



3015 (02-02-05)

ANNUAL REPORT

OF

Name: INDEPENDENCE WATER UTILITY

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

For the Year Ended: DECEMBER 31, 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
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
Full-Time Employees (FTE)	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: INDEPENDENCE WATER UTILITY

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

When was utility organized? 12/31/1948

Report any change in name:

Effective Date:

Utility Web Site:

Utility employee in charge of correspondence concerning this report:

Name: MRS LENICE PRONSCHINSKE

Title: CITY DEPUTY CLERK

Office Address:

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

Telephone: (715) 985 - 3055

Fax Number: (715) 985 - 2530

E-mail Address: indchall@trivest.net

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

Name: DON BETTHAUSER

Title: DIRECTOR

Office Address: WIPFLI LLP

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

Telephone: (715) 858 - 6604

Fax Number: (715) 832 - 2345

E-mail Address: dbetthouser@wipfli.com

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

Name: MR. WILLIE SMIEJA

Title: PRESIDENT

Office Address:

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

Telephone: (715) 985 - 3055

Fax Number: (715) 985 - 2530

E-mail Address:

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

IDENTIFICATION AND OWNERSHIP

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

Name:

Title:

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

Telephone: (715) 858 - 6604

Fax Number: (715) 832 - 2345

E-mail Address: dbethhauser@wipfli.com

Date of most recent audit report: 3/11/2005

Period covered by most recent audit: 01/01/04 TO 12/31/04

Names and titles of utility management including manager or superintendent:

Name: MR STEVE SWIGGUM

Title: SUPERINTENDENT

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

Telephone: (715) 985 - 3055

Fax Number: (715) 985 - 2530

E-mail Address:

Name of utility commission/committee: Water Utliy Commission

Names of members of utility commission/committee:

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

Is sewer service rendered by the utility? NO

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

Date of Ordinance:

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

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

IDENTIFICATION AND OWNERSHIP

Firm Name:

Contact Person:

Title:

Telephone:

Fax Number:

E-mail Address:

Contract/Agreement beginning-ending dates:

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

INCOME STATEMENT

Particulars (a)	This Year (b)	Last Year (c)	
UTILITY OPERATING INCOME			
Operating Revenues (400)	233,624	233,671	1
Operating Expenses:			
Operation and Maintenance Expense (401)	89,144	92,485	2
Depreciation Expense (403)	40,005	40,210	3
Amortization Expense (404)	0	0	4
Taxes (408)	65,763	64,131	5
Total Operating Expenses	194,912	196,826	
Net Operating Income	38,712	36,845	
Income from Utility Plant Leased to Others (412-413)	0	0	6
Utility Operating Income	38,712	36,845	
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)	5,649	5,376	9
Miscellaneous Nonoperating Income (421)	0	171	10
Total Other Income	5,649	5,547	
Total Income	44,361	42,392	
MISCELLANEOUS INCOME DEDUCTIONS			
Miscellaneous Amortization (425)	(7,150)	0	11
Other Income Deductions (426)	23,027	23,025	12
Total Miscellaneous Income Deductions	15,877	23,025	
Income Before Interest Charges	28,484	19,367	
INTEREST CHARGES			
Interest on Long-Term Debt (427)	43,450	44,940	13
Amortization of Debt Discount and Expense (428)	1,642	1,642	14
Amortization of Premium on Debt--Cr. (429)	0	0	15
Interest on Debt to Municipality (430)	0	0	16
Other Interest Expense (431)	0	0	17
Interest Charged to Construction--Cr. (432)	0	0	18
Total Interest Charges	45,092	46,582	
Net Income	(16,608)	(27,215)	
EARNED SURPLUS			
Unappropriated Earned Surplus (Beginning of Year) (216)	1,533,597	609,644	19
Balance Transferred from Income (433)	(16,608)	(27,215)	20
Miscellaneous Credits to Surplus (434)	58,718	951,168	21
Miscellaneous Debits to Surplus--Debit (435)	1,470	0	22
Appropriations of Surplus--Debit (436)	0	0	23
Appropriations of Income to Municipal Funds--Debit (439)	0	0	24
Total Unappropriated Earned Surplus End of Year (216)	1,574,237	1,533,597	

INCOME STATEMENT ACCOUNT DETAILS

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

Description of Item (a)	Earnings (216.1) (b)	Contributions (216.2) (c)	Total This Year (d)	
UTILITY OPERATING INCOME				
Operating Revenues (400):				
Derived	233,624		233,624	1
Total (Acct. 400):	233,624	0	233,624	
Operation and Maintenance Expense (401):				
Derived	89,144		89,144	2
Total (Acct. 401):	89,144	0	89,144	
Depreciation Expense (403):				
Derived	40,005		40,005	3
Total (Acct. 403):	40,005	0	40,005	
Amortization Expense (404):				
Derived	0		0	4
Total (Acct. 404):	0	0	0	
Taxes (408):				
Derived	65,763		65,763	5
Total (Acct. 408):	65,763	0	65,763	
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:	38,712	0	38,712	
OTHER INCOME				
Income from Merchandising, Jobbing and Contract Work (415-416):				
Derived	0		0	8
Total (Acct. 415-416):	0	0	0	
Nonoperating Rental Income (418):				
NONE	0		0	9
Total (Acct. 418):	0	0	0	
Interest and Dividend Income (419):				
INTEREST EARNED ON BOND RESERVE ACCOUNT	5,147	0	5,147	10
LESS AMORTIZATION OF PREMIUM ON INVESTMENTS	(349)	0	(349)	11
INTEREST ON REPLACEMENT SAVINGS AND DEBT SER	702	0	702	12

INCOME STATEMENT ACCOUNT DETAILS

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

Description of Item (a)	Earnings (216.1) (b)	Contributions (216.2) (c)	Total This Year (d)
OTHER INCOME			
Interest and Dividend Income (419):			
INTEREST EARNED ON CHECKING ACCOUNT	149	0	149 13
Total (Acct. 419):	5,649	0	5,649
Miscellaneous Nonoperating Income (421):			
Contributed Plant - Water			0 14
NONE	0	0	0 15
Total (Acct. 421):	0	0	0
TOTAL OTHER INCOME:	5,649	0	5,649
MISCELLANEOUS INCOME DEDUCTIONS			
Miscellaneous Amortization (425):			
Regulatory Liability (253) Amortization	(7,150)		(7,150) 16
NONE	0	0	0 17
Total (Acct. 425):	(7,150)	0	(7,150)
Other Income Deductions (426):			
Depreciation Expense on Contributed Plant - Water		23,027	23,027 18
NONE	0	0	0 19
Total (Acct. 426):	0	23,027	23,027
TOTAL MISCELLANEOUS INCOME DEDUCTIONS:	(7,150)	23,027	15,877
INTEREST CHARGES			
Interest on Long-Term Debt (427):			
Derived	43,450		43,450 20
Total (Acct. 427):	43,450	0	43,450
Amortization of Debt Discount and Expense (428):			
AMORTIZATION OF DEBT DISCOUNT-WATER BONDS 19€	1,642		1,642 21
Total (Acct. 428):	1,642	0	1,642
Amortization of Premium on Debt--Cr. (429):			
NONE	0		0 22
Total (Acct. 429):	0	0	0
Interest on Debt to Municipality (430):			
Derived	0		0 23
Total (Acct. 430):	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			
Other Interest Expense (431):			
Derived	0		0 24
Total (Acct. 431):	0	0	0
Interest Charged to Construction--Cr. (432):			
NONE	0		0 25
Total (Acct. 432):	0	0	0
TOTAL INTEREST CHARGES:	45,092	0	45,092
NET INCOME:	6,419	(23,027)	(16,608)
EARNED SURPLUS			
Unappropriated Earned Surplus (Beginning of Year) (216):			
Derived	662,512	871,085	1,533,597 26
Total (Acct. 216):	662,512	871,085	1,533,597
Balance Transferred from Income (433):			
Derived	6,419	(23,027)	(16,608) 27
Total (Acct. 433):	6,419	(23,027)	(16,608)
Miscellaneous Credits to Surplus (434):			
PROPERTY TAX EQUIVALENT FORGIVEN	58,718	0	58,718 28
Total (Acct. 434):	58,718	0	58,718
Miscellaneous Debits to Surplus--Debit (435):			
PRIOR PERIODS ACCRUED VACATION	1,470	0	1,470 29
Total (Acct. 435)--Debit:	1,470	0	1,470
Appropriations of Surplus--Debit (436):			
Detail appropriations to (from) account 215			0 30
Total (Acct. 436)--Debit:	0	0	0
UNAPPROPRIATED EARNED SURPLUS (END OF YEAR):	726,179	848,058	1,574,237

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

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

REVENUES SUBJECT TO WISCONSIN REMAINDER ASSESSMENT

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	233,624	0	0	0	233,624	1
Less: interdepartmental sales	0		0	0	0	2
Less: interdepartmental rents					0	3
Less: return on net investment in meters charged to regulated sewer department. (Do not report if nonregulated sewer.)	0				0	4
Less: uncollectibles directly expensed as reported in water acct. 904 (690 class D), sewer acct. 843, and electric acct. 904 (590 class D) -or- Net write-offs when Accumulated Provision for Uncollectible Accounts (acct. 144) is maintained					0	5
Other Increases or (Decreases) to Operating Revenues - Specify: NONE					0	6
Revenues subject to Wisconsin Remainder Assessment	233,624	0	0	0	233,624	

BALANCE SHEET

Assets and Other Debits (a)	Balance End of Year (b)	Balance First of Year (c)	
UTILITY PLANT			
Utility Plant (100)	2,866,564	2,886,333	1
Less: Accumulated Provision for Depreciation and Amortization of Utility Plant (110)	492,370	595,887	2
Net Utility Plant	2,374,194	2,290,446	
OTHER PROPERTY AND INVESTMENTS			
Nonutility Property (121)	0	0	3
Less: Accumulated Provision for Depreciation and Amortization of Nonutility Property (122)	0	0	4
Net Nonutility Property	0	0	
Investment in Municipality (123)	39,006	39,006	5
Other Investments (124)	1,324	1,589	6
Special Funds (125)	92,370	89,308	7
Total Other Property and Investments	132,700	129,903	
CURRENT AND ACCRUED ASSETS			
Cash and Working Funds (131)	161,975	120,958	8
Temporary Cash Investments (132)			9
Notes Receivable (141)	0	0	10
Customer Accounts Receivable (142)	37,635	36,054	11
Other Accounts Receivable (143)	0	139	12
Accumulated Provision for Uncollectible Accounts- -Cr. (144)	0	0	13
Receivables from Municipality (145)	0	0	14
Materials and Supplies (150)	5,149	5,737	15
Prepayments (165)	0	0	16
Other Current and Accrued Assets (170)			17
Total Current and Accrued Assets	204,759	162,888	
DEFERRED DEBITS			
Unamortized Debt Discount and Expense (181)	28,641	30,632	18
Extraordinary Property Losses (182)	0	0	19
Other Deferred Debits (183)	0	0	20
Total Deferred Debits	28,641	30,632	
Total Assets and Other Debits	2,740,294	2,613,869	

BALANCE SHEET

Liabilities and Other Credits (a)	Balance End of Year (b)	Balance First of Year (c)	
PROPRIETARY CAPITAL			
Capital Paid in by Municipality (200)	203,788	203,788	21
Appropriated Earned Surplus (215)			22
Unappropriated Earned Surplus (216)	1,574,237	1,533,597	23
Total Proprietary Capital	1,778,025	1,737,385	
LONG-TERM DEBT			
Bonds (221)	750,000	780,000	24
Advances from Municipality (223)	60,000	80,000	25
Other long-Term Debt (224)	0	0	26
Total Long-Term Debt	810,000	860,000	
CURRENT AND ACCRUED LIABILITIES			
Notes Payable (231)	0	0	27
Accounts Payable (232)	2,724	4,072	28
Payables to Municipality (233)	0	0	29
Customer Deposits (235)			30
Taxes Accrued (236)	5,000	5,000	31
Interest Accrued (237)	7,157	7,412	32
Other Current and Accrued Liabilities (238)	1,533		33
Total Current and Accrued Liabilities	16,414	16,484	
DEFERRED CREDITS			
Unamortized Premium on Debt (251)	0	0	34
Customer Advances for Construction (252)			35
Other Deferred Credits (253)	135,855	0	36
Total Deferred Credits	135,855	0	
OPERATING RESERVES			
Miscellaneous Operating Reserves (265)			37
Total Operating Reserves	0	0	
Total Liabilities and Other Credits	2,740,294	2,613,869	

NET UTILITY PLANT

Report utility plant accounts and related accumulated provisions for depreciation and amortization after allocation of common plant accounts and related provisions for depreciation and amortization to utility departments as of December 31.

Particulars (a)	Water (b)	Sewer (c)	Gas (d)	Electric (e)	
First of Year:					
Total Utility Plant - First of Year	2,886,333	0	0	0	1
<i>(Should agree with Util. Plant Jan. 1 in Property Tax Equivalent Schedule)</i>					
Plant Accounts:					
Utility Plant in Service - Financed by Utility Operations or by the Municipality (100.1)	1,829,449	0	0	0	2
Utility Plant in Service - Contributed Plant (100.2)	1,037,115	0	0	0	3
Utility Plant Purchased or Sold (391)					4
Utility Plant in Process of Reclassification (392)					5
Utility Plant Leased to Others (393)					6
Property Held for Future Use (394)					7
Construction Work in Progress (395)					8
Utility Plant Acquisition Adjustments (396)					9
Other Utility Plant Adjustments (397)					10
Total Utility Plant	2,866,564	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)	303,313	0	0	0	11
Accumulated Provision for Depreciation of Utility Plant in Service - Contributed Plant (110.2)	189,057	0	0	0	12
Total Accumulated Provision	492,370	0	0	0	
Net Utility Plant	2,374,194	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)	429,857				429,857	1
Credits During Year						2
Accruals:						3
Charged depreciation expense (403)	40,005				40,005	4
Depreciation expense on meters						5
charged to sewer (see Note 3)	875				875	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	40,880	0	0	0	40,880	16
Debits during year						17
Book cost of plant retired	24,419				24,419	18
Cost of removal					0	19
Other debits (specify):						20
Est Reg Liab(253): Docket 05-US-10€	143,005				143,005	21
					0	22
					0	23
					0	24
Total debits	167,424	0	0	0	167,424	25
Balance end of year (110.1)	303,313	0	0	0	303,313	26
Composite Depreciation Rate?	Yes					27
If yes, what is the rate?	2.23%					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)	166,030				166,030	1
Credits During Year						2
Accruals:						3
Charged depreciation expense (403)	23,027				23,027	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	23,027	0	0	0	23,027	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)	189,057	0	0	0	189,057	26
Composite Depreciation Rate?	Yes					27
If yes, what is the rate?	2.23%					28

NET NONUTILITY PROPERTY (ACCTS. 121 & 122)

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

Description (a)	Balance First of Year (b)	Additions During Year (c)	Deductions During Year (d)	Balance End of Year (e)	
Nonregulated sewer plant	0			0	1
Other (specify):					
NONE	0			0	2
Total Nonutility Property (121)	0	0	0	0	
Less accum. prov. depr. & amort. (122)	0			0	3
Net Nonutility Property	0	0	0	0	

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

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

MATERIALS AND SUPPLIES

Account (a)	Generation (b)	Transmission (c)	Distribution (d)	Other (e)	Total End of Year (f)	Amount Prior Year (g)
Electric Utility						
Fuel for generation					0	0 1
Other					0	0 2
Total Electric Utility					<u>0</u>	<u>0</u>

Account	Total End of Year	Amount Prior Year
Electric utility total	0	0 1
Water utility	5,149	5,737 2
Sewer utility		0 3
Gas utility		0 4
Merchandise		0 5
Other materials & supplies		0 6
Total Materials and Supplies	<u>5,149</u>	<u>5,737</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)				
UNAMORTIZED DEBT DISCOUNT & EXPENSE ON BOND ISSUE	1,642	428	24,624	1
UNAMORTIZED PREMIUM ON RESERVE ACCOUNT INVESTMENTS	349	419	4,017	2
Total			28,641	
Unamortized premium on debt (251)				
NONE				3
Total			0	

CAPITAL PAID IN BY MUNICIPALITY (ACCT. 200)

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

Particulars (a)	Amount (b)	
Balance first of year	203,788	1
Changes during year (explain):		
NONE		2
Balance end of year	<u><u>203,788</u></u>	

BONDS (ACCT. 221)

1. Report hereunder information required for each separate issue of bonds.
2. If there is more than one interest rate for an aggregate obligation issue, average the interest rates and report one rate.
3. Proceeds advanced by the municipality from sale of general obligation bonds, if repayable by utility, should be included in account 223.

Description of Issue (a)	Date of Issue (b)	Final Maturity Date (c)	Interest Rate (d)	Principal Amount End of Year (e)	
REVENUE BONDS, SERIES 1999	10/16/1999	05/01/2019	5.65%	750,000	1
Total Bonds (Account 221):				750,000	

NOTES PAYABLE & MISCELLANEOUS LONG-TERM DEBT

1. Report each class of debt included in Accounts 223, 224 and 231.
2. Proceeds of general obligation issues, if subject to repayment by the utility, should be included in Account 223.
3. If there is more than one interest rate for an aggregate obligation issue, average the interest rates and report one rate.

Account and Description of Obligation (a and b)	Date of Issue (c)	Final Maturity Date (d)	Interest Rate (e)	Principal Amount End of Year (f)	
Advances (223)					
CASH ADVANCE FROM GENERAL FUND	12/31/1999	12/31/2005	0.00%	60,000	1
Total for Account 223				60,000	

TAXES ACCRUED (ACCT. 236)

Particulars (a)	Amount (b)	
Balance first of year	5,000	1
Accruals:		
Charged water department expense	65,763	2
Charged electric department expense		3
Charged sewer department expense	475	4
Other (explain):		
NONE		5
Total Accruals and other credits	66,238	
Taxes paid during year:		
County, state and local taxes	63,718	6
Social Security taxes	2,250	7
PSC Remainder Assessment	270	8
Other (explain):		
NONE		9
Total payments and other debits	66,238	
Balance end of year	5,000	

INTEREST ACCRUED (ACCT. 237)

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

Description of Issue (a)	Interest Accrued Balance First of Year (b)	Interest Accrued During Year (c)	Interest Paid During Year (d)	Interest Accrued Balance End of Year (e)	
Bonds (221)					
REVENUE BONDS, SERIES 1999	7,412	43,450	43,705	7,157	1
Subtotal	7,412	43,450	43,705	7,157	
Advances from Municipality (223)					
NONE	0			0	2
Subtotal	0	0	0	0	
Other long-Term Debt (224)					
NONE	0			0	3
Subtotal	0	0	0	0	
Notes Payable (231)					
NONE	0			0	4
Subtotal	0	0	0	0	
Total	7,412	43,450	43,705	7,157	

BALANCE SHEET END-OF-YEAR ACCOUNT BALANCES

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

Particulars (a)	Balance End of Year (b)	
Investment in Municipality (123):		
ADVANCE TO SEWER UTILITY	39,006	1
Total (Acct. 123):	39,006	
Other Investments (124):		
DEFERRED SPECIAL ASSESSMENTS	1,076	2
CURRENT SPECIAL ASSESSMENTS	248	3
Total (Acct. 124):	1,324	
Special Funds (125):		
BOND RESERVE FUND	71,000	4
DEBT SERVICE FUND	21,370	5
Total (Acct. 125):	92,370	
Notes Receivable (141):		
NONE		6
Total (Acct. 141):	0	
Customer Accounts Receivable (142):		
Water	37,635	7
Electric		8
Sewer (Regulated)		9
Other (specify):		
NONE		10
Total (Acct. 142):	37,635	
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):		
NONE		14
Total (Acct. 145):	0	
Prepayments (165):		
NONE		15
Total (Acct. 165):	0	
Extraordinary Property Losses (182):		
NONE		16
Total (Acct. 182):	0	

BALANCE SHEET END-OF-YEAR ACCOUNT BALANCES

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

Particulars (a)	Balance End of Year (b)	
Other Deferred Debits (183):		
NONE	17	17
Total (Acct. 183):	0	
Payables to Municipality (233):		
NONE	18	18
Total (Acct. 233):	0	
Other Deferred Credits (253):		
Regulatory Liability	135,855	19
NONE		20
Total (Acct. 253):	135,855	

RETURN ON RATE BASE COMPUTATION

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

Average Rate Base (a)	Water (b)	Electric (c)	Sewer (d)	Gas (e)	Total (f)	
Add Average:						
Utility Plant in Service (100.1)	1,839,333	0	0	0	1,839,333	1
Materials and Supplies	5,443	0	0	0	5,443	2
Other (specify):						
NONE					0	3
Less Average:						
Reserve for Depreciation (110.1)	366,585	0	0	0	366,585	4
Customer Advances for Construction					0	5
Regulatory Liability	67,927	0	0	0	67,927	6
NONE					0	7
Average Net Rate Base	1,410,264	0	0	0	1,410,264	
Net Operating Income	38,712	0	0	0	38,712	8
Net Operating Income as a percent of						
Average Net Rate Base	2.75%	N/A	N/A	N/A	2.75%	

IMPORTANT CHANGES DURING THE YEAR

Report changes of any of the following types:

NONE

FULL-TIME EMPLOYEES (FTE)

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

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

Industry (a)	FTE (b)	
Water	1.2	1
Electric		2
Gas		3
Sewer		4

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

Particulars (a)	Water (b)	Electric (c)	Sewer (d)	Gas (e)	Total (f)	
Balance First of Year					0	1
Add credits during year:						
Establish Regulatory Liability 1/1/04	143,005	0	0	0	143,005	2
Other (specify):						
NONE					0	3
Deduct charges:						
Miscellaneous Amortization (425)	7,150				7,150	4
Other (specify):						
NONE					0	5
Balance End of Year	135,855	0	0	0	135,855	

FINANCIAL SECTION FOOTNOTES

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

General footnotes

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

General footnotes

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

WATER OPERATING REVENUES & EXPENSES

Particulars (a)	This Year (b)	Last Year (c)	
Operating Revenues			
Sales of Water			
Sales of Water (460-467)	231,564	231,625	1
Total Sales of Water	231,564	231,625	
Other Operating Revenues			
Forfeited Discounts (470)	605	603	2
Other Water Revenues (474)	1,455	1,443	3
Total Other Operating Revenues	2,060	2,046	
Total Operating Revenues	233,624	233,671	
Operation and Maintenance Expenses			
Plant Operation and Maintenance Expenses (600-660)	56,381	56,482	4
General Operating Expenses (680-690)	32,763	36,003	5
Total Operation and Maintenance Expenses	89,144	92,485	
Other Operating Expenses			
Depreciation Expense (403)	40,005	40,210	6
Amortization Expense (404)	0	0	7
Taxes (408)	65,763	64,131	8
Total Other Operating Expenses	105,768	104,341	
Total Operating Expenses	194,912	196,826	
NET OPERATING INCOME	38,712	36,845	

WATER OPERATING REVENUES - SALES OF WATER

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

Particulars (a)	Average No. Customers (b)	Thousands of Gallons of Water Sold (c)	Amounts (d)	
Operating Revenues				
Sales of Water				
Unmetered Sales to General Customers (460)				
Residential	1	44	242	1
Commercial	1	44	242	2
Industrial	1	16	242	3
Total Unmetered Sales to General Customers (460)	3	104	726	
Metered Sales to General Customers (461)				
Residential	513	19,433	108,576	4
Commercial	73	6,492	28,465	5
Industrial	2	51	348	6
Total Metered Sales to General Customers (461)	588	25,976	137,389	
Private Fire Protection Service (462)	2		1,490	7
Public Fire Protection Service (463)	1		85,695	8
Other Sales to Public Authorities (464)	9	1,485	6,264	9
Sales to Irrigation Customers (465)				10
Sales for Resale (466)		0	0	11
Interdepartmental Sales (467)				12
Total Sales of Water	603	27,565	231,564	

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)	85,695	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)	85,695	
Forfeited Discounts (470):		
Customer late payment charges	605	5
Other (specify):		
NONE		6
Total Forfeited Discounts (470)	605	
Other Water Revenues (474):		
Return on net investment in meters charged to sewer department	1,367	7
Other (specify):		
CAPITAL CREDITS	78	8
WELL PERMIT	10	9
Total Other Water Revenues (474)	1,455	

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)	27,322	25,219	1
Purchased Water (610)		0	2
Fuel or Power Purchased for Pumping (620)	6,695	7,955	3
Chemicals (630)	5,965	7,445	4
Supplies and Expenses (640)	8,562	9,570	5
Repairs of Water Plant (650)	5,958	4,915	6
Transportation Expenses (660)	1,879	1,378	7
Total Plant Operation and Maintenance Expenses	56,381	56,482	
GENERAL OPERATING EXPENSES			
Administrative and General Salaries (680)	5,067	4,813	8
Office Supplies and Expenses (681)	4,374	8,954	9
Outside Services Employed (682)	7,041	6,541	10
Insurance Expense (684)	6,396	5,658	11
Employees Pensions and Benefits (686)	9,885	10,037	12
Regulatory Commission Expenses (688)	0	0	13
Miscellaneous General Expenses (689)	0	0	14
Uncollectible Accounts (690)	0	0	15
Total General Operating Expenses	32,763	36,003	
Total Operation and Maintenance Expenses	89,144	92,485	

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		63,718	62,229	1
Less: Local and School Tax Equivalent on Meters Charged to Sewer Department		475	455	2
Net property tax equivalent		63,243	61,774	
Social Security		2,250	2,108	3
PSC Remainder Assessment		270	249	4
Other (specify): NONE		0	0	5
Total tax expense		65,763	64,131	

PROPERTY TAX EQUIVALENT (WATER)

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

Particulars (a)	Units (b)	Total (c)	County A (d)	County B (e)	County C (f)	County D (g)	
County name			Trempealeau				1
SUMMARY OF TAX RATES							2
State tax rate	mills		0.225442				3
County tax rate	mills		7.285074				4
Local tax rate	mills		8.304976				5
School tax rate	mills		15.619980				6
Voc. school tax rate	mills		2.450588				7
Other tax rate - Local	mills		0.073431				8
Other tax rate - Non-Local	mills		0.000000				9
Total tax rate	mills		33.959491				10
Less: state credit	mills		2.072636				11
Net tax rate	mills		31.886855				12
PROPERTY TAX EQUIVALENT CALCULATION							13
Local Tax Rate	mills		8.304976				14
Combined School Tax Rate	mills		18.070568				15
Other Tax Rate - Local	mills		0.073431				16
Total Local & School Tax	mills		26.448975				17
Total Tax Rate	mills		33.959491				18
Ratio of Local and School Tax to Total	dec.		0.778839				19
Total tax net of state credit	mills		31.886855				20
Net Local and School Tax Rate	mills		24.834725				21
Utility Plant, Jan. 1	\$	2,886,333	2,886,333				22
Materials & Supplies	\$	5,737	5,737				23
Subtotal	\$	2,892,070	2,892,070				24
Less: Plant Outside Limits	\$	0	0				25
Taxable Assets	\$	2,892,070	2,892,070				26
Assessment Ratio	dec.		0.887145				27
Assessed Value	\$	2,565,685	2,565,685				28
Net Local & School Rate	mills		24.834725				29
Tax Equiv. Computed for Current Year	\$	63,718	63,718				30
Tax Equivalent per 1994 PSC Report	\$	28,480					31
Any lower tax equivalent as authorized by municipality (see note 6)	\$						32
Tax equiv. for current year (see note 6)	\$	63,718					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)	23,680		4
Structures and Improvements (311)	0		5
Collecting and Impounding Reservoirs (312)	0		6
Lake, River and Other Intakes (313)	0		7
Wells and Springs (314)	35,577		8
Infiltration Galleries and Tunnels (315)	0		9
Supply Mains (316)	0		10
Other Water Source Plant (317)	0		11
Total Source of Supply Plant	59,257	0	
PUMPING PLANT			
Land and Land Rights (320)	0		12
Structures and Improvements (321)	47,408		13
Boiler Plant Equipment (322)	0		14
Other Power Production Equipment (323)	0		15
Steam Pumping Equipment (324)	0		16
Electric Pumping Equipment (325)	141,688		17
Diesel Pumping Equipment (326)	0		18
Hydraulic Pumping Equipment (327)	0		19
Other Pumping Equipment (328)	0		20
Total Pumping Plant	189,096	0	
WATER TREATMENT PLANT			
Land and Land Rights (330)	0		21
Structures and Improvements (331)	184,054		22
Water Treatment Equipment (332)	653,175		23
Total Water Treatment Plant	837,229	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)			23,680	4
Structures and Improvements (311)			0	5
Collecting and Impounding Reservoirs (312)			0	6
Lake, River and Other Intakes (313)			0	7
Wells and Springs (314)			35,577	8
Infiltration Galleries and Tunnels (315)			0	9
Supply Mains (316)			0	10
Other Water Source Plant (317)			0	11
Total Source of Supply Plant	0	0	59,257	
PUMPING PLANT				
Land and Land Rights (320)			0	12
Structures and Improvements (321)			47,408	13
Boiler Plant Equipment (322)			0	14
Other Power Production Equipment (323)			0	15
Steam Pumping Equipment (324)			0	16
Electric Pumping Equipment (325)	20,812		120,876	17
Diesel Pumping Equipment (326)			0	18
Hydraulic Pumping Equipment (327)			0	19
Other Pumping Equipment (328)			0	20
Total Pumping Plant	20,812	0	168,284	
WATER TREATMENT PLANT				
Land and Land Rights (330)			0	21
Structures and Improvements (331)			184,054	22
Water Treatment Equipment (332)			653,175	23
Total Water Treatment Plant	0	0	837,229	

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

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

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	
TRANSMISSION AND DISTRIBUTION PLANT			
Land and Land Rights (340)	6,050		24
Structures and Improvements (341)	0		25
Distribution Reservoirs and Standpipes (342)	103,278		26
Transmission and Distribution Mains (343)	440,298		27
Fire Mains (344)	0		28
Services (345)	69,244		29
Meters (346)	41,632	2,828	30
Hydrants (348)	84,799		31
Other Transmission and Distribution Plant (349)	135		32
Total Transmission and Distribution Plant	745,436	2,828	
GENERAL PLANT			
Land and Land Rights (370)	0		33
Structures and Improvements (371)	2,785		34
Office Furniture and Equipment (372)	389		35
Computer Equipment (372.1)	1,997		36
Transportation Equipment (373)	6,773		37
Other General Equipment (379)	6,256	1,822	38
Other Tangible Property (390)	0		39
Total General Plant	18,200	1,822	
Total utility plant in service directly assignable	1,849,218	4,650	
Common Utility Plant Allocated to Water Department	0		40
Total utility plant in service	1,849,218	4,650	

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

Accounts (d)	Retirements During Year (e)	Adjustments Increase or (Decrease) (f)	Balance End of Year (g)
TRANSMISSION AND DISTRIBUTION PLANT			
Land and Land Rights (340)			6,050 24
Structures and Improvements (341)			0 25
Distribution Reservoirs and Standpipes (342)			103,278 26
Transmission and Distribution Mains (343)			440,298 27
Fire Mains (344)			0 28
Services (345)			69,244 29
Meters (346)	1,610		42,850 30
Hydrants (348)			84,799 31
Other Transmission and Distribution Plant (349)			135 32
Total Transmission and Distribution Plant	1,610	0	746,654
GENERAL PLANT			
Land and Land Rights (370)			0 33
Structures and Improvements (371)			2,785 34
Office Furniture and Equipment (372)			389 35
Computer Equipment (372.1)	1,997		0 36
Transportation Equipment (373)			6,773 37
Other General Equipment (379)			8,078 38
Other Tangible Property (390)			0 39
Total General Plant	1,997	0	18,025
Total utility plant in service directly assignable	24,419	0	1,829,449
Common Utility Plant Allocated to Water Department			0 40
Total utility plant in service	24,419	0	1,829,449

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

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

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	
INTANGIBLE PLANT			
Organization (301)	0		1
Franchises and Consents (302)	0		2
Miscellaneous Intangible Plant (303)	0		3
Total Intangible Plant	0	0	
SOURCE OF SUPPLY PLANT			
Land and Land Rights (310)	4,534		4
Structures and Improvements (311)	0		5
Collecting and Impounding Reservoirs (312)	0		6
Lake, River and Other Intakes (313)	0		7
Wells and Springs (314)	28,991		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	33,525	0	
PUMPING PLANT			
Land and Land Rights (320)	0		12
Structures and Improvements (321)	83,474		13
Boiler Plant Equipment (322)	0		14
Other Power Production Equipment (323)	0		15
Steam Pumping Equipment (324)	0		16
Electric Pumping Equipment (325)	15,990		17
Diesel Pumping Equipment (326)	0		18
Hydraulic Pumping Equipment (327)	0		19
Other Pumping Equipment (328)	0		20
Total Pumping Plant	99,464	0	
WATER TREATMENT PLANT			
Land and Land Rights (330)	0		21
Structures and Improvements (331)	333,897		22
Water Treatment Equipment (332)	0		23
Total Water Treatment Plant	333,897	0	

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

Accounts (d)	Retirements During Year (e)	Adjustments Increase or (Decrease) (f)	Balance End of Year (g)	
INTANGIBLE PLANT				
Organization (301)			0	1
Franchises and Consents (302)			0	2
Miscellaneous Intangible Plant (303)			0	3
Total Intangible Plant	0	0	0	
SOURCE OF SUPPLY PLANT				
Land and Land Rights (310)			4,534	4
Structures and Improvements (311)			0	5
Collecting and Impounding Reservoirs (312)			0	6
Lake, River and Other Intakes (313)			0	7
Wells and Springs (314)			28,991	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	33,525	
PUMPING PLANT				
Land and Land Rights (320)			0	12
Structures and Improvements (321)			83,474	13
Boiler Plant Equipment (322)			0	14
Other Power Production Equipment (323)			0	15
Steam Pumping Equipment (324)			0	16
Electric Pumping Equipment (325)			15,990	17
Diesel Pumping Equipment (326)			0	18
Hydraulic Pumping Equipment (327)			0	19
Other Pumping Equipment (328)			0	20
Total Pumping Plant	0	0	99,464	
WATER TREATMENT PLANT				
Land and Land Rights (330)			0	21
Structures and Improvements (331)			333,897	22
Water Treatment Equipment (332)			0	23
Total Water Treatment Plant	0	0	333,897	

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

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

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

SOURCE OF SUPPLY, PUMPING AND PURCHASED WATER STATISTICS

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

Sources of Water Supply					
Month	Purchased Water Gallons (000's)	Surface Water Gallons (000's)	Ground Water Gallons (000's)	Total Gallons All Methods (000's)	
(a)	(b)	(c)	(d)	(e)	
January			3,800	3,800	1
February			3,951	3,951	2
March			3,930	3,930	3
April			3,698	3,698	4
May			3,485	3,485	5
June			3,476	3,476	6
July			3,853	3,853	7
August			3,250	3,250	8
September			3,026	3,026	9
October			3,290	3,290	10
November			2,989	2,989	11
December			3,249	3,249	12
Total annual pumpage	0	0	41,997	41,997	
Less: Water sold				27,565	13
Volume pumped but not sold				14,432	14
Volume sold as a percent of volume pumped				66%	15
Volume used for water production, water quality and system maintenance				13,996	16
Volume related to equipment/system malfunction					17
Non-utility volume NOT included in water sales				100	18
Total volume not sold but accounted for				14,096	19
Volume pumped but unaccounted for				336	20
Percent of water lost				1%	21
If more than 25%, indicate causes and state what action has been taken to reduce water loss:					22
Maximum gallons pumped by all methods in any one day during reporting year (000 gal.)				296	23
Date of maximum: 3/30/2004					24
Cause of maximum:					25
Flushing Hydrants and Backwashing					
Minimum gallons pumped by all methods in any one day during reporting year (000 gal.)				73	26
Date of minimum: 4/9/2004					27
Total KWH used for pumping for the year				96,072	28
If water is purchased: Vendor Name:					29
Point of Delivery:					30

SOURCES OF WATER SUPPLY - GROUND WATERS

Location (a)	Identification Number (b)	Depth in feet (c)	Well Diameter in inches (d)	Yield Per Day in gallons (e)	Currently In Service? (f)	
BIRCH STREET	2	260	16	576,000	Yes	1

SOURCES OF WATER SUPPLY - SURFACE WATERS

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

PUMPING & POWER EQUIPMENT

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

Particulars (a)	Unit A (b)	Unit B (c)	Unit C (d)	
Identification	BOOSTER #1	BOOSTER #2	PUMP ON HAND	1
Location	BIRCH STREET	BIRCH STREET	BIRCH STREET	2
Purpose	B	B	S	3
Destination	D	D		4
Pump Manufacturer	GOULDS	GOULDS	LAYNE NORTHWEST	5
Year Installed	1999	1999		6
Type	VERTICAL TURBINE	VERTICAL TURBINE	VERTICAL TURBINE	7
Actual Capacity (gpm)	400	400	330	8
Pump Motor or Standby Engine Mfr	U.S. ELECTRIC	U.S. ELECTRIC	LAYNE NORTHWEST	9 10
Year Installed	1999	1999	2004	11
Type	ELECTRIC	ELECTRIC	ELECTRIC	12
Horsepower	30	30	30	13

Particulars (a)	Unit D (b)	Unit E (c)	Unit F (d)	
Identification	WELL #2			14
Location	BIRCH STREET			15
Purpose	P			16
Destination	T			17
Pump Manufacturer	GOULDS			18
Year Installed	1999			19
Type	VERTICAL TURBINE			20
Actual Capacity (gpm)	400			21
Pump Motor or Standby Engine Mfr	U.S. ELECTRIC			22 23
Year Installed	1999			24
Type	ELECTRIC			25
Horsepower	30			26

RESERVOIRS, STANDPIPES & WATER TREATMENT

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

Particulars (a)	Unit A (b)	Unit B (c)	Unit C (d)
Identification number or name	#2		1
RESERVOIRS, STANDPIPES OR ELEVATED TANKS			2
Type: R (reservoir), S (standpipe) or ET (elevated tank)	R		3
Year constructed	1974		4
Primary material (earthen, steel, concrete, other)	CONCRETE		5
Elevation difference in feet (See Headnote 3.)	160		6
Total capacity in gallons (actual)	400,000		7
WATER TREATMENT PLANT			8
Disinfection, type of equipment (gas, liquid, powder, other)	LIQUID		9
Points of application (wellhouse, central facilities, booster station, other)	WELLHOUSE		10
Filters, type (gravity, pressure, other, none)	GRAVITY		11
Rated capacity of filter plant (m.g.d.) (note: 1,200,000 gal/day = 1.2 m.g.d.)	0.5760		12
Is a corrosion control chemical used (yes, no)?	Y		13
Is water fluoridated (yes, no)?	N		14

WATER MAINS

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

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

WATER SERVICES

1. Explain all reported adjustments as a schedule footnote.
2. Report in column (h) the number of utility-owned services included in columns (c) through (g) which are temporarily shut off at the curb box or otherwise not in use at end of year.
3. For services added during the year in column (d), as a schedule footnote:
 - a. Explain how the additions were financed.
 - b. If assessed against property owners, explain the basis of the assessments.
 - c. If installed by a property owner or developer, explain the basis of recording the cost of the additions, the total amount and the number of services recorded under this method.
 - d. If any were financed by application of Cz-1, provide the total amount recorded and the number of services recorded under this method.
4. Report services separately by pipe material and diameter.
5. Identify pipe material as: L (Lead), M (Metal for all other metal excluding lead), A (Asbestos-cement) or P (Plastic for plastic and all other non-metal excluding asbestos-cement).

Pipe Material (a)	Diameter in Inches (b)	First of Year (c)	Added During Year (d)	Removed or Permanently Disconnected During Year (e)	Adjustments Increase or (Decrease) (f)	End of Year (g)	Utility Owned Services Not In Use at End of Year (h)	
M	0.750	240	0	0	0	240	13	1
M	1.000	263	0	0	0	263	29	2
M	1.500	14	0	0	0	14	3	3
M	2.000	16	0	0	0	16	1	4
M	3.000	1	0	0	0	1	1	5
M	4.000	1	0	0	0	1	1	6
M	6.000	5	0	0	0	5		7
M	8.000	1	0	0	0	1		8
Total Utility		541	0	0	0	541	48	

METERS

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

Number of Utility-Owned Meters

Size of Meter (a)	First of Year (b)	Added During Year (c)	Retired During Year (d)	Adjustments Increase or (Decrease) (e)	End of Year (f)	Tested During Year (g)	
0.625	563	24	23	0	564	52	1
0.750	4	0	0	0	4	0	2
1.000	5	2	0	0	7	0	3
1.250	1	0	0	0	1	0	4
1.500	9	0	0	0	9	0	5
2.000	4	0	0	0	4	0	6
3.000	2	0	0	0	2	0	7
4.000	1	0	0	0	1	0	8
Total:	589	26	23	0	592	52	

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	495	55	2	5	0	7	564	1
0.750	1	2	0	0	0	1	4	2
1.000	1	3	0	1	0	2	7	3
1.250	0	1	0	0	0	0	1	4
1.500	0	7	0	2	0	0	9	5
2.000	0	2	0	1	1	0	4	6
3.000	0	0	0	1	0	1	2	7
4.000	0	0	0	1	0	0	1	8
Total:	497	70	2	11	1	11	592	

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

NR811.08(5) recommends that a schedule shall be adopted and followed for operating each system valve and hydrant at least once each two years. Please provide the number operated during the year.

Number of hydrants operated during year:	100
Number of distribution system valves end of year:	184
Number of distribution valves operated during year:	184

WATER OPERATING SECTION FOOTNOTES

Water Operation & Maintenance Expenses (Page W-05)

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

1. A/C # 681, 2003 amount of \$8,954 includes \$3,250 for software upgrade to windows and training.
-

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

If Other Tax Rate - Local and/or Other Tax Rate - Non-Local are greater than zero, please explain.

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

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

If Retirements for Accounts OTHER than 316, 343, 345, 346 or 348 exceed \$10,000, please explain.

1. A/C #325 The \$20,811 is the estimated original cost of the electric pumping equipment at the old well. That equipment was disposed of during 2004.
-

Meters (Page W-19)

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

1. The utility is aware of the requirements related to testing and replacing meters 1" or smaller.

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.

1. Yes, these meters are being tested at least once every two years.
-