



3015 (02-09-04)

ANNUAL REPORT

OF

Name: INDEPENDENCE WATER UTILITY

Principal Office: 23688 ADAMS STREET
P.O. BOX 189
INDEPENDENCE, WI 54747-0189

For the Year Ended: DECEMBER 31, 2003

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: INDEPENDENCE WATER UTILITY

Utility Address: 23688 ADAMS STREET
P.O. BOX 189
INDEPENDENCE, WI 54747-0189

When was utility organized? 12/31/1948

Report any change in name:

Effective Date:

Utility Web Site:

Utility employee in charge of correspondence concerning this report:

Name: MRS LENICE PRONSCHINSKE

Title: CITY DEPUTY CLERK

Office Address:

23688 ADAMS STREET
P.O. BOX 189
INDEPENDENCE, WI 54747-0189

Telephone: (715) 985 - 3055

Fax Number: (715) 985 - 2530

E-mail Address: indchall@trivest.net

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

Name: DON BETTHAUSER

Title:

Office Address: WIPFLI LLP

3703 OAKWOOD HILLS PARKWAY
P.O. BOX 690
EAU CLAIRE, WI 54702-0690

Telephone: (715) 858 - 6604

Fax Number: (715) 832 - 2345

E-mail Address: dbetthouser@wipfli.com

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

Name: MR. WILLIE SMIEJA

Title: PRESIDENT

Office Address:

23688 ADAMS STREET
P.O. BOX 189
INDEPENDENCE, WI 54747-0189

Telephone: (715) 985 - 3055

Fax Number: (715) 985 - 2530

E-mail Address:

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

IDENTIFICATION AND OWNERSHIP

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

Name:

Title:

Office Address: WIPFLI LLP
3703 OAKWOOD HILLS PARKWAY
P.O. BOX 690
EAU CLAIRE, WI 54702-0690

Telephone: (715) 858 - 6604

Fax Number: (715) 832 - 2345

E-mail Address: dbethhauser@wipfli.com

Date of most recent audit report: 3/12/2004

Period covered by most recent audit: 01/01/03 TO 12/31/03

Names and titles of utility management including manager or superintendent:

Name: MR STEVE SWIGGUM

Title: SUPERINTENDENT

Office Address:
23688 ADAMS STREET
P.O. BOX 189
INDEPENDENCE, WI 54747-0189

Telephone: (715) 985 - 3055

Fax Number: (715) 985 - 2530

E-mail Address:

Name of utility commission/committee: Water Utily Commission

Names of members of utility commission/committee:

- MR WILLIE SMIEJA, PRESIDENT
- MR MIKE TRUOG, VICE PRESIDENT
- MR DONALD WOYCHIK, SECRETARY

Is sewer service rendered by the utility? NO

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

Date of Ordinance:

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

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

IDENTIFICATION AND OWNERSHIP

Firm Name:

Contact Person:

Title:

Telephone:

Fax Number:

E-mail Address:

Contract/Agreement beginning-ending dates:

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

INCOME STATEMENT

Particulars (a)	This Year (b)	Last Year (c)	
UTILITY OPERATING INCOME			
Operating Revenues (400)	233,671	226,913	1
Operating Expenses:			
Operation and Maintenance Expense (401)	92,485	77,288	2
Depreciation Expense (403)	40,210	61,632	3
Amortization Expense (404)	0	0	4
Taxes (408)	64,131	68,963	5
Total Operating Expenses	196,826	207,883	
Net Operating Income	36,845	19,030	
Income from Utility Plant Leased to Others (412-413)	0	0	6
Utility Operating Income	36,845	19,030	
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)	5,376	5,581	9
Miscellaneous Nonoperating Income (421)	171	0	10
Total Other Income	5,547	5,581	
Total Income	42,392	24,611	
MISCELLANEOUS INCOME DEDUCTIONS			
Miscellaneous Amortization (425)	0	0	11
Other Income Deductions (426)	23,025	0	12
Total Miscellaneous Income Deductions	23,025	0	
Income Before Interest Charges	19,367	24,611	
INTEREST CHARGES			
Interest on Long-Term Debt (427)	44,940	46,350	13
Amortization of Debt Discount and Expense (428)	1,642	1,641	14
Amortization of Premium on Debt--Cr. (429)	0		15
Interest on Debt to Municipality (430)	0	0	16
Other Interest Expense (431)	0	0	17
Interest Charged to Construction--Cr. (432)	0		18
Total Interest Charges	46,582	47,991	
Net Income	(27,215)	(23,380)	
EARNED SURPLUS			
Unappropriated Earned Surplus (Beginning of Year) (216)	609,644	570,961	19
Balance Transferred from Income (433)	(27,215)	(23,380)	20
Miscellaneous Credits to Surplus (434)	951,168	62,063	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)	1,533,597	609,644	

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	233,671		233,671	1
Total (Acct. 400):	233,671	0	233,671	
Operation and Maintenance Expense (401):				
Derived	92,485		92,485	2
Total (Acct. 401):	92,485	0	92,485	
Depreciation Expense (403):				
Derived	40,210		40,210	3
Total (Acct. 403):	40,210	0	40,210	
Amortization Expense (404):				
Derived	0		0	4
Total (Acct. 404):	0	0	0	
Taxes (408):				
Derived	64,131		64,131	5
Total (Acct. 408):	64,131	0	64,131	
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:	36,845	0	36,845	
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 EARNED ON BOND RESERVE ACCOUNT	5,147	0	5,147	10
LESS AMORTIZATION OF PREMIUM ON INVESTMENTS	(349)	0	(349)	11
INTEREST ON REPLACEMENT SAVINGS AND DEBT SER	314	0	314	12

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			
Interest and Dividend Income (419):			
INTEREST EARNED ON CHECKING ACCOUNT	264	0	264 13
Total (Acct. 419):	5,376	0	5,376
Miscellaneous Nonoperating Income (421):			
Contributed Plant - Water	[REDACTED]	171	171 14
NONE	0	0	0 15
Total (Acct. 421):	0	171	171
TOTAL OTHER INCOME:	5,376	171	5,547
MISCELLANEOUS INCOME DEDUCTIONS			
Miscellaneous Amortization (425):			
NONE	0	0	0 16
Total (Acct. 425):	0	0	0
Other Income Deductions (426):			
Depreciation Expense on Contributed Plant - Water	[REDACTED]	23,025	23,025 17
NONE	0	0	0 18
Total (Acct. 426):	0	23,025	23,025
TOTAL MISCELLANEOUS INCOME DEDUCTIONS:	0	23,025	23,025
INTEREST CHARGES			
Interest on Long-Term Debt (427):			
Derived	44,940	[REDACTED]	44,940 19
Total (Acct. 427):	44,940	0	44,940
Amortization of Debt Discount and Expense (428):			
AMORTIZATION OF DEBT DISCOUNT-WATER BONDS 19¢	1,642	[REDACTED]	1,642 20
Total (Acct. 428):	1,642	0	1,642
Amortization of Premium on Debt--Cr. (429):			
NONE	0	[REDACTED]	0 21
Total (Acct. 429):	0	0	0
Interest on Debt to Municipality (430):			
Derived	0	[REDACTED]	0 22
Total (Acct. 430):	0	0	0
Other Interest Expense (431):			
Derived	0	[REDACTED]	0 23
Total (Acct. 431):	0	0	0

INCOME STATEMENT ACCOUNT DETAILS

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

Description of Item (a)	Earnings (216.1) (b)	Contributions (216.2) (c)	Total This Year (d)
INTEREST CHARGES			
Interest Charged to Construction--Cr. (432):			
NONE	0		0 24
Total (Acct. 432):	0	0	0
TOTAL INTEREST CHARGES:	46,582	0	46,582
NET INCOME:	(4,361)	(22,854)	(27,215)
EARNED SURPLUS			
Unappropriated Earned Surplus (Beginning of Year) (216):			
Derived	609,644	0	609,644 25
Total (Acct. 216):	609,644	0	609,644
Balance Transferred from Income (433):			
Derived	(4,361)	(22,854)	(27,215) 26
Total (Acct. 433):	(4,361)	(22,854)	(27,215)
Miscellaneous Credits to Surplus (434):			
CONTRIBUTIONS CLOSED TO SURPLUS PER "05-US-105	0	893,939	893,939 27
PROPERTY TAX EQUIVALENT FORGIVEN	57,229	0	57,229 28
Total (Acct. 434):	57,229	893,939	951,168
Miscellaneous Debits to Surplus--Debit (435):			
NONE	0	0	0 29
Total (Acct. 435)--Debit:	0	0	0
Appropriations of Surplus--Debit (436):			
Detail appropriations to (from) account 215			0 30
Total (Acct. 436)--Debit:	0	0	0
UNAPPROPRIATED EARNED SURPLUS (END OF YEAR):	662,512	871,085	1,533,597

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	233,671	0	0	0	233,671	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	233,671	0	0	0	233,671	

BALANCE SHEET

Assets and Other Debits (a)	Balance End of Year (b)	Balance First of Year (c)	
UTILITY PLANT			
Utility Plant (100)	2,886,333	2,882,800	1
Less: Accumulated Provision for Depreciation and Amortization of Utility Plant (110)	595,887	391,910	2
Net Utility Plant	2,290,446	2,490,890	
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)	39,006	39,006	5
Other Investments (124)	1,589	2,753	6
Special Funds (125)	89,308	89,125	7
Total Other Property and Investments	129,903	130,884	
CURRENT AND ACCRUED ASSETS			
Cash and Working Funds (131)	120,958	77,638	8
Temporary Cash Investments (132)			9
Notes Receivable (141)	0	0	10
Customer Accounts Receivable (142)	36,054	35,111	11
Other Accounts Receivable (143)	139	0	12
Accumulated Provision for Uncollectible Accounts- -Cr. (144)	0	0	13
Receivables from Municipality (145)	0	0	14
Materials and Supplies (150)	5,737	4,767	15
Prepayments (165)	0	2,100	16
Other Current and Accrued Assets (170)			17
Total Current and Accrued Assets	162,888	119,616	
DEFERRED DEBITS			
Unamortized Debt Discount and Expense (181)	30,632	32,623	18
Extraordinary Property Losses (182)	0	0	19
Other Deferred Debits (183)	0	0	20
Total Deferred Debits	30,632	32,623	
Total Assets and Other Debits	2,613,869	2,774,013	

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)	203,788	203,788	21
Appropriated Earned Surplus (215)			22
Unappropriated Earned Surplus (216)	1,533,597	609,644	23
Total Proprietary Capital	1,737,385	813,432	
LONG-TERM DEBT			
Bonds (221)	780,000	810,000	24
Advances from Municipality (223)	80,000	100,000	25
Other long-Term Debt (224)	0	0	26
Total Long-Term Debt	860,000	910,000	
CURRENT AND ACCRUED LIABILITIES			
Notes Payable (231)	0	0	27
Accounts Payable (232)	4,072	990	28
Payables to Municipality (233)	0	0	29
Customer Deposits (235)			30
Taxes Accrued (236)	5,000	5,000	31
Interest Accrued (237)	7,412	7,647	32
Other Current and Accrued Liabilities (238)			33
Total Current and Accrued Liabilities	16,484	13,637	
DEFERRED CREDITS			
Unamortized Premium on Debt (251)	0	0	34
Customer Advances for Construction (252)			35
Other Deferred Credits (253)	0	0	36
Total Deferred Credits	0	0	
OPERATING RESERVES			
Miscellaneous Operating Reserves (265)			37
Total Operating Reserves	0	0	
CONTRIBUTIONS IN AID OF CONSTRUCTION			
Contributions in Aid of Construction (271)	0	1,036,944	38
Total Liabilities and Other Credits	2,613,869	2,774,013	

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	2,882,800	0	0	0	1
<i>(Should agree with Util. Plant Jan. 1 in Property Tax Equivalent Schedule)</i>					
Plant Accounts:					
Utility Plant in Service - Financed by Utility Operations or by the Municipality (100.1)	1,849,218	0	0	0	2
Utility Plant in Service - Contributed Plant (100.2)	1,037,115	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)					8
Utility Plant Acquisition Adjustments (396)					9
Other Utility Plant Adjustments (397)					10
Total Utility Plant	2,886,333	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)	429,857	0	0	0	11
Accumulated Provision for Depreciation of Utility Plant in Service - Contributed Plant (110.2)	166,030	0	0	0	12
Total Accumulated Provision	595,887	0	0	0	
Net Utility Plant	2,290,446	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)	391,910				391,910	1
Credits During Year						2
Accruals:						3
Charged depreciation expense (403)	40,210				40,210	4
Depreciation expense on meters						5
charged to sewer (see Note 3)	853				853	6
Accruals charged other						7
accounts (specify):						8
					0	9
Salvage					0	10
Other credits (specify):						11
					0	12
Total credits	41,063	0	0	0	41,063	13
Debits during year						14
Book cost of plant retired	1,674				1,674	15
Cost of removal	1,442				1,442	16
Other debits (specify):						17
					0	18
Total debits	3,116	0	0	0	3,116	19
Balance end of year (110.1)	429,857	0	0	0	429,857	20
Composite Depreciation Rate?	Yes					21
If yes, what is the rate?	2.23%					22

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

Depreciation Accruals (Credits) during the year (110.2):
 1. Report the amounts charged to Depreciation Expense (426).
 2. If sewer operations are nonregulated, do not report sewer depreciation on this schedule.

Particulars (a)	Water (b)	(c)	(d)	(e)	Total (f)	
Balance first of year (110.2)					0	1
Credits During Year						2
Accruals:						3
Charged depreciation expense (426)	23,025				23,025	4
Accruals charged other						5
accounts (specify):						6
					0	7
Salvage					0	8
Other credits (specify):						9
Est. deprec on contrib plnt 1/1/03	143,005				143,005	10
Total credits	166,030	0	0	0	166,030	11
Debits during year						12
Book cost of plant retired	0				0	13
Cost of removal					0	14
Other debits (specify):						15
					0	16
Total debits	0	0	0	0	0	17
Balance end of year (110.2)	166,030	0	0	0	166,030	18
Composite Depreciation Rate?	Yes					19
If yes, what is the rate?	2.23%					20

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	<u>0</u>
Deductions:	
Accounts written off during the year: Utility Customers	5
Accounts written off during the year: Others	6
Total accounts written off	<u>0</u>
Balance end of year	<u><u>0</u></u>

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
Other					0	0
Total Electric Utility					0	0

Account	Total End of Year	Amount Prior Year
Electric utility total	0	0
Water utility	5,737	4,767
Sewer utility		0
Gas utility		0
Merchandise		0
Other materials & supplies		0
Total Materials and Supplies	5,737	4,767

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

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

Debt Issue to Which Related (a)	Written Off During Year		Balance End of Year (d)	
	Amount (b)	Account Charged or Credited (c)		
Unamortized debt discount & expense (181)				
UNAMORTIZED DEBT DISCOUNT & EXPENSE ON BOND ISSUE	1,642	428	26,266	1
UNAMORTIZED PREMIUM ON RESERVE ACCOUNT INVESTMENTS	349	419	4,366	2
Total			30,632	
Unamortized premium on debt (251)				
NONE				3
Total			0	

CAPITAL PAID IN BY MUNICIPALITY (ACCT. 200)

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

Particulars (a)	Amount (b)	
Balance first of year	203,788	1
Changes during year (explain):		
NONE		2
Balance end of year	<u><u>203,788</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)	
REVENUE BONDS, SERIES 1999	10/16/1999	05/01/2019	5.62%	780,000	1
Total Bonds (Account 221):				780,000	

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)					
Cash Advance	12/31/1999	12/31/2005	0.00%	80,000	1
Total for Account 223				80,000	

TAXES ACCRUED (ACCT. 236)

Particulars (a)	Amount (b)	
Balance first of year	5,000	1
Accruals:		
Charged water department expense	64,131	2
Charged electric department expense		3
Charged sewer department expense	455	4
Other (explain):		
NONE		5
Total Accruals and other credits	64,586	
Taxes paid during year:		
County, state and local taxes	62,229	6
Social Security taxes	2,108	7
PSC Remainder Assessment	249	8
Other (explain):		
NONE		9
Total payments and other debits	64,586	
Balance end of year	5,000	

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)					
REVENUE BONDS, SERIES 1999	7,647	44,940	45,175	7,412	1
Subtotal	7,647	44,940	45,175	7,412	
Advances from Municipality (223)					
NONE	0			0	2
Subtotal	0	0	0	0	
Other long-Term Debt (224)					
NONE	0			0	3
Subtotal	0	0	0	0	
Notes Payable (231)					
NONE	0			0	4
Subtotal	0	0	0	0	
Total	7,647	44,940	45,175	7,412	

BALANCE SHEET END-OF-YEAR ACCOUNT BALANCES

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

Particulars (a)	Balance End of Year (b)	
Investment in Municipality (123):		
ADVANCE TO SEWER UTILITY	39,006	1
Total (Acct. 123):	39,006	
Other Investments (124):		
DEFERRED SPECIAL ASSESSMENTS	1,076	2
CURRENT SPECIAL ASSESSMENTS	513	3
Total (Acct. 124):	1,589	
Special Funds (125):		
BOND RESERVE FUND	71,000	4
DEBT SERVICE ACCOUNTS	18,308	5
Total (Acct. 125):	89,308	
Notes Receivable (141):		
NONE		6
Total (Acct. 141):	0	
Customer Accounts Receivable (142):		
Water	36,054	7
Electric		8
Sewer (Regulated)		9
Other (specify):		
NONE		10
Total (Acct. 142):	36,054	
Other Accounts Receivable (143):		
Sewer (Non-regulated)		11
Merchandising, jobbing and contract work		12
Other (specify):		
DUE FROM CUSTOMER FOR HYDRANT REPAIR	139	13
Total (Acct. 143):	139	
Receivables from Municipality (145):		
NONE		14
Total (Acct. 145):	0	
Prepayments (165):		
NONE		15
Total (Acct. 165):	0	
Extraordinary Property Losses (182):		
NONE		16
Total (Acct. 182):	0	

BALANCE SHEET END-OF-YEAR ACCOUNT BALANCES

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

Particulars (a)	Balance End of Year (b)
<hr/>	
Other Deferred Debits (183):	
NONE	17
Total (Acct. 183):	0
<hr/>	
Payables to Municipality (233):	
NONE	18
Total (Acct. 233):	0
<hr/>	
Other Deferred Credits (253):	
NONE	19
Total (Acct. 253):	0
<hr/>	

RETURN ON RATE BASE COMPUTATION

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

Average Rate Base (a)	Water (b)	Electric (c)	Sewer (d)	Gas (e)	Total (f)	
Add Average:						
Utility Plant in Service (100.1)	1,847,537	0	0	0	1,847,537	1
Materials and Supplies	5,252	0	0	0	5,252	2
Other (specify):						
NONE					0	3
Less Average:						
Reserve for Depreciation (110.1)	410,883	0	0	0	410,883	4
Customer Advances for Construction					0	5
NONE					0	6
Average Net Rate Base	1,441,906	0	0	0	1,441,906	
Net Operating Income	36,845	0	0	0	36,845	7
Net Operating Income as a percent of						
Average Net Rate Base	2.56%	N/A	N/A	N/A	2.56%	

IMPORTANT CHANGES DURING THE YEAR

Report changes of any of the following types:

1. Acquisitions.

2. Leaseholder changes.

3. Extensions of service.

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.

1. During 2003 the utility had a change in personnel. A new superintendent was hired in September of 2003.

FINANCIAL SECTION FOOTNOTES

Unamortized Debt Discount & Expense & Premium on Debt (Accts. 181 and 251) (Page F-12)

General footnotes

1. The annual amortization of premium on reserve account investments is included as a reduction of interest income to offset part of the interest received from that investment(US Treasury Bonds).
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Notes Payable & Miscellaneous Long-Term Debt (Page F-15)

General footnotes

1. The City chooses not to charge the Utility interest on its advances.
-

CONTRIBUTIONS IN AID OF CONSTRUCTION (ACCOUNT 271)

Particulars (a)	Water (b)	Electric		Sewer (e)	Gas (f)	Total (g)	
		Distribution (c)	Other (d)				
Balance First of Year	1,036,944	0	0	0	0	1,036,944	1
Add credits during year:							
NONE						0	2
Deduct charges (specify):							
Closed January 1, 2003 per Docket 05-US-105	1,036,944					1,036,944	3
Balance End of Year	0	0	0	0	0	0	

WATER OPERATING REVENUES & EXPENSES

Particulars (a)	This Year (b)	Last Year (c)	
Operating Revenues			
Sales of Water			
Sales of Water (460-467)	231,625	224,962	1
Total Sales of Water	231,625	224,962	
Other Operating Revenues			
Forfeited Discounts (470)	603	498	2
Other Water Revenues (474)	1,443	1,453	3
Amortization of Construction Grants (475)		0	4
Total Other Operating Revenues	2,046	1,951	
Total Operating Revenues	233,671	226,913	
Operation and Maintenance Expenses			
Plant Operation and Maintenance Expenses (600-660)	56,482	47,746	5
General Operating Expenses (680-690)	36,003	29,542	6
Total Operation and Maintenance Expenses	92,485	77,288	
Other Operating Expenses			
Depreciation Expense (403)	40,210	61,632	7
Amortization Expense (404)		0	8
Taxes (408)	64,131	68,963	9
Total Other Operating Expenses	104,341	130,595	
Total Operating Expenses	196,826	207,883	
NET OPERATING INCOME	36,845	19,030	

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	44	242	1
Commercial	1	44	242	2
Industrial	1	16	242	3
Total Unmetered Sales to General Customers (460)	3	104	726	
Metered Sales to General Customers (461)				
Residential	512	19,312	108,796	4
Commercial	76	6,116	27,716	5
Industrial	2	105	546	6
Total Metered Sales to General Customers (461)	590	25,533	137,058	
Private Fire Protection Service (462)	2		1,490	7
Public Fire Protection Service (463)	1		86,003	8
Other Sales to Public Authorities (464)	9	1,499	6,348	9
Sales to Irrigation Customers (465)				10
Sales for Resale (466)		0	0	11
Interdepartmental Sales (467)				12
Total Sales of Water	605	27,136	231,625	

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)
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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)	86,003	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)	86,003	
Forfeited Discounts (470):		
Customer late payment charges	603	5
Other (specify): NONE		6
Total Forfeited Discounts (470)	603	
Other Water Revenues (474):		
Return on net investment in meters charged to sewer department	1,363	7
Other (specify): CAPITAL CREDITS	80	8
Total Other Water Revenues (474)	1,443	

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)	25,219	23,911	1
Purchased Water (610)		0	2
Fuel or Power Purchased for Pumping (620)	7,955	7,010	3
Chemicals (630)	7,445	6,689	4
Supplies and Expenses (640)	9,570	6,634	5
Repairs of Water Plant (650)	4,915	2,662	6
Transportation Expenses (660)	1,378	840	7
Total Plant Operation and Maintenance Expenses	56,482	47,746	
GENERAL OPERATING EXPENSES			
Administrative and General Salaries (680)	4,813	4,844	8
Office Supplies and Expenses (681)	8,954	4,930	9
Outside Services Employed (682)	6,541	5,554	10
Insurance Expense (684)	5,658	3,469	11
Employees Pensions and Benefits (686)	10,037	10,548	12
Regulatory Commission Expenses (688)		0	13
Miscellaneous General Expenses (689)		197	14
Uncollectible Accounts (690)		0	15
Total General Operating Expenses	36,003	29,542	
Total Operation and Maintenance Expenses	92,485	77,288	

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		62,229	67,063	1
Less: Local and School Tax Equivalent on Meters Charged to Sewer Department		455	503	2
Net property tax equivalent		61,774	66,560	
Social Security		2,108	2,187	3
PSC Remainder Assessment		249	216	4
Other (specify): NONE			0	5
Total tax expense		64,131	68,963	

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			Trempealeau				1
SUMMARY OF TAX RATES							2
State tax rate	mills		0.208759				3
County tax rate	mills		6.445123				4
Local tax rate	mills		7.737442				5
School tax rate	mills		14.250691				6
Voc. school tax rate	mills		2.459257				7
Other tax rate - Local	mills		0.073369				8
Other tax rate - Non-Local	mills		0.000000				9
Total tax rate	mills		31.174641				10
Less: state credit	mills		2.110860				11
Net tax rate	mills		29.063781				12
PROPERTY TAX EQUIVALENT CALCULATION							13
Local Tax Rate	mills		7.737442				14
Combined School Tax Rate	mills		16.709948				15
Other Tax Rate - Local	mills		0.073369				16
Total Local & School Tax	mills		24.520759				17
Total Tax Rate	mills		31.174641				18
Ratio of Local and School Tax to Total	dec.		0.786561				19
Total tax net of state credit	mills		29.063781				20
Net Local and School Tax Rate	mills		22.860439				21
Utility Plant, Jan. 1	\$	2,882,800	2,882,800				22
Materials & Supplies	\$	4,767	4,767				23
Subtotal	\$	2,887,567	2,887,567				24
Less: Plant Outside Limits	\$	0	0				25
Taxable Assets	\$	2,887,567	2,887,567				26
Assessment Ratio	dec.		0.942707				27
Assessed Value	\$	2,722,130	2,722,130				28
Net Local & School Rate	mills		22.860439				29
Tax Equiv. Computed for Current Year	\$	62,229	62,229				30
Tax Equivalent per 1994 PSC Report	\$	28,480					31
Any lower tax equivalent as authorized by municipality (see note 6)	\$						32
Tax equiv. for current year (see note 6)	\$	62,229					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)	28,214		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)	65,844		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	94,058	0	
PUMPING PLANT			
Land and Land Rights (320)	0		12
Structures and Improvements (321)	130,882		13
Boiler Plant Equipment (322)	0		14
Other Power Production Equipment (323)	0		15
Steam Pumping Equipment (324)	0		16
Electric Pumping Equipment (325)	157,678		17
Diesel Pumping Equipment (326)	0		18
Hydraulic Pumping Equipment (327)	0		19
Other Pumping Equipment (328)	0		20
Total Pumping Plant	288,560	0	
WATER TREATMENT PLANT			
Land and Land Rights (330)	0		21
Structures and Improvements (331)	517,951		22
Water Treatment Equipment (332)	652,413	1,160	23
Total Water Treatment Plant	1,170,364	1,160	

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)		(4,534)	23,680	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)	1,276	(28,991)	35,577	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	1,276	(33,525)	59,257	
PUMPING PLANT				
Land and Land Rights (320)			0	12
Structures and Improvements (321)		(83,474)	47,408	13
Boiler Plant Equipment (322)			0	14
Other Power Production Equipment (323)			0	15
Steam Pumping Equipment (324)			0	16
Electric Pumping Equipment (325)		(15,990)	141,688	17
Diesel Pumping Equipment (326)			0	18
Hydraulic Pumping Equipment (327)			0	19
Other Pumping Equipment (328)			0	20
Total Pumping Plant	0	(99,464)	189,096	
WATER TREATMENT PLANT				
Land and Land Rights (330)			0	21
Structures and Improvements (331)		(333,897)	184,054	22
Water Treatment Equipment (332)	398		653,175	23
Total Water Treatment Plant	398	(333,897)	837,229	

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)	6,050		24
Structures and Improvements (341)	0		25
Distribution Reservoirs and Standpipes (342)	103,278		26
Transmission and Distribution Mains (343)	849,091		27
Fire Mains (344)	0		28
Services (345)	158,957		29
Meters (346)	42,220	912	30
Hydrants (348)	151,887	2,964	31
Other Transmission and Distribution Plant (349)	135		32
Total Transmission and Distribution Plant	1,311,618	3,876	
GENERAL PLANT			
Land and Land Rights (370)	0		33
Structures and Improvements (371)	2,785		34
Office Furniture and Equipment (372)	389		35
Computer Equipment (372.1)	1,997		36
Transportation Equipment (373)	6,773		37
Other General Equipment (379)	6,256		38
Other Tangible Property (390)	0		39
Total General Plant	18,200	0	
Total utility plant in service directly assignable	2,882,800	5,036	
Common Utility Plant Allocated to Water Department	0		40
Total utility plant in service	2,882,800	5,036	

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)			6,050 24
Structures and Improvements (341)			0 25
Distribution Reservoirs and Standpipes (342)			103,278 26
Transmission and Distribution Mains (343)		(408,793)	440,298 27
Fire Mains (344)			0 28
Services (345)		(89,713)	69,244 29
Meters (346)		(1,500)	41,632 30
Hydrants (348)		(70,052)	84,799 31
Other Transmission and Distribution Plant (349)			135 32
Total Transmission and Distribution Plant	0	(570,058)	745,436
GENERAL PLANT			
Land and Land Rights (370)			0 33
Structures and Improvements (371)			2,785 34
Office Furniture and Equipment (372)			389 35
Computer Equipment (372.1)			1,997 36
Transportation Equipment (373)			6,773 37
Other General Equipment (379)			6,256 38
Other Tangible Property (390)			0 39
Total General Plant	0	0	18,200
Total utility plant in service directly assignable	1,674	(1,036,944)	1,849,218
Common Utility Plant Allocated to Water Department			0 40
Total utility plant in service	1,674	(1,036,944)	1,849,218

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)			1
Franchises and Consents (302)			2
Miscellaneous Intangible Plant (303)			3
Total Intangible Plant	0	0	
 SOURCE OF SUPPLY PLANT			
Land and Land Rights (310)			4
Structures and Improvements (311)			5
Collecting and Impounding Reservoirs (312)			6
Lake, River and Other Intakes (313)			7
Wells and Springs (314)			8
Infiltration Galleries and Tunnels (315)			9
Supply Mains (316)			10
Other Water Source Plant (317)			11
Total Source of Supply Plant	0	0	
 PUMPING PLANT			
Land and Land Rights (320)			12
Structures and Improvements (321)			13
Boiler Plant Equipment (322)			14
Other Power Production Equipment (323)			15
Steam Pumping Equipment (324)			16
Electric Pumping Equipment (325)			17
Diesel Pumping Equipment (326)			18
Hydraulic Pumping Equipment (327)			19
Other Pumping Equipment (328)			20
Total Pumping Plant	0	0	
 WATER TREATMENT PLANT			
Land and Land Rights (330)			21
Structures and Improvements (331)			22
Water Treatment Equipment (332)			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)		4,534	4,534	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)		28,991	28,991	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	33,525	33,525	
PUMPING PLANT				
Land and Land Rights (320)			0	12
Structures and Improvements (321)		83,474	83,474	13
Boiler Plant Equipment (322)			0	14
Other Power Production Equipment (323)			0	15
Steam Pumping Equipment (324)			0	16
Electric Pumping Equipment (325)		15,990	15,990	17
Diesel Pumping Equipment (326)			0	18
Hydraulic Pumping Equipment (327)			0	19
Other Pumping Equipment (328)			0	20
Total Pumping Plant	0	99,464	99,464	
WATER TREATMENT PLANT				
Land and Land Rights (330)			0	21
Structures and Improvements (331)		333,897	333,897	22
Water Treatment Equipment (332)			0	23
Total Water Treatment Plant	0	333,897	333,897	

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)			24
Structures and Improvements (341)			25
Distribution Reservoirs and Standpipes (342)			26
Transmission and Distribution Mains (343)		171	27
Fire Mains (344)			28
Services (345)			29
Meters (346)			30
Hydrants (348)			31
Other Transmission and Distribution Plant (349)			32
Total Transmission and Distribution Plant	0	171	
GENERAL PLANT			
Land and Land Rights (370)			33
Structures and Improvements (371)			34
Office Furniture and Equipment (372)			35
Computer Equipment (372.1)			36
Transportation Equipment (373)			37
Other General Equipment (379)			38
Other Tangible Property (390)			39
Total General Plant	0	0	
Total utility plant in service directly assignable	0	171	
Common Utility Plant Allocated to Water Department			40
Total utility plant in service	0	171	

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

Accounts (d)	Retirements During Year (e)	Adjustments Increase or (Decrease) (f)	Balance End of Year (g)
TRANSMISSION AND DISTRIBUTION PLANT			
Land and Land Rights (340)			0 24
Structures and Improvements (341)			0 25
Distribution Reservoirs and Standpipes (342)			0 26
Transmission and Distribution Mains (343)		408,793	408,964 27
Fire Mains (344)			0 28
Services (345)		89,713	89,713 29
Meters (346)		1,500	1,500 30
Hydrants (348)		70,052	70,052 31
Other Transmission and Distribution Plant (349)			0 32
Total Transmission and Distribution Plant	0	570,058	570,229
GENERAL PLANT			
Land and Land Rights (370)			0 33
Structures and Improvements (371)			0 34
Office Furniture and Equipment (372)			0 35
Computer Equipment (372.1)			0 36
Transportation Equipment (373)			0 37
Other General Equipment (379)			0 38
Other Tangible Property (390)			0 39
Total General Plant	0	0	0
Total utility plant in service directly assignable	0	1,036,944	1,037,115
Common Utility Plant Allocated to Water Department			0 40
Total utility plant in service	0	1,036,944	1,037,115

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			3,349	3,349	1
February			3,367	3,367	2
March			3,434	3,434	3
April			3,210	3,210	4
May			3,289	3,289	5
June			3,572	3,572	6
July			3,622	3,622	7
August			4,563	4,563	8
September			3,227	3,227	9
October			3,710	3,710	10
November			3,603	3,603	11
December			3,094	3,094	12
Total annual pumpage	0	0	42,040	42,040	
Less: Water sold				27,136	13
Volume pumped but not sold				14,904	14
Volume sold as a percent of volume pumped				65%	15
Volume used for water production, water quality and system maintenance				13,067	16
Volume related to equipment/system malfunction					17
Non-utility volume NOT included in water sales				50	18
Total volume not sold but accounted for				13,117	19
Volume pumped but unaccounted for				1,787	20
Percent of water lost				4%	21
If more than 25%, indicate causes and state what action has been taken to reduce water loss:					22
Maximum gallons pumped by all methods in any one day during reporting year (000 gal.)				320	23
Date of maximum: 10/10/2003					24
Cause of maximum: Flushing Hydrants					25
Minimum gallons pumped by all methods in any one day during reporting year (000 gal.)				23	26
Date of minimum: 9/3/2003					27
Total KWH used for pumping for the year				107,643	28
If water is purchased: Vendor Name:					29
Point of Delivery:					30

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)	
BIRCH STREET	2	260	16	576,000	Yes	1

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	BOOSTER #1	BOOSTER #2	WELL #2	1
Location	BIRCH STREET	BIRCH STREET	BIRCH STREET	2
Purpose	B	B	P	3
Destination	D	D	T	4
Pump Manufacturer	GOULDS	GOULDS	GOULDS	5
Year Installed	1999	1999	1999	6
Type	VERTICAL TURBINE	VERTICAL TURBINE	VERTICAL TURBINE	7
Actual Capacity (gpm)	400	400	400	8
Pump Motor or Standby Engine Mfr	U.S. ELECTRIC	U.S. ELECTRIC	U.S. ELECTRIC	10
Year Installed	1999	1999	1999	11
Type	ELECTRIC	ELECTRIC	ELECTRIC	12
Horsepower	30	30	30	13

Particulars (a)	Unit D (b)	Unit E (c)	Unit F (d)	
Identification	WELL #1			14
Location	SHOP			15
Purpose	S			16
Destination				17
Pump Manufacturer	LAYNE NORTHWEST			18
Year Installed				19
Type	VERTICAL TURBINE			20
Actual Capacity (gpm)	330			21
Pump Motor or Standby Engine Mfr	LAYNE NORTHWEST			23
Year Installed	1996			24
Type	ELECTRIC			25
Horsepower	30			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	#2		1
RESERVOIRS, STANDPIPES OR ELEVATED TANKS			2
Type: R (reservoir), S (standpipe) or ET (elevated tank)	R		3
Year constructed	1974		4
Primary material (earthen, steel, concrete, other)	CONCRETE		5
Elevation difference in feet (See Headnote 3.)	160		6
Total capacity in gallons (actual)	400,000		7
WATER TREATMENT PLANT			8
Disinfection, type of equipment (gas, liquid, powder, other)	LIQUID		9
Points of application (wellhouse, central facilities, booster station, other)	WELLHOUSE		10
Filters, type (gravity, pressure, other, none)	GRAVITY		11
Rated capacity of filter plant (m.g.d.) (note: 1,200,000 gal/day = 1.2 m.g.d.)	0.5760		12
Is a corrosion control chemical used (yes, no)?	Y		13
Is water fluoridated (yes, no)?	N		14

WATER MAINS

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

Number of Feet								
Pipe Material (a)	Main Function (b)	Diameter in Inches (c)	First of Year (d)	Added During Year (e)	Retired During Year (f)	Adjustments Increase or (Decrease) (g)	End of Year (h)	
M	D	4.000	1,570	0	0	0	1,570	1
M	D	6.000	25,497	0	0	0	25,497	2
M	D	8.000	8,008	0	0	0	8,008	3
M	D	10.000	10,543	0	0	0	10,543	4
M	D	12.000	3,474	0	0	0	3,474	5
Total Within Municipality			49,092	0	0	0	49,092	
Total Utility			49,092	0	0	0	49,092	

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	240	0	0	0	240	13	1
M	1.000	263	0	0	0	263	29	2
M	1.500	14	0	0	0	14	3	3
M	2.000	16	0	0	0	16	1	4
M	3.000	1	0	0	0	1	1	5
M	4.000	1	0	0	0	1	1	6
M	6.000	5	0	0	0	5		7
M	8.000	1	0	0	0	1		8
Total Utility		541	0	0	0	541	48	

METERS

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

Number of Utility-Owned Meters

Size of Meter (a)	First of Year (b)	Added During Year (c)	Retired During Year (d)	Adjustments Increase or (Decrease) (e)	End of Year (f)	Tested During Year (g)	
0.625	557	6	0	0	563	26	1
0.750	4	0	0	0	4	0	2
1.000	5	0	0	0	5	0	3
1.250	1	0	0	0	1	0	4
1.500	9	0	0	0	9	0	5
2.000	3	0	0	1	4	0	6
3.000	2	0	0	0	2	0	7
4.000	2	0	0	(1)	1	0	8
Total:	583	6	0	0	589	26	

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	493	57	2	5	0	6	563	1
0.750	0	3	0	0	0	1	4	2
1.000	1	3	0	1	0	0	5	3
1.250	0	1	0	0	0	0	1	4
1.500	0	7	0	2	0	0	9	5
2.000	0	2	0	1	0	1	4	6
3.000	0	0	0	1	0	1	2	7
4.000	0	0	0	1	0	0	1	8
Total:	494	73	2	11	0	9	589	

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	97	1			98	2
Total Fire Hydrants	97	1	0	0	98	
Flushing Hydrants						
	2				2	3
Total Flushing Hydrants	2	0	0	0	2	

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:	99
Number of distribution system valves end of year:	184
Number of distribution valves operated during year:	4

WATER OPERATING SECTION FOOTNOTES

Water Operation & Maintenance Expenses (Page W-05)

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

1. A/C #640, 2003 amount of \$9,570 includes \$4,687 to clean the reservoir. The utility did not have this cost in 2002.
 2. A/C #650, 2003 amount of \$4,915 includes \$2,400 of meter repair parts.
 3. A/C #681, 2003 amount of \$8,954 includes \$3,250 for software upgrade to windows and training.
 4. A/C #684, premium for property insurance increased from \$1,585 to \$3,458.
-

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

General footnotes

1. The other tax rate listed in the calculation is for the lake district in the City.
-

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

If Adjustments for any account are nonzero, please explain.

1. Adjustments in column (f) are contributed plant determined in accordance with PSC 05-US-105.
-

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

If Adjustments for any account are nonzero, please explain.

1. Adjustments in column (f) are contributed plant determined in accordance with PSC 05-US-105.

If Plant in Service Additions, Accounts 316 or 343, are greater than zero AND Additions on the Mains schedule are zero, please explain.

1. A/C #343, the additional cost of \$171 is engineering (final costs and punch list) related to 2002 CDBG project.
-

Pumping & Power Equipment (Page W-15)

General footnotes

1. During 2003 the utility abandoned well #1 at Jefferson Street. The pump and motor are still on hand for standby at the shop.
-

Meters (Page W-19)

Explain all reported adjustments.

1. Adjustments are made to correct previously reported count, per superintendent.
-

Hydrants and Distribution System Valves (Page W-20)

General footnotes

1. The utility superintendent is aware of the requirement for operating system valves at least once each two years.
-