



3015 (02-02-05)

ANNUAL REPORT

OF

Name: CEDAR GROVE MUNICIPAL WATER UTILITY

Principal Office: 22 WILLOW AVENUE
CEDAR GROVE, WI 53013-0000

For the Year Ended: DECEMBER 31, 2005

WATER, ELECTRIC, OR JOINT UTILITY
TO
PUBLIC SERVICE COMMISSION OF WISCONSIN

P.O. Box 7854
Madison, WI 53707-7854
(608) 266-3766

This form is required under Wis. Stat. § 196.07. Failure to file the form by the statutory filing date can result in the imposition of a penalty under Wis. Stat. § 196.66. The penalty which can be imposed by this section of the statutes is a forfeiture of not less than \$25 nor more than \$5,000 for each violation. Each day subsequent to the filing date constitutes a separate and distinct violation. The filed form is available to the public and personally identifiable information may be used for purposes other than those related to public utility regulation.

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IDENTIFICATION AND OWNERSHIP

Exact Utility Name: CEDAR GROVE MUNICIPAL WATER UTILITY

Utility Address: 22 WILLOW AVENUE

CEDAR GROVE, WI 53013-0000

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: MRS KAREN OTTE

Title: CLERK-TREASURER

Office Address:

22 WILLOW AVENUE

CEDAR GROVE, WI 53013

Telephone: (920) 668 - 6523

Fax Number: (920) 668 - 8597

E-mail Address: vocgrove@hotmail.com

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

Name: GREG PETERSON

Title: CPA

Office Address: WEBER, CORSON & PETERSON

2203 S MEMORIAL PL

SHEBOYGAN, WI 53081

Telephone: (920) 457 - 3641 EXT 224

Fax Number: (920) 457 - 8148

E-mail Address: greg@webercorson.com

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

Name: ROGER SANDEE

Title: VILLAGE BOARD CHAIRMAN

Office Address:

29 W WISCONSIN AVE

CEDAR GROVE, WI 53013

Telephone: (920) 668 - 6791

Fax Number: (920) 668 - 8597

E-mail Address: vocgrove@hotmail.com

Are records of utility audited by individuals or firms, other than utility employee? NO

IDENTIFICATION AND OWNERSHIP

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

Name:

Title:

Office Address:

Telephone:

Fax Number:

E-mail Address:

Date of most recent audit report:

Period covered by most recent audit:

Names and titles of utility management including manager or superintendent:

Name: MR TOM HUENINK

Title: PLANT OPERATOR

Office Address:

22 WILLOW AVENUE
CEDAR GROVE, WI 53013-0000

Telephone: (920) 668 - 6523

Fax Number: (920) 668 - 8597

E-mail Address: vocgrove@hotmail.com

Name of utility commission/committee: WATER & SEWER COMMITTEE

Names of members of utility commission/committee:

MR PAUL DEKKER, SUPERINTENDANT

MR TOM HUENINK, PLANT OPERATOR

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)	273,601	251,362	1
Operating Expenses:			
Operation and Maintenance Expense (401)	92,683	71,749	2
Depreciation Expense (403)	37,929	35,817	3
Amortization Expense (404)	0	0	4
Taxes (408)	42,192	44,180	5
Total Operating Expenses	172,804	151,746	
Net Operating Income	100,797	99,616	
Income from Utility Plant Leased to Others (412-413)	0	0	6
Utility Operating Income	100,797	99,616	
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)	213	162	9
Miscellaneous Nonoperating Income (421)	22,600	197,878	10
Total Other Income	22,813	198,040	
Total Income	123,610	297,656	
MISCELLANEOUS INCOME DEDUCTIONS			
Miscellaneous Amortization (425)	(4,555)	(4,555)	11
Other Income Deductions (426)	18,442	17,394	12
Total Miscellaneous Income Deductions	13,887	12,839	
Income Before Interest Charges	109,723	284,817	
INTEREST CHARGES			
Interest on Long-Term Debt (427)	18,594	24,845	13
Amortization of Debt Discount and Expense (428)	0	0	14
Amortization of Premium on Debt--Cr. (429)	0	0	15
Interest on Debt to Municipality (430)	9,902	11,413	16
Other Interest Expense (431)	0	0	17
Interest Charged to Construction--Cr. (432)	0	0	18
Total Interest Charges	28,496	36,258	
Net Income	81,227	248,559	
EARNED SURPLUS			
Unappropriated Earned Surplus (Beginning of Year) (216)	930,440	666,888	19
Balance Transferred from Income (433)	81,227	248,559	20
Miscellaneous Credits to Surplus (434)	0	14,993	21
Miscellaneous Debits to Surplus--Debit (435)	63,682	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)	947,985	930,440	

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	273,601		273,601	1
Total (Acct. 400):	273,601	0	273,601	
Operation and Maintenance Expense (401):				
Derived	92,683		92,683	2
Total (Acct. 401):	92,683	0	92,683	
Depreciation Expense (403):				
Derived	37,929		37,929	3
Total (Acct. 403):	37,929	0	37,929	
Amortization Expense (404):				
Derived	0		0	4
Total (Acct. 404):	0	0	0	
Taxes (408):				
Derived	42,192		42,192	5
Total (Acct. 408):	42,192	0	42,192	
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:	100,797	0	100,797	
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):				
SAVINGS ACCOUNT INTEREST	213	0	213	10
Total (Acct. 419):	213	0	213	
Miscellaneous Nonoperating Income (421):				
Contributed Plant - Water		22,600	22,600	11

INCOME STATEMENT ACCOUNT DETAILS

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

Description of Item (a)	Earnings (216.1) (b)	Contributions (216.2) (c)	Total This Year (d)
OTHER INCOME			
Miscellaneous Nonoperating Income (421):			
NONE	0	0	0 12
Total (Acct. 421):	0	22,600	22,600
TOTAL OTHER INCOME:	213	22,600	22,813

MISCELLANEOUS INCOME DEDUCTIONS			
Miscellaneous Amortization (425):			
Regulatory Liability (253) Amortization	(4,555)	[REDACTED]	(4,555) 13
NONE	0	0	0 14
Total (Acct. 425):	(4,555)	0	(4,555)
Other Income Deductions (426):			
Depreciation Expense on Contributed Plant - Water	[REDACTED]	18,442	18,442 15
NONE	0	0	0 16
Total (Acct. 426):	0	18,442	18,442
TOTAL MISCELLANEOUS INCOME DEDUCTIONS:	(4,555)	18,442	13,887

INTEREST CHARGES			
Interest on Long-Term Debt (427):			
Derived	18,594	[REDACTED]	18,594 17
Total (Acct. 427):	18,594	0	18,594
Amortization of Debt Discount and Expense (428):			
NONE	0	[REDACTED]	0 18
Total (Acct. 428):	0	0	0
Amortization of Premium on Debt--Cr. (429):			
NONE	0	[REDACTED]	0 19
Total (Acct. 429):	0	0	0
Interest on Debt to Municipality (430):			
Derived	9,902	[REDACTED]	9,902 20
Total (Acct. 430):	9,902	0	9,902
Other Interest Expense (431):			
Derived	0	[REDACTED]	0 21
Total (Acct. 431):	0	0	0

INCOME STATEMENT ACCOUNT DETAILS

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

Description of Item (a)	Earnings (216.1) (b)	Contributions (216.2) (c)	Total This Year (d)
INTEREST CHARGES			
Interest Charged to Construction--Cr. (432):			
NONE	0		0 22
Total (Acct. 432):	0	0	0
TOTAL INTEREST CHARGES:	28,496	0	28,496
NET INCOME:	77,069	4,158	81,227
EARNED SURPLUS			
Unappropriated Earned Surplus (Beginning of Year) (216):			
Derived	182,001	748,439	930,440 23
Total (Acct. 216):	182,001	748,439	930,440
Balance Transferred from Income (433):			
Derived	77,069	4,158	81,227 24
Total (Acct. 433):	77,069	4,158	81,227
Miscellaneous Credits to Surplus (434):			
DEPRECIATION CLAIMED ON MAINS REPORTED AS CON	(716)	716	0 25
Total (Acct. 434):	(716)	716	0
Miscellaneous Debits to Surplus--Debit (435):			
MAINS REPORTED AS CONTRIBUTED IN 2004 IN ERROR	0	63,682	63,682 26
Total (Acct. 435)--Debit:	0	63,682	63,682
Appropriations of Surplus--Debit (436):			
Detail appropriations to (from) account 215			0 27
Total (Acct. 436)--Debit:	0	0	0
UNAPPROPRIATED EARNED SURPLUS (END OF YEAR):	258,354	689,631	947,985

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

Particulars (a)	Water (b)	Electric (c)	Sewer (d)	Gas (e)	Total (f)	
Revenues (account 415)					0	1
Costs and Expenses of Merchandising, Jobbing and Contract Work (416):						
Cost of merchandise sold					0	2
Payroll					0	3
Materials					0	4
Taxes					0	5
Other (list by major classes):					0	6
Total costs and expenses	0	0	0	0	0	
Net income (or loss)	0	0	0	0	0	

REVENUES SUBJECT TO WISCONSIN REMAINDER ASSESSMENT

- | |
|---|
| <p>1. Report data necessary to calculate revenue subject to Wisconsin remainder assessment pursuant to Wis. Stat. § 196.85(2) and Wis. Admin. Code Ch. PSC 5.</p> <p>2. If the sewer department is not regulated by the PSC, do not report sewer department data in column (d).</p> |
|---|

Description (a)	Water Utility (b)	Electric Utility (c)	Sewer Utility (Regulated Only) (d)	Gas Utility (e)	Total (f)	
Total operating revenues	273,601	0	0	0	273,601	1
Less: interdepartmental sales	0		0	0	0	2
Less: interdepartmental rents					0	3
Less: return on net investment in meters charged to regulated sewer department. (Do not report if nonregulated sewer.)	0				0	4
Less: uncollectibles directly expensed as reported in water acct. 904 (690 class D), sewer acct. 843, and electric acct. 904 (590 class D) -or- Net write-offs when Accumulated Provision for Uncollectible Accounts (acct. 144) is maintained					0	5
Other Increases or (Decreases) to Operating Revenues - Specify:						
.					0	6
Revenues subject to Wisconsin Remainder Assessment	273,601	0	0	0	273,601	

BALANCE SHEET

Assets and Other Debits (a)	Balance End of Year (b)	Balance First of Year (c)	
UTILITY PLANT			
Utility Plant (100)	2,630,782	2,546,128	1
Less: Accumulated Provision for Depreciation and Amortization of Utility Plant (110)	472,999	426,173	2
Net Utility Plant	2,157,783	2,119,955	
OTHER PROPERTY AND INVESTMENTS			
Nonutility Property (121)	0	0	3
Less: Accumulated Provision for Depreciation and Amortization of Nonutility Property (122)	0	0	4
Net Nonutility Property	0	0	
Investment in Municipality (123)	0	0	5
Other Investments (124)	0	0	6
Special Funds (125)	0	0	7
Total Other Property and Investments	0	0	
CURRENT AND ACCRUED ASSETS			
Cash and Working Funds (131)	8,124	10,160	8
Temporary Cash Investments (132)	36,969	20,710	9
Notes Receivable (141)	0	0	10
Customer Accounts Receivable (142)	40,104	40,045	11
Other Accounts Receivable (143)	102	102	12
Accumulated Provision for Uncollectible Accounts- -Cr. (144)	0	0	13
Receivables from Municipality (145)	4,635	5,699	14
Materials and Supplies (150)	4,147	4,057	15
Prepayments (165)	0	450	16
Other Current and Accrued Assets (170)			17
Total Current and Accrued Assets	94,081	81,223	
DEFERRED DEBITS			
Unamortized Debt Discount and Expense (181)	0	0	18
Extraordinary Property Losses (182)	0	0	19
Other Deferred Debits (183)	0	14,959	20
Total Deferred Debits	0	14,959	
Total Assets and Other Debits	2,251,864	2,216,137	

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)	166,417	166,417	21
Appropriated Earned Surplus (215)			22
Unappropriated Earned Surplus (216)	947,985	930,440	23
Total Proprietary Capital	1,114,402	1,096,857	
LONG-TERM DEBT			
Bonds (221)	500,881	525,546	24
Advances from Municipality (223)	196,561	203,809	25
Other long-Term Debt (224)	61,344	162,825	26
Total Long-Term Debt	758,786	892,180	
CURRENT AND ACCRUED LIABILITIES			
Notes Payable (231)	0	0	27
Accounts Payable (232)	11,784	5,577	28
Payables to Municipality (233)	265,851	110,826	29
Customer Deposits (235)			30
Taxes Accrued (236)	8,681	10,558	31
Interest Accrued (237)	10,374	13,598	32
Other Current and Accrued Liabilities (238)			33
Total Current and Accrued Liabilities	296,690	140,559	
DEFERRED CREDITS			
Unamortized Premium on Debt (251)	0	0	34
Customer Advances for Construction (252)			35
Other Deferred Credits (253)	81,986	86,541	36
Total Deferred Credits	81,986	86,541	
OPERATING RESERVES			
Miscellaneous Operating Reserves (265)			37
Total Operating Reserves	0	0	
Total Liabilities and Other Credits	2,251,864	2,216,137	

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	2,546,128	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)	1,799,840	0	0	0	2
Utility Plant in Service - Contributed Plant (100.2)	830,942	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	2,630,782	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)	331,688	0	0	0	11
Accumulated Provision for Depreciation of Utility Plant in Service - Contributed Plant (110.2)	141,311	0	0	0	12
Total Accumulated Provision	472,999	0	0	0	
Net Utility Plant	2,157,783	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)	302,588				302,588	1
Credits During Year						2
Accruals:						3
Charged depreciation expense (403)	37,929				37,929	4
Depreciation expense on meters						5
charged to sewer (see Note 3)	1,844				1,844	6
Accruals charged other						7
accounts (specify):						8
					0	9
Salvage	561				561	10
Other credits (specify):						11
Reclassify depreciation on mains					0	12
reported as contributed in error					0	13
in 2004.	716				716	14
					0	15
Total credits	41,050	0	0	0	41,050	16
Debits during year						17
Book cost of plant retired	10,950				10,950	18
Cost of removal	1,000				1,000	19
Other debits (specify):						20
					0	21
					0	22
					0	23
					0	24
Total debits	11,950	0	0	0	11,950	25
Balance end of year (110.1)	331,688	0	0	0	331,688	26
Composite Depreciation Rate?	Yes					27
If yes, what is the rate?	2.25%					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)	123,585				123,585	1
Credits During Year						2
Accruals:						3
Charged depreciation expense (426)	18,442				18,442	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	18,442	0	0	0	18,442	16
Debits during year						17
Book cost of plant retired	0				0	18
Cost of removal					0	19
Other debits (specify):						20
Reclassify depreciation on mains					0	21
reported as contributed in error					0	22
in 2004.	716				716	23
					0	24
Total debits	716	0	0	0	716	25
Balance end of year (110.1)	141,311	0	0	0	141,311	26
Composite Depreciation Rate?	Yes					27
If yes, what is the rate?	2.25%					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	<u>0</u>	
Deductions:		
Accounts written off during the year: Utility Customers		5
Accounts written off during the year: Others		6
Total accounts written off	<u>0</u>	
Balance end of year	<u><u>0</u></u>	

MATERIALS AND SUPPLIES

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

Account	Total End of Year	Amount Prior Year
Electric utility total	0	0 1
Water utility	4,147	4,057 2
Sewer utility		0 3
Gas utility		0 4
Merchandise		0 5
Other materials & supplies		0 6
Total Materials and Supplies	4,147	4,057

**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)				
NONE				1
Total			<u><u>0</u></u>	
Unamortized premium on debt (251)				
NONE				2
Total			<u><u>0</u></u>	

CAPITAL PAID IN BY MUNICIPALITY (ACCT. 200)

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

Particulars (a)	Amount (b)	
Balance first of year	166,417	1
Changes during year (explain):		2
Balance end of year	<u>166,417</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 2002	04/10/2002	05/01/2021	2.75%	500,881	1
Total Bonds (Account 221):				500,881	

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)					
STATE TRUST FUND LOAN-MAIN ST PROJECT	11/15/2002	11/15/2022	5.00%	196,561	1
Total for Account 223				196,561	
Other Long-Term Debt (224)					
STATE TRUST FUND LOAN	07/05/2000	03/15/2005	6.00%	0	2
Nat'l Exchange Bank Loan	03/01/2002	03/01/2007	4.75%	61,344	3
Total for Account 224				61,344	

TAXES ACCRUED (ACCT. 236)

Particulars (a)	Amount (b)	
Balance first of year	10,558	1
Accruals:		
Charged water department expense	42,192	2
Charged electric department expense		3
Charged sewer department expense	534	4
Other (explain):		
NONE		5
Total Accruals and other credits	<u>42,726</u>	
Taxes paid during year:		
County, state and local taxes	42,889	6
Social Security taxes	1,495	7
PSC Remainder Assessment	219	8
Other (explain):		
NONE		9
Total payments and other debits	<u>44,603</u>	
Balance end of year	<u><u>8,681</u></u>	

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 2002	2,409	14,000	14,113	2,296	1
Subtotal	2,409	14,000	14,113	2,296	
Advances from Municipality (223)					
STATE TRUST FUND LOAN	8,124	9,902	10,191	7,835	2
Subtotal	8,124	9,902	10,191	7,835	
Other long-Term Debt (224)					
Nat'l Exchange Bank Loan	427	3,935	4,119	243	3
STATE TRUST FUND LOAN	2,638	659	3,297	0	4
Subtotal	3,065	4,594	7,416	243	
Notes Payable (231)					
NONE	0			0	5
Subtotal	0	0	0	0	
Total	13,598	28,496	31,720	10,374	

BALANCE SHEET END-OF-YEAR ACCOUNT BALANCES

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

Particulars (a)	Balance End of Year (b)	
Investment in Municipality (123):		
NONE		1
Total (Acct. 123):	0	
Other Investments (124):		
NONE		2
Total (Acct. 124):	0	
Special Funds (125):		
NONE		3
Total (Acct. 125):	0	
Notes Receivable (141):		
NONE		4
Total (Acct. 141):	0	
Customer Accounts Receivable (142):		
Water	40,104	5
Electric		6
Sewer (Regulated)		7
Other (specify):		
NONE		8
Total (Acct. 142):	40,104	
Other Accounts Receivable (143):		
Sewer (Non-regulated)		9
Merchandising, jobbing and contract work		10
Other (specify):		
MISCELLANEOUS	102	11
Total (Acct. 143):	102	
Receivables from Municipality (145):		
DELINQUENT WATER BILLS PUT ON TAX ROLL - VILLAGE	2,213	12
BALANCE DUE ON 2005 HYDRANT RENTAL - VILLAGE	2,422	13
Total (Acct. 145):	4,635	
Prepayments (165):		
NONE		14
Total (Acct. 165):	0	
Extraordinary Property Losses (182):		
NONE		15
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		16
Total (Acct. 183):	0	
Payables to Municipality (233):		
OVERCHARGED AMOUNT ON 2005 JOINT OPERATING COSTS - SEWER	158	17
WATER EXPENSES PAID BY VILLAGE	265,693	18
Total (Acct. 233):	265,851	
Other Deferred Credits (253):		
Regulatory Liability	81,986	19
NONE		20
Total (Acct. 253):	81,986	

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)	1,736,972	0	0	0	1,736,972	1
Materials and Supplies	4,102	0	0	0	4,102	2
Other (specify):					0	3
Less Average:						
Reserve for Depreciation (110.1)	317,138	0	0	0	317,138	4
Customer Advances for Construction					0	5
Regulatory Liability	84,263	0	0	0	84,263	6
					0	7
Average Net Rate Base	1,339,673	0	0	0	1,339,673	
Net Operating Income	100,797	0	0	0	100,797	8
Net Operating Income as a percent of Average Net Rate Base	7.52%	N/A	N/A	N/A	7.52%	

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	0.4	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	86,541	0	0	0	86,541	1
Add credits during year:					0	2
Deduct charges:						
Miscellaneous Amortization (425)	4,555	0	0	0	4,555	3
Other (specify):					0	4
Balance End of Year	81,986	0	0	0	81,986	

FINANCIAL SECTION FOOTNOTES

Accumulated Provision for Depreciation and Amortization of Utility Plant on Utility Plant Financed by Ut

General footnotes

We transferred 2004 depreciation claimed on mains originally reported as contributed in error. The cost of the mains have been reclassified to plant financed by utility.

We reclassified the following depreciation:
 $\$63,682 \times 2.25\% \times 1/2 \text{ year} = \716

Accumulated Provision for Depreciation and Amortization of Utility Plant on Contributed Plant in Servic

General footnotes

We transferred 2004 depreciation claimed on mains originally reported as contributed in error. The cost of the mains have been reclassified to plant financed by utility.

We reclassified the following depreciation:
 $\$63,682 \times 2.25\% \times 1/2 \text{ year} = \716

Balance Sheet End-of-Year Account Balances (Page F-18)

Please explain amounts in Accounts 143, 145 and/or 233 in excess of \$2,000, providing a short list or detail using other than terms such as "other revenues" "general" "miscellaneous" or repeating the account title.

Payable to Municipality (233) - Village	
Water share of debt payments	\$182,585
Construction cost for main loop	53,137
Cash for miscellaneous bills	24,987
Wages and fringes	4,788
Miscellaneous	196

WATER OPERATING REVENUES & EXPENSES

Particulars (a)	This Year (b)	Last Year (c)	
Operating Revenues			
Sales of Water			
Sales of Water (460-467)	271,081	248,984	1
Total Sales of Water	271,081	248,984	
Other Operating Revenues			
Forfeited Discounts (470)	304	220	2
Other Water Revenues (474)	2,216	2,158	3
Total Other Operating Revenues	2,520	2,378	
Total Operating Revenues	273,601	251,362	
Operation and Maintenance Expenses			
Plant Operation and Maintenance Expenses (600-660)	63,716	46,146	4
General Operating Expenses (680-690)	28,967	25,603	5
Total Operation and Maintenance Expenses	92,683	71,749	
Other Operating Expenses			
Depreciation Expense (403)	37,929	35,817	6
Amortization Expense (404)		0	7
Taxes (408)	42,192	44,180	8
Total Other Operating Expenses	80,121	79,997	
Total Operating Expenses	172,804	151,746	
NET OPERATING INCOME	100,797	99,616	

WATER OPERATING REVENUES - SALES OF WATER

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

Particulars (a)	Average No. Customers (b)	Thousands of Gallons of Water Sold (c)	Amounts (d)	
Operating Revenues				
Sales of Water				
Unmetered Sales to General Customers (460)				
Residential				1
Commercial				2
Industrial				3
Total Unmetered Sales to General Customers (460)	0	0	0	
Metered Sales to General Customers (461)				
Residential	659	43,700	139,657	4
Commercial	53	4,248	13,865	5
Industrial	6	4,281	8,600	6
Total Metered Sales to General Customers (461)	718	52,229	162,122	
Private Fire Protection Service (462)				7
Public Fire Protection Service (463)	1		98,246	8
Other Sales to Public Authorities (464)	16	4,890	10,713	9
Sales to Irrigation Customers (465)				10
Sales for Resale (466)		0	0	11
Interdepartmental Sales (467)				12
Total Sales of Water	735	57,119	271,081	

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)	97,062	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)	1,184	3
Other (specify): NONE		4
Total Public Fire Protection Service (463)	98,246	
Forfeited Discounts (470):		
Customer late payment charges	304	5
Other (specify): NONE		6
Total Forfeited Discounts (470)	304	
Other Water Revenues (474):		
Return on net investment in meters charged to sewer department	2,216	7
Other (specify): NONE		8
Total Other Water Revenues (474)	2,216	

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)	12,962	11,316	1
Purchased Water (610)		0	2
Fuel or Power Purchased for Pumping (620)	14,312	10,338	3
Chemicals (630)	19,433	19,581	4
Supplies and Expenses (640)	9,684	858	5
Repairs of Water Plant (650)	6,425	3,153	6
Transportation Expenses (660)	900	900	7
Total Plant Operation and Maintenance Expenses	63,716	46,146	
GENERAL OPERATING EXPENSES			
Administrative and General Salaries (680)	6,578	6,386	8
Office Supplies and Expenses (681)	819	843	9
Outside Services Employed (682)	7,634	4,390	10
Insurance Expense (684)	2,867	3,600	11
Employees Pensions and Benefits (686)	8,583	10,124	12
Regulatory Commission Expenses (688)	2,001	0	13
Miscellaneous General Expenses (689)	485	260	14
Uncollectible Accounts (690)		0	15
Total General Operating Expenses	28,967	25,603	
Total Operation and Maintenance Expenses	92,683	71,749	

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		41,013	43,108	1
Less: Local and School Tax Equivalent on Meters Charged to Sewer Department		534	583	2
Net property tax equivalent		40,479	42,525	
Social Security		1,494	1,354	3
PSC Remainder Assessment		219	301	4
Other (specify): NONE			0	5
Total tax expense		42,192	44,180	

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			Sheboygan				1
SUMMARY OF TAX RATES							2
State tax rate	mills		0.237700				3
County tax rate	mills		7.355500				4
Local tax rate	mills		8.762500				5
School tax rate	mills		10.707600				6
Voc. school tax rate	mills		1.973500				7
Other tax rate - Local	mills		0.000000				8
Other tax rate - Non-Local	mills		0.000000				9
Total tax rate	mills		29.036800				10
Less: state credit	mills		1.436499				11
Net tax rate	mills		27.600301				12
PROPERTY TAX EQUIVALENT CALCULATION							13
Local Tax Rate	mills		8.762500				14
Combined School Tax Rate	mills		12.681100				15
Other Tax Rate - Local	mills		0.000000				16
Total Local & School Tax	mills		21.443600				17
Total Tax Rate	mills		29.036800				18
Ratio of Local and School Tax to Total	dec.		0.738497				19
Total tax net of state credit	mills		27.600301				20
Net Local and School Tax Rate	mills		20.382749				21
Utility Plant, Jan. 1	\$	2,546,128	2,546,128				22
Materials & Supplies	\$	4,057	4,057				23
Subtotal	\$	2,550,185	2,550,185				24
Less: Plant Outside Limits	\$	0	0				25
Taxable Assets	\$	2,550,185	2,550,185				26
Assessment Ratio	dec.		0.789012				27
Assessed Value	\$	2,012,127	2,012,127				28
Net Local & School Rate	mills		20.382749				29
Tax Equiv. Computed for Current Year	\$	41,013	41,013				30
Tax Equivalent per 1994 PSC Report	\$	11,980					31
Any lower tax equivalent as authorized by municipality (see note 6)	\$						32 33
Tax equiv. for current year (see note 6)	\$	41,013					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)	942		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)	114,032		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	114,974	0	
PUMPING PLANT			
Land and Land Rights (320)	0		12
Structures and Improvements (321)	205,121		13
Boiler Plant Equipment (322)	0		14
Other Power Production Equipment (323)	0		15
Steam Pumping Equipment (324)	0		16
Electric Pumping Equipment (325)	167,805	43,088	17
Diesel Pumping Equipment (326)	0		18
Hydraulic Pumping Equipment (327)	0		19
Other Pumping Equipment (328)	3,350		20
Total Pumping Plant	376,276	43,088	
WATER TREATMENT PLANT			
Land and Land Rights (330)	0		21
Structures and Improvements (331)	0		22
Water Treatment Equipment (332)	3,083	6,823	23
Total Water Treatment Plant	3,083	6,823	

**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)			942	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)			114,032	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	114,974	
PUMPING PLANT				
Land and Land Rights (320)			0	12
Structures and Improvements (321)			205,121	13
Boiler Plant Equipment (322)			0	14
Other Power Production Equipment (323)			0	15
Steam Pumping Equipment (324)			0	16
Electric Pumping Equipment (325)	10,000		200,893	17
Diesel Pumping Equipment (326)			0	18
Hydraulic Pumping Equipment (327)			0	19
Other Pumping Equipment (328)			3,350	20
Total Pumping Plant	10,000	0	409,364	
WATER TREATMENT PLANT				
Land and Land Rights (330)			0	21
Structures and Improvements (331)			0	22
Water Treatment Equipment (332)	750		9,156	23
Total Water Treatment Plant	750	0	9,156	

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)	417		24
Structures and Improvements (341)	0		25
Distribution Reservoirs and Standpipes (342)	528,101		26
Transmission and Distribution Mains (343)	467,417	21,125	27
Fire Mains (344)	0		28
Services (345)	63,877		29
Meters (346)	66,437	1,309	30
Hydrants (348)	45,970		31
Other Transmission and Distribution Plant (349)	0		32
Total Transmission and Distribution Plant	1,172,219	22,434	
GENERAL PLANT			
Land and Land Rights (370)	0		33
Structures and Improvements (371)	0		34
Office Furniture and Equipment (372)	2,597		35
Computer Equipment (372.1)	1,398		36
Transportation Equipment (373)	0		37
Other General Equipment (379)	3,557	659	38
Other Tangible Property (390)	0		39
Total General Plant	7,552	659	
Total utility plant in service directly assignable	1,674,104	73,004	
Common Utility Plant Allocated to Water Department	0		40
Total utility plant in service	1,674,104	73,004	

**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)			417 24
Structures and Improvements (341)			0 25
Distribution Reservoirs and Standpipes (342)			528,101 26
Transmission and Distribution Mains (343)		63,682	552,224 27
Fire Mains (344)			0 28
Services (345)			63,877 29
Meters (346)	100		67,646 30
Hydrants (348)			45,970 31
Other Transmission and Distribution Plant (349)			0 32
Total Transmission and Distribution Plant	100	63,682	1,258,235
GENERAL PLANT			
Land and Land Rights (370)			0 33
Structures and Improvements (371)			0 34
Office Furniture and Equipment (372)			2,597 35
Computer Equipment (372.1)			1,398 36
Transportation Equipment (373)			0 37
Other General Equipment (379)	100		4,116 38
Other Tangible Property (390)			0 39
Total General Plant	100	0	8,111
Total utility plant in service directly assignable	10,950	63,682	1,799,840
Common Utility Plant Allocated to Water Department			0 40
Total utility plant in service	10,950	63,682	1,799,840

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)	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 \$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)	658,632	17,599	27
Fire Mains (344)	0		28
Services (345)	143,642	2,501	29
Meters (346)	0		30
Hydrants (348)	69,750	2,500	31
Other Transmission and Distribution Plant (349)	0		32
Total Transmission and Distribution Plant	872,024	22,600	
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	872,024	22,600	
Common Utility Plant Allocated to Water Department	0		40
Total utility plant in service	872,024	22,600	

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)		(63,682)	612,549 27
Fire Mains (344)			0 28
Services (345)			146,143 29
Meters (346)			0 30
Hydrants (348)			72,250 31
Other Transmission and Distribution Plant (349)			0 32
Total Transmission and Distribution Plant	0	(63,682)	830,942
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	(63,682)	830,942
Common Utility Plant Allocated to Water Department			0 40
Total utility plant in service	0	(63,682)	830,942

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			8,247	8,247	1
February			7,658	7,658	2
March			8,385	8,385	3
April			8,109	8,109	4
May			8,755	8,755	5
June			10,441	10,441	6
July			9,620	9,620	7
August			10,228	10,228	8
September			6,514	6,514	9
October			5,188	5,188	10
November			5,340	5,340	11
December			5,729	5,729	12
Total annual pumpage	0	0	94,214	94,214	
Less: Water sold				57,119	13
Volume pumped but not sold				37,095	14
Volume sold as a percent of volume pumped				61%	15
Volume used for water production, water quality and system maintenance				2,000	16
Volume related to equipment/system malfunction				8,500	17
Non-utility volume NOT included in water sales					18
Total volume not sold but accounted for				10,500	19
Volume pumped but unaccounted for				26,595	20
Percent of water lost				28%	21
If more than 25%, indicate causes:					22
The amounts reported for January through August appear to be about 30% higher than 2004 monthly figures. In September after Well #3 pumping equipment was replaced, the numbers dropped back down to amounts consistent with previous years.					
If more than 25%, state what action has been taken to reduce water loss:					23
The station meters have been sent in to be tested. The amounts registered for September through December have dropped back down to amounts consistent with previous years.					
Maximum gallons pumped by all methods in any one day during reporting year (000 gal.)				502	24
Date of maximum: 6/20/2005					25
Cause of maximum:					26
Dry Conditions					
Minimum gallons pumped by all methods in any one day during reporting year (000 gal.)				110	27
Date of minimum: 2/20/2005					28
Total KWH used for pumping for the year				140,964	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)	
204 NORTH MAIN	1	570	12	500,000	Yes	1
22 WILLOW AVENUE	2	670	15	500,000	Yes	2
270 EAST UNION AVENUE	3	527	13	500,000	Yes	3

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 PUMP	NO 1	NO 2	1
Location	204 NORTH MAIN	204 NORTH MAIN	22 WILLOW AVENUE	2
Purpose	B	P	P	3
Destination	D	R	R	4
Pump Manufacturer	WIENMAN	AMERICAN	LAYNE	5
Year Installed	1998	1989	1960	6
Type	CENTRIFUGAL	VERTICAL TURBINE	VERTICAL TURBINE	7
Actual Capacity (gpm)	750	300	350	8
Pump Motor or Standby Engine Mfr	CENTURY	US MOTOR	ALLIS CHALMERS	9 10
Year Installed	1970	1989	1960	11
Type	ELECTRIC	ELECTRIC	ELECTRIC	12
Horsepower	50	30	40	13

Particulars (a)	Unit D (b)	Unit E (c)	Unit F (d)	
Identification	NO 3			14
Location	270 EAST UNION			15
Purpose	P			16
Destination	D			17
Pump Manufacturer	AMERICAN			18
Year Installed	1997			19
Type	VERTICAL TURBINE			20
Actual Capacity (gpm)	400			21
Pump Motor or Standby Engine Mfr	KOHLER FORD			22 23
Year Installed	1997			24
Type	ELECTRIC			25
Horsepower	75			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	NO 1	NO 2		1
RESERVOIRS, STANDPIPES OR ELEVATED TANKS				2
Type: R (reservoir), S (standpipe) or ET (elevated tank)	R	ET		3
Year constructed	1932	2000		4
Primary material (earthen, steel, concrete, other)	CONCRETE	STEEL		5
Elevation difference in feet (See Headnote 3.)	0	147		6
Total capacity in gallons (actual)	75,000	300,000		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)	NONE			11
Rated capacity of filter plant (m.g.d.) (note: 1,200,000 gal/day = 1.2 m.g.d.)	1.0000			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	300	0	0	0	300	1
M	D	6.000	21,068	0	0	0	21,068	2
P	D	6.000	1,138	125	0	0	1,263	3
M	D	8.000	4,906	0	0	0	4,906	4
P	D	8.000	20,842	280	0	0	21,122	5
P	D	12.000	6,530	0	0	0	6,530	6
Total Within Municipality			54,784	405	0	0	55,189	
Total Utility			54,784	405	0	0	55,189	

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	415	0	0	0	415	27	1
M	1.000	387	0	0	0	387	81	2
M	1.250	8	0	0	0	8	2	3
M	1.500	6	0	0	0	6		4
P	2.000	9	0	0	0	9	3	5
M	2.000	4	0	0	0	4		6
M	4.000	1	0	0	0	1	1	7
P	6.000		1			1		8
P	8.000	1	0	0	0	1		9
Total Utility		831	1	0	0	832	114	

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	759	0	3	0	756	0	1
1.000	20	0	0	0	20	0	2
1.500	3	0	0	0	3	0	3
2.000	2	1	0	0	3	0	4
3.000	3	0	0	0	3	0	5
4.000	2	0	0	0	2	0	6
Total:	789	1	3	0	787	0	

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	659	40	6	9	6	36	756	1
1.000	1	14	0	3	1	1	20	2
1.500	0	1	1	1	0	0	3	3
2.000	0	1	0	2	0	0	3	4
3.000	0	0	1	1	1	0	3	5
4.000	0	0	0	1	0	1	2	6
Total:	660	56	8	17	8	38	787	

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	123	1			124	2
Total Fire Hydrants	123	1	0	0	124	
Flushing Hydrants						
	0				0	3
Total Flushing Hydrants	0	0	0	0	0	

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

Number of hydrants operated during year:	123
Number of distribution system valves end of year:	161
Number of distribution valves operated during year:	100

WATER OPERATING SECTION FOOTNOTES

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

General footnotes

Commercial sales includes \$1,394 billed for missing meter charges on 1" meters . The utility found the error when completing its water rate increase and billed back 8 of the prior quarters as allowed by statute.

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

Please explain amounts in Account 474 in excess of \$2,000, including like items grouped. Please provide, for example, a short list or detail using other than terms such as "other revenues" "general" "miscellaneous" or repeating the account title.

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 30%, but not less \$2,000, please explain.

Power Purchased for Pumping (620) - Because of leaks in the column assembly in Well #3, the pumps were running more to get the required volume of water to the top of the well. The column assembly was replaced in fall of 2005.

Supplies and Expenses (640) - Includes \$4,464 paid to Northern Lake Service, Inc. for various tests including DW Synthetic Organics (SOCs) and SDWA Inorganics tests. Also, \$750 was paid to have the watertank evaluated for preventative actions to take.

Repairs to Water Plant (650) - Includes \$2,800 paid to clean and remove mold off of the outside of the water tower.

Outside Services Employed (682) - Includes \$2,856 for accounting services related to the preparation of information and other services related to the water rate increase.

Regulatory Commission Expenses (689) - PSC charges for the water rate increase to take effect in 2006.

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

If Additions for Accounts OTHER than 316, 343, 345, 346 and 348 exceed \$10,000, please explain. If applicable, provide construction authorization.

Electric Pumping Equipment (325) - A new 9" RCLC (13) stage Goulds bowl assembly, 300' of 6" column pipe (100' shorter than old column), new 1-1/2" x 5' ss top shaft and (30) 1-1/2" x 1-11/16" x 7" ss sleeves was installed in Well #3 after it was found that there were leaks in the existing equipment (\$25,000). After this was all installed, it was found that an additional 100' of column pipe would be needed as they were getting air. The pump was raised and the additional 100' of column assembly was installed (\$1,700). The cost also includes complete assembly of acidizing pressure plate (\$1,560), two injection procedures with acid solution (\$1,850), pump off acid and perform injection with chlorine solution (\$1,900), pump spent chlorine solution to waste and run well performance test (\$1,500), run pump to waste and collect second water sample (\$850), cost of chemicals used (\$5,000), and cost of materials used (\$3,400) plus other miscellaneous costs.

WATER OPERATING SECTION FOOTNOTES

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.

Electric Pumping Equipment (325) - The equipment replaced was installed in 1997 with the drilling and installation of the new well.

If Adjustments for any account are nonzero, please explain.

Transmission and Distribution Mains (343) - \$63,682 of mains were recorded as developer contributions in 2004 in error. The utility paid for these items in 2005. We have transferred the cost from the contributed plant schedule to the plant financed by utility schedule. The feet of main added last year was correct.

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

If Adjustments for any account are nonzero, please explain.

Transmission and Distribution Mains (343) - \$63,682 of mains were recorded as developer contributions in 2004 in error. The utility paid for these items in 2005. We have transferred the cost from the contributed plant schedule to the plant financed by utility schedule. The feet of main added last year was correct.

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.

\$21,125 of final expenses were paid in 2005 for the main loop project on the plant schedule (W-8) but were added to the main schedule (W-17) in 2004. This amount represented the balance paid for engineering services and final costs related to the completion of the water main loop at the railroad crossing.

The 405 feet of mains listed on page W-17 were developer added for a new assisted living home.

Water Services (Page W-18)

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

The one service added in 2005 was developer added and we estimated the cost of this 6" service including labor and materials. This is a service for an assisted living home. The service is reduce to a 2" meter at the building.

Meters (Page W-19)

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

Due to cash flow problems no meters were tested or replaced in 2005. Usage is monitored when the billing is prepared for unusual fluctuations and can be addressed at that time. The utility has been granted a water rate increase for 2006 and will be getting back on a schedule to replace meters.

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

The meters are monitored by reviewing the amounts billed on a quarterly basis and looking for unusual fluctuations. If there is a problem, the meter is pulled and replaced with one from stock.

WATER OPERATING SECTION FOOTNOTES

Meters (Page W-19)

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.

No. However, the some meters were tested in 2005 because of the unusually large amount of water being registered as pumped.
