



3015 (01-03-11)

ANNUAL REPORT

OF

Name: SPENCER MUNICIPAL WATER UTILITYPrincipal Office: 105 PARK STREET
P.O. BOX 360
SPENCER, WI 54479-0360For the Year Ended: DECEMBER 31, 2010**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.

GENERAL RULES FOR REPORTING

1. Prepare the report in conformity with the Uniform System of Accounts prescribed by the Public Service Commission of Wisconsin.
2. Numeric items shall contain digits (0-9). A minus sign "-" shall be entered in the software program to indicate negative values. Parentheses shall not be used for numeric items. The program will convert the minus sign to parentheses for hard copy annual report purposes. Negative values may not be allowed for certain entries in the annual report due to restrictions contained in the software program.
3. The annual report should be complete in itself in all particulars. Reference to reports of former years should not be made to take the place of required entries except as otherwise specifically authorized.
4. Whenever schedules call for data from the previous year, the data reported must be based upon those shown by the annual report of the previous year or an appropriate explanation given why different data is being reported for the current year. Where available, use an adjustment column.
5. All dollar amounts will be reported in whole dollars.
6. Wherever information is required to be shown as text, the information shall be shown in the space provided using other than account titles. In each case, the information shall be properly identified. Footnote capability is included in the annual report software program and shall be utilized where necessary to further explain particulars of a schedule.

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IDENTIFICATION AND OWNERSHIP

Exact Utility Name: SPENCER MUNICIPAL WATER UTILITY

Utility Address: 105 PARK STREET
P.O. BOX 360
SPENCER, WI 54479-0360

When was utility organized? 12/1/1940

Report any change in name:

Effective Date:

Utility Web Site: Clerk@Vil.Spencer.WI.US

Utility employee in charge of correspondence concerning this report:

Name: GERALD KOBS

Title: VILLAGE CLERK TREASURER

Office Address: VILLAGE OF SPENCER
105 PARK STREET
P.O. BOX 360
SPENCER, WI 54479

Telephone: (715) 659 - 5423

Fax Number: (715) 659 - 5358

Email Address: clerk@vil.spencer.wi.us

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

Name: JIM KILTY

Title: CHAIRMAN

Office Address:
720 HICKORY
SPENCER, WI 54479

Telephone: (715) 659 - 4250

Fax Number:

Email Address: clerk@vil.spencer.wi.us

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

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

Name: LEAH HAUSER

Title:

Office Address: HAWKINS, ASH, BAPTIE AND COMPANY
101 WEST 29TH STREET
MARSHFIELD, WI 54449

Telephone: (715) 387 - 1131

Fax Number: (715) 384 - 3463

Email Address: lhauser@habco.com

Date of most recent audit report: 3/1/2011

Period covered by most recent audit: 01/01/2010 TO 12/31/2010

IDENTIFICATION AND OWNERSHIP

Names and titles of utility management including manager or superintendent:

Name: DEAN SMITH

Title: WATER PLANT OPERATOR

Office Address: VILLAGE OF SPENCER

702 PARK STREET

P.O. BOX 360

SPENCER, WI 54479

Telephone: (715) 659 - 4644

Fax Number: (715) 659 - 3835

Email Address: water@vil.spencer.wi.us

Name of utility commission/committee: UTILITIES COMMITTEE

Names of members of utility commission/committee:

MR JIM KILTY, CHAIRMAN

MR GREG POKALLUS, MEMBER

MR RON STAPLES, MEMBER

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:

Firm Name: NONE

Contact Person:

Title:

Telephone:

Fax Number:

Email Address:

Contract/Agreement beginning-ending dates:

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

INCOME STATEMENT

Particulars (a)	This Year (b)	Last Year (c)	
UTILITY OPERATING INCOME			
Operating Revenues (400)	338,410	328,085	1
Operating Expenses:			
Operation and Maintenance Expense (401-402)	220,278	199,806	2
Depreciation Expense (403)	69,890	70,816	3
Amortization Expense (404-407)	0	0	4
Taxes (408)	1,534	1,549	5
Total Operating Expenses	291,702	272,171	
Net Operating Income	46,708	55,914	
Income from Utility Plant Leased to Others (412-413)	0	0	6
Utility Operating Income	46,708	55,914	
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)	3,166	6,722	10
Miscellaneous Nonoperating Income (421)	35,242	0	11
Total Other Income	38,408	6,722	
Total Income	85,116	62,636	
MISCELLANEOUS INCOME DEDUCTIONS			
Miscellaneous Amortization (425)	(7,545)	(7,187)	12
Other Income Deductions (426)	20,368	20,115	13
Total Miscellaneous Income Deductions	12,823	12,928	
Income Before Interest Charges	72,293	49,708	
INTEREST CHARGES			
Interest on Long-Term Debt (427)	13,978	14,847	14
Amortization of Debt Discount and Expense (428)	0	0	15
Amortization of Premium on Debt--Cr. (429)	0	0	16
Interest on Debt to Municipality (430)	0	0	17
Other Interest Expense (431)	0	0	18
Interest Charged to Construction--Cr. (432)	0	0	19
Total Interest Charges	13,978	14,847	
Net Income	58,315	34,861	
EARNED SURPLUS			
Unappropriated Earned Surplus (Beginning of Year) (216)	2,059,337	2,023,734	20
Balance Transferred from Income (433)	58,315	34,861	21
Miscellaneous Credits to Surplus (434)	0	742	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)	2,117,652	2,059,337	

DETAILS OF INCOME STATEMENT ACCOUNTS

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	338,410	0	338,410	1
Total (Acct. 400):	338,410	0	338,410	
Operation and Maintenance Expense (401-402):				
Derived	220,278	0	220,278	2
Total (Acct. 401-402):	220,278	0	220,278	
Depreciation Expense (403):				
Derived	69,890	0	69,890	3
Total (Acct. 403):	69,890	0	69,890	
Amortization Expense (404-407):				
Derived	0	0	0	4
Total (Acct. 404-407):	0	0	0	
Taxes (408):				
Derived	1,534	0	1,534	5
Total (Acct. 408):	1,534	0	1,534	
Revenues from Utility Plant Leased to Others (412):				
NONE			0	6
Total (Acct. 412):	0	0	0	
Expenses of Utility Plant Leased to Others (413):				
NONE			0	7
Total (Acct. 413):	0	0	0	
TOTAL UTILITY OPERATING INCOME:	46,708	0	46,708	
OTHER INCOME				
Income from Merchandising, Jobbing and Contract Work (415-416):				
Derived	0	0	0	8
Total (Acct. 415-416):	0	0	0	
Income from Nonutility Operations (417):				
NONE			0	9
Total (Acct. 417):	0	0	0	
Nonoperating Rental Income (418):				
NONE			0	10
Total (Acct. 418):	0	0	0	
Interest and Dividend Income (419):				
INTEREST ON OTHER INVESTMENTS	3,166		3,166	11
Total (Acct. 419):	3,166	0	3,166	
Miscellaneous Nonoperating Income (421):				
Contributed Plant - Water			0	12
SPECIAL ASSESSMENT AND CUSTOMER CONTRIBUTIONS IN AID	35,242		35,242	13
Total (Acct. 421):	35,242	0	35,242	
TOTAL OTHER INCOME:	38,408	0	38,408	

DETAILS OF INCOME STATEMENT ACCOUNTS

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)	
MISCELLANEOUS INCOME DEDUCTIONS				
Miscellaneous Amortization (425):				
Regulatory Liability (253) Amortization	(7,545)	0	(7,545)	14
NONE			0	15
Total (Acct. 425):	(7,545)	0	(7,545)	
Other Income Deductions (426):				
Depreciation Expense on Contributed Plant - Water	0	20,368	20,368	16
NONE			0	17
Total (Acct. 426):	0	20,368	20,368	
TOTAL MISCELLANEOUS INCOME DEDUCTIONS:	(7,545)	20,368	12,823	
INTEREST CHARGES				
Interest on Long-Term Debt (427):				
Derived	13,978	0	13,978	18
Total (Acct. 427):	13,978	0	13,978	
Amortization of Debt Discount and Expense (428):				
NONE			0	19
Total (Acct. 428):	0	0	0	
Amortization of Premium on Debt--Cr. (429):				
NONE			0	20
Total (Acct. 429):	0	0	0	
Interest on Debt to Municipality (430):				
Derived	0	0	0	21
Total (Acct. 430):	0	0	0	
Other Interest Expense (431):				
Derived	0	0	0	22
Total (Acct. 431):	0	0	0	
Interest Charged to Construction--Cr. (432):				
NONE			0	23
Total (Acct. 432):	0	0	0	
TOTAL INTEREST CHARGES:	13,978	0	13,978	
NET INCOME:	78,683	(20,368)	58,315	
EARNED SURPLUS				
Unappropriated Earned Surplus (Beginning of Year) (216):				
Derived	1,281,949	777,388	2,059,337	24
Total (Acct. 216):	1,281,949	777,388	2,059,337	
Balance Transferred from Income (433):				
Derived	78,683	(20,368)	58,315	25
Total (Acct. 433):	78,683	(20,368)	58,315	
Miscellaneous Credits to Surplus (434):				
NONE			0	26
Total (Acct. 434):	0	0	0	

DETAILS OF INCOME STATEMENT ACCOUNTS

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)	
EARNED SURPLUS				
Miscellaneous Debits to Surplus--Debit (435):				
NONE			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	
Appropriations of Income to Municipal Funds--Debit (439):				
NONE			0	29
Total (Acct. 439)--Debit:	0	0	0	
UNAPPROPRIATED EARNED SURPLUS (END OF YEAR):	1,360,632	757,020	2,117,652	

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):					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	338,410	0	0	0	338,410	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 -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	338,410	0	0	0	338,410	

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

BALANCE SHEET

Assets and Other Debits (a)	Balance End of Year (b)	Balance First of Year (c)	
UTILITY PLANT			
Utility Plant (101)	3,940,089	3,862,725	1
Less: Accumulated Provision for Depreciation and Amortization of Utility Plant (111)	1,188,654	1,110,983	2
Net Utility Plant	2,751,435	2,751,742	
OTHER PROPERTY AND INVESTMENTS			
Nonutility Property (121)	1,025	1,025	3
Less: Accumulated Provision for Depreciation and Amortization of Nonutility Property (122)	0	0	4
Net Nonutility Property	1,025	1,025	
Investment in Municipality (123)	0	0	5
Other Investments (124)	9,913	5,774	6
Sinking Funds (125)	0	0	7
Depreciation Fund (126)	0	0	8
Other Special Funds (128)	0	0	9
Total Other Property and Investments	10,938	6,799	
CURRENT AND ACCRUED ASSETS			
Cash (131)	321,224	305,992	10
Special Deposits (134)	0	0	11
Working Funds (135)			12
Temporary Cash Investments (136)			13
Notes Receivable (141)	0	0	14
Customer Accounts Receivable (142)	15,789	10,305	15
Other Accounts Receivable (143)	3,678	3,544	16
Accumulated Provision for Uncollectible Accounts- -Cr. (144)	0	0	17
Receivables from Municipality (145)	14,311	13,903	18
Plant Materials and Operating Supplies (154)	15,513	15,513	19
Merchandise (155)	0	0	20
Other Materials and Supplies (156)	0	0	21
Stores Expense (163)	0	0	22
Prepayments (165)	0	0	23
Interest and Dividends Receivable (171)			24
Accrued Utility Revenues (173)			25
Miscellaneous Current and Accrued Assets (174)			26
Total Current and Accrued Assets	370,515	349,257	
DEFERRED DEBITS			
Unamortized Debt Discount and Expense (181)	0	0	27
Extraordinary Property Losses (182)	0	0	28
Preliminary Survey and Investigation Charges (183)	0	0	29
Clearing Accounts (184)	0	0	30
Temporary Facilities (185)	0	0	31
Miscellaneous Deferred Debits (186)	0	0	32
Total Deferred Debits	0	0	
Total Assets and Other Debits	3,132,888	3,107,798	

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)	481,781	481,781	33
Appropriated Earned Surplus (215)			34
Unappropriated Earned Surplus (216)	2,117,652	2,059,337	35
Total Proprietary Capital	2,599,433	2,541,118	
LONG-TERM DEBT			
Bonds (221)	0	0	36
Advances from Municipality (223)	144,769	125,140	37
Other long-Term Debt (224)	279,391	330,911	38
Total Long-Term Debt	424,160	456,051	
CURRENT AND ACCRUED LIABILITIES			
Notes Payable (231)	0	0	39
Accounts Payable (232)	8,181	1,567	40
Payables to Municipality (233)	0	0	41
Customer Deposits (235)			42
Taxes Accrued (236)	0	0	43
Interest Accrued (237)	3,029	3,432	44
Tax Collections Payable (241)			45
Miscellaneous Current and Accrued Liabilities (242)			46
Total Current and Accrued Liabilities	11,210	4,999	
DEFERRED CREDITS			
Unamortized Premium on Debt (251)	0	0	47
Customer Advances for Construction (252)			48
Other Deferred Credits (253)	98,085	105,630	49
Total Deferred Credits	98,085	105,630	
OPERATING RESERVES			
Property Insurance Reserve (261)			50
Injuries and Damages Reserve (262)			51
Pensions and Benefits Reserve (263)			52
Miscellaneous Operating Reserves (265)			53
Total Operating Reserves	0	0	
Total Liabilities and Other Credits	3,132,888	3,107,798	

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	3,862,725	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)	3,066,534	0	0	0	2
Utility Plant in Service - Contributed Plant (101.2)	862,878	0	0	0	3
Utility Plant Purchased or Sold (102)					4
Utility Plant Leased to Others (104)					5
Property Held for Future Use (105)					6
Construction Work in Progress (107)	10,677				7
Total Utility Plant	3,940,089	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 (111.1)	874,085	0	0	0	8
Accumulated Provision for Depreciation of Utility Plant in Service - Contributed Plant (111.2)	314,569	0	0	0	9
Accumulated Provision for Depreciation of Utility Plant Leased to Others (112)					10
Accumulated Provision for Depreciation of Property Held for Future Use (113)					11
Accumulated Provision for Amortization of Utility Plant in Service (114)					12
Accumulated Provision for Amortization of Utility Plant Leased to Others (115)					13
Accumulated Provision for Amortization of Property Held for Future Use (116)					14
Total Accumulated Provision	1,188,654	0	0	0	
Other Utility Plant Accounts:					
Utility Plant Acquisition Adjustments (117)					15
Accumulated Provision for Amortization of Utility Plant Acquisition Adjustments (118)					16
Other Utility Plant Adjustments (119)					17
Total Other Utility Plant Accounts	0	0	0	0	
Net Utility Plant	2,751,435	0	0	0	

ACCUMULATED PROVISION FOR DEPRECIATION OF UTILITY PLANT ON UTILITY PLANT FINANCED BY UTILITY OPERATION OR BY THE MUNICIPALITY (ACCT. 111.1)

Depreciation Accruals (Credits) during the year (111.1):

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 (111.1)	816,782				816,782	1
Credits During Year						2
Accruals:						3
Charged depreciation expense (403)	69,890				69,890	4
Depreciation expense on meters						5
charged to sewer (see Note 3)	1,331				1,331	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	71,221	0	0	0	71,221	16
Debits during year						17
Book cost of plant retired	2,315				2,315	18
Cost of removal	11,603				11,603	19
Other debits (specify):						20
					0	21
					0	22
					0	23
					0	24
Total debits	13,918	0	0	0	13,918	25
Balance end of year (111.1)	874,085	0	0	0	874,085	26
Footnotes						27

**ACCUMULATED PROVISION FOR DEPRECIATION OF UTILITY PLANT
ON UTILITY PLANT FINANCED BY UTILITY OPERATION
OR BY THE MUNICIPALITY (ACCT. 111.1)**

Accumulated Provision for Depreciation of Utility Plant on Utility Plant Financed by Utility Operations or by the Municipality (Acc Depreciation Expense on Meters Charged to Sewer has related fields in the Taxes schedule and Other Operating Revenues (Water) schedule. If amounts are reported in any one or two of these three fields, but not all three, please explain.

At the December 20th, 2010 village board meeting a motion was made by Kilty, seconded by Frome was carried on unanimous roll call vote to forgive local and school tax equivalents for the Water Utility to the Village for the year 2010 and tax amount to the Water Utility will be zero.

ACCUMULATED PROVISION FOR DEPRECIATION OF UTILITY PLANT ON CONTRIBUTED PLANT IN SERVICE (ACCT. 111.2)

Depreciation Accruals (Credits) during the year (111.2):

1. Report the amounts charged in the operating sections to Other Income Deductions (426).
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 (111.2)	294,201				294,201	1
Credits During Year						2
Accruals:						3
Charged Other Income Deductions (426)	20,368				20,368	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	20,368	0	0	0	20,368	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 (111.2)	314,569	0	0	0	314,569	26
Footnotes						27

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	1,025			1,025	1
NONE	0			0	2
Total Nonutility Property (121)	1,025	0	0	1,025	
Less accum. prov. depr. & amort. (122)	0			0	3
Net Nonutility Property	1,025	0	0	1,025	

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

Particulars (a)	Amount (b)	
Balance first of year		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 (151)					0	0	1
Fuel stock expenses (152)					0	0	2
Plant mat. & oper. sup. (154)					0	0	3
Total Electric Utility					0	0	

Account	Total End of Year	Amount Prior Year	
Electric utility total	0	0	1
Water utility (154)	15,513	15,513	2
Sewer utility (154)		0	3
Heating utility (154)		0	4
Gas utility (154)		0	5
Merchandise (155)		0	6
Other materials & supplies (156)		0	7
Stores expense (163)		0	8
Total Materials and Supplies	15,513	15,513	

**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)				
BOND ISSUANCE COST		0		1
Total			0	
Unamortized premium on debt (251)				
NONE				2
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	481,781	1
Changes during year (explain):		2
Balance end of year	481,781	

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)	1
None					1
Total Bonds (Account 221):				<u><u>0</u></u>	

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 from Municipality (223)					
DUE TO GENERAL FUND	00/00/0000	00/00/0000	0.00%	144,769	1
Total for Account 223				144,769	
Other Long-Term Debt (224)					
	00/00/0000	00/00/0000	0.00%	0	2
Loan @ SSB	07/19/2000	07/19/2020	5.84%	134,106	3
	00/00/0000	00/00/0000	0.00%	0	4
LOAN @ HERITAGE BANK	12/27/2004	11/15/2014	4.25%	145,285	5
Total for Account 224				279,391	
Notes Payable (231)					
NONE	00/00/0000	00/00/0000	0.00%		6
Total for Account 231				0	

TAXES ACCRUED (ACCT. 236)

Particulars (a)	Amount (b)	
Balance first of year	0	1
Accruals:		
Charged water department expense	2,749	2
Charged electric department expense		3
Charged sewer department expense		4
Other (explain):		
NONE		5
Total Accruals and other credits	<u>2,749</u>	
Taxes paid during year:		
County, state and local taxes		6
Social Security taxes	2,430	7
PSC Remainder Assessment	319	8
Other (explain):		
NONE		9
Total payments and other debits	<u>2,749</u>	
Balance end of year	<u><u>0</u></u>	

INTEREST ACCRUED (ACCT. 237)

1. Report below interest accrued on each utility obligation.
 2. Report Customer Deposits under Account 235.

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
Subtotal	0	0	0	0	
Advances from Municipality (223)					
NONE	0			0	2
Subtotal	0	0	0	0	
Other long-Term Debt (224)					
BLANK	3,432	13,978	14,381	3,029	3
Subtotal	3,432	13,978	14,381	3,029	
Notes Payable (231)					
NONE	0			0	4
Subtotal	0	0	0	0	
Total	3,432	13,978	14,381	3,029	

DETAIL OF OTHER BALANCE SHEET ACCOUNTS

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 ASSESSMENT RECEIVABLES	9,913	2
Total (Acct. 124):	9,913	
Sinking Funds (125):		
NONE		3
Total (Acct. 125):	0	
Depreciation Fund (126):		
NONE		4
Total (Acct. 126):	0	
Other Special Funds (128):		
NONE		5
Total (Acct. 128):	0	
Special Deposits (134):		
NONE		6
Total (Acct. 134):	0	
Notes Receivable (141):		
NONE		7
Total (Acct. 141):	0	
Customer Accounts Receivable (142):		
Water	15,789	8
Electric		9
Sewer (Regulated)		10
Other (specify):		
NONE		11
Total (Acct. 142):	15,789	
Other Accounts Receivable (143):		
Sewer (Non-regulated)	3,678	* 12
Merchandising, jobbing and contract work		13
Other (specify):		
NONE		14
Total (Acct. 143):	3,678	
Receivables from Municipality (145):		
TAX ACCOUNT AND DUE FROM SEWERS	14,311	* 15
Total (Acct. 145):	14,311	
Prepayments (165):		
NONE		16
Total (Acct. 165):	0	

DETAIL OF OTHER BALANCE SHEET ACCOUNTS

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		17
Total (Acct. 182):	0	
Preliminary Survey and Investigation Charges (183):		
NONE		18
Total (Acct. 183):	0	
Clearing Accounts (184):		
NONE		19
Total (Acct. 184):	0	
Temporary Facilities (185):		
NONE		20
Total (Acct. 185):	0	
Miscellaneous Deferred Debits (186):		
NONE		21
Total (Acct. 186):	0	
Payables to Municipality (233):		
NONE		22
Total (Acct. 233):	0	
Other Deferred Credits (253):		
Regulatory Liability	98,085	23
NONE		24
Total (Acct. 253):	98,085	

DETAIL OF OTHER BALANCE SHEET ACCOUNTS

Detail of Other Balance Sheet Accounts (Page F-22)

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.

Account #143 is from monies received when we bill customers for water turn on, and water sold.
Account #145 the amount in this column is receivables from the municipality thru taxes and the amount is due from sewers from the meter charge.

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)	3,043,581	0	0	0	3,043,581	1
Materials and Supplies	15,513	0	0	0	15,513	2
Other (specify):						
NONE					0	3
Less Average:						
Reserve for Depreciation (111.1)	845,433	0	0	0	845,433	4
Customer Advances for Construction					0	5
Regulatory Liability	101,857	0	0	0	101,857	6
NONE					0	7
Average Net Rate Base	2,111,804	0	0	0	2,111,804	
Net Operating Income	46,708	0	0	0	46,708	8
Net Operating Income as a percent of						
Average Net Rate Base	2.21%	N/A	N/A	N/A	2.21%	

**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	105,630	0	0	0	105,630	1
Add credits during year:						
NONE					0	2
Deduct charges:						
Miscellaneous Amortization (425)	7,545	0	0	0	7,545	3
Other (specify):						
NONE					0	4
Balance End of Year	98,085	0	0	0	98,085	

IMPORTANT CHANGES DURING THE YEAR

Report changes of any of the following types:

1. Acquisitions.

2. Leaseholder changes.

3. Extensions of service.

We added 440 feet of 8" plastic water main on West Dedar Street which is located in our TIF District and we added 227 feet of 10" plastic water main on South Washington Street which was done by a developer for us.

*

4. Estimated changes in revenues due to rate changes.

5. Obligations incurred or assumed, excluding commercial paper.

6. Formal proceedings with the Public Service Commission.

7. Any additional matters.

FINANCIAL SECTION FOOTNOTES

Accumulated Provision for Depreciation of Utility Plant on Utility Plant Financed by Utility Operations or

Depreciation Expense on Meters Charged to Sewer has related fields in the Taxes schedule and Other Operating Revenues (Water) schedule. If amounts are reported in any one or two of these three fields, but not all three, please explain.

At the December 20th, 2010 village board meeting a motion was made by Kilty, seconded by Frome was carried on unanimous roll call vote to forgive local and school tax equivalents for the Water Utility to the Village for the year 2010 and tax amount to the Water Utility will be zero.

Detail of Other Balance Sheet Accounts (Page F-22)

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.

Account #143 is from monies received when we bill customers for water turn on, and water sold. Account #145 the amount in this column is receivables from the municipality thru taxes and the amount is due from sewers from the meter charge.

WATER OPERATING REVENUES & EXPENSES

Particulars (a)	This Year (b)	Last Year (c)	
Operating Revenues			
Sales of Water			
Sales of Water (460-467)	333,088	321,587	1
Total Sales of Water	333,088	321,587	
Other Operating Revenues			
Forfeited Discounts (470)	0	200	2
Rents from Water Property (472)	0	0	3
Interdepartmental Rents (473)	0	0	4
Other Water Revenues (474)	5,322	6,298	5
Total Other Operating Revenues	5,322	6,498	
Total Operating Revenues	338,410	328,085	
Operation and Maintenance Expenses			
Plant Operation and Maintenance Expenses (600-660)	152,129	136,275	6
General Operating Expenses (680-691)	68,149	63,531	7
Total Operation and Maintenance Expenses	220,278	199,806	
Other Operating Expenses			
Depreciation Expense (403)	69,890	70,816	8
Amortization Expense (404-407)		0	9
Taxes (408)	1,534	1,549	10
Total Other Operating Expenses	71,424	72,365	
Total Operating Expenses	291,702	272,171	
NET OPERATING INCOME	46,708	55,914	

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 (Account 461).
5. Report average no. of individually-metered accounts (meters). The amount reported should be the average meter count. E.g., if a hospital has 5 meters, a total of 5 meters should be reported on this schedule in Average No. of Meters column.

Particulars (a)	Average No. of Meters (b)	Thousands of Gallons of Water Sold (c)	Amounts (d)	
Operating Revenues				
Sales of Water				
Unmetered Sales to General Customers (460)				
Residential (460.1)				1
Commercial (460.2)				2
Industrial (460.3)				3
Public Authority (460.4)				4
Total Unmetered Sales to General Customers (460)	0	0	0	
Metered Sales to General Customers (461)				
Residential (461.1)	691	20,696	158,371	5
Commercial (461.2)	92	5,834	32,002	6
Industrial (461.3)	9	5,099	15,487	7
Public Authority (461.4)	14	1,023	7,528	8
Total Metered Sales to General Customers (461)	806	32,652	213,388	
Private Fire Protection Service (462)	8		7,939	9
Public Fire Protection Service (463)	1		111,761	10
Other Water Sales (465)				11
Sales for Resale (466)		0	0	12
Interdepartmental Sales (467)				13
Total Sales of Water	815	32,652	333,088	

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				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 for fighting fires outside utility's service areas (usually per rate schedule F-2 or BW-1)		1
Other (specify):		
Wholesale fire protection billed		2
Amount billed (usually per rate schedule F-1 or Fd-1)	111,761	3
NONE		4
Total Public Fire Protection Service (463)	111,761	
 Forfeited Discounts (470):		
NONE		5
Customer late payment charges		6
Other (specify):		
Total Forfeited Discounts (470)	0	
 Rents from Water Property (472):		
NONE		7
Total Rents from Water Property (472)	0	
 Interdepartmental Rents (473):		
NONE		8
Total Interdepartmental Rents (473)	0	
 Other Water Revenues (474):		
CURB STOP TURN ON AND HOOKING UP WATER METERS AND TOWER RENT	4,102	9
Return on net investment in meters charged to sewer department	1,220	10
Other (specify):		
Total Other Water Revenues (474)	5,322	

OTHER OPERATING REVENUES (WATER)

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

Please explain amounts in Account 474 in excess of \$2,000, 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.

Account # 474 Tower rent was \$2,400.00, Curb stop turn on and hooking up water meters \$474.00, recycle scrap metal \$1,145.61, water sold \$75.00, parts \$7.50.

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)	56,423	52,172	1
Purchased Water (610)		0	2
Fuel or Power Purchased for Pumping (620)	11,890	11,245	3
Chemicals (630)	13,716	12,720	4
Supplies and Expenses (640)	26,043	20,963	5
Repairs of Water Plant (650)	44,057	39,175	6
Transportation Expenses (660)		0	7
Total Plant Operation and Maintenance Expenses	152,129	136,275	
GENERAL OPERATING EXPENSES			
Administrative and General Salaries (680)	26,523	16,575	* 8
Office Supplies and Expenses (681)	4,748	4,354	9
Outside Services Employed (682)	4,168	13,796	* 10
Insurance Expense (684)	30,999	27,495	11
Employees Pensions and Benefits (686)	1,711	1,311	12
Regulatory Commission Expenses (688)		0	13
Miscellaneous General Expenses (689)		0	14
Uncollectible Accounts (690)		0	15
Customer Service and Informational Expenses (691)		0	16
Total General Operating Expenses	68,149	63,531	
Total Operation and Maintenance Expenses	220,278	199,806	

WATER OPERATION & MAINTENANCE EXPENSES

Water Operation & Maintenance Expenses (Page W-05)

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

Account #680 Additional hours was worked by office staff and wage increases make up the difference. Account #682 The amount is less because in 2009 we spent monies on engineering costs for Highway 13 project to replace water lines under the highway and that project is about to start now. We did not have the need in 2010 for additional engineering costs.

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		0	0	1
Less: Local and School Tax Equivalent on Meters Charged to Sewer Department			0	2
Net property tax equivalent		0	0	
Social Security		1,215	1,268	3
PSC Remainder Assessment		319	281	4
Other (specify): NONE			0	5
Total tax expense		1,534	1,549	

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			Marathon				1
SUMMARY OF TAX RATES							2
State tax rate	mills		0.206431				3
County tax rate	mills		6.282855				4
Local tax rate	mills		8.484541				5
School tax rate	mills		10.828794				6
Voc. school tax rate	mills		2.403869				7
Other tax rate - Local	mills		0.000000				8
Other tax rate - Non-Local	mills		0.000000				9
Total tax rate	mills		28.206490				10
Less: state credit	mills						11
Net tax rate	mills		28.206490				12
PROPERTY TAX EQUIVALENT CALCULATION							13
Local Tax Rate	mills		8.484541				14
Combined School Tax Rate	mills		13.232663				15
Other Tax Rate - Local	mills		0.000000				16
Total Local & School Tax	mills		21.717204				17
Total Tax Rate	mills		28.206490				18
Ratio of Local and School Tax to Total	dec.		0.769936				19
Total tax net of state credit	mills		28.206490				20
Net Local and School Tax Rate	mills		21.717204				21
Utility Plant, Jan. 1	\$	3,862,725	3,862,725				22
Materials & Supplies	\$	15,513	15,513				23
Subtotal	\$	3,878,238	3,878,238				24
Less: Plant Outside Limits	\$	0	0				25
Taxable Assets	\$	3,878,238	3,878,238				26
Assessment Ratio	dec.		0.822097				27
Assessed Value	\$	3,188,288	3,188,288				28
Net Local & School Rate	mills		21.717204				29
Tax Equiv. Computed for Current Year	\$	69,241	69,241				30
Tax Equivalent per 1994 PSC Report	\$	0					31
Any lower tax equivalent as authorized							32
by municipality (see note 6)	\$	0					33
Tax equiv. for current year (see note 6)	\$	0					34
Footnotes			*				35

PROPERTY TAX EQUIVALENT (WATER)

Property Tax Equivalent (Water) (Page W-07)

If Lower Tax Equivalent authorized by municipality is greater than or equal to zero, please explain.

On December 20th, 2010 at the village board meeting a motion was made by Kilty, seconded by Frome was carried on unanimous roll call vote to forgive local and school tax equivalents for the Water Utility to the Village for the year 2010 and tax amount to the Water Utility will be zero.

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 accounts 391.1 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)	Retirements During Year (e)	Adjustments Increase or (Decrease) (f)	Balance End of Year (g)	
INTANGIBLE PLANT						
Organization (301)	400				400	1
Franchises and Consents (302)	134				134	2
Miscellaneous Intangible Plant (303)	0				0	3
Total Intangible Plant	534	0	0	0	534	
SOURCE OF SUPPLY PLANT						
Land and Land Rights (310)	0				0	4
Structures and Improvements (311)	0				0	5
Collecting and Impounding Reservoirs (312)	0				0	6
Lake, River and Other Intakes (313)	0				0	7
Wells and Springs (314)	720,847				720,847	8
Supply Mains (316)	0				0	9
Other Water Source Plant (317)	0				0	10
Total Source of Supply Plant	720,847	0	0	0	720,847	
PUMPING PLANT						
Land and Land Rights (320)	30,935				30,935	11
Structures and Improvements (321)	324,742				324,742	12
Other Power Production Equipment (323)	175				175	13
Electric Pumping Equipment (325)	31,737				31,737	14
Diesel Pumping Equipment (326)	0				0	15
Other Pumping Equipment (328)	7,900				7,900	16
Total Pumping Plant	395,489	0	0	0	395,489	
WATER TREATMENT PLANT						
Land and Land Rights (330)	0				0	17
Structures and Improvements (331)	0				0	18
Sand or Other Media Filtration Equipment (332)	337,395				337,395	19
Membrane Filtration Equipment (333)	0				0	20
Other Water Treatment Equipment (334)	0				0	21
Total Water Treatment Plant	337,395	0	0	0	337,395	
TRANSMISSION AND DISTRIBUTION PLANT						
Land and Land Rights (340)	0				0	22
Structures and Improvements (341)	0				0	23
Distribution Reservoirs and Standpipes (342)	92,950				92,950	24
Transmission and Distribution Mains (343)	1,078,463	39,229	708		1,116,984	* 25
Services (345)	176,028	2,376	500		177,904	26
Meters (346)	47,420	2,255	282		49,393	27
Hydrants (348)	151,832	3,300	825		154,307	28

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 accounts 391.1 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)	Retirements During Year (e)	Adjustments Increase or (Decrease) (f)	Balance End of Year (g)	
TRANSMISSION AND DISTRIBUTION PLANT						
Other Transmission and Distribution Plant (349)	0				0	29
Total Transmission and Distribution Plant	1,546,693	47,160	2,315	0	1,591,538	
GENERAL PLANT						
Land and Land Rights (389)	0				0	30
Structures and Improvements (390)	0				0	31
Office Furniture and Equipment (391)	0				0	32
Computer Equipment (391.1)	0				0	33
Transportation Equipment (392)	0				0	34
Stores Equipment (393)	0				0	35
Tools, Shop and Garage Equipment (394)	0				0	36
Laboratory Equipment (395)	0				0	37
Power Operated Equipment (396)	0				0	38
Communication Equipment (397)	0				0	39
SCADA Equipment (397.1)	0				0	40
Miscellaneous Equipment (398)	19,671	1,060			20,731	41
Total General Plant	19,671	1,060	0	0	20,731	
Total utility plant in service directly assignable	3,020,629	48,220	2,315	0	3,066,534	
Common Utility Plant Allocated to Water Department (300)	0				0	42
Total utility plant in service	3,020,629	48,220	2,315	0	3,066,534	

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 accounts 391.1 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)	Retirements During Year (e)	Adjustments Increase or (Decrease) (f)	Balance End of Year (g)	
INTANGIBLE PLANT						
Organization (301)	0				0	1
Franchises and Consents (302)	0				0	2
Miscellaneous Intangible Plant (303)	0				0	3
Total Intangible Plant	0	0	0	0	0	
SOURCE OF SUPPLY PLANT						
Land and Land Rights (310)	0				0	4
Structures and Improvements (311)	0				0	5
Collecting and Impounding Reservoirs (312)	0				0	6
Lake, River and Other Intakes (313)	0				0	7
Wells and Springs (314)	0				0	8
Supply Mains (316)	0				0	9
Other Water Source Plant (317)	0				0	10
Total Source of Supply Plant	0	0	0	0	0	
PUMPING PLANT						
Land and Land Rights (320)	0				0	11
Structures and Improvements (321)	287,155				287,155	12
Other Power Production Equipment (323)	0				0	13
Electric Pumping Equipment (325)	0				0	14
Diesel Pumping Equipment (326)	0				0	15
Other Pumping Equipment (328)	0				0	16
Total Pumping Plant	287,155	0	0	0	287,155	
WATER TREATMENT PLANT						
Land and Land Rights (330)	0				0	17
Structures and Improvements (331)	0				0	18
Sand or Other Media Filtration Equipment (332)	130,000				130,000	19
Membrane Filtration Equipment (333)	0				0	20
Other Water Treatment Equipment (334)	0				0	21
Total Water Treatment Plant	130,000	0	0	0	130,000	
TRANSMISSION AND DISTRIBUTION PLANT						
Land and Land Rights (340)	0				0	22
Structures and Improvements (341)	0				0	23
Distribution Reservoirs and Standpipes (342)	0				0	24
Transmission and Distribution Mains (343)	322,596	22,025			344,621	* 25
Services (345)	59,119	3,400			62,519	26
Meters (346)	0				0	27

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 accounts 391.1 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)	Retirements During Year (e)	Adjustments Increase or (Decrease) (f)	Balance End of Year (g)	
TRANSMISSION AND DISTRIBUTION PLANT						
Hydrants (348)	33,083	5,500			38,583	28
Other Transmission and Distribution Plant (349)	0				0	29
Total Transmission and Distribution Plant	414,798	30,925	0	0	445,723	
GENERAL PLANT						
Land and Land Rights (389)	0				0	30
Structures and Improvements (390)	0				0	31
Office Furniture and Equipment (391)	0				0	32
Computer Equipment (391.1)	0				0	33
Transportation Equipment (392)	0				0	34
Stores Equipment (393)	0				0	35
Tools, Shop and Garage Equipment (394)	0				0	36
Laboratory Equipment (395)	0				0	37
Power Operated Equipment (396)	0				0	38
Communication Equipment (397)	0				0	39
SCADA Equipment (397.1)	0				0	40
Miscellaneous Equipment (398)	0				0	41
Total General Plant	0	0	0	0	0	
Total utility plant in service directly assignable	831,953	30,925	0	0	862,878	
Common Utility Plant Allocated to Water Department (300)	0				0	42
Total utility plant in service	831,953	30,925	0	0	862,878	

SOURCES OF WATER SUPPLY - 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.

Month (a)	Sources of Water Supply			Total Gallons All Methods (000's) (e)	
	Purchased Water Gallons (000's) (b)	Surface Water Gallons (000's) (c)	Ground Water Gallons (000's) (d)		
January			3,231	3,231	1
February			2,879	2,879	2
March			3,442	3,442	3
April			3,286	3,286	4
May			3,513	3,513	5
June			3,319	3,319	6
July			3,302	3,302	7
August			3,445	3,445	8
September			3,224	3,224	9
October			3,360	3,360	10
November			3,180	3,180	11
December			3,375	3,375	12
Total annual pumpage	0	0	39,556	39,556	

WATER AUDIT AND OTHER STATISTICS

1. Report actual metered values where possible. If water uses are not metered, estimate values for each line based on best available information. Water entering distribution system must equal the sum of Sales (line 5), Authorized System Uses (line 12) and Water Losses (line 19). For assistance, see AWWWW M36 Manual - Water Audits and Loss Control Programs.
2. For Gallons used in the treatment process (line 3), estimate water used in production including filter backwash, pumps, and other utility uses before the point of entry to the distribution system.
3. For Gallons used for other system uses (line 11), report other unmetered water used for system operation and maintenance, water used for non-regulated sewer utility and all other unmetered usage that is known to occur and does not fall into one of the other categories listed under Water Usage.
4. For Gallons unknown/not accounted for, estimate the volume of water losses due to other real or apparent losses, including customer meter inaccuracies, data errors, and unknown volumes. Unknown/unaccounted for volumes should be minimized to the extent possible.

WATER AUDIT STATISTICS		1
Source of Water Supply Statistics - Total Annual Pumpage (000's):	39,556	2
Less: Gallons (000's) used in the treatment process:	845	3
Subtotal: Gallons (000's) entering distribution system:	38,711	4
Less: Gallons (000's) sold (Revenue Water):	32,652	5
Gallons (000's) entering distribution system but not sold (Non-Revenue Water):	6,059	6
Authorized System Uses:		7
Gallons (000's) used to flush mains:	443	8
Gallons (000's) used for fire protection:	59	9
Gallons (000's) used to prevent freezing of distribution system:		10
Gallons (000's) used for other system uses:	54	11
Subtotal Authorized System Uses:	556	12
Water Losses (Real and Apparent):		13
Gallons (000's) lost due to main leaks or breaks:	341	14
Gallons (000's) lost due to service leaks or breaks:	1	15
Gallons (000's) lost due to hydrant leaks, tank overflows and pressure reducing valves:		16
Gallons (000's) for unauthorized usage such as vandalism and theft:		17
Gallons (000's) unknown/not accounted for:	5,161	18
Subtotal Water Losses:	5,503	19
Percentage of water entering distribution system sold:	84%	20
Percentage of Real and Apparent Losses:	14%	21
If water losses exceed 25%, indicate causes:		22
		23
		24
If water losses exceed 25%, identify actions taken to reduce water loss:		25
		26
		27

WATER AUDIT AND OTHER STATISTICS (cont.)

OTHER STATISTICS		28
Maximum gallons pumped by all methods in any one day during reporting year (000 gal.)	211	29
Date of maximum: 05/18/2010		30
Cause of maximum: Hydrant Flushing		31
		32
Minimum gallons pumped by all methods in any one day during reporting year (000 gal.)	67	33
Date of minimum: 01/08/2010		34
Total KWH used by the utility (include pumping, treatment facilities and other utility operations):	131,628	35
If water is purchased:		36
Vendor Name:		37
Point of Delivery:		38
What percentage of purchased water is surface water?		39
Number of main breaks repaired this year:	7	40
Number of service breaks repaired this year:	1	41
Population served (estimate the number of individuals within service area):		42
Inside municipality?	1,941	43
Outside municipality?		44

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)	
109 WEST WILLOW	5 TQ 446	289	8	61,000	Yes	1
307 SOUTH LASALLE	1 BG 317	42	30	26,000	Yes	2
404 SOUTH LASALLE	4 BG 319	44	30	24,000	Yes	3
406 JEFFERSON	3 Out of Serv.	0	0	0	No	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	1	4	5	1
Location	307 SOUTH LASALLE	404 SOUTH LASALLE	109 WEST WILLOW	2
Purpose	P	P	P	3
Destination	T	T	T	4
Pump Manufacturer	PONOMA	PONOMA	HITACHI	5
Year Installed	1940	1981	2005	6
Type	VERTICAL TURBINE	VERTICAL TURBINE	SUBMERSIBLE	7
Actual Capacity (gpm)	100	100	240	8
Pump Motor or Standby Engine Mfr	EMERSON	GENERAL ELECTRIC	CUMMINS POWER GENERATOR	9 10
Year Installed	2009	2008	2005	11
Type	ELECTRIC	ELECTRIC	NATURAL GAS	12
Horsepower	8	15	50	13
Footnotes				14

Particulars (a)	Unit D (b)	Unit E (c)	Unit F (d)	
Identification	WELL #3 ABANDONED			15
Location	406 JEFFERSON			16
Purpose				17
Destination				18
Pump Manufacturer				19
Year Installed				20
Type	OTHER			21
Actual Capacity (gpm)				22
Pump Motor or Standby Engine Mfr	GE			23 24
Year Installed	1974			25
Type	OTHER			26
Horsepower	15			27
Footnotes				28

RESERVOIRS, STANDPIPES & WATER TREATMENT

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

Particulars (a)	Unit A (b)	Unit B (c)	Unit C (d)
Identification number or name	1	2	1
RESERVOIRS, STANDPIPES OR ELEVATED TANKS			2
Type: R (reservoir), S (standpipe) or ET (elevated tank)	ET	ET	3
Year constructed	1940	1967	4
Primary material (earthen, steel, concrete, other)	STEEL	STEEL	5
Elevation difference in feet (See Headnote 3.)	123	124	6
Total capacity in gallons (actual)	50,000	200,000	7
			8
WATER TREATMENT PLANT			9
Disinfection, type of equipment (gas, liquid, powder, other)	LIQUID	LIQUID	10
Points of application (wellhouse, central facilities, booster station, other)	OTHER	OTHER	11
Filters, type (gravity, pressure, other, none)	GRAVITY	GRAVITY	12
Rated capacity of filter plant (m.g.d.) (note: 1,200,000 gal/day = 1.2 m.g.d.)	0.0359	0.0216	13
Is a corrosion control chemical used (yes, no)?	Y	Y	14
Is water fluoridated (yes, no)?	Y	Y	15
Footnotes			16

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.

Pipe Material (a)	Main Function (b)	Diameter in Inches (c)	Number of Feet			Adjustments Increase or (Decrease) (g)	End of Year (h)	
			First of Year (d)	Added During Year (e)	Retired During Year (f)			
M	D	4.000	1,493				1,493	1
M	D	6.000	46,613		118		46,495	2
P	D	6.000	1,350				1,350	3
P	T	6.000	1,504				1,504	4
M	D	8.000	15,404				15,404	5
P	D	8.000	2,333	440			2,773	* 6
M	D	10.000	10,859				10,859	7
P	D	10.000	1,378	227			1,605	* 8
Total Within Municipality			80,934	667	118	0	81,483	
Total Utility			80,934	667	118	0	81,483	

WATER MAINS

Water Mains (Page W-21)

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

The Village added 227' of water main on West Cedar Street and the Village paid for the cost of the project which was in our TIF District. A Developer added 440' of water main on South Washington Street and paid for that project on his own.

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	667		1		666	52	1
M	1.000	112	5			117	29 *	2
M	1.250	4				4		3
M	1.500	12				12		4
M	2.000	16	2			18	10 *	5
M	3.000	1				1		6
Total Utility		812	7	1	0	818	91	

WATER SERVICES

Water Services (Page W-22)

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

The two water service additons on West Cedar Street were paid for by the Village as part of the project. The five water services on South Washington Street were paid for by the developer and recorded under Plant financed by contributions (345) at a cost of \$3,400.00.

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.

Number of Utility-Owned Meters

Size of Meter (a)	First of Year (b)	Added During Year (c)	Retired During Year (d)	Adjustments Increase or (Decrease) (e)	End of Year (f)	Tested During Year (g)	
0.625	839				839	3	* 1
1.000	12				12	2	2
1.250	2				2	0	3
1.500	9				9	0	4
2.000	8	2	1		9	2	5
3.000	1				1	1	* 6
4.000	4				4	4	* 7
6.000	2				2	1	* 8
Total:	877	2	1	0	878	13	

1) Indicate your residential meter replacement schedule:

- Meters tested once every 10 years and replaced as needed
- All meters replaced within 20 years of installation
- Other schedule as approved by PSC

2) Indicate the method(s) used to read customer meters (select all that apply):

- Manually - remote register
- Manually - inside the premises
- Radio Frequency - drive or walk-by technology
- Radio Frequency - fixed network or other automatic infrastructure (AMI)
- Other

METERS (cont.)

4. Totals by size in Column (f) should equal same size totals in Column (o).
5. Explain all reported adjustments as a schedule footnote.
6. Do not include station meters in the meter inventory used to complete these tables.

Classification of All Meters at End of Year by Customers

Size of Meter (h)	Residential (i)	Commercial (j)	Industrial (k)	Public Authority (l)	Wholesale, Inter-Department or Utility Use (m)	In Stock and Deduct Meters (n)	Total (o)		
0.625	691	76	6	8	20	38	839	*	1
1.000	0	8	1	2	1	0	12		2
1.250	0	1	0	0	1	0	2		3
1.500	0	5	1	3	0	0	9		4
2.000	0	2	1	1	4	1	9		5
3.000	0	0	0	0	1	0	1	*	6
4.000	0	0	0	0	4	0	4	*	7
6.000	0	0	0	0	2	0	2	*	8
Total:	691	92	9	14	33	39	878		

METERS

Meters (Page W-23)

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

We have not been able to test additional meters because of work load in 2010. we have started to test meters now and we are trying to finish up the years 1998, 1999, and 2000 this year if possible. The Highway 13 project has taken a lot of our time this Spring.

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

METERS (cont.)

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HYDRANTS AND DISTRIBUTION SYSTEM VALVES

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

Hydrant Type (a)	Number In Service First of Year (b)	Added During Year (c)	Removed During Year (d)	Adjustments Increase or (Decrease) (e)	Number In Service End of Year (f)	
Fire Hydrants						
Outside of Municipality	0				0	1
Within Municipality	131	3	1		133	2
Total Fire Hydrants	131	3	1	0	133	
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:	133
Number of distribution system valves end of year:	241
Number of distribution valves operated during year:	122

LIST OF ALL STATION AND WHOLESALE METERS

1. Definition of Station Meter is any meter in service not used to measure customer consumption.
2. Definition of Wholesale Meter is any meter used to measure sales to other utilities for retail or wholesale sales.
3. Retail customer meters should not be included in this inventory and conversely these station and wholesale meters should not be included in the customer meter inventory.

Purpose (a)	Size (in.) of Meter (b)	Location or Description (c)	Type (d)	Date of Last Meter Test (e)	
Station Meter		NONE			1
Wholesale Meter		NONE			2

WATER CUSTOMERS SERVED

Number of metered single service accounts in each city, village and town supplied directly with service by reporting utility at end of year. Do not include Fire Protection.

Location (a)	Customers End of Year (b)
Marathon County	
Villages	
SPENCER	797
Total Villages:	797
Total Marathon County:	797
Total Company:	797

WATER OPERATING SECTION FOOTNOTES

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

Please explain amounts in Account 474 in excess of \$2,000, 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.

Account # 474 Tower rent was \$2,400.00, Curb stop turn on and hooking up water meters \$474.00, recycle scrap metal \$1,145.61, water sold \$75.00, parts \$7.50.

Water Operation & Maintenance Expenses (Page W-05)

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

Account #680 Additional hours was worked by office staff and wage increases make up the difference. Account #682 The amount is less because in 2009 we spent monies on engineering costs for Highway 13 project to replace water lines under the highway and that project is about to start now. We did not have the need in 2010 for additional engineering costs.

Property Tax Equivalent (Water) - Part 2 (Page W-07)

If Lower Tax Equivalent authorized by municipality is greater than or equal to zero, please explain.

At the December 20th, 2010 village board meeting a motion was made by Kilty, seconded by Frome was carried on unanimous roll call vote to forgive local and school tax equivalents for the Water Utility to the village for the year 2010 and tax amount to the Water Utility will be zero.

Property Tax Equivalent (Water) (Page W-07)

If Lower Tax Equivalent authorized by municipality is greater than or equal to zero, please explain.

On December 20th, 2010 at the village board meeting a motion was made by Kilty, seconded by Frome was carried on unanimous roll call vote to forgive local and school tax equivalents for the Water Utility to the Village for the year 2010 and tax amount to the Water Utility will be zero.

Water Mains (Page W-21)

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

The Village added 227' of water main on West Cedar Street and the Village paid for the cost of the project which was in our TIF District. A Developer added 440' of water main on South Washington Street and paid for that project on his own.

Water Services (Page W-22)

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

The two water service additons on West Cedar Street were paid for by the Village as part of the project. The five water services on South Washington Street were paid for by the developer and recorded under Plant financed by contributions (345) at a cost of \$3,400.00.

WATER OPERATING SECTION FOOTNOTES

Meters (Page W-23)

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

We have not been able to test additional meters because of work load in 2010. we have started to test meters now and we are trying to finish up the years 1998, 1999, and 2000 this year if possible. The Highway 13 project has taken a lot of our time this Spring.

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
