



3015 (02-09-04)

ANNUAL REPORT

OF

Name: CAMBRIDGE MUNICIPAL WATER UTILITY

Principal Office: 200 SPRING STREET
P.O. BOX 99
CAMBRIDGE, WI 53523

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.

TABLE OF CONTENTS

Schedule Name	Page
General Rules for Reporting	i
Signature Page	ii
Table of Contents	iii
Identification and Ownership	iv
FINANCIAL SECTION	
Income Statement	F-01
Income Statement Account Details	F-02
Income from Merchandising, Jobbing & Contract Work (Accts. 415-416)	F-03
Revenues Subject to Wisconsin Remainder Assessment	F-04
Balance Sheet	F-05
Net Utility Plant	F-06
Accumulated Provision for Depreciation and Amortization of Utility Plant (Acct. 110.1)	F-07
Accumulated Provision for Depreciation and Amortization of Utility Plant (Acct. 110.2)	F-08
Net Nonutility Property (Accts. 121 & 122)	F-09
Accumulated Provision for Uncollectible Accounts-Cr. (Acct. 144)	F-10
Materials and Supplies	F-11
Unamortized Debt Discount & Expense & Premium on Debt (Accts. 181 and 251)	F-12
Capital Paid in by Municipality (Acct. 200)	F-13
Bonds (Acct. 221)	F-14
Notes Payable & Miscellaneous Long-Term Debt	F-15
Taxes Accrued (Acct. 236)	F-16
Interest Accrued (Acct. 237)	F-17
Balance Sheet End-of-Year Account Balances	F-18
Return on Rate Base Computation	F-19
Important Changes During the Year	F-20
Financial Section Footnotes	F-21
Contributions in Aid of Construction (Account 271)	F-22
WATER OPERATING SECTION	
Water Operating Revenues & Expenses	W-01
Water Operating Revenues - Sales of Water	W-02
Sales for Resale (Acct. 466)	W-03
Other Operating Revenues (Water)	W-04
Water Operation & Maintenance Expenses	W-05
Taxes (Acct. 408 - Water)	W-06
Property Tax Equivalent (Water)	W-07
Water Utility Plant in Service --Plant Financed by Utility or Municipality--	W-08
Water Utility Plant in Service --Plant Financed by Contributions--	W-10
Source of Supply, Pumping and Purchased Water Statistics	W-12
Sources of Water Supply - Ground Waters	W-13
Sources of Water Supply - Surface Waters	W-14
Pumping & Power Equipment	W-15
Reservoirs, Standpipes & Water Treatment	W-16
Water Mains	W-17
Water Services	W-18
Meters	W-19
Hydrants and Distribution System Valves	W-20
Water Operating Section Footnotes	W-21

IDENTIFICATION AND OWNERSHIP

Exact Utility Name: CAMBRIDGE MUNICIPAL WATER UTILITY

Utility Address: 200 SPRING STREET
P.O. BOX 99
CAMBRIDGE, WI 53523

When was utility organized? 1/1/1902

Report any change in name:

Effective Date:

Utility Web Site:

Utility employee in charge of correspondence concerning this report:

Name: APRIL LITTLE
Title: ADMINISTRATOR/CLERK/TREASURER

Office Address:
200 SPRING STREET
P.O. BOX 99
CAMBRIDGE, WI 53523

Telephone: (608) 423 - 3712

Fax Number: (608) 423 - 3916

E-mail Address:

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

Name: JAMES R FRECHETTE
Title: VILLAGE AUDITOR
Office Address: JAMES R FRECHETTE, CPA
W339 S9511 HARVEST COURT
MUKWONAGO, WI 53149

Telephone: (262) 594 - 3995 EXT

Fax Number: (262) 594 - 3996

E-mail Address: jrfcpa@wi.rr.com

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

Name: DONN TRIELOFF
Title: VILLAGE PRESIDENT

Office Address:
200 SPRING STREET
P.O. BOX 99
CAMBRIDGE, WI 53523

Telephone: (608) 423 - 3712

Fax Number: (608) 423 - 3916

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: JAMES R FRECHETTE

Title: VILLAGE AUDITOR

Office Address: JAMES R FRECHETTE, CPA
W339 S9511 HARVEST COURT
MUKWONAGO, WI 53149

Telephone: (262) 594 - 3995

Fax Number: (262) 594 - 3996

E-mail Address: jrfcpa@wi.rr.com

Date of most recent audit report: 3/18/2004

Period covered by most recent audit: YEAR ENDED DECEMBER 31, 2003

Names and titles of utility management including manager or superintendent:

Name: MR KENNETH RAYMOND

Title: DEPARTMENT HEAD-WATER UTILITY

Office Address:
200 SPRING STREET
P.O. BOX 99
CAMBRIDGE, WI 53523

Telephone: (608) 423 - 3712

Fax Number: (608) 423 - 3916 EXT

E-mail Address:

Name of utility commission/committee: Water and Sewer Utility Committee

Names of members of utility commission/committee:

- SAM FISHER, UTILITY COMMITTEE
 - JEFFREY MILSAP, UTILITY COMMITTEE
 - JAY SETTERSTEN, UTILITY COMMITTEE
 - STEVE STRUSS, UTILITY COMMITTEE
 - DON TRIELOFF, UTILITY COMMITTEE
-

Is sewer service rendered by the utility? YES

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)	316,113	313,387	1
Operating Expenses:			
Operation and Maintenance Expense (401)	129,589	93,134	2
Depreciation Expense (403)	53,781	62,770	3
Amortization Expense (404)	10,000	10,000	4
Taxes (408)	66,601	59,352	5
Total Operating Expenses	259,971	225,256	
Net Operating Income	56,142	88,131	
Income from Utility Plant Leased to Others (412-413)	0	0	6
Utility Operating Income	56,142	88,131	
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)	5,374	12,578	9
Miscellaneous Nonoperating Income (421)	0	0	10
Total Other Income	5,374	12,578	
Total Income	61,516	100,709	
MISCELLANEOUS INCOME DEDUCTIONS			
Miscellaneous Amortization (425)	0	0	11
Other Income Deductions (426)	12,911	0	12
Total Miscellaneous Income Deductions	12,911	0	
Income Before Interest Charges	48,605	100,709	
INTEREST CHARGES			
Interest on Long-Term Debt (427)	40,414	2,093	13
Amortization of Debt Discount and Expense (428)	189		14
Amortization of Premium on Debt--Cr. (429)	0		15
Interest on Debt to Municipality (430)	15,807	3,469	16
Other Interest Expense (431)	0	25,054	17
Interest Charged to Construction--Cr. (432)	0	2,940	18
Total Interest Charges	56,410	27,676	
Net Income	(7,805)	73,033	
EARNED SURPLUS			
Unappropriated Earned Surplus (Beginning of Year) (216)	662,501	619,468	19
Balance Transferred from Income (433)	(7,805)	73,033	20
Miscellaneous Credits to Surplus (434)	692,254	0	21
Miscellaneous Debits to Surplus--Debit (435)	31,900	30,000	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)	1,315,050	662,501	

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	316,113		316,113	1
Total (Acct. 400):	316,113	0	316,113	
Operation and Maintenance Expense (401):				
Derived	129,589		129,589	2
Total (Acct. 401):	129,589	0	129,589	
Depreciation Expense (403):				
Derived	53,781		53,781	3
Total (Acct. 403):	53,781	0	53,781	
Amortization Expense (404):				
Derived	10,000		10,000	4
Total (Acct. 404):	10,000	0	10,000	
Taxes (408):				
Derived	66,601		66,601	5
Total (Acct. 408):	66,601	0	66,601	
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:	56,142	0	56,142	
OTHER INCOME				
Income from Merchandising, Jobbing and Contract Work (415-416):				
Derived	0		0	8
Total (Acct. 415-416):	0	0	0	
Nonoperating Rental Income (418):				
NONE	0		0	9
Total (Acct. 418):	0	0	0	
Interest and Dividend Income (419):				
INTEREST ON INVESTMENTS	5,374	0	5,374	10
Total (Acct. 419):	5,374	0	5,374	
Miscellaneous Nonoperating Income (421):				
Contributed Plant - Water			0	11

INCOME STATEMENT ACCOUNT DETAILS

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

Description of Item (a)	Earnings (216.1) (b)	Contributions (216.2) (c)	Total This Year (d)
OTHER INCOME			
Miscellaneous Nonoperating Income (421):			
NONE	0	0	0 12
Total (Acct. 421):	0	0	0
TOTAL OTHER INCOME:	5,374	0	5,374
MISCELLANEOUS INCOME DEDUCTIONS			
Miscellaneous Amortization (425):			
NONE	0	0	0 13
Total (Acct. 425):	0	0	0
Other Income Deductions (426):			
Depreciation Expense on Contributed Plant - Water	[REDACTED]	12,911	12,911 14
NONE	0	0	0 15
Total (Acct. 426):	0	12,911	12,911
TOTAL MISCELLANEOUS INCOME DEDUCTIONS:	0	12,911	12,911
INTEREST CHARGES			
Interest on Long-Term Debt (427):			
Derived	40,414	[REDACTED]	40,414 16
Total (Acct. 427):	40,414	0	40,414
Amortization of Debt Discount and Expense (428):			
2002 MORTGAGE REVENUE BONDS	189	[REDACTED]	189 17
Total (Acct. 428):	189	0	189
Amortization of Premium on Debt--Cr. (429):			
NONE	0	[REDACTED]	0 18
Total (Acct. 429):	0	0	0
Interest on Debt to Municipality (430):			
Derived	15,807	[REDACTED]	15,807 19
Total (Acct. 430):	15,807	0	15,807
Other Interest Expense (431):			
Derived	0	[REDACTED]	0 20
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 21
Total (Acct. 432):	0	0	0
TOTAL INTEREST CHARGES:	56,410	0	56,410
NET INCOME:	5,106	(12,911)	(7,805)
EARNED SURPLUS			
Unappropriated Earned Surplus (Beginning of Year) (216):			
Derived	662,501	0	662,501 22
Total (Acct. 216):	662,501	0	662,501
Balance Transferred from Income (433):			
Derived	5,106	(12,911)	(7,805) 23
Total (Acct. 433):	5,106	(12,911)	(7,805)
Miscellaneous Credits to Surplus (434):			
BEGINNING BALANCE ADJUSTMENT - 1-1-03	0	692,254	692,254 24
Total (Acct. 434):	0	692,254	692,254
Miscellaneous Debits to Surplus--Debit (435):			
WRITE OFF OF PUBLIC FIRE PROTECTION - ACTUAL \$10	31,900	0	31,900 25
Total (Acct. 435)--Debit:	31,900	0	31,900
Appropriations of Surplus--Debit (436):			
Detail appropriations to (from) account 215			0 26
Total (Acct. 436)--Debit:	0	0	0
UNAPPROPRIATED EARNED SURPLUS (END OF YEAR):	635,707	679,343	1,315,050

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	316,113	0	0	0	316,113	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:						
.					0	6
Revenues subject to Wisconsin Remainder Assessment	316,113	0	0	0	316,113	

BALANCE SHEET

Assets and Other Debits (a)	Balance End of Year (b)	Balance First of Year (c)	
UTILITY PLANT			
Utility Plant (100)	3,338,340	3,319,844	1
Less: Accumulated Provision for Depreciation and Amortization of Utility Plant (110)	418,458	285,043	2
Net Utility Plant	2,919,882	3,034,801	
OTHER PROPERTY AND INVESTMENTS			
Nonutility Property (121)	0	0	3
Less: Accumulated Provision for Depreciation and Amortization of Nonutility Property (122)	0	0	4
Net Nonutility Property	0	0	
Investment in Municipality (123)	0	0	5
Other Investments (124)	0	0	6
Special Funds (125)	83,436	99,530	7
Total Other Property and Investments	83,436	99,530	
CURRENT AND ACCRUED ASSETS			
Cash and Working Funds (131)	184,519	211,851	8
Temporary Cash Investments (132)	58,525	58,036	9
Notes Receivable (141)	0	0	10
Customer Accounts Receivable (142)	19,736	18,132	11
Other Accounts Receivable (143)	0	19,123	12
Accumulated Provision for Uncollectible Accounts- -Cr. (144)	0	0	13
Receivables from Municipality (145)	117,202	44,278	14
Materials and Supplies (150)	14,110	12,842	15
Prepayments (165)	0	0	16
Other Current and Accrued Assets (170)			17
Total Current and Accrued Assets	394,092	364,262	
DEFERRED DEBITS			
Unamortized Debt Discount and Expense (181)	4,957	0	18
Extraordinary Property Losses (182)	50,000	60,000	19
Other Deferred Debits (183)	0	0	20
Total Deferred Debits	54,957	60,000	
Total Assets and Other Debits	3,452,367	3,558,593	

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)	866,406	866,406	21
Appropriated Earned Surplus (215)			22
Unappropriated Earned Surplus (216)	1,315,050	662,501	23
Total Proprietary Capital	2,181,456	1,528,907	
LONG-TERM DEBT			
Bonds (221)	817,617	825,000	24
Advances from Municipality (223)	335,000	350,178	25
Other long-Term Debt (224)	13,886	20,803	26
Total Long-Term Debt	1,166,503	1,195,981	
CURRENT AND ACCRUED LIABILITIES			
Notes Payable (231)	0	0	27
Accounts Payable (232)	1,306	9,896	28
Payables to Municipality (233)	34,921	6,894	29
Customer Deposits (235)			30
Taxes Accrued (236)	63,763	57,102	31
Interest Accrued (237)	4,418	2,022	32
Other Current and Accrued Liabilities (238)			33
Total Current and Accrued Liabilities	104,408	75,914	
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	757,791	38
Total Liabilities and Other Credits	3,452,367	3,558,593	

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	3,319,844	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)	2,564,176	0	0	0	2
Utility Plant in Service - Contributed Plant (100.2)	757,791	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)	16,373				8
Utility Plant Acquisition Adjustments (396)					9
Other Utility Plant Adjustments (397)					10
Total Utility Plant	3,338,340	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)	340,010	0	0	0	11
Accumulated Provision for Depreciation of Utility Plant in Service - Contributed Plant (110.2)	78,448	0	0	0	12
Total Accumulated Provision	418,458	0	0	0	
Net Utility Plant	2,919,882	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)	285,043				285,043	1
Credits During Year						2
Accruals:						3
Charged depreciation expense (403)	53,781				53,781	4
Depreciation expense on meters						5
charged to sewer (see Note 3)	1,346				1,346	6
Accruals charged other						7
accounts (specify):						8
					0	9
Salvage					0	10
Other credits (specify):						11
					0	12
Total credits	55,127	0	0	0	55,127	13
Debits during year						14
Book cost of plant retired	160				160	15
Cost of removal					0	16
Other debits (specify):						17
					0	18
Total debits	160	0	0	0	160	19
Balance end of year (110.1)	340,010	0	0	0	340,010	20
Composite Depreciation Rate?	No					21
If yes, what is the rate?						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)	12,911				12,911	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	65,537				65,537	10
Total credits	78,448	0	0	0	78,448	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)	78,448	0	0	0	78,448	18
Composite Depreciation Rate?	No					19
If yes, what is the rate?						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):	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 1
Other					0	0 2
Total Electric Utility					<u>0</u>	<u>0</u>

Account	Total End of Year	Amount Prior Year
Electric utility total	0	0 1
Water utility	14,110	12,842 2
Sewer utility		0 3
Gas utility		0 4
Merchandise		0 5
Other materials & supplies		0 6
Total Materials and Supplies	<u>14,110</u>	<u>12,842</u>

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

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

Debt Issue to Which Related (a)	Written Off During Year		Balance End of Year (d)	
	Amount (b)	Account Charged or Credited (c)		
Unamortized debt discount & expense (181)				
2002 MORTGAGE REVENUE BONDS	189	428	4,957	1
Total			<u><u>4,957</u></u>	
Unamortized premium on debt (251)				
NONE				2
Total			<u><u>0</u></u>	

CAPITAL PAID IN BY MUNICIPALITY (ACCT. 200)

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

Particulars (a)	Amount (b)	
Balance first of year	866,406	1
Changes during year (explain):		2
Balance end of year	<u>866,406</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)	
2002 MORTGAGE REVENUE BONDS	12/18/2002	12/01/2042	4.63%	817,617	1
Total Bonds (Account 221):				817,617	

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)					
2002 G.O. REFUNDING BONDS	12/15/2002	12/01/2020	4.85%	265,000	1
2002 G.O. NOTE	12/15/2002	12/01/2012	4.63%	70,000	2
Total for Account 223				335,000	
Other Long-Term Debt (224)					
ALLIANT SHARED SAVINGS LOAN	11/28/2000	11/30/2005	3.00%	13,886	3
Total for Account 224				13,886	

TAXES ACCRUED (ACCT. 236)

Particulars (a)	Amount (b)	
Balance first of year	57,102	1
Accruals:		
Charged water department expense	66,601	2
Charged electric department expense		3
Charged sewer department expense	451	4
Other (explain):		
NONE		5
Total Accruals and other credits	67,052	
Taxes paid during year:		
County, state and local taxes	57,102	6
Social Security taxes	2,769	7
PSC Remainder Assessment	520	8
Other (explain):		
NONE		9
Total payments and other debits	60,391	
Balance end of year	63,763	

INTEREST ACCRUED (ACCT. 237)

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

Description of Issue (a)	Interest Accrued Balance First of Year (b)	Interest Accrued During Year (c)	Interest Paid During Year (d)	Interest Accrued Balance End of Year (e)	
Bonds (221)					
2002 MORTGAGE REVENUE BONDS	1,359	39,867	38,075	3,151	1
Subtotal	1,359	39,867	38,075	3,151	
Advances from Municipality (223)					
2002 G.O. NOTE	145	3,459	3,334	270	2
2002 GENERAL OBLIGATION BONDS	518	12,348	11,869	997	3
Subtotal	663	15,807	15,203	1,267	
Other long-Term Debt (224)					
ALLIANT ENERGY LOAN	0	547	547	0	4
Subtotal	0	547	547	0	
Notes Payable (231)					
	0			0	5
Subtotal	0	0	0	0	
Total	2,022	56,221	53,825	4,418	

BALANCE SHEET END-OF-YEAR ACCOUNT BALANCES

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

Particulars (a)	Balance End of Year (b)	
Investment in Municipality (123):		
NONE		1
Total (Acct. 123):	0	
Other Investments (124):		
NONE		2
Total (Acct. 124):	0	
Special Funds (125):		
CONSTRUCTION FUND FOR \$75,000 G.O. NOTE	75,000	3
SPECIAL REDEMPTION FUND	3,868	4
BOND RESERVE FUND	4,568	5
Total (Acct. 125):	83,436	
Notes Receivable (141):		
NONE		6
Total (Acct. 141):	0	
Customer Accounts Receivable (142):		
Water	19,736	7
Electric		8
Sewer (Regulated)		9
Other (specify):		
NONE		10
Total (Acct. 142):	19,736	
Other Accounts Receivable (143):		
Sewer (Non-regulated)		11
Merchandising, jobbing and contract work		12
Other (specify):		
NONE		13
Total (Acct. 143):	0	
Receivables from Municipality (145):		
2003 EXPENSES PAID FOR REGIONAL PLANT - PAYROLL/VOUCHERS	117,202	14
Total (Acct. 145):	117,202	
Prepayments (165):		
NONE		15
Total (Acct. 165):	0	
Extraordinary Property Losses (182):		
LOSS ON RETIREMENT OF 2 WATER TOWERS	50,000	16
Total (Acct. 182):	50,000	

BALANCE SHEET END-OF-YEAR ACCOUNT BALANCES

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

Particulars (a)	Balance End of Year (b)
Other Deferred Debits (183):	
NONE	17
Total (Acct. 183):	0
Payables to Municipality (233):	
2003 DEBT PAYMENTS PAID BY VILLAGE IN ERROR	30,381 18
2003 UNREIMBURSED EXPENSES PAID BY VILLAGE NOV/DEC	4,540 19
Total (Acct. 233):	34,921
Other Deferred Credits (253):	
NONE	20
Total (Acct. 253):	0

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)	2,562,552	0	0	0	2,562,552	1
Materials and Supplies	13,476	0	0	0	13,476	2
Other (specify):					0	3
Less Average:						
Reserve for Depreciation (110.1)	312,526	0	0	0	312,526	4
Customer Advances for Construction					0	5
					0	6
Average Net Rate Base	2,263,502	0	0	0	2,263,502	
Net Operating Income	56,142	0	0	0	56,142	7
Net Operating Income as a percent of Average Net Rate Base	2.48%	N/A	N/A	N/A	2.48%	

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.

IMPORTANT CHANGES DURING THE YEAR

Report changes of any of the following types:

7. Any additional matters.

JAMES R. FRECHETTE
CERTIFIED PUBLIC ACCOUNTANT
W339S9511 Harvest Court
Mukwonago, WI 53149
(262)-594-3995

ACCOUNTANT'S COMPILATION REPORT

To the Village Board
Village of Cambridge
Cambridge, Wisconsin

We have compiled the accompanying balance sheets of the Village of Cambridge Water Utility as of December 31, 2003 and 2002 and the related statements of income and earned surplus and supplemental information for the years then ended included in the accompanying prescribed form, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants.

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

These financial statements and supplementary information are presented in accordance with the requirements of the Wisconsin Public Service Commission, which differ from generally accepted accounting principles. Accordingly, these financial statements and supplemental information are not designed for those who are not informed about such differences.

James R Frechette
Certified Public Accountant
March 17, 2004

FINANCIAL SECTION FOOTNOTES

Income Statement Account Details (Page F-02)**General footnotes**

a/c 435

The Village of Cambridge approved a resolution to limit the fire protection paid to the utility at the time of the last rate increase. The amount for 2003 was 77,000. The actual was \$31,900 higher, thus a write off of that amount was necessary.

Balance Sheet (Page F-05)**General footnotes**

a/c 145 . The water utility checking account is used to pay regional plant vouchers and then are reimbursed by the regional plant bank account. The reimbursement was not made during 2003 and will be made in 2004.

a/c 182 - The loss on retirement of 2 water towers is being amortized at \$10,000 per year per PSC.

Net Utility Plant (Page F-06)**General footnotes**

a/c 395 represents two projects. The first is the small water main project for which the \$75,000 was borrowed. The second is some initial costs for the main highway project.

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

The voucher for legal /debt costs was received in April/May of 2003 and was to late to record in 2002 when the borrowing was done.

Balance Sheet End-of-Year Account Balances (Page F-18)**Extraordinary Property Losses (Acct 182): amortization requires PSC authorization. Provide date of authorization.**

The amount is for the writeoff of loss on retirement of 2 water towers in 2001. The authorization was done in the review letter from the PSC relating to the 2001 PSC report filed with the commission. The amortization is for \$10,000 per year through 2008.

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	757,791	0	0	0	0	757,791	1
Add credits during year:							
NONE						0	2
Deduct charges (specify):							
Closed January 1, 2003 per Docket 05-US-105	757,791					757,791	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)	314,587	311,909	1
Total Sales of Water	314,587	311,909	
Other Operating Revenues			
Forfeited Discounts (470)	582	579	2
Other Water Revenues (474)	944	899	3
Amortization of Construction Grants (475)		0	4
Total Other Operating Revenues	1,526	1,478	
Total Operating Revenues	316,113	313,387	
Operation and Maintenance Expenses			
Plant Operation and Maintenance Expenses (600-660)	92,333	59,279	5
General Operating Expenses (680-690)	37,256	33,855	6
Total Operation and Maintenance Expenses	129,589	93,134	
Other Operating Expenses			
Depreciation Expense (403)	53,781	62,770	7
Amortization Expense (404)	10,000	10,000	8
Taxes (408)	66,601	59,352	9
Total Other Operating Expenses	130,382	132,122	
Total Operating Expenses	259,971	225,256	
NET OPERATING INCOME	56,142	88,131	

WATER OPERATING REVENUES - SALES OF WATER

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

Particulars (a)	Average No. Customers (b)	Thousands of Gallons of Water Sold (c)	Amounts (d)	
Operating Revenues				
Sales of Water				
Unmetered Sales to General Customers (460)				
Residential				1
Commercial				2
Industrial				3
Total Unmetered Sales to General Customers (460)	0	0	0	
Metered Sales to General Customers (461)				
Residential	498	24,141	137,357	4
Commercial	96	5,633	29,906	5
Industrial	5	3,931	12,654	6
Total Metered Sales to General Customers (461)	599	33,705	179,917	
Private Fire Protection Service (462)	6		1,896	7
Public Fire Protection Service (463)	1		108,900	8
Other Sales to Public Authorities (464)	10	7,229	23,874	9
Sales to Irrigation Customers (465)				10
Sales for Resale (466)		0	0	11
Interdepartmental Sales (467)				12
Total Sales of Water	616	40,934	314,587	

SALES FOR RESALE (ACCT. 466)

Use a separate line for each delivery point.

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

NONE

OTHER OPERATING REVENUES (WATER)

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

Particulars (a)	Amount (b)	
Public Fire Protection Service (463):		
Amount billed (usually per rate schedule F-1 or Fd-1)	108,900	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)	108,900	
Forfeited Discounts (470):		
Customer late payment charges	582	5
Other (specify): NONE		6
Total Forfeited Discounts (470)	582	
Other Water Revenues (474):		
Return on net investment in meters charged to sewer department	884	7
Other (specify): RECONNECTION CHARGES	60	8
Total Other Water Revenues (474)	944	

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)	25,541	20,149	1
Purchased Water (610)		0	2
Fuel or Power Purchased for Pumping (620)	12,381	9,826	3
Chemicals (630)	9,236	7,351	4
Supplies and Expenses (640)	10,982	7,418	5
Repairs of Water Plant (650)	32,945	13,546	6
Transportation Expenses (660)	1,248	989	7
Total Plant Operation and Maintenance Expenses	92,333	59,279	
GENERAL OPERATING EXPENSES			
Administrative and General Salaries (680)	10,504	18,160	8
Office Supplies and Expenses (681)	5,059	5,281	9
Outside Services Employed (682)	13,230	3,263	10
Insurance Expense (684)	2,826	2,910	11
Employees Pensions and Benefits (686)	4,086	3,262	12
Regulatory Commission Expenses (688)		0	13
Miscellaneous General Expenses (689)	1,551	979	14
Uncollectible Accounts (690)		0	15
Total General Operating Expenses	37,256	33,855	
Total Operation and Maintenance Expenses	129,589	93,134	

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		63,763	57,102	1
Less: Local and School Tax Equivalent on Meters Charged to Sewer Department		451	447	2
Net property tax equivalent		63,312	56,655	
Social Security		2,769	2,533	3
PSC Remainder Assessment		520	164	4
Other (specify): NONE			0	5
Total tax expense		66,601	59,352	

PROPERTY TAX EQUIVALENT (WATER)

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

Particulars (a)	Units (b)	Total (c)	County A (d)	County B (e)	County C (f)	County D (g)	
County name			Dane	Jefferson			1
SUMMARY OF TAX RATES							2
State tax rate	mills		0.209788	0.215419			3
County tax rate	mills		2.996112	5.166975			4
Local tax rate	mills		6.261237	6.372961			5
School tax rate	mills		14.261451	14.644366			6
Voc. school tax rate	mills		1.429806	1.468185			7
Other tax rate - Local	mills		0.000000	0.464536			8
Other tax rate - Non-Local	mills		0.000000	0.000000			9
Total tax rate	mills		25.158394	28.332442			10
Less: state credit	mills		1.882410	2.068668			11
Net tax rate	mills		23.275984	26.263774			12
PROPERTY TAX EQUIVALENT CALCULATION							13
Local Tax Rate	mills		6.261237	6.372961			14
Combined School Tax Rate	mills		15.691257	16.112551			15
Other Tax Rate - Local	mills		0.000000	0.464536			16
Total Local & School Tax	mills		21.952494	22.950048			17
Total Tax Rate	mills		25.158394	28.332442			18
Ratio of Local and School Tax to Total	dec.		0.872571	0.810027			19
Total tax net of state credit	mills		23.275984	26.263774			20
Net Local and School Tax Rate	mills		20.309957	21.274371			21
Utility Plant, Jan. 1	\$	3,319,844	3,075,916	243,928			22
Materials & Supplies	\$	12,842	12,842	0			23
Subtotal	\$	3,332,686	3,088,758	243,928			24
Less: Plant Outside Limits	\$	0	0	0			25
Taxable Assets	\$	3,332,686	3,088,758	243,928			26
Assessment Ratio	dec.		0.939630	0.928425			27
Assessed Value	\$	3,128,759	2,902,290	226,469			28
Net Local & School Rate	mills		20.309957	21.274371			29
Tax Equiv. Computed for Current Year	\$	63,763	58,945	4,818			30
Tax Equivalent per 1994 PSC Report	\$	27,404					31
Any lower tax equivalent as authorized by municipality (see note 6)	\$						32
Tax equiv. for current year (see note 6)	\$	63,763					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)	15,033		4
Structures and Improvements (311)	19,793		5
Collecting and Impounding Reservoirs (312)	0		6
Lake, River and Other Intakes (313)	0		7
Wells and Springs (314)	96,066		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	130,892	0	
PUMPING PLANT			
Land and Land Rights (320)	0		12
Structures and Improvements (321)	0		13
Boiler Plant Equipment (322)	0		14
Other Power Production Equipment (323)	0		15
Steam Pumping Equipment (324)	0		16
Electric Pumping Equipment (325)	34,297		17
Diesel Pumping Equipment (326)	0		18
Hydraulic Pumping Equipment (327)	0		19
Other Pumping Equipment (328)	2,749		20
Total Pumping Plant	37,046	0	
WATER TREATMENT PLANT			
Land and Land Rights (330)	6,941		21
Structures and Improvements (331)	105,253		22
Water Treatment Equipment (332)	81,046		23
Total Water Treatment Plant	193,240	0	

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

Accounts (d)	Retirements During Year (e)	Adjustments Increase or (Decrease) (f)	Balance End of Year (g)	
INTANGIBLE PLANT				
Organization (301)			0	1
Franchises and Consents (302)			0	2
Miscellaneous Intangible Plant (303)			0	3
Total Intangible Plant	0	0	0	
SOURCE OF SUPPLY PLANT				
Land and Land Rights (310)			15,033	4
Structures and Improvements (311)			19,793	5
Collecting and Impounding Reservoirs (312)			0	6
Lake, River and Other Intakes (313)			0	7
Wells and Springs (314)			96,066	8
Infiltration Galleries and Tunnels (315)			0	9
Supply Mains (316)			0	10
Other Water Source Plant (317)			0	11
Total Source of Supply Plant	0	0	130,892	
PUMPING PLANT				
Land and Land Rights (320)			0	12
Structures and Improvements (321)			0	13
Boiler Plant Equipment (322)			0	14
Other Power Production Equipment (323)			0	15
Steam Pumping Equipment (324)			0	16
Electric Pumping Equipment (325)			34,297	17
Diesel Pumping Equipment (326)			0	18
Hydraulic Pumping Equipment (327)			0	19
Other Pumping Equipment (328)			2,749	20
Total Pumping Plant	0	0	37,046	
WATER TREATMENT PLANT				
Land and Land Rights (330)			6,941	21
Structures and Improvements (331)			105,253	22
Water Treatment Equipment (332)			81,046	23
Total Water Treatment Plant	0	0	193,240	

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)	312		24
Structures and Improvements (341)	0		25
Distribution Reservoirs and Standpipes (342)	726,005		26
Transmission and Distribution Mains (343)	1,635,285		27
Fire Mains (344)	0		28
Services (345)	374,277		29
Meters (346)	47,310	3,407	30
Hydrants (348)	141,584		31
Other Transmission and Distribution Plant (349)	30		32
Total Transmission and Distribution Plant	2,924,803	3,407	
GENERAL PLANT			
Land and Land Rights (370)	0		33
Structures and Improvements (371)	0		34
Office Furniture and Equipment (372)	2,668		35
Computer Equipment (372.1)	11,928		36
Transportation Equipment (373)	11,196		37
Other General Equipment (379)	6,947		38
Other Tangible Property (390)	0		39
Total General Plant	32,739	0	
Total utility plant in service directly assignable	3,318,720	3,407	
Common Utility Plant Allocated to Water Department	0		40
Total utility plant in service	3,318,720	3,407	

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)			312 24
Structures and Improvements (341)			0 25
Distribution Reservoirs and Standpipes (342)		(191,107)	534,898 26
Transmission and Distribution Mains (343)		(430,789)	1,204,496 27
Fire Mains (344)			0 28
Services (345)		(98,597)	275,680 29
Meters (346)	160		50,557 30
Hydrants (348)		(37,298)	104,286 31
Other Transmission and Distribution Plant (349)			30 32
Total Transmission and Distribution Plant	160	(757,791)	2,170,259
GENERAL PLANT			
Land and Land Rights (370)			0 33
Structures and Improvements (371)			0 34
Office Furniture and Equipment (372)			2,668 35
Computer Equipment (372.1)			11,928 36
Transportation Equipment (373)			11,196 37
Other General Equipment (379)			6,947 38
Other Tangible Property (390)			0 39
Total General Plant	0	0	32,739
Total utility plant in service directly assignable	160	(757,791)	2,564,176
Common Utility Plant Allocated to Water Department			0 40
Total utility plant in service	160	(757,791)	2,564,176

**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	<u>0</u>	<u>0</u>	
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	<u>0</u>	<u>0</u>	
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	<u>0</u>	<u>0</u>	
WATER TREATMENT PLANT			
Land and Land Rights (330)			21
Structures and Improvements (331)			22
Water Treatment Equipment (332)			23
Total Water Treatment Plant	<u>0</u>	<u>0</u>	

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

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

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

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

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	
TRANSMISSION AND DISTRIBUTION PLANT			
Land and Land Rights (340)			24
Structures and Improvements (341)			25
Distribution Reservoirs and Standpipes (342)			26
Transmission and Distribution Mains (343)			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	0	
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	0	
Common Utility Plant Allocated to Water Department			40
Total utility plant in service	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)
TRANSMISSION AND DISTRIBUTION PLANT			
Land and Land Rights (340)			0 24
Structures and Improvements (341)			0 25
Distribution Reservoirs and Standpipes (342)		191,107	191,107 26
Transmission and Distribution Mains (343)		430,789	430,789 27
Fire Mains (344)			0 28
Services (345)		98,597	98,597 29
Meters (346)			0 30
Hydrants (348)		37,298	37,298 31
Other Transmission and Distribution Plant (349)			0 32
Total Transmission and Distribution Plant	0	757,791	757,791
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	757,791	757,791
Common Utility Plant Allocated to Water Department			0 40
Total utility plant in service	0	757,791	757,791

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			4,364	4,364	1
February			3,791	3,791	2
March			4,621	4,621	3
April			4,614	4,614	4
May			5,197	5,197	5
June			5,536	5,536	6
July			5,760	5,760	7
August			7,121	7,121	8
September			6,500	6,500	9
October			5,853	5,853	10
November			5,675	5,675	11
December			5,852	5,852	12
Total annual pumpage	0	0	64,884	64,884	
Less: Water sold				40,934	13
Volume pumped but not sold				23,950	14
Volume sold as a percent of volume pumped				63%	15
Volume used for water production, water quality and system maintenance				2,084	16
Volume related to equipment/system malfunction				2,521	17
Non-utility volume NOT included in water sales				116	18
Total volume not sold but accounted for				4,721	19
Volume pumped but unaccounted for				19,229	20
Percent of water lost				30%	21
If more than 25%, indicate causes and state what action has been taken to reduce water loss:					22
WATER LOSS PERCENTAGE HAS BEEN GOING DOWN EVERY YEAR AS THE UTILITY FINDS AND REPLACES MORE MAINS AND REPAIRS LEAKS. THE UTILITY HAD A FEW MORE MAJOR LEAKS IN 2003. WATER LOSS RATE WAS 38% IN 2001, 32% IN 2002, AND 30% IN 2003. WILL MONITOR IN 2004.					
Maximum gallons pumped by all methods in any one day during reporting year (000 gal.)				400	23
Date of maximum: 8/10/2003					24
Cause of maximum:					25
WATER MAIN BREAK					
Minimum gallons pumped by all methods in any one day during reporting year (000 gal.)				106	26
Date of minimum: 1/18/2003					27
Total KWH used for pumping for the year				118,473	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)	
WEST MADISON STREET	Well #2	350	10	432,000	Yes	1
SKOGEN ROAD	Well #3	377	18	576,000	Yes	2

SOURCES OF WATER SUPPLY - SURFACE WATERS

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

PUMPING & POWER EQUIPMENT

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

Particulars (a)	Unit A (b)	Unit B (c)	Unit C (d)
Identification	WELL #3	WELL#2	1
Location	WELL #3	WELL#2	2
Purpose	P	P	3
Destination	D	D	4
Pump Manufacturer	US MOTORS	US MOTORS	5
Year Installed	2000	2000	6
Type	VERTICAL TURBINE	VERTICAL TURBINE	7
Actual Capacity (gpm)	400	300	8
Pump Motor or Standby Engine Mfr	US MOTORS	US MOTORS	10
Year Installed	2000	2000	11
Type	ELECTRIC	ELECTRIC	12
Horsepower	40	40	13

Particulars (a)	Unit D (b)	Unit E (c)	Unit F (d)
Identification			14
Location			15
Purpose			16
Destination			17
Pump Manufacturer			18
Year Installed			19
Type			20
Actual Capacity (gpm)			21
Pump Motor or Standby Engine Mfr			23
Year Installed			24
Type			25
Horsepower			26

RESERVOIRS, STANDPIPES & WATER TREATMENT

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

Particulars (a)	Unit A (b)	Unit B (c)	Unit C (d)
Identification number or name	#3		1
RESERVOIRS, STANDPIPES OR ELEVATED TANKS			2
Type: R (reservoir), S (standpipe) or ET (elevated tank)	ET		3
Year constructed	2001		4
Primary material (earthen, steel, concrete, other)	STEEL		5
Elevation difference in feet (See Headnote 3.)	119		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)	OTHER		11
Rated capacity of filter plant (m.g.d.) (note: 1,200,000 gal/day = 1.2 m.g.d.)	0.4300		12
Is a corrosion control chemical used (yes, no)?	N		13
Is water fluoridated (yes, no)?	Y		14

WATER MAINS

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

Number of Feet								
Pipe Material (a)	Main Function (b)	Diameter in Inches (c)	First of Year (d)	Added During Year (e)	Retired During Year (f)	Adjustments Increase or (Decrease) (g)	End of Year (h)	
M	D	4.000	723	0	0	0	723	1
M	D	6.000	7,643	0	0	0	7,643	2
M	D	8.000	33,515	0	0	0	33,515	3
M	D	10.000	785	0	0	0	785	4
M	D	12.000	6,610	0	0	0	6,610	5
Total Within Municipality			49,276	0	0	0	49,276	
Total Utility			49,276	0	0	0	49,276	

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	215	0	0	0	215		1
M	1.000	262	0	0	0	262	20	2
M	1.500	35	0	0	0	35		3
M	2.000	10	0	0	0	10		4
M	4.000	3	0	0	0	3		5
Total Utility		525	0	0	0	525	20	

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	590	36	4	0	622	9	1
1.000	14	1	0	0	15	0	2
1.250	1	0	0	0	1	0	3
1.500	3	0	0	0	3	0	4
2.000	7	0	0	0	7	0	5
3.000	4	0	0	0	4	0	6
4.000	1	0	0	0	1	0	7
Total:	620	37	4	0	653	9	

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	508	81	0	3	0	30	622	1
1.000	0	11	3	1	0	0	15	2
1.250	0	1	0	0	0	0	1	3
1.500	0	3	0	0	0	0	3	4
2.000	0	3	2	1	1	0	7	5
3.000	0	0	0	4	0	0	4	6
4.000	0	0	0	1	0	0	1	7
Total:	508	99	5	10	1	30	653	

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	104			12	116	2
Total Fire Hydrants	104	0	0	12	116	
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:	116
Number of distribution system valves end of year:	184
Number of distribution valves operated during year:	60

WATER OPERATING SECTION FOOTNOTES

Water Operating Revenues - Sales of Water (Page W-02)

General footnotes

INDUSTRIAL REVENUE DECREASED FROM \$33,330 TO 12,654 IN 2003. THAT WAS DUE TO ONE CUSTOMER HAVING A PROBLEM WITH THEIR PRIVATE WELL AND USED UTILITY WATER IN 2002. IN 2003, THEIR WELL WAS FIXED AND DID NOT USE UTILITY WATER.

PUBLIC AUTHORITY REVENUE INCREASED FROM \$11,149 IN 2002 TO \$23,874 IN 2003 DUE TO THE ADDITION OF THE THOMPSON CORRECTIONAL FACILITY IN 2003.

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

General footnotes

PUBLIC FIRE PROTECTION WAS CALCULATED AT 116 HYDRANTS FOR THE ENTIRE YEAR. THE UTILITY REVIEWED THE NUMBER OF HYDRANTS IN THE SYSTEM AND DETERMINED THAT THERE WERE 116, NOT THE 104 REPORTED AT 12-31-02. NOTE THAT THE VILLAGE OF CAMBRIDGE PASSED RESOLUTION 12-01 SETTING THE AMOUNT ACTUALLY PAID TO THE UTILITY AT \$77,000 FOR 2003. THE DIFFERENCE, \$31,900 WAS RECORDED IN MISC DEBITS TO SURPLUS.

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.

a/c 640 Supplies and Expenses

The increase was due to purchase of additional supplies as compared to prior year and an increase in the natural gas bills for water plant.

a/c 650 Repairs to Water Plant

The increase of over \$19,000 from 2002 represented numerous water main leaks that required repairs, some of which were very expensive and happened on weekends, when the rates are higher.

a/c 680 - Administrative Wages

The administration wages were less in 2002 due to less hours being worked by the utility clerk as compared to 2002 and the utility had additional employees helping with the ledger in 2002 that was not required in 2003.

a/c 682 - Outside Services

The increase of approximately \$10,000 over the 2002 amount was for the payment of a Single Audit for 2002 paid in 2003 and for additional general engineering expenses that were not capitalized.

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

If Adjustments for any account are nonzero, please explain.

THE ADJUSTMENTS ARE TO ALLOCATE UTILITY PLANT - CONTRIBUTED AT 1-1-03.

WATER OPERATING SECTION FOOTNOTES

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

If Adjustments for any account are nonzero, please explain.

THE ADJUSTMENTS ARE TO ALLOCATE UTILITY PLANT FROM UTILITY OPERATIONS TO CONTRIBUTED PLANT.

Hydrants and Distribution System Valves (Page W-20)

General footnotes

The number of valves operated in 2003 was less than half of the total. It is anticipated that the balance of the valves will be operated in 2004.

Explain all reported Adjustments.

The total hydrants were reviewed and it was determined that there were 116 hydrants in the water system, not the 104 as reported in the 2002 report. The adjustment of 12 was made in this year.
