



3014 (02-02-05)

ANNUAL REPORT

OF

Name: VILLAGE OF GRAFTON WATER AND WASTEWATER UTILITY

Principal Office: 1900 9TH AVENUE
P.O. BOX 144
GRAFTON, WI 53024

For the Year Ended: DECEMBER 31, 2004

**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
Full-Time Employees (FTE)	F-05
Distribution of Total Payroll	F-05
Balance Sheet	F-06
Net Utility Plant	F-07
Accumulated Provision for Depreciation and Amortization of Utility Plant (Acct. 110.1)	F-08
Accumulated Provision for Depreciation and Amortization of Utility Plant (Acct. 110.2)	F-09
Net Nonutility Property (Accts. 121 & 122)	F-10
Accumulated Provision for Uncollectible Accounts-Cr. (Acct. 144)	F-11
Materials and Supplies	F-12
Unamortized Debt Discount & Expense & Premium on Debt (Accts. 181 and 251)	F-13
Capital Paid in by Municipality (Acct. 200)	F-14
Bonds (Acct. 221)	F-15
Notes Payable & Miscellaneous Long-Term Debt	F-16
Taxes Accrued (Acct. 236)	F-17
Interest Accrued (Acct. 237)	F-18
Balance Sheet End-of-Year Account Balances	F-19
Return on Rate Base Computation	F-20
Important Changes During the Year	F-21
Regulatory Liability - Pre-2003 Historical Accumulated Depreciation on Contributed Utility	F-22
Financial Section Footnotes	F-23
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: VILLAGE OF GRAFTON WATER AND WASTEWATER UTILITY

Utility Address: 1900 9TH AVENUE
P.O. BOX 144
GRAFTON, WI 53024

When was utility organized? 1/1/1932

Report any change in name:

Effective Date:

Utility Web Site:

Utility employee in charge of correspondence concerning this report:

Name: MR THOMAS JAMES KRUEGER

Title: UTILITY DIRECTOR

Office Address:

1900 9TH AVENUE
P.O. BOX 144
GRAFTON, WI 53024

Telephone: (262) 375 - 5330

Fax Number: (262) 375 - 6938

E-mail Address: TKRUEGER@VILLAGE.GRAFTON.WI.US

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

Name: KAREN KERBER

Title: CPA

Office Address: KERBER, ROSE & ASSOCIATES, S.C.

115 E FIFTH STREET
SHAWANO, WI 54166

Telephone: (715) 526 - 9400

Fax Number: (715) 524 - 2599

E-mail Address: KKERBER@KERBERROSE.COM

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

Name: DEVAORAH RYAN

Title: CHAIR

Office Address:

1971 WASHINGTON STREET
P.O. BOX 125
GRAFTON, WI 53024

Telephone: (262) 375 - 5330

Fax Number: (262) 375 - 5304

E-mail Address: DRYAN@VILLAGE.GRAFTON.WI.US

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

IDENTIFICATION AND OWNERSHIP

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

Name: KAREN KERBER

Title: CPA

Office Address: KERBER, ROSE & ASSOCIATES, S.C.
115 E FIFTH STREET
SHAWANO, WI 54166

Telephone: (715) 526 - 9400

Fax Number: (715) 524 - 2599

E-mail Address: KKERBER@KERBERROSE.COM

Date of most recent audit report: 3/4/2005

Period covered by most recent audit: DECEMBER 31, 2004

Names and titles of utility management including manager or superintendent:

Name: MR THOMAS JAMES KRUEGER

Title: UTILITY DIRECTOR

Office Address:

1900 9TH AVENUE
P.O. BOX 144
GRAFTON, WI 53024

Telephone: (262) 375 - 5330

Fax Number: (262) 375 - 6938

E-mail Address:

Name of utility commission/committee: GRAFTON BOARD OF PUBLIC WORKS

Names of members of utility commission/committee:

- MR EDWIN DIETRICH, JR
- MR DAVID EBERHARDT
- MR RONALD LAPEAN
- MR DEVORAH RYAN
- MS SCOTT VOLKERT

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? YES

Date of Ordinance: 2/16/1959

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)	1,285,115	1,280,020	1
Operating Expenses:			
Operation and Maintenance Expense (401-402)	577,054	588,958	2
Depreciation Expense (403)	183,273	174,392	3
Amortization Expense (404-407)	0	0	4
Taxes (408)	211,645	216,344	5
Total Operating Expenses	971,972	979,694	
Net Operating Income	313,143	300,326	
Income from Utility Plant Leased to Others (412-413)	0	0	6
Utility Operating Income	313,143	300,326	
OTHER INCOME			
Income from Merchandising, Jobbing and Contract Work (415-416)	1,547	0	7
Income from Nonutility Operations (417)	0	0	8
Nonoperating Rental Income (418)	0	0	9
Interest and Dividend Income (419)	23,533	59,242	10
Miscellaneous Nonoperating Income (421)	1,686,996	293,616	11
Total Other Income	1,712,076	352,858	
Total Income	2,025,219	653,184	
MISCELLANEOUS INCOME DEDUCTIONS			
Miscellaneous Amortization (425)	(56,765)	0	12
Other Income Deductions (426)	71,738	68,605	13
Total Miscellaneous Income Deductions	14,973	68,605	
Income Before Interest Charges	2,010,246	584,579	
INTEREST CHARGES			
Interest on Long-Term Debt (427)	0	0	14
Amortization of Debt Discount and Expense (428)	1,155	1,155	15
Amortization of Premium on Debt--Cr. (429)	0	0	16
Interest on Debt to Municipality (430)	64,535	65,916	17
Other Interest Expense (431)	0	0	18
Interest Charged to Construction--Cr. (432)	0	0	19
Total Interest Charges	65,690	67,071	
Net Income	1,944,556	517,508	
EARNED SURPLUS			
Unappropriated Earned Surplus (Beginning of Year) (216)	16,969,710	7,020,890	20
Balance Transferred from Income (433)	1,944,556	517,508	21
Miscellaneous Credits to Surplus (434)	2,795,651	9,431,312	22
Miscellaneous Debits to Surplus--Debit (435)	0	0	23
Appropriations of Surplus--Debit (436)	0	0	24
Appropriations of Income to Municipal Funds--Debit (439)	0	0	25
Total Unappropriated Earned Surplus End of Year (216)	21,709,917	16,969,710	

INCOME STATEMENT ACCOUNT DETAILS

1. Report each item (when individually or when like items are combined) greater than \$10,000 (class AB), \$5,000 (class C) and \$2,000 (class D) and all other lesser amounts grouped as Miscellaneous. Describe fully using other than account titles.
 2. Nonregulated sewer income should be reported as Income from Nonutility Operations, Account 417.

Description of Item (a)	Earnings (216.1) (b)	Contributions (216.2) (c)	Total This Year (d)	
UTILITY OPERATING INCOME				
Operating Revenues (400):				
Derived	1,285,115		1,285,115	1
Total (Acct. 400):	1,285,115	0	1,285,115	
Operation and Maintenance Expense (401-402):				
Derived	577,054		577,054	2
Total (Acct. 401-402):	577,054	0	577,054	
Depreciation Expense (403):				
Derived	183,273		183,273	3
Total (Acct. 403):	183,273	0	183,273	
Amortization Expense (404-407):				
Derived	0		0	4
Total (Acct. 404-407):	0	0	0	
Taxes (408):				
Derived	211,645		211,645	5
Total (Acct. 408):	211,645	0	211,645	
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:	313,143	0	313,143	
OTHER INCOME				
Income from Merchandising, Jobbing and Contract Work (415-416):				
Derived	1,547		1,547	8
Total (Acct. 415-416):	1,547	0	1,547	
Income from Nonutility Operations (417):				
NONE	0		0	9
Total (Acct. 417):	0	0	0	
Nonoperating Rental Income (418):				
NONE	0		0	10
Total (Acct. 418):	0	0	0	

INCOME STATEMENT ACCOUNT DETAILS

1. Report each item (when individually or when like items are combined) greater than \$10,000 (class AB), \$5,000 (class C) and \$2,000 (class D) and all other lesser amounts grouped as Miscellaneous. Describe fully using other than account titles.
 2. Nonregulated sewer income should be reported as Income from Nonutility Operations, Account 417.

Description of Item (a)	Earnings (216.1) (b)	Contributions (216.2) (c)	Total This Year (d)
OTHER INCOME			
Interest and Dividend Income (419):			
INVESTMENT INCOME	23,533	0	23,533 11
Total (Acct. 419):	23,533	0	23,533
Miscellaneous Nonoperating Income (421):			
Contributed Plant - Water	[REDACTED]	1,532,619	1,532,619 12
NON-REGULATED SEWER OPERATING INCOME	154,377	0	154,377 13
Total (Acct. 421):	154,377	1,532,619	1,686,996
TOTAL OTHER INCOME:	179,457	1,532,619	1,712,076
MISCELLANEOUS INCOME DEDUCTIONS			
Miscellaneous Amortization (425):			
Regulatory Liability (253) Amortization	(56,765)	[REDACTED]	(56,765) 14
NONE	0	0	0 15
Total (Acct. 425):	(56,765)	0	(56,765)
Other Income Deductions (426):			
Depreciation Expense on Contributed Plant - Water	[REDACTED]	71,738	71,738 16
NONE	0	0	0 17
Total (Acct. 426):	0	71,738	71,738
TOTAL MISCELLANEOUS INCOME DEDUCTIONS:	(56,765)	71,738	14,973
INTEREST CHARGES			
Interest on Long-Term Debt (427):			
Derived	0	[REDACTED]	0 18
Total (Acct. 427):	0	0	0
Amortization of Debt Discount and Expense (428):			
AMORTIZATION OF DEBT	1,155	[REDACTED]	1,155 19
Total (Acct. 428):	1,155	0	1,155
Amortization of Premium on Debt--Cr. (429):			
NONE	0	[REDACTED]	0 20
Total (Acct. 429):	0	0	0
Interest on Debt to Municipality (430):			
Derived	64,535	[REDACTED]	64,535 21
Total (Acct. 430):	64,535	0	64,535

INCOME STATEMENT ACCOUNT DETAILS

1. Report each item (when individually or when like items are combined) greater than \$10,000 (class AB), \$5,000 (class C) and \$2,000 (class D) and all other lesser amounts grouped as Miscellaneous. Describe fully using other than account titles.
 2. Nonregulated sewer income should be reported as Income from Nonutility Operations, Account 417.

Description of Item (a)	Earnings (216.1) (b)	Contributions (216.2) (c)	Total This Year (d)
INTEREST CHARGES			
Other Interest Expense (431):			
Derived	0		0 22
Total (Acct. 431):	0	0	0
Interest Charged to Construction--Cr. (432):			
NONE	0		0 23
Total (Acct. 432):	0	0	0
TOTAL INTEREST CHARGES:	65,690	0	65,690
NET INCOME:	483,675	1,460,881	1,944,556
EARNED SURPLUS			
Unappropriated Earned Surplus (Beginning of Year) (216):			
Derived	7,449,357	9,520,353	16,969,710 24
Total (Acct. 216):	7,449,357	9,520,353	16,969,710
Balance Transferred from Income (433):			
Derived	483,675	1,460,881	1,944,556 25
Total (Acct. 433):	483,675	1,460,881	1,944,556
Miscellaneous Credits to Surplus (434):			
SEWERS CIAC ADJUSTMENT	0	2,795,651	2,795,651 26
Total (Acct. 434):	0	2,795,651	2,795,651
Miscellaneous Debits to Surplus--Debit (435):			
NONE	0	0	0 27
Total (Acct. 435)--Debit:	0	0	0
Appropriations of Surplus--Debit (436):			
Detail appropriations to (from) account 215			0 28
Total (Acct. 436)--Debit:	0	0	0
Appropriations of Income to Municipal Funds--Debit (439):			
NONE	0	0	0 29
Total (Acct. 439)--Debit:	0	0	0
UNAPPROPRIATED EARNED SURPLUS (END OF YEAR):	7,933,032	13,776,885	21,709,917

INCOME FROM MERCHANDISING, JOBBING & CONTRACT WORK (ACCTS. 415-416)

Particulars (a)	Water (b)	Electric (c)	Sewer (d)	Gas (e)	Total (f)	
Revenues (account 415)	1,547				1,547	1
Costs & Expenses of Merchandising, Jobbing and Contract Work (416):						
Cost of merchandise sold					0	2
Payroll					0	3
Materials					0	4
Taxes					0	5
Other (list by major classes):						
NONE					0	6
Total costs and expenses	0	0	0	0	0	
Net income (or loss)	1,547	0	0	0	1,547	

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	1,285,115	0	0	0	1,285,115	1
Less: interdepartmental sales	0		0	0	0	2
Less: interdepartmental rents	0	0		0	0	3
Less: return on net investment in meters charged to regulated sewer department. (Do not report if nonregulated sewer.)	0				0	4
Less: uncollectibles directly expensed as reported in water acct. 904 (690 class D), sewer acct. 843, and electric acct. 904 (590 class D) -or- Net write-offs when Accumulated Provision for Uncollectible Accounts (acct. 144) is maintained					0	5
Other Increases or (Decreases) to Operating Revenues - Specify: NONE					0	6
Revenues subject to Wisconsin Remainder Assessment	1,285,115	0	0	0	1,285,115	

DISTRIBUTION OF TOTAL PAYROLL

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

Accounts Charged (a)	Direct Payroll Distribution (b)	Allocation of Amounts Charged Clearing Accts. (c)	Total (d)	
Water operating expenses	193,199		193,199	1
Electric operating expenses			0	2
Gas operating expenses			0	3
Heating operating expenses			0	4
Sewer operating expenses	296,755		296,755	5
Merchandising and jobbing			0	6
Other nonutility expenses			0	7
Water utility plant accounts			0	8
Electric utility plant accounts			0	9
Gas utility plant accounts			0	10
Heating utility plant accounts			0	11
Sewer utility plant accounts			0	12
Accum. prov. for depreciation of water plant			0	13
Accum. prov. for depreciation of electric plant			0	14
Accum. prov. for depreciation of gas plant			0	15
Accum. prov. for depreciation of heating plant			0	16
Accum. prov. for depreciation of sewer plant			0	17
Clearing accounts			0	18
All other accounts			0	19
Total Payroll	489,954	0	489,954	

FULL-TIME EMPLOYEES (FTE)

Use FTE numbers where FTE stands for full-time employees or full-time equivalency. FTE can be computed by using total hours worked/2080 hours for a fiscal year. Estimate to the nearest tenth. If an employee works part time for more than one industry then determine FTE based on estimate of hours worked per industry.

Example: An employee worked 35% of their time on electric jobs, 30% on water jobs, 20% on sewer jobs and 15% on municipal nonutility jobs. The FTE by industry would be .4 for electric, .3 for water and .2 for sewer.

Industry (a)	FTE (b)	
Water	4.2	1
Electric		2
Gas		3
Sewer	7.1	4

BALANCE SHEET

Assets and Other Debits (a)	Balance End of Year (b)	Balance First of Year (c)	
UTILITY PLANT			
Utility Plant (100)	13,803,471	12,626,751	1
Less: Accumulated Provision for Depreciation and Amortization of Utility Plant (110)	2,939,766	3,850,380	2
Net Utility Plant	10,863,705	8,776,371	
OTHER PROPERTY AND INVESTMENTS			
Nonutility Property (121)	18,674,748	15,993,417	3
Less: Accumulated Provision for Depreciation and Amortization of Nonutility Property (122)	6,395,972	8,811,744	4
Net Nonutility Property	12,278,776	7,181,673	
Investment in Municipality (123)	0	0	5
Other Investments (124)	1,297,550	2,589,416	6
Special Funds (125)	0	0	7
Total Other Property and Investments	13,576,326	9,771,089	
CURRENT AND ACCRUED ASSETS			
Cash and Working Funds (131)	78,624	(9,289)	8
Temporary Cash Investments (132)	2,751,100	2,935,355	9
Notes Receivable (141)	0	0	10
Customer Accounts Receivable (142)	186,899	182,978	11
Other Accounts Receivable (143)	302,964	291,809	12
Accumulated Provision for Uncollectible Accounts- -Cr. (144)	0	0	13
Receivables from Municipality (145)	0	0	14
Materials and Supplies (150)	6,715	5,506	15
Prepayments (165)	11,493	11,249	16
Other Current and Accrued Assets (170)		0	17
Total Current and Accrued Assets	3,337,795	3,417,608	
DEFERRED DEBITS			
Unamortized Debt Discount and Expense (181)	6,564	7,719	18
Extraordinary Property Losses (182)	0	0	19
Other Deferred Debits (183)	0	0	20
Total Deferred Debits	6,564	7,719	
Total Assets and Other Debits	27,784,390	21,972,787	

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)	2,744,854	2,744,854	21
Appropriated Earned Surplus (215)			22
Unappropriated Earned Surplus (216)	21,709,917	16,969,710	23
Total Proprietary Capital	24,454,771	19,714,564	
LONG-TERM DEBT			
Bonds (221)	0	0	24
Advances from Municipality (223)	1,924,150	1,803,937	25
Other Long-Term Debt (224)	9,618	9,952	26
Total Long-Term Debt	1,933,768	1,813,889	
CURRENT AND ACCRUED LIABILITIES			
Notes Payable (231)	0	0	27
Accounts Payable (232)	165,587	214,245	28
Payables to Municipality (233)	0	82,498	29
Customer Deposits (235)			30
Taxes Accrued (236)	0	0	31
Interest Accrued (237)	18,353	20,624	32
Other Current and Accrued Liabilities (238)	92,297	87,659	33
Total Current and Accrued Liabilities	276,237	405,026	
DEFERRED CREDITS			
Unamortized Premium on Debt (251)	0	0	34
Customer Advances for Construction (252)			35
Other Deferred Credits (253)	1,119,614	39,308	36
Total Deferred Credits	1,119,614	39,308	
OPERATING RESERVES			
Property Insurance Reserve (261)			37
Injuries and Damages Reserve (262)			38
Pensions and Benefits Reserve (263)			39
Miscellaneous Operating Reserves (265)			40
Total Operating Reserves	0	0	
Total Liabilities and Other Credits	27,784,390	21,972,787	

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	12,626,751	0	0	0	1
<i>(Should agree with Util. Plant Jan. 1 in Property Tax Equivalent Schedule)</i>					
Plant Accounts:					
Utility Plant in Service - Financed by Utility Operations or by the Municipality (101.1)	7,632,620	0	0	0	2
Utility Plant in Service - Contributed Plant (101.2)	6,170,851	0	0	0	3
Utility Plant Purchased or Sold (102)					4
Utility Plant in Process of Reclassification (103)					5
Utility Plant Leased to Others (104)					6
Property Held for Future Use (105)					7
Completed Construction not Classified (106)					8
Construction Work in Progress (107)					9
Utility Plant Acquisition Adjustments (108)					10
Other Utility Plant Adjustments (109)					11
Total Utility Plant	13,803,471	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)	1,664,118	0	0	0	12
Accumulated Provision for Depreciation of Utility Plant in Service - Contributed Plant (110.2)	1,275,648	0	0	0	13
Total Accumulated Provision	2,939,766	0	0	0	
Net Utility Plant	10,863,705	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)	2,646,470				2,646,470	1
Credits During Year						2
Accruals:						3
Charged depreciation expense (403)	183,273				183,273	4
Depreciation expense on meters						5
charged to sewer (see Note 3)	12,319				12,319	6
Accruals charged other						7
accounts (specify):						8
					0	9
Salvage					0	10
Other credits (specify):						11
					0	12
					0	13
					0	14
					0	15
Total credits	195,592	0	0	0	195,592	16
Debits during year						17
Book cost of plant retired	42,644				42,644	18
Cost of removal					0	19
Other debits (specify):						20
Est Reg Liab(253): Docket 05-US-10€	1,135,300				1,135,300	21
					0	22
					0	23
					0	24
Total debits	1,177,944	0	0	0	1,177,944	25
Balance end of year (110.1)	1,664,118	0	0	0	1,664,118	26
Composite Depreciation Rate?	No					27
If yes, what is the rate?						28

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

Depreciation Accruals (Credits) during the year (110.1):

1. Report the amounts charged in the operating sections to Depreciation Expense (403).
2. If sewer operations are nonregulated, do not report sewer depreciation on this schedule.
3. Report the Depreciation Expense on Meters charged to sewer operations as an addition in the Water column.
If the sewer is also a regulated utility by the PSC, report an equal amount as a reduction in the Sewer column.
4. Report all other accruals charged to other accounts, such as to clearing accounts.

Particulars (a)	Water (b)	(c)	(d)	(e)	Total (f)	
Balance first of year (110.1)	1,203,910				1,203,910	1
Credits During Year						2
Accruals:						3
Charged depreciation expense (426)	71,738				71,738	4
Depreciation expense on meters						5
charged to sewer (see Note 3)					0	6
Accruals charged other						7
accounts (specify):						8
					0	9
Salvage					0	10
Other credits (specify):						11
					0	12
					0	13
					0	14
					0	15
Total credits	71,738	0	0	0	71,738	16
Debits during year						17
Book cost of plant retired	0				0	18
Cost of removal					0	19
Other debits (specify):						20
					0	21
					0	22
					0	23
					0	24
Total debits	0	0	0	0	0	25
Balance end of year (110.1)	1,275,648	0	0	0	1,275,648	26
Composite Depreciation Rate?	No					27
If yes, what is the rate?						28

NET NONUTILITY PROPERTY (ACCTS. 121 & 122)

1. Report separately each item of property with a book cost of \$5,000 or more included in account 121.
2. Other items may be grouped by classes of property.
3. Describe in detail any investment in sewer department carried in this account.

Description (a)	Balance First of Year (b)	Additions During Year (c)	Deductions During Year (d)	Balance End of Year (e)	
Nonregulated sewer plant	15,906,172	2,258,463	34,666	18,129,969	1
Other (specify):					
Construction Work In-Progress	87,245	457,534		544,779	2
Total Nonutility Property (121)	15,993,417	2,715,997	34,666	18,674,748	
Less accum. prov. depr. & amort. (122)	8,811,744	414,545	2,830,317	6,395,972	3
Net Nonutility Property	7,181,673	2,301,452	(2,795,651)	12,278,776	

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

Particulars (a)	Amount (b)	
Balance first of year	0	1
Additions:		
Provision for uncollectibles during year		2
Collection of accounts previously written off: Utility Customers		3
Collection of accounts previously written off: Others		4
Total Additions	0	
Deductions:		
Accounts written off during the year: Utility Customers		5
Accounts written off during the year: Others		6
Total accounts written off	0	
Balance end of year	0	

MATERIALS AND SUPPLIES

Account (a)	Generation (b)	Transmission (c)	Distribution (d)	Other (e)	Total End of Year (f)	Amount Prior Year (g)
Electric Utility						
Fuel for generation					0	0
Other					0	0
Total Electric Utility					0	0

Account	Total End of Year	Amount Prior Year
Electric utility total	0	0
Water utility	6,715	5,506
Sewer utility		0
Gas utility		0
Merchandise		0
Other materials & supplies		0
Total Materials and Supplies	6,715	5,506

**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)				
1997 Advance from Municipality	1,155	428	2,453	1
2002 PROMISSORY NOTES	0	428	4,111	2
Total			6,564	
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	2,744,854	1
Changes during year (explain):		
NONE		2
Balance end of year	<u><u>2,744,854</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)
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NONE

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. DEBT	10/09/2002	03/15/2012	5.25%	30,500	1
1997 General Obligation Debt	10/01/1997	10/01/2010	4.35%	437,857	2
2002 PROMISSORY NOTES	12/01/2003	12/01/2012	2.85%	558,424	3
STATE TRUST FUND LOAN	12/02/2004	06/15/2009	3.00%	301,299	4
2002 GENERAL OBLIGATION DEBT	05/22/2002	03/15/2012	5.25%	596,070	5
Total for Account 223				1,924,150	
Other Long-Term Debt (224)					
1999 TOWER DEBT	10/21/1998	10/21/2008	0.00%	9,618	6
Total for Account 224				9,618	

TAXES ACCRUED (ACCT. 236)

Particulars (a)	Amount (b)	
Balance first of year	0	1
Accruals:		
Charged water department expense	211,645	2
Charged electric department expense		3
Charged sewer department expense	4,497	4
Other (explain):		
NONE		5
Total Accruals and other credits	216,142	
Taxes paid during year:		
County, state and local taxes	209,235	6
Social Security taxes	5,262	7
PSC Remainder Assessment	1,645	8
Other (explain):		
NONE		9
Total payments and other debits	216,142	
Balance end of year	0	

INTEREST ACCRUED (ACCT. 237)

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

Description of Issue (a)	Interest Accrued Balance First of Year (b)	Interest Accrued During Year (c)	Interest Paid During Year (d)	Interest Accrued Balance End of Year (e)	
Bonds (221)					
NONE	0			0	1
Subtotal	0	0	0	0	
Advances from Municipality (223)					
1997 General Obligation Debt	1,952	23,193	23,421	1,724	2
1997 G.O. DEBT	0			0	3
2002 G.O. DEBT	1,223	1,347	1,776	794	4
2002 GENERAL OBLIGATION DEBT	15,593	17,894	19,330	14,157	5
2002 PROMISSORY NOTES	1,856	22,101	22,279	1,678	6
Subtotal	20,624	64,535	66,806	18,353	
Other Long-Term Debt (224)					
NONE	0			0	7
Subtotal	0	0	0	0	
Notes Payable (231)					
NONE	0			0	8
Subtotal	0	0	0	0	
Total	20,624	64,535	66,806	18,353	

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):		
DNR EQUIPMENT REPLACEMENT FUND	981,500	2
CAPITAL PROJECTS DEBT PAYRMENT ALLOCATION	23,532	3
WATER/SEWER REPLACEMENT ALLOCATION	292,518	4
Total (Acct. 124):	1,297,550	
Special Funds (125):		
NONE		5
Total (Acct. 125):	0	
Notes Receivable (141):		
NONE		6
Total (Acct. 141):	0	
Customer Accounts Receivable (142):		
Water	186,899	7
Electric		8
Sewer (Regulated)		9
Other (specify):		
NONE		10
Total (Acct. 142):	186,899	
Other Accounts Receivable (143):		
Sewer (Non-regulated)	278,988	11
Merchandising, jobbing and contract work		12
Other (specify):		
SLUDGE HAULER RECEIVABLE	23,976	13
Total (Acct. 143):	302,964	
Receivables from Municipality (145):		
NONE		14
Total (Acct. 145):	0	
Prepayments (165):		
PREPAID INSURANCE	11,493	15
Total (Acct. 165):	11,493	
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)	
Other Deferred Debits (183):		
NONE	17	
Total (Acct. 183):	0	
Payables to Municipality (233):		
NONE	18	
Total (Acct. 233):	0	
Other Deferred Credits (253):		
Regulatory Liability	1,078,535	19
DEFERRED REVENUES - SECURITY DEPOSITS	4,800	20
ACCRUED COMPENSATED ABSENCES	36,279	21
Total (Acct. 253):	1,119,614	

RETURN ON RATE BASE COMPUTATION

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

Average Rate Base (a)	Water (b)	Electric (c)	Sewer (d)	Gas (e)	Total (f)	
Add Average:						
Utility Plant in Service (101.1)	7,279,127	0	0	0	7,279,127	1
Materials and Supplies	6,110	0	0	0	6,110	2
Other (specify):						
NONE					0	3
Less Average:						
Reserve for Depreciation (110.1)	2,155,294	0	0	0	2,155,294	4
Customer Advances for Construction					0	5
Regulatory Liability	539,267	0	0	0	539,267	6
ADJUST REGULATORY LIABILITY	567,651				567,651	7
Average Net Rate Base	4,023,025	0	0	0	4,023,025	
Net Operating Income	313,143	0	0	0	313,143	8
Net Operating Income as a percent of						
Average Net Rate Base	7.78%	N/A	N/A	N/A	7.78%	

IMPORTANT CHANGES DURING THE YEAR

Report changes of any of the following types:

NONE

**REGULATORY LIABILITY - PRE-2003 HISTORICAL
ACCUMULATED DEPRECIATION ON CONTRIBUTED UTILITY
PLANT (253)**

Particulars (a)	Water (b)	Electric (c)	Sewer (d)	Gas (e)	Total (f)	
Balance First of Year					0	1
Add credits during year:						
Establish Regulatory Liability 1/1/04	1,135,300	0	0	0	1,135,300	2
Other (specify):						
NONE					0	3
Deduct charges:						
Miscellaneous Amortization (425)	56,765				56,765	4
Other (specify):						
NONE					0	5
Balance End of Year	1,078,535	0	0	0	1,078,535	

FINANCIAL SECTION FOOTNOTES

Notes Payable & Miscellaneous Long-Term Debt (Page F-16)

General footnotes

1999 Town Debt is the amount the Water Utility owes for the land the Tower is located on. This agreement included non-interest terms.

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

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

Done

Signature Page (Page ii)

General footnotes

ACCOUNTANTS' COMPILATION REPORT

Grafton Water and Wastewater Utility
Grafton, Wisconsin

We have compiled the financial information in the accompanying Municipal Utility Annual Report (prescribed form) of the Grafton Water and Wastewater Utility as of December 31, 2004, and for the year then ended in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. We also have compiled the supplementary information presented in the Municipal Utility Annual Report.

Our compilation is limited to presenting in the form prescribed by the Public Service Commission of Wisconsin information that is the representation of management. We have not audited or reviewed the financial statements and supplementary information referred to above, and accordingly, do not express an opinion or any other form of assurance on them. This financial information was compiled by us from financial statements for the same period that we previously audited, as indicated in our report March 4, 2005.

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

KERBER, ROSE & ASSOCIATES, S.C.
March 21, 2005

WATER OPERATING REVENUES & EXPENSES

Particulars (a)	This Year (b)	Last Year (c)	
Operating Revenues			
Sales of Water			
Sales of Water (460-467)	1,203,816	1,203,466	1
Total Sales of Water	1,203,816	1,203,466	
Other Operating Revenues			
Forfeited Discounts (470)	4,869	3,791	2
Miscellaneous Service Revenues (471)	0	0	3
Rents from Water Property (472)	59,508	59,156	4
Interdepartmental Rents (473)	0	0	5
Other Water Revenues (474)	16,922	13,607	6
Total Other Operating Revenues	81,299	76,554	
Total Operating Revenues	1,285,115	1,280,020	
Operation and Maintenance Expenses			
Source of Supply Expenses (600-605)	10,147	13,738	7
Pumping Expenses (620-625)	118,323	110,102	8
Water Treatment Expenses (630-635)	44,221	30,275	9
Transmission and Distribution Expenses (640-655)	117,961	178,604	10
Customer Accounts Expenses (901-904)	38,500	41,015	11
Sales Expenses (910)	0	0	12
Administrative and General Expenses (920-935)	247,902	215,224	13
Total Operation and Maintenance Expenses	577,054	588,958	
Other Operating Expenses			
Depreciation Expense (403)	183,273	174,392	14
Amortization Expense (404-407)		0	15
Taxes (408)	211,645	216,344	16
Total Other Operating Expenses	394,918	390,736	
Total Operating Expenses	971,972	979,694	
NET OPERATING INCOME	313,143	300,326	

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	26	2,896	8,321	2
Industrial				3
Total Unmetered Sales to General Customers (460)	26	2,896	8,321	
Metered Sales to General Customers (461)				
Residential	4,138	243,943	682,679	4
Commercial	221	65,255	129,923	5
Industrial	69	63,727	100,112	6
Total Metered Sales to General Customers (461)	4,428	372,925	912,714	
Private Fire Protection Service (462)	60		25,613	7
Public Fire Protection Service (463)	1		238,391	8
Other Sales to Public Authorities (464)	25	7,789	18,777	9
Sales to Irrigation Customers (465)				10
Sales for Resale (466)		0	0	11
Interdepartmental Sales (467)				12
Total Sales of Water	4,540	383,610	1,203,816	

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)	238,391	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)	238,391	
Forfeited Discounts (470):		
Customer late payment charges	4,869	5
Other (specify): NONE		6
Total Forfeited Discounts (470)	4,869	
Miscellaneous Service Revenues (471):		
NONE		7
Total Miscellaneous Service Revenues (471)	0	
Rents from Water Property (472):		
ANTENNA LEASE ON WATER TOWER	59,508	8
Total Rents from Water Property (472)	59,508	
Interdepartmental Rents (473):		
NONE		9
Total Interdepartmental Rents (473)	0	
Other Water Revenues (474):		
Return on net investment in meters charged to sewer department	12,283	10
Other (specify): MISCELLANEOUS	4,639	11
Total Other Water Revenues (474)	16,922	

WATER OPERATION & MAINTENANCE EXPENSES

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

Particulars (a)	This Year (b)	Last Year (c)	
SOURCE OF SUPPLY EXPENSES			
Operation Labor (600)	10,147	13,733	1
Purchased Water (601)		0	2
Operation Supplies and Expenses (602)		0	3
Maintenance of Water Source Plant (605)		5	4
Total Source of Supply Expenses	10,147	13,738	
PUMPING EXPENSES			
Operation Labor (620)	32,265	32,584	5
Fuel for Power Production (621)		0	6
Fuel or Power Purchased for Pumping (622)	67,898	67,676	7
Operation Supplies and Expenses (623)	2,940	2,940	8
Maintenance of Pumping Plant (625)	15,220	6,902	9
Total Pumping Expenses	118,323	110,102	
WATER TREATMENT EXPENSES			
Operation Labor (630)	13,040	10,972	10
Chemicals (631)	17,908	16,899	11
Operation Supplies and Expenses (632)	1,362	624	12
Maintenance of Water Treatment Plant (635)	11,911	1,780	13
Total Water Treatment Expenses	44,221	30,275	
TRANSMISSION AND DISTRIBUTION EXPENSES			
Operation Labor (640)	22,206	22,754	14
Operation Supplies and Expenses (641)	20,501	21,494	15
Maintenance of Distribution Reservoirs and Standpipes (650)	7,130	5,666	16
Maintenance of Mains (651)	17,981	74,192	17
Maintenance of Services (652)	28,911	27,080	18
Maintenance of Meters (653)	13,035	13,321	19
Maintenance of Hydrants (654)	8,197	14,097	20
Maintenance of Other Plant (655)		0	21
Total Transmission and Distribution Expenses	117,961	178,604	

WATER OPERATION & MAINTENANCE EXPENSES

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

Particulars (a)	This Year (b)	Last Year (c)	
CUSTOMER ACCOUNTS EXPENSES			
Meter Reading Labor (901)	6,900	5,728	22
Accounting and Collecting Labor (902)	28,001	31,549	23
Supplies and Expenses (903)	3,599	3,738	24
Uncollectible Accounts (904)		0	25
Total Customer Accounts Expenses	38,500	41,015	
SALES EXPENSES			
Sales Expenses (910)		0	26
Total Sales Expenses	0	0	
ADMINISTRATIVE AND GENERAL EXPENSES			
Administrative and General Salaries (920)	91,727	81,728	27
Office Supplies and Expenses (921)	7,362	6,855	28
Administrative Expenses Transferred--Credit (922)		0	29
Outside Services Employed (923)	46,495	34,154	30
Property Insurance (924)	10,083	14,805	31
Injuries and Damages (925)	7,719	8,169	32
Employee Pensions and Benefits (926)	66,996	49,326	33
Regulatory Commission Expenses (928)	0	2,360	34
Miscellaneous General Expenses (930)	2,262	4,617	35
Transportation Expenses (933)	8,278	7,106	36
Maintenance of General Plant (935)	6,980	6,104	37
Total Administrative and General Expenses	247,902	215,224	
Total Operation and Maintenance Expenses	577,054	588,958	

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	PSC PERSCRIBED FORMULA	209,235	210,898	1
Less: Local and School Tax Equivalent on Meters Charged to Sewer Department	CALCULATION	4,497	4,246	2
Net property tax equivalent		204,738	206,652	
Social Security	BASED ON ACTUAL PAYROLL	5,262	8,441	3
PSC Remainder Assessment	BASED ON OPERATING REVENUES	1,645	1,251	4
Other (specify): NONE			0	5
Total tax expense		211,645	216,344	

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			Ozaukee				1
SUMMARY OF TAX RATES							2
State tax rate	mills		0.210090				3
County tax rate	mills		1.923950				4
Local tax rate	mills		6.800560				5
School tax rate	mills		11.591420				6
Voc. school tax rate	mills		2.036800				7
Other tax rate - Local	mills		0.000000				8
Other tax rate - Non-Local	mills		0.000000				9
Total tax rate	mills		22.562820				10
Less: state credit	mills		1.509080				11
Net tax rate	mills		21.053740				12
PROPERTY TAX EQUIVALENT CALCULATION							13
Local Tax Rate	mills		6.800560				14
Combined School Tax Rate	mills		13.628220				15
Other Tax Rate - Local	mills		0.000000				16
Total Local & School Tax	mills		20.428780				17
Total Tax Rate	mills		22.562820				18
Ratio of Local and School Tax to Total	dec.		0.905418				19
Total tax net of state credit	mills		21.053740				20
Net Local and School Tax Rate	mills		19.062432				21
Utility Plant, Jan. 1	\$	12,626,751	12,626,751				22
Materials & Supplies	\$	5,506	5,506				23
Subtotal	\$	12,632,257	12,632,257				24
Less: Plant Outside Limits	\$	1,089,212	1,089,212				25
Taxable Assets	\$	11,543,045	11,543,045				26
Assessment Ratio	dec.		0.950900				27
Assessed Value	\$	10,976,281	10,976,281				28
Net Local & School Rate	mills		19.062432				29
Tax Equiv. Computed for Current Year	\$	209,235	209,235				30
Tax Equivalent per 1994 PSC Report	\$	147,252					31
Any lower tax equivalent as authorized by municipality (see note 6)	\$						32 33
Tax equiv. for current year (see note 6)	\$	209,235					34

WATER UTILITY PLANT IN SERVICE --Plant Financed by Utility or Municipality--

1. All adjustments, corrections and reclassifications (including to/from plant financed by contributions) should be reported in Column (f), Adjustments.
2. Explain fully as a schedule footnote the nature of all entries reported in Column (f), Adjustments.
3. Explain as a schedule footnote the dollar additions and retirements reported in Columns (c) and (e) for each account over \$50,000. If applicable, provide construction authorization.
4. Use only the account titles listed. If the utility has subaccounts other than accounts 372.1 and 397.1, combine them into one total and detail by subaccount as a schedule footnote.

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	
INTANGIBLE PLANT			
Organization (301)	0		1
Franchises and Consents (302)	0		2
Miscellaneous Intangible Plant (303)	0		3
Total Intangible Plant	0	0	
SOURCE OF SUPPLY PLANT			
Land and Land Rights (310)	28,994		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)	204,821		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	233,815	0	
PUMPING PLANT			
Land and Land Rights (320)	0		12
Structures and Improvements (321)	516,882		13
Boiler Plant Equipment (322)	0		14
Other Power Production Equipment (323)	0		15
Steam Pumping Equipment (324)	0		16
Electric Pumping Equipment (325)	365,231		17
Diesel Pumping Equipment (326)	0		18
Hydraulic Pumping Equipment (327)	0		19
Other Pumping Equipment (328)	0		20
Total Pumping Plant	882,113	0	
WATER TREATMENT PLANT			
Land and Land Rights (330)	0		21
Structures and Improvements (331)	192,804	35,634	22
Water Treatment Equipment (332)	473,099		23
Total Water Treatment Plant	665,903	35,634	

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)			28,994	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)			204,821	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	233,815	
PUMPING PLANT				
Land and Land Rights (320)			0	12
Structures and Improvements (321)			516,882	13
Boiler Plant Equipment (322)			0	14
Other Power Production Equipment (323)			0	15
Steam Pumping Equipment (324)			0	16
Electric Pumping Equipment (325)			365,231	17
Diesel Pumping Equipment (326)			0	18
Hydraulic Pumping Equipment (327)			0	19
Other Pumping Equipment (328)			0	20
Total Pumping Plant	0	0	882,113	
WATER TREATMENT PLANT				
Land and Land Rights (330)			0	21
Structures and Improvements (331)			228,438	22
Water Treatment Equipment (332)			473,099	23
Total Water Treatment Plant	0	0	701,537	

WATER UTILITY PLANT IN SERVICE --Plant Financed by Utility or Municipality--

1. All adjustments, corrections and reclassifications (including to/from plant financed by contributions) should be reported in Column (f), Adjustments.
2. Explain fully as a schedule footnote the nature of all entries reported in Column (f), Adjustments.
3. Explain as a schedule footnote the dollar additions and retirements reported in Columns (c) and (e) for each account over \$50,000. If applicable, provide construction authorization.
4. Use only the account titles listed. If the utility has subaccounts other than accounts 372.1 and 397.1, combine them into one total and detail by subaccount as a schedule footnote.

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	
TRANSMISSION AND DISTRIBUTION PLANT			
Land and Land Rights (340)	13,539		24
Structures and Improvements (341)	0		25
Distribution Reservoirs and Standpipes (342)	276,034		26
Transmission and Distribution Mains (343)	2,996,245	418,607	27
Fire Mains (344)	0		28
Services (345)	584,696	145,451	29
Meters (346)	472,461	36,683	30
Hydrants (348)	336,203	67,388	31
Other Transmission and Distribution Plant (349)	0		32
Total Transmission and Distribution Plant	4,679,178	668,129	
GENERAL PLANT			
Land and Land Rights (389)	0		33
Structures and Improvements (390)	169,734		34
Office Furniture and Equipment (391)	33,793	707	35
Computer Equipment (391.1)	136,915	18,550	36
Transportation Equipment (392)	64,616	14,633	37
Stores Equipment (393)	0		38
Tools, Shop and Garage Equipment (394)	6,508		39
Laboratory Equipment (395)	2,832		40
Power Operated Equipment (396)	2,750		41
Communication Equipment (397)	24,090	6,350	42
SCADA Equipment (397.1)	7,655		43
Miscellaneous Equipment (398)	15,733	5,626	44
Other Tangible Property (399)	0		45
Total General Plant	464,626	45,866	
Total utility plant in service directly assignable	6,925,635	749,629	
Common Utility Plant Allocated to Water Department	0		46
Total utility plant in service	6,925,635	749,629	

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)			13,539 24
Structures and Improvements (341)			0 25
Distribution Reservoirs and Standpipes (342)			276,034 26
Transmission and Distribution Mains (343)	6,382		3,408,470 27
Fire Mains (344)			0 28
Services (345)	2,459		727,688 29
Meters (346)	1,946		507,198 30
Hydrants (348)	2,847		400,744 31
Other Transmission and Distribution Plant (349)			0 32
Total Transmission and Distribution Plant	13,634	0	5,333,673
GENERAL PLANT			
Land and Land Rights (389)			0 33
Structures and Improvements (390)			169,734 34
Office Furniture and Equipment (391)			34,500 35
Computer Equipment (391.1)	16,575		138,890 36
Transportation Equipment (392)	9,110		70,139 37
Stores Equipment (393)			0 38
Tools, Shop and Garage Equipment (394)			6,508 39
Laboratory Equipment (395)			2,832 40
Power Operated Equipment (396)			2,750 41
Communication Equipment (397)	2,000		28,440 42
SCADA Equipment (397.1)			7,655 43
Miscellaneous Equipment (398)	1,325		20,034 44
Other Tangible Property (399)			0 45
Total General Plant	29,010	0	481,482
Total utility plant in service directly assignable	42,644	0	7,632,620
Common Utility Plant Allocated to Water Department			0 46
Total utility plant in service	42,644	0	7,632,620

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

1. All adjustments, corrections and reclassifications (including to/from plant financed by contributions) should be reported in Column (f), Adjustments.
2. Explain fully as a schedule footnote the nature of all entries reported in Column (f), Adjustments.
3. Explain as a schedule footnote the dollar additions and retirements reported in Columns (c) and (e) for each account over \$50,000. If applicable, provide construction authorization.
4. Use only the account titles listed. If the utility has subaccounts other than accounts 372.1 and 397.1, combine them into one total and detail by subaccount as a schedule footnote.

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

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

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

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

1. All adjustments, corrections and reclassifications (including to/from plant financed by contributions) should be reported in Column (f), Adjustments.
2. Explain fully as a schedule footnote the nature of all entries reported in Column (f), Adjustments.
3. Explain as a schedule footnote the dollar additions and retirements reported in Columns (c) and (e) for each account over \$50,000. If applicable, provide construction authorization.
4. Use only the account titles listed. If the utility has subaccounts other than accounts 372.1 and 397.1, combine them into one total and detail by subaccount as a schedule footnote.

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	
TRANSMISSION AND DISTRIBUTION PLANT			
Land and Land Rights (340)	0		24
Structures and Improvements (341)	0		25
Distribution Reservoirs and Standpipes (342)	384,825		26
Transmission and Distribution Mains (343)	4,068,668	314,896	27
Fire Mains (344)	0		28
Services (345)	785,209	103,067	29
Meters (346)	0		30
Hydrants (348)	460,770	53,416	31
Other Transmission and Distribution Plant (349)	0		32
Total Transmission and Distribution Plant	5,699,472	471,379	
GENERAL PLANT			
Land and Land Rights (389)	0		33
Structures and Improvements (390)	0		34
Office Furniture and Equipment (391)	0		35
Computer Equipment (391.1)	0		36
Transportation Equipment (392)	0		37
Stores Equipment (393)	0		38
Tools, Shop and Garage Equipment (394)	0		39
Laboratory Equipment (395)	0		40
Power Operated Equipment (396)	0		41
Communication Equipment (397)	0		42
SCADA Equipment (397.1)	0		43
Miscellaneous Equipment (398)	0		44
Other Tangible Property (399)	0		45
Total General Plant	0	0	
Total utility plant in service directly assignable	5,699,472	471,379	
Common Utility Plant Allocated to Water Department	0		46
Total utility plant in service	5,699,472	471,379	

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)			384,825 26
Transmission and Distribution Mains (343)			4,383,564 27
Fire Mains (344)			0 28
Services (345)			888,276 29
Meters (346)			0 30
Hydrants (348)			514,186 31
Other Transmission and Distribution Plant (349)			0 32
Total Transmission and Distribution Plant	0	0	6,170,851
GENERAL PLANT			
Land and Land Rights (389)			0 33
Structures and Improvements (390)			0 34
Office Furniture and Equipment (391)			0 35
Computer Equipment (391.1)			0 36
Transportation Equipment (392)			0 37
Stores Equipment (393)			0 38
Tools, Shop and Garage Equipment (394)			0 39
Laboratory Equipment (395)			0 40
Power Operated Equipment (396)			0 41
Communication Equipment (397)			0 42
SCADA Equipment (397.1)			0 43
Miscellaneous Equipment (398)			0 44
Other Tangible Property (399)			0 45
Total General Plant	0	0	0
Total utility plant in service directly assignable	0	0	6,170,851
Common Utility Plant Allocated to Water Department			0 46
Total utility plant in service	0	0	6,170,851

SOURCE OF SUPPLY, PUMPING AND PURCHASED WATER STATISTICS

Expanded definitions of the three types of accounted-for water reported on this schedule are included in the schedule Help and in the Reference Manual Schedule Reference Sheet.

Sources of Water Supply					
Month	Purchased Water Gallons (000's)	Surface Water Gallons (000's)	Ground Water Gallons (000's)	Total Gallons All Methods (000's)	
(a)	(b)	(c)	(d)	(e)	
January			41,050	41,050	1
February			41,035	41,035	2
March			43,245	43,245	3
April			41,808	41,808	4
May			41,835	41,835	5
June			44,173	44,173	6
July			49,449	49,449	7
August			47,963	47,963	8
September			50,677	50,677	9
October			40,460	40,460	10
November			35,945	35,945	11
December			37,302	37,302	12
Total annual pumpage	0	0	514,942	514,942	
Less: Water sold				383,610	13
Volume pumped but not sold				131,332	14
Volume sold as a percent of volume pumped				74%	15
Volume used for water production, water quality and system maintenance				7,510	16
Volume related to equipment/system malfunction					17
Non-utility volume NOT included in water sales					18
Total volume not sold but accounted for				7,510	19
Volume pumped but unaccounted for				123,822	20
Percent of water lost				24%	21
If more than 25%, indicate causes:					22
If more than 25%, state what action has been taken to reduce water loss:					23
Water Audit & Leak Detection work to be performed in 2005.					
Maximum gallons pumped by all methods in any one day during reporting year (000 gal.)				2,138	24
Date of maximum: 9/26/2004					25
Cause of maximum:					26
Dry Weather, Summer Sprinkling					
Minimum gallons pumped by all methods in any one day during reporting year (000 gal.)				869	27
Date of minimum: 11/20/2004					28
Total KWH used for pumping for the year				937,998	29
If water is purchased: Vendor Name:					30
Point of Delivery:					31

SOURCES OF WATER SUPPLY - GROUND WATERS

Location (a)	Identification Number (b)	Depth in feet (c)	Well Diameter in inches (d)	Yield Per Day in gallons (e)	Currently In Service? (f)	
WELL #2 - 906 FALLS STREET	2	518	12	488,740	Yes	1
WELL #3 - 1980 WASHINGTON ST.	3	1,100	12	683,400	Yes	2
WELL #4 - 438 9TH AVENUE	4	496	19	399,760	Yes	3
WELL #5 - 1501 1ST AVENUE	5	578	19	817,800	Yes	4
WELL #6 - 215 OAK STREET	6	578	19	1,409,520	Yes	5
WELL #7 - 1473 FALLS ROAD	7	567	15	1,055,400	Yes	6
WELL #1 - 915 NORTH STREET	Abandoned 9/00	0	0	0	No	7

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 #2	WELL #3	WELL #4	1
Location	906 FALLS STREET	1980 WASHINGTON STREET	438 9TH AVENUE	2
Purpose	P	P	P	3
Destination	D	D	T	4
Pump Manufacturer	AMERICAN	LAYNE	LAYNE	5
Year Installed	1997	1996	2004	6
Type	VERTICAL TURBINE	VERTICAL TURBINE	VERTICAL TURBINE	7
Actual Capacity (gpm)	339	475	555	8
Pump Motor or Standby Engine Mfr	U.S. MOTOR	GENERAL ELECTRIC	U.S. MOTOR	9 10
Year Installed	1972	1996	2004	11
Type	ELECTRIC	ELECTRIC	ELECTRIC	12
Horsepower	40	60	65	13

Particulars (a)	Unit D (b)	Unit E (c)	Unit F (d)	
Identification	WELL #4 BOOSTER	WELL #5	WELL #5 BOOSTER	14
Location	438 9TH AVENUE	1501 1ST AVENUE	1501 1ST AVENUE	15
Purpose	B	P	B	16
Destination	D	T	D	17
Pump Manufacturer	LAYNE	LAYNE	LAYNE	18
Year Installed	1991	1991	1991	19
Type	CENTRIFUGAL	VERTICAL TURBINE	CENTRIFUGAL	20
Actual Capacity (gpm)	540	568	600	21
Pump Motor or Standby Engine Mfr	U.S. MOTOR	U.S. MOTOR	U.S. MOTOR	22 23
Year Installed	1991	2002	1991	24
Type	ELECTRIC	ELECTRIC	ELECTRIC	25
Horsepower	40	50	25	26

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 #6	WELL #7	ZONE TRANSFER STATION	1
Location	215 OAK STREET	1473 FALLS ROAD	915 NORTH STREET	2
Purpose	P	P	P B	3
Destination	D	D	D	4
Pump Manufacturer	LAYNE	LAYNE	AURORA PUMP	5
Year Installed	1974	1993	2001	6
Type	VERTICAL TURBINE	VERTICAL TURBINE	OTHER	7
Actual Capacity (gpm)	979	733	1,000	8
Pump Motor or Standby Engine Mfr	US ELECTRIC MOTOR	GENERAL ELECTRIC	U.S. ELECTRICAL	9 10
Year Installed	2003	1993	2001	11
Type	ELECTRIC	ELECTRIC	ELECTRIC	12
Horsepower	100	75	20	13

Particulars (a)	Unit D (b)	Unit E (c)	Unit F (d)	
Identification				14
Location				15
Purpose				16
Destination				17
Pump Manufacturer				18
Year Installed				19
Type				20
Actual Capacity (gpm)				21
Pump Motor or Standby Engine Mfr				22 23
Year Installed				24
Type				25
Horsepower				26

RESERVOIRS, STANDPIPES & WATER TREATMENT

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

Particulars (a)	Unit A (b)	Unit B (c)	Unit C (d)	
Identification number or name	TOWER #1	TOWER #2	TOWER #3	1
RESERVOIRS, STANDPIPES OR ELEVATED TANKS				2
Type: R (reservoir), S (standpipe) or ET (elevated tank)	ET	ET	ET	3
Year constructed	1960	1968	1999	4
Primary material (earthen, steel, concrete, other)	STEEL	STEEL	STEEL	5
Elevation difference in feet (See Headnote 3.)	140	112	120	6
Total capacity in gallons (actual)	200,000	300,000	300,000	7
WATER TREATMENT PLANT				8
Disinfection, type of equipment (gas, liquid, powder, other)				9
Points of application (wellhouse, central facilities, booster station, other)				10
Filters, type (gravity, pressure, other, none)				11
Rated capacity of filter plant (m.g.d.) (note: 1,200,000 gal/day = 1.2 m.g.d.)				12
Is a corrosion control chemical used (yes, no)?				13
Is water fluoridated (yes, no)?				14

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	WELL #4 RESERVOIR	WELL #5 RESERVOIR	1
RESERVOIRS, STANDPIPES OR ELEVATED TANKS			2
Type: R (reservoir), S (standpipe) or ET (elevated tank)	R	R	3
Year constructed	1991	1991	4
Primary material (earthen, steel, concrete, other)	CONCRETE	CONCRETE	5
Elevation difference in feet (See Headnote 3.)	0	0	6
Total capacity in gallons (actual)	23,000	23,000	7
WATER TREATMENT PLANT			8
Disinfection, type of equipment (gas, liquid, powder, other)	LIQUID	LIQUID	9
Points of application (wellhouse, central facilities, booster station, other)	BOOSTER STATION	BOOSTER STATION	10
Filters, type (gravity, pressure, other, none)	NONE	NONE	11
Rated capacity of filter plant (m.g.d.) (note: 1,200,000 gal/day = 1.2 m.g.d.)	0.8060	0.8060	12
Is a corrosion control chemical used (yes, no)?	Y	Y	13
Is water fluoridated (yes, no)?	Y	Y	14

WATER MAINS

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

Pipe Material (a)	Main Function (b)	Diameter in Inches (c)	Number of Feet				Adjustments Increase or (Decrease) (g)	End of Year (h)	
			First of Year (d)	Added During Year (e)	Retired During Year (f)				
M	D	4.000	2,916	0	1,232	0	1,684	1	
M	D	6.000	105,846	0	0	0	105,846	2	
P	D	6.000	4,046	218	3,683	0	581	3	
M	D	8.000	57,992	0	0	0	57,992	4	
P	D	8.000	72,267	11,836	0	0	84,103	5	
M	D	10.000	8,227	0	0	0	8,227	6	
P	D	10.000	3,184	0	0	0	3,184	7	
M	T	12.000	5,258	0	0	0	5,258	8	
P	T	12.000	39,781	0	0	0	39,781	9	
M	T	16.000	2,037	0	0	0	2,037	10	
P	T	16.000	335	0	0	0	335	11	
Total Within Municipality			301,889	12,054	4,915	0	309,028		
P	D	8.000	10,918	0	0	0	10,918	12	
P	T	12.000	6,571	0	0	0	6,571	13	
Total Outside of Municipality			17,489	0	0	0	17,489		
Total Utility			319,378	12,054	4,915	0	326,517		

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	977	0	83	0	894		1
M	1.000	1,731	0	0	0	1,731		2
P	1.000	7	41	0	0	48		3
P	1.250	180	134	0	0	314		4
M	1.250	35	0	0	0	35		5
P	1.500	78	1	0	0	79		6
M	1.500	68	0	0	0	68		7
P	2.000	62	1	0	0	63		8
M	2.000	41	0	2	0	39		9
M	3.000	1	0	0	0	1		10
M	4.000	22	0	0	0	22		11
P	6.000	35	2	0	0	37		12
M	6.000	6	0	0	0	6		13
P	8.000	3	1	0	0	4		14
M	8.000	3	0	0	0	3		15
P	10.000	1	0	0	0	1		16
Total Utility		3,250	180	85	0	3,345	0	

METERS

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

Number of Utility-Owned Meters

Size of Meter (a)	First of Year (b)	Added During Year (c)	Retired During Year (d)	Adjustments Increase or (Decrease) (e)	End of Year (f)	Tested During Year (g)	
0.625	4,243	142	42	7	4,350	297	1
1.000	90	3	0	(4)	89	0	2
1.250	15	0	0	0	15	0	3
1.500	61	1	0	0	62	0	4
2.000	49	1	0	2	52	1	5
3.000	14	0	0	(1)	13	10	6
4.000	3	0	0	0	3	2	7
6.000	2	0	0	0	2	2	8
Total:	4,477	147	42	4	4,586	312	

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	4,192	90	18	3	2	45	4,350	1
1.000	8	51	20	7	0	3	89	2
1.250	0	13	0	1	0	1	15	3
1.500	0	40	13	2	0	7	62	4
2.000	0	32	13	4	0	3	52	5
3.000	0	2	2	6	0	3	13	6
4.000	0	1	2	0	0	0	3	7
6.000	0	0	1	1	0	0	2	8
Total:	4,200	229	69	24	2	62	4,586	

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	10				10	1
Within Municipality	538	39	12		565	2
Total Fire Hydrants	548	39	12	0	575	
Flushing Hydrants						
	4				4	3
Total Flushing Hydrants	4	0	0	0	4	

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:	1,180
Number of distribution system valves end of year:	1,457
Number of distribution valves operated during year:	747

WATER OPERATING SECTION FOOTNOTES

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

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

Done

Water Operation & Maintenance Expenses (Page W-05)

For values that represent an increase or a decrease when compared to the previous year of greater than 25%, but not less \$5,000, please explain.

Maintenance of Pumping Plant (625): Increased cost in 2004 due to rehabilitation of Well #4 pump and pumping equipment and emergency repairs to generator at Well #7.

Maintenance of Water Treatment Plant (635): Increased costs in this account due to planned replacement of stripping tower media at Well #5.

Maintenance of Mains (651): Expense in this account decreased in 2004 due to minimal water main breaks (1) as compared to 2003 (11 breaks).

Maintenance of Hydrants (654): Decreased expense in 2004. A number of older hydrants in need of repair were fully replaced in 2004 whereas in 2003, maintenance costs included two significant hydrant repair projects.

Outside Services Employed (923): Expenses in this account were increased for 2004 due to new billing software support services, AFSCME union contract negotiations and arbitration costs, new cross-connection control program costs, the preparation of a Disinfection By-Products Plan, and the allocation of administrative staff time to Utility expenses.

Employee Pensions and Benefits (926): Account expenses were increased in 2004 due to another large increase in premium costs for employee health insurance.

Water Mains (Page W-17)

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

Utility water main additions were financed by the Utility cash reserves relative to three (3) replacement projects and one (1) extension under the interstate highway; water main additions for four (4) other projects were financed as "contribution by developer".

Water Services (Page W-18)

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

A total of 99 new water service additions were financed as 'contribution by developer'. Three (3) new water services were financed 'by municipality'. Eighty-five (85) water services were abandoned during water main replacement work and a number of those abandonments were replaced and financed by Utility cash reserves.

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

All water services are customer dedicated at this time.

WATER OPERATING SECTION FOOTNOTES

Meters (Page W-19)

Explain all reported adjustments.

Adjustments to meters this year was to adjust to the actual count.

If Tested During Year column total is zero, please explain.

Meters are tested and/or replaced in accordance with Utility benchmarks or goals established each year. The Utility did not meet it's 2004 meter testing goal due to an operator position opening that lasted a total of 17 weeks.

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

The Utility establishes its annual goal for testing and/or replacement of its small meters based on an 8 to 10 year meter test schedule.

Ss. PSC 185.83(2) states "Station meters shall be maintained to ensure reasonable accuracy and shall have the accuracy checked at least once every 2 years." Are all station meters being tested every two years? Answer yes or no. If no, please explain.

Historically, the Utility has tested its station meters on a 2 year interval basis. The schedule has lapsed in recent years due to contemplated replacement of master meters at up to 5 of the Utility's 6 Wells.
