216)	1,307,427	1,318,499	23
Total Proprietary Capital	1,798,669	1,809,741	
LONG-TERM DEBT			
Bonds (221)	330,299	334,000	24
Advances from Municipality (223)	805,000	121,000	25
Other long-Term Debt (224)	0	0	26
Total Long-Term Debt	1,135,299	455,000	
CURRENT AND ACCRUED LIABILITIES			
Notes Payable (231)	0	0	27
Accounts Payable (232)	68,915	8,311	28
Payables to Municipality (233)	0	0	29
Customer Deposits (235)			30
Taxes Accrued (236)	0	0	31
Interest Accrued (237)	19,850	6,313	32
Other Current and Accrued Liabilities (238)	10,133	10,138	33
Total Current and Accrued Liabilities	98,898	24,762	
DEFERRED CREDITS			
Unamortized Premium on Debt (251)	0	0	34
Customer Advances for Construction (252)			35
Other Deferred Credits (253)	185,915	196,851	36
Total Deferred Credits	185,915	196,851	
OPERATING RESERVES			
Miscellaneous Operating Reserves (265)			37
Total Operating Reserves	0	0	
Total Liabilities and Other Credits	3,218,781	2,486,354	

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	2,479,407	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)	891,072	0	0	0	2
Utility Plant in Service - Contributed Plant (100.2)	1,588,851	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)					7
Construction Work in Progress (395)	377,844				8
Utility Plant Acquisition Adjustments (396)					9
Other Utility Plant Adjustments (397)					10
Total Utility Plant	2,857,767	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)	204,603	0	0	0	11
Accumulated Provision for Depreciation of Utility Plant in Service - Contributed Plant (110.2)	337,898	0	0	0	12
Total Accumulated Provision	542,501	0	0	0	
Net Utility Plant	2,315,266	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)	184,940				184,940	1
Credits During Year						2
Accruals:						3
Charged depreciation expense (403)	24,121				24,121	4
Depreciation expense on meters						5
charged to sewer (see Note 3)	1,786				1,786	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	25,907	0	0	0	25,907	16
Debits during year						17
Book cost of plant retired	6,244				6,244	18
Cost of removal					0	19
Other debits (specify):						20
					0	21
					0	22
					0	23
					0	24
Total debits	6,244	0	0	0	6,244	25
Balance end of year (110.1)	204,603	0	0	0	204,603	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)	309,826				309,826	1
Credits During Year						2
Accruals:						3
Charged depreciation expense (426)	28,822				28,822	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	28,822	0	0	0	28,822	16
Debits during year						17
Book cost of plant retired	750				750	18
Cost of removal					0	19
Other debits (specify):						20
					0	21
					0	22
					0	23
					0	24
Total debits	750	0	0	0	750	25
Balance end of year (110.1)	337,898	0	0	0	337,898	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					<u>0</u>	<u>0</u>

Account	Total End of Year	Amount Prior Year
Electric utility total	0	0 1
Water utility	4,961	5,020 2
Sewer utility		0 3
Gas utility		0 4
Merchandise		0 5
Other materials & supplies		0 6
Total Materials and Supplies	<u>4,961</u>	<u>5,020</u>

**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)				
\$166,000 11/25/03 PROMISSORY NOTE	1,114	428	2,246	1
\$334,000 8/14/03 MORTGAGE REVENUE BONDS	170	428	4,000	2
\$705,000 7/27/06 G.O. BONDS	373	428	5,777	3
Total			12,023	
Unamortized premium on debt (251)				
NONE				4
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	491,242	1
Changes during year (explain):		
NO CHANGE		2
Balance end of year	<u><u>491,242</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 BONDS	08/14/2003	08/01/2044	4.25%	330,299	1
Total Bonds (Account 221):				330,299	

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)					
\$705,000 G.O. BONDS	07/27/2006	12/01/2021	4.60%	705,000	1
\$166,000 G.O. PROMISSORY NOTE	11/25/2003	12/01/2010	3.95%	100,000	2
Total for Account 223				805,000	

TAXES ACCRUED (ACCT. 236)

Particulars (a)	Amount (b)	
Balance first of year	0	1
Accruals:		
Charged water department expense	29,634	2
Charged electric department expense		3
Charged sewer department expense	385	4
Other (explain):		
NONE		5
Total Accruals and other credits	30,019	
Taxes paid during year:		
County, state and local taxes	27,162	6
Social Security taxes	2,727	7
PSC Remainder Assessment	130	8
Other (explain):		
NONE		9
Total payments and other debits	30,019	
Balance end of year	0	

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)					
12/16/90 WATER MRBS	0			0	1
\$334,000 MRBS 8/14/03	5,915	14,026	14,095	5,846	2
Subtotal	5,915	14,026	14,095	5,846	
Advances from Municipality (223)					
\$166,000 PROMISSORY NOTES 11/25/03	398	4,711	4,780	329	3
\$705,000 G.O. BONDS 7/27/06		13,675		13,675	4
Subtotal	398	18,386	4,780	14,004	
Other long-Term Debt (224)					
NONE	0			0	5
Subtotal	0	0	0	0	
Notes Payable (231)					
TEMPORARY NOTE PAYABLE	0			0	6
Subtotal	0	0	0	0	
Total	6,313	32,412	18,875	19,850	

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):		
SPECIAL ASSESSMENTS RECEIVABLE	5,069	2
SPECIAL ASSESSMENTS HELD BY MUNICIPALITY FOR UTILITY	227,093	3
Total (Acct. 124):	232,162	
Special Funds (125):		
CAPITALIZED INTEREST ON LONG-TERM DEBT	46,674	4
CONSTRUCTION FUNDS - FROM BOND PROCEEDS	65,316	5
DEBT RESERVE FOR RURAL DEVELOPMENT LOAN	4,401	6
REDEMPTION FUND FOR RURAL DEVELOPMENT LOAN	23,995	7
Total (Acct. 125):	140,386	
Notes Receivable (141):		
NONE		8
Total (Acct. 141):	0	
Customer Accounts Receivable (142):		
Water	27,063	9
Electric		10
Sewer (Regulated)		11
Other (specify):		
NONE		12
Total (Acct. 142):	27,063	
Other Accounts Receivable (143):		
Sewer (Non-regulated)		13
Merchandising, jobbing and contract work		14
Other (specify):		
SERVICE HOOKUP CHARGES	2,700	15
TEST KIT CHARGE TO VILLAGE OF MILLTOWN	52	16
Total (Acct. 143):	2,752	
Receivables from Municipality (145):		
UTILITY ITEMS PLACED ON 2006 TAX ROLL	11,833	17
UNEXPENDED 2006 BOND PROCEEDS HELD IN CONSTRUCTION FUND FOR WATER UTI	281,754	18
Total (Acct. 145):	293,587	
Prepayments (165):		
NONE		19
Total (Acct. 165):	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)	
Extraordinary Property Losses (182):		
NONE	20	
Total (Acct. 182):	0	
Other Deferred Debits (183):		
NONE	21	
Total (Acct. 183):	0	
Payables to Municipality (233):		
NONE	22	
Total (Acct. 233):	0	
Other Deferred Credits (253):		
Regulatory Liability	185,915	23
NONE		24
Total (Acct. 253):	185,915	

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)	891,283	0	0	0	891,283	1
Materials and Supplies	4,990	0	0	0	4,990	2
Other (specify):						
NONE					0	3
Less Average:						
Reserve for Depreciation (110.1)	194,771	0	0	0	194,771	4
Customer Advances for Construction					0	5
Regulatory Liability	191,383	0	0	0	191,383	6
NONE					0	7
Average Net Rate Base	510,119	0	0	0	510,119	
Net Operating Income	13,002	0	0	0	13,002	8
Net Operating Income as a percent of						
Average Net Rate Base	2.55%	N/A	N/A	N/A	2.55%	

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	1.2	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	196,851	0	0	0	196,851	1
Add credits during year:						
NONE					0	2
Deduct charges:						
Miscellaneous Amortization (425)	10,936	0	0	0	10,936	3
Other (specify):						
NONE					0	4
Balance End of Year	185,915	0	0	0	185,915	

FINANCIAL SECTION FOOTNOTES

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

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.

AC 145 TAX ROLL ITEMS-REPRESENT DELINQUENT WATER ACCOUNTS \$935; AND SPECIAL ASSESSMENTS INSTALLMENTS PLACED ON TAX ROLL \$10,898

ac 143 SERVICE HOOKUP CONNECTIONS OF \$2700

AC 145 PLEASANT AVENUE UTILITY EXTENSION PROJECT-\$281754 UNEXPENDED BOND PROCEEDS HELD IN VILLAGE CONSTRUCTION FUND AT YEAR END-WATER PROJECT AND BONDS ARE WATER LIABILITY-

WATER OPERATING REVENUES & EXPENSES

Particulars (a)	This Year (b)	Last Year (c)	
Operating Revenues			
Sales of Water			
Sales of Water (460-467)	165,234	156,677	1
Total Sales of Water	165,234	156,677	
Other Operating Revenues			
Forfeited Discounts (470)	336	254	2
Other Water Revenues (474)	1,771	1,731	3
Total Other Operating Revenues	2,107	1,985	
Total Operating Revenues	167,341	158,662	
Operation and Maintenance Expenses			
Plant Operation and Maintenance Expenses (600-660)	63,419	59,970	4
General Operating Expenses (680-690)	37,165	41,107	5
Total Operation and Maintenance Expenses	100,584	101,077	
Other Operating Expenses			
Depreciation Expense (403)	24,121	17,153	6
Amortization Expense (404)		0	7
Taxes (408)	29,634	28,983	8
Total Other Operating Expenses	53,755	46,136	
Total Operating Expenses	154,339	147,213	
NET OPERATING INCOME	13,002	11,449	

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	403	12,552	61,201	4
Commercial	65	10,604	28,470	5
Industrial	6	587	2,003	6
Total Metered Sales to General Customers (461)	474	23,743	91,674	
Private Fire Protection Service (462)	9		3,934	7
Public Fire Protection Service (463)	1		49,010	8
Other Sales to Public Authorities (464)	15	9,127	20,616	9
Sales to Irrigation Customers (465)				10
Sales for Resale (466)		0	0	11
Interdepartmental Sales (467)				12
Total Sales of Water	499	32,870	165,234	

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)	49,010	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)	49,010	
Forfeited Discounts (470):		
Customer late payment charges	336	5
Other (specify): NONE		6
Total Forfeited Discounts (470)	336	
Other Water Revenues (474):		
Return on net investment in meters charged to sewer department	1,771	7
Other (specify): NONE		8
Total Other Water Revenues (474)	1,771	

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)	31,536	33,023	1
Purchased Water (610)		0	2
Fuel or Power Purchased for Pumping (620)	8,838	9,244	3
Chemicals (630)	1,301	1,284	4
Supplies and Expenses (640)	5,555	12,030	5
Repairs of Water Plant (650)	13,085	3,629	6
Transportation Expenses (660)	3,104	760	7
Total Plant Operation and Maintenance Expenses	63,419	59,970	
GENERAL OPERATING EXPENSES			
Administrative and General Salaries (680)	7,670	7,594	8
Office Supplies and Expenses (681)	4,880	3,163	9
Outside Services Employed (682)	6,218	11,539	10
Insurance Expense (684)	5,520	4,249	11
Employees Pensions and Benefits (686)	12,056	13,882	12
Regulatory Commission Expenses (688)		0	13
Miscellaneous General Expenses (689)	821	680	14
Uncollectible Accounts (690)		0	15
Total General Operating Expenses	37,165	41,107	
Total Operation and Maintenance Expenses	100,584	101,077	

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		27,162	26,109	1
Less: Local and School Tax Equivalent on Meters Charged to Sewer Department		385	370	2
Net property tax equivalent		26,777	25,739	
Social Security		2,727	3,107	3
PSC Remainder Assessment		130	137	4
Other (specify): NONE			0	5
Total tax expense		29,634	28,983	

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			Polk				1
SUMMARY OF TAX RATES							2
State tax rate	mills		0.235930				3
County tax rate	mills		4.895580				4
Local tax rate	mills		5.641570				5
School tax rate	mills		9.907180				6
Voc. school tax rate	mills		1.314550				7
Other tax rate - Local	mills		0.000000				8
Other tax rate - Non-Local	mills		0.000000				9
Total tax rate	mills		21.994810				10
Less: state credit	mills		1.303746				11
Net tax rate	mills		20.691064				12
PROPERTY TAX EQUIVALENT CALCULATION							13
Local Tax Rate	mills		5.641570				14
Combined School Tax Rate	mills		11.221730				15
Other Tax Rate - Local	mills		0.000000				16
Total Local & School Tax	mills		16.863300				17
Total Tax Rate	mills		21.994810				18
Ratio of Local and School Tax to Total	dec.		0.766695				19
Total tax net of state credit	mills		20.691064				20
Net Local and School Tax Rate	mills		15.863725				21
Utility Plant, Jan. 1	\$	2,479,407	2,479,407				22
Materials & Supplies	\$	5,020	5,020				23
Subtotal	\$	2,484,427	2,484,427				24
Less: Plant Outside Limits	\$	209,120	209,120				25
Taxable Assets	\$	2,275,307	2,275,307				26
Assessment Ratio	dec.		0.752530				27
Assessed Value	\$	1,712,237	1,712,237				28
Net Local & School Rate	mills		15.863725				29
Tax Equiv. Computed for Current Year	\$	27,162	27,162				30
Tax Equivalent per 1994 PSC Report	\$	25,480					31
Any lower tax equivalent as authorized by municipality (see note 6)	\$						32 33
Tax equiv. for current year (see note 6)	\$	27,162					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)	100		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)	28,921		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	29,021	0	
PUMPING PLANT			
Land and Land Rights (320)	0		12
Structures and Improvements (321)	97,079		13
Boiler Plant Equipment (322)	0		14
Other Power Production Equipment (323)	0		15
Steam Pumping Equipment (324)	0		16
Electric Pumping Equipment (325)	97,622		17
Diesel Pumping Equipment (326)	0		18
Hydraulic Pumping Equipment (327)	0		19
Other Pumping Equipment (328)	0		20
Total Pumping Plant	194,701	0	
WATER TREATMENT PLANT			
Land and Land Rights (330)	0		21
Structures and Improvements (331)	0		22
Water Treatment Equipment (332)	1,120		23
Total Water Treatment Plant	1,120	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)			100	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)			28,921	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	29,021	
PUMPING PLANT				
Land and Land Rights (320)			0	12
Structures and Improvements (321)			97,079	13
Boiler Plant Equipment (322)			0	14
Other Power Production Equipment (323)			0	15
Steam Pumping Equipment (324)			0	16
Electric Pumping Equipment (325)			97,622	17
Diesel Pumping Equipment (326)			0	18
Hydraulic Pumping Equipment (327)			0	19
Other Pumping Equipment (328)			0	20
Total Pumping Plant	0	0	194,701	
WATER TREATMENT PLANT				
Land and Land Rights (330)			0	21
Structures and Improvements (331)			0	22
Water Treatment Equipment (332)			1,120	23
Total Water Treatment Plant	0	0	1,120	

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)	655		24
Structures and Improvements (341)	0		25
Distribution Reservoirs and Standpipes (342)	32,325		26
Transmission and Distribution Mains (343)	439,686		27
Fire Mains (344)	0		28
Services (345)	15,312		29
Meters (346)	64,481	865	30
Hydrants (348)	68,210		31
Other Transmission and Distribution Plant (349)	0		32
Total Transmission and Distribution Plant	620,669	865	
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)	4,443		36
Transportation Equipment (373)	29,904	4,957	37
Other General Equipment (379)	11,636		38
Other Tangible Property (390)	0		39
Total General Plant	45,983	4,957	
Total utility plant in service directly assignable	891,494	5,822	
Common Utility Plant Allocated to Water Department	0		40
Total utility plant in service	891,494	5,822	

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)			655 24
Structures and Improvements (341)			0 25
Distribution Reservoirs and Standpipes (342)			32,325 26
Transmission and Distribution Mains (343)			439,686 27
Fire Mains (344)			0 28
Services (345)			15,312 29
Meters (346)			65,346 30
Hydrants (348)			68,210 31
Other Transmission and Distribution Plant (349)			0 32
Total Transmission and Distribution Plant	0	0	621,534
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)			4,443 36
Transportation Equipment (373)	6,244		28,617 37
Other General Equipment (379)			11,636 38
Other Tangible Property (390)			0 39
Total General Plant	6,244	0	44,696
Total utility plant in service directly assignable	6,244	0	891,072
Common Utility Plant Allocated to Water Department			0 40
Total utility plant in service	6,244	0	891,072

**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)	51,238		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	51,238	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)			51,238 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	51,238
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)	143,933		26
Transmission and Distribution Mains (343)	924,646		27
Fire Mains (344)	0		28
Services (345)	324,078	1,688	29
Meters (346)	0		30
Hydrants (348)	144,018		31
Other Transmission and Distribution Plant (349)	0		32
Total Transmission and Distribution Plant	1,536,675	1,688	
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	1,587,913	1,688	
Common Utility Plant Allocated to Water Department	0		40
Total utility plant in service	1,587,913	1,688	

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)			143,933 26
Transmission and Distribution Mains (343)			924,646 27
Fire Mains (344)			0 28
Services (345)	750		325,016 29
Meters (346)			0 30
Hydrants (348)			144,018 31
Other Transmission and Distribution Plant (349)			0 32
Total Transmission and Distribution Plant	750	0	1,537,613
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	750	0	1,588,851
Common Utility Plant Allocated to Water Department			0 40
Total utility plant in service	750	0	1,588,851

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			2,765	2,765	1
February			2,439	2,439	2
March			3,106	3,106	3
April			2,605	2,605	4
May			3,335	3,335	5
June			4,080	4,080	6
July			5,676	5,676	7
August			3,552	3,552	8
September			3,058	3,058	9
October			2,643	2,643	10
November			2,381	2,381	11
December			2,543	2,543	12
Total annual pumpage	0	0	38,183	38,183	
Less: Water sold				32,870	13
Volume pumped but not sold				5,313	14
Volume sold as a percent of volume pumped				86%	15
Volume used for water production, water quality and system maintenance				3,000	16
Volume related to equipment/system malfunction				2,819	17
Non-utility volume NOT included in water sales					18
Total volume not sold but accounted for				5,819	19
Volume pumped but unaccounted for				(506)	20
Percent of water lost				-1%	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.)				300	24
Date of maximum: 7/15/2006					25
Cause of maximum:					26
FLUSHING WAER MAINS					
Minimum gallons pumped by all methods in any one day during reporting year (000 gal.)				36	27
Date of minimum: 12/26/2006					28
Total KWH used for pumping for the year				58,400	29
If water is purchased: Vendor Name: NOT APPLICABLE					30
Point of Delivery: NOT APPLICABLE					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)	
403 TUTTLE STREET	1	67	8	360,000	Yes	1
301 FIRST AVENUE WEST	2	72	10	216,000	Yes	2
200 EAGLE DRIVE	3	173	12	468,000	Yes	3

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	2	3	1
Location	403 TUTTLE STREET	301 FIRST AVENUE WEST	200 EAGLE DRIVE	2
Purpose	P	P	P	3
Destination	D	D	D	4
Pump Manufacturer	GRUNDFULS	LAYNE	AMERICAN TURBINE	5
Year Installed	1990	1960	1991	6
Type	SUBMERSIBLE	SUBMERSIBLE	VERTICAL TURBINE	7
Actual Capacity (gpm)	150	300	300	8
Pump Motor or Standby Engine Mfr	FRANKLIN	US METER	US METER	9 10
Year Installed	1983	1960	1991	11
Type	ELECTRIC	ELECTRIC	ELECTRIC	12
Horsepower	10	20	30	13

Particulars (a)	Unit D (b)	Unit E (c)	Unit F (d)	
Identification				14
Location				15
Purpose				16
Destination				17
Pump Manufacturer				18
Year Installed				19
Type				20
Actual Capacity (gpm)				21
Pump Motor or Standby Engine Mfr				22 23
Year Installed				24
Type				25
Horsepower				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	NUMBER 1	NUMBER 2	1
RESERVOIRS, STANDPIPES OR ELEVATED TANKS			2
Type: R (reservoir), S (standpipe) or ET (elevated tank)	ET	ET	3
Year constructed	1972	1991	4
Primary material (earthen, steel, concrete, other)	STEEL	STEEL	5
Elevation difference in feet (See Headnote 3.)	150	150	6
Total capacity in gallons (actual)	50,000	175,000	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.)	1,000.0000	1,000.0000	12
Is a corrosion control chemical used (yes, no)?	N	N	13
Is water fluoridated (yes, no)?	Y	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)	
M	D	1.500	180	0	0	0	180	1
P	D	2.000	420	0	0	0	420	2
P	D	3.000	675	0	0	0	675	3
M	D	6.000	26,719	0	0	0	26,719	4
M	D	8.000	20,961	0	0	0	20,961	5
P	D	8.000	3,300	0	0	0	3,300	6
M	D	10.000	5,361	0	0	0	5,361	7
M	D	12.000	7,927	0	0	0	7,927	8
Total Within Municipality			65,543	0	0	0	65,543	
M	D	10.000	6,380	0	0	0	6,380	9
P	D	10.000	200	0	0	0	200	10
Total Outside of Municipality			6,580	0	0	0	6,580	
Total Utility			72,123	0	0	0	72,123	

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	348	1	1	0	348	27	1
M	1.000	139	0	0	0	139	25	2
M	1.250	1	0	0	0	1		3
M	1.500	4	0	0	0	4	2	4
M	2.000	14	1	0	0	15	3	5
M	3.000	3	0	0	0	3	2	6
M	4.000	8	0	0	0	8		7
Total Utility		517	2	1	0	518	59	

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	470	10	0	3	483	6	1
1.000	14	0	0	1	15	1	2
1.250	2	0	0	0	2	0	3
1.500	9	0	0	(1)	8	2	4
2.000	11	0	0	0	11	0	5
3.000	2	0	0	0	2	1	6
4.000	4	0	0	0	4	1	7
6.000	3	0	0	0	3	3	8
Total:	515	10	0	3	528	14	

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	404	45	2	8	0	24	483	1
1.000	1	10	3	0	0	1	15	2
1.250	0	1	0	0	0	1	2	3
1.500	2	3	0	1	0	2	8	4
2.000	0	4	1	4	0	2	11	5
3.000	0	0	0	2	0	0	2	6
4.000	0	2	0	2	0	0	4	7
6.000	0	1	0	2	0	0	3	8
Total:	407	66	6	19	0	30	528	

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	12				12	1
Within Municipality	124				124	2
Total Fire Hydrants	136	0	0	0	136	
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:	80
Number of distribution system valves end of year:	195
Number of distribution valves operated during year:	100

WATER OPERATING SECTION FOOTNOTES

Water Operation & Maintenance Expenses (Page W-05)

If Fuel or Power Purchased for Pumping (620), divided by the Total kWh Used for Pumping on the Source of Supply, Pumping and Purchased Water Statistics schedule, is less than 3 cents or greater than 12 cents, please explain.

ALL CHARGES ARE CORRECT TO POWER FOR PUMPING ACCOUNT AND 58400 IS CORRECT NUMBER OF KWH PURCHASED.

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.

AC 640 in 2005 the utility incurred unusually high water quality testing costs-not the case in 2006.

AC 650 2006 includes \$10,415 is costs incurred to pull a well pump and repair well pump and pipe.

Ac 660 beginning in 2006 utility started charging actual costs for fuel and repairs to vehicles-in past had been an allocation of costs from general fund

Ac 682 in 2005 costs included \$4416 in mapping, close out of cancelled projects from ac 182 other deferred debits in the amount of \$3926 all engineering. 2006 includes audit costs of \$3,150 and professional fees for a water study for balance of \$2395

Water Services (Page W-18)

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

SERVICES WERE FUNDED BY CONTRIBUTIONS BY CUSTOMERS

Meters (Page W-19)

Explain all reported adjustments.

Per clerk-treasurers analysis of current meter inventory the adjustments necessary to reconcile book to actual counts

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

UTILITY WORKS TO MEET REQUIRED TESTING SCHEDULES -WILL TRY TO IMPROVE IN 2007

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