



3014 (02-02-05)

**ANNUAL REPORT**

OF

Name: VILLAGE OF GRAFTON WATER AND WASTEWATER UTILITY

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

For the Year Ended: DECEMBER 31, 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**

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**Exact Utility Name:** VILLAGE OF GRAFTON WATER AND WASTEWATER UTILITY

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

**When was utility organized?** 1/1/1932

**Report any change in name:**

**Effective Date:**

**Utility Web Site:**

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**Utility employee in charge of correspondence concerning this report:**

**Name:** MR THOMAS JAMES KRUEGER

**Title:** UTILITY DIRECTOR

**Office Address:**

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

**Telephone:** (262) 375 - 5330

**Fax Number:** (262) 375 - 6938

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

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

**Name:** KAREN KERBER

**Title:** CPA

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

115 E FIFTH STREET  
SHAWANO, WI 54166

**Telephone:** (715) 526 - 9400 EXT 302

**Fax Number:** (715) 524 - 2599

**E-mail Address:** kkerber@kerberrose.com

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

**Name:** RONALD LAPEAN

**Title:** CHAIR - BOARD OF PUBLIC WORKS

**Office Address:**

1971 WASHINGTON STREET  
P.O. BOX 125  
GRAFTON, WI 54166

**Telephone:** (262) 375 - 5300

**Fax Number:** (262) 375 - 5304

**E-mail Address:**

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

**IDENTIFICATION AND OWNERSHIP**

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

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**Name:** KAREN KERBER

**Title:** CPA

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

**Telephone:** (715) 526 - 9400 EXT 302

**Fax Number:** (715) 524 - 2599

**E-mail Address:** kkerber@kerberrose.com

**Date of most recent audit report:** 3/24/2006

**Period covered by most recent audit:** YEAR ENDED DECEMBER 31, 2005

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**Names and titles of utility management including manager or superintendent:**

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**Name:** MR THOMAS JAMES KRUEGER

**Title:** UTILITY DIRECTOR

**Office Address:**

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

**Telephone:** (262) 375 - 5330

**Fax Number:** (262) 375 - 6938

**E-mail Address:** tkrueger@village.grafton.wi.us

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

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**Names of members of utility commission/committee:**

- MR EDWIN DIETRICH, JR
- MR DAVID EBERHARDT
- MR RONALD LAPEAN
- MR RICHARD RIECK
- MR DEVORAH RYAN

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**Is sewer service rendered by the utility?** YES

**If "yes," has the municipality, by ordinance, combined the water and sewer service into a single public utility, as provided by Wis. Stat. § 66.0819 of the Wisconsin Statutes?** YES

**Date of Ordinance:** 2/16/1959

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

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

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## IDENTIFICATION AND OWNERSHIP

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**Firm Name:**

**Contact Person:**

**Title:**

**Telephone:**

**Fax Number:**

**E-mail Address:**

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**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)	
<b>UTILITY OPERATING INCOME</b>			
Operating Revenues (400)	1,314,684	1,285,115	1
<b>Operating Expenses:</b>			
Operation and Maintenance Expense (401-402)	655,685	577,054	2
Depreciation Expense (403)	192,375	183,273	3
Amortization Expense (404-407)	0	0	4
Taxes (408)	220,371	211,645	5
<b>Total Operating Expenses</b>	<b>1,068,431</b>	<b>971,972</b>	
<b>Net Operating Income</b>	<b>246,253</b>	<b>313,143</b>	
Income from Utility Plant Leased to Others (412-413)	0	0	6
<b>Utility Operating Income</b>	<b>246,253</b>	<b>313,143</b>	
<b>OTHER INCOME</b>			
Income from Merchandising, Jobbing and Contract Work (415-416)	6,846	1,547	7
Income from Nonutility Operations (417)	0	0	8
Nonoperating Rental Income (418)	0	0	9
Interest and Dividend Income (419)	45,004	23,533	10
Miscellaneous Nonoperating Income (421)	124,044	1,686,996	11
<b>Total Other Income</b>	<b>175,894</b>	<b>1,712,076</b>	
<b>Total Income</b>	<b>422,147</b>	<b>2,025,219</b>	
<b>MISCELLANEOUS INCOME DEDUCTIONS</b>			
Miscellaneous Amortization (425)	(56,765)	(56,765)	12
Other Income Deductions (426)	74,786	71,738	13
<b>Total Miscellaneous Income Deductions</b>	<b>18,021</b>	<b>14,973</b>	
<b>Income Before Interest Charges</b>	<b>404,126</b>	<b>2,010,246</b>	
<b>INTEREST CHARGES</b>			
Interest on Long-Term Debt (427)	0	0	14
Amortization of Debt Discount and Expense (428)	553	1,155	15
Amortization of Premium on Debt--Cr. (429)	0	0	16
Interest on Debt to Municipality (430)	76,408	64,535	17
Other Interest Expense (431)	0	0	18
Interest Charged to Construction--Cr. (432)	0	0	19
<b>Total Interest Charges</b>	<b>76,961</b>	<b>65,690</b>	
<b>Net Income</b>	<b>327,165</b>	<b>1,944,556</b>	
<b>EARNED SURPLUS</b>			
Unappropriated Earned Surplus (Beginning of Year) (216)	21,709,917	16,969,710	20
Balance Transferred from Income (433)	327,165	1,944,556	21
Miscellaneous Credits to Surplus (434)	0	2,795,651	22
Miscellaneous Debits to Surplus--Debit (435)	0	0	23
Appropriations of Surplus--Debit (436)	0	0	24
Appropriations of Income to Municipal Funds--Debit (439)	0	0	25
<b>Total Unappropriated Earned Surplus End of Year (216)</b>	<b>22,037,082</b>	<b>21,709,917</b>	

### INCOME STATEMENT ACCOUNT DETAILS

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

Description of Item (a)	Earnings (216.1) (b)	Contributions (216.2) (c)	Total This Year (d)	
<b>UTILITY OPERATING INCOME</b>				
<b>Operating Revenues (400):</b>				
Derived	1,314,684		1,314,684	1
<b>Total (Acct. 400):</b>	<b>1,314,684</b>	<b>0</b>	<b>1,314,684</b>	
<b>Operation and Maintenance Expense (401-402):</b>				
Derived	655,685		655,685	2
<b>Total (Acct. 401-402):</b>	<b>655,685</b>	<b>0</b>	<b>655,685</b>	
<b>Depreciation Expense (403):</b>				
Derived	192,375		192,375	3
<b>Total (Acct. 403):</b>	<b>192,375</b>	<b>0</b>	<b>192,375</b>	
<b>Amortization Expense (404-407):</b>				
Derived	0		0	4
<b>Total (Acct. 404-407):</b>	<b>0</b>	<b>0</b>	<b>0</b>	
<b>Taxes (408):</b>				
Derived	220,371		220,371	5
<b>Total (Acct. 408):</b>	<b>220,371</b>	<b>0</b>	<b>220,371</b>	
<b>Revenues from Utility Plant Leased to Others (412):</b>				
NONE	0		0	6
<b>Total (Acct. 412):</b>	<b>0</b>	<b>0</b>	<b>0</b>	
<b>Expenses of Utility Plant Leased to Others (413):</b>				
NONE	0		0	7
<b>Total (Acct. 413):</b>	<b>0</b>	<b>0</b>	<b>0</b>	
<b>TOTAL UTILITY OPERATING INCOME:</b>	<b>246,253</b>	<b>0</b>	<b>246,253</b>	
<b>OTHER INCOME</b>				
<b>Income from Merchandising, Jobbing and Contract Work (415-416):</b>				
Derived	6,846		6,846	8
<b>Total (Acct. 415-416):</b>	<b>6,846</b>	<b>0</b>	<b>6,846</b>	
<b>Income from Nonutility Operations (417):</b>				
NONE	0		0	9
<b>Total (Acct. 417):</b>	<b>0</b>	<b>0</b>	<b>0</b>	
<b>Nonoperating Rental Income (418):</b>				
NONE	0		0	10
<b>Total (Acct. 418):</b>	<b>0</b>	<b>0</b>	<b>0</b>	

**INCOME STATEMENT ACCOUNT DETAILS**

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

Description of Item (a)	Earnings (216.1) (b)	Contributions (216.2) (c)	Total This Year (d)
<b>OTHER INCOME</b>			
<b>Interest and Dividend Income (419):</b>			
INVESTMENT INCOME	45,004	0	45,004 11
<b>Total (Acct. 419):</b>	<b>45,004</b>	<b>0</b>	<b>45,004</b>
<b>Miscellaneous Nonoperating Income (421):</b>			
Contributed Plant - Water	██████████	21,272	21,272 12
NON REGULATED SEWER OPERATING INCOME	48,256	54,516	102,772 13
<b>Total (Acct. 421):</b>	<b>48,256</b>	<b>75,788</b>	<b>124,044</b>
<b>TOTAL OTHER INCOME:</b>	<b>100,106</b>	<b>75,788</b>	<b>175,894</b>
<b>MISCELLANEOUS INCOME DEDUCTIONS</b>			
<b>Miscellaneous Amortization (425):</b>			
Regulatory Liability (253) Amortization	(56,765)	██████████	(56,765) 14
NONE	0	0	0 15
<b>Total (Acct. 425):</b>	<b>(56,765)</b>	<b>0</b>	<b>(56,765)</b>
<b>Other Income Deductions (426):</b>			
Depreciation Expense on Contributed Plant - Water	██████████	74,786	74,786 16
NONE	0	0	0 17
<b>Total (Acct. 426):</b>	<b>0</b>	<b>74,786</b>	<b>74,786</b>
<b>TOTAL MISCELLANEOUS INCOME DEDUCTIONS:</b>	<b>(56,765)</b>	<b>74,786</b>	<b>18,021</b>
<b>INTEREST CHARGES</b>			
<b>Interest on Long-Term Debt (427):</b>			
Derived	0	██████████	0 18
<b>Total (Acct. 427):</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Amortization of Debt Discount and Expense (428):</b>			
AMORTIZATION OF BOND DISCOUNT AND COSTS	553	██████████	553 19
<b>Total (Acct. 428):</b>	<b>553</b>	<b>0</b>	<b>553</b>
<b>Amortization of Premium on Debt--Cr. (429):</b>			
NONE	0	██████████	0 20
<b>Total (Acct. 429):</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Interest on Debt to Municipality (430):</b>			
Derived	76,408	██████████	76,408 21
<b>Total (Acct. 430):</b>	<b>76,408</b>	<b>0</b>	<b>76,408</b>

### INCOME STATEMENT ACCOUNT DETAILS

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

Description of Item (a)	Earnings (216.1) (b)	Contributions (216.2) (c)	Total This Year (d)
<b>INTEREST CHARGES</b>			
<b>Other Interest Expense (431):</b>			
Derived	0		0 22
<b>Total (Acct. 431):</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Interest Charged to Construction--Cr. (432):</b>			
NONE	0		0 23
<b>Total (Acct. 432):</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>TOTAL INTEREST CHARGES:</b>	<b>76,961</b>	<b>0</b>	<b>76,961</b>
<b>NET INCOME:</b>	<b>326,163</b>	<b>1,002</b>	<b>327,165</b>
<b>EARNED SURPLUS</b>			
<b>Unappropriated Earned Surplus (Beginning of Year) (216):</b>			
Derived	7,933,032	13,776,885	21,709,917 24
<b>Total (Acct. 216):</b>	<b>7,933,032</b>	<b>13,776,885</b>	<b>21,709,917</b>
<b>Balance Transferred from Income (433):</b>			
Derived	326,163	1,002	327,165 25
<b>Total (Acct. 433):</b>	<b>326,163</b>	<b>1,002</b>	<b>327,165</b>
<b>Miscellaneous Credits to Surplus (434):</b>			
NONE	0	0	0 26
<b>Total (Acct. 434):</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Miscellaneous Debits to Surplus--Debit (435):</b>			
NONE	0	0	0 27
<b>Total (Acct. 435)--Debit:</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Appropriations of Surplus--Debit (436):</b>			
Detail appropriations to (from) account 215			0 28
<b>Total (Acct. 436)--Debit:</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Appropriations of Income to Municipal Funds--Debit (439):</b>			
NONE	0	0	0 29
<b>Total (Acct. 439)--Debit:</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>UNAPPROPRIATED EARNED SURPLUS (END OF YEAR):</b>	<b>8,259,195</b>	<b>13,777,887</b>	<b>22,037,082</b>

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

Particulars (a)	Water (b)	Electric (c)	Sewer (d)	Gas (e)	Total (f)	
Revenues (account 415)	6,846				6,846	1
<b>Costs &amp; Expenses of Merchandising, Jobbing and Contract Work (416):</b>						
Cost of merchandise sold					0	2
Payroll					0	3
Materials					0	4
Taxes					0	5
<b>Other (list by major classes):</b>						
NONE					0	6
<b>Total costs and expenses</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	
<b>Net income (or loss)</b>	<b>6,846</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>6,846</b>	

**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	1,314,684	0	0	0	1,314,684	1
Less: interdepartmental sales	0		0	0	0	2
Less: interdepartmental rents	0	0		0	0	3
Less: return on net investment in meters charged to regulated sewer department. (Do not report if nonregulated sewer.)	0				0	4
Less: uncollectibles directly expensed as reported in water acct. 904 (690 class D), sewer acct. 843, and electric acct. 904 (590 class D) -or- Net write-offs when Accumulated Provision for Uncollectible Accounts (acct. 144) is maintained					0	5
<b>Other Increases or (Decreases) to Operating Revenues - Specify:</b> NONE					0	6
<b>Revenues subject to Wisconsin Remainder Assessment</b>	<b>1,314,684</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>1,314,684</b>	

### DISTRIBUTION OF TOTAL PAYROLL

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

Accounts Charged (a)	Direct Payroll Distribution (b)	Allocation of Amounts Charged Clearing Accts. (c)	Total (d)	
Water operating expenses	199,114		199,114	1
Electric operating expenses			0	2
Gas operating expenses			0	3
Heating operating expenses			0	4
Sewer operating expenses	281,080		281,080	5
Merchandising and jobbing			0	6
Other nonutility expenses			0	7
Water utility plant accounts			0	8
Electric utility plant accounts			0	9
Gas utility plant accounts			0	10
Heating utility plant accounts			0	11
Sewer utility plant accounts			0	12
Accum. prov. for depreciation of water plant			0	13
Accum. prov. for depreciation of electric plant			0	14
Accum. prov. for depreciation of gas plant			0	15
Accum. prov. for depreciation of heating plant			0	16
Accum. prov. for depreciation of sewer plant			0	17
Clearing accounts			0	18
All other accounts			0	19
<b>Total Payroll</b>	<b>480,194</b>	<b>0</b>	<b>480,194</b>	

### FULL-TIME EMPLOYEES (FTE)

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

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

Industry (a)	FTE (b)	
Water	4.4	1
Electric		2
Gas		3
Sewer	7.2	4

### BALANCE SHEET

Assets and Other Debits (a)	Balance End of Year (b)	Balance First of Year (c)	
<b>UTILITY PLANT</b>			
Utility Plant (100)	14,092,435	13,803,471	1
Less: Accumulated Provision for Depreciation and Amortization of Utility Plant (110)	3,173,297	2,939,766	2
<b>Net Utility Plant</b>	<b>10,919,138</b>	<b>10,863,705</b>	
<b>OTHER PROPERTY AND INVESTMENTS</b>			
Nonutility Property (121)	19,303,565	18,674,748	3
Less: Accumulated Provision for Depreciation and Amortization of Nonutility Property (122)	6,780,143	6,395,972	4
<b>Net Nonutility Property</b>	<b>12,523,422</b>	<b>12,278,776</b>	
Investment in Municipality (123)	0	0	5
Other Investments (124)	818,772	1,297,550	6
Special Funds (125)	0	0	7
<b>Total Other Property and Investments</b>	<b>13,342,194</b>	<b>13,576,326</b>	
<b>CURRENT AND ACCRUED ASSETS</b>			
Cash and Working Funds (131)	412,706	78,624	8
Temporary Cash Investments (132)	3,780,325	2,751,100	9
Notes Receivable (141)	0	0	10
Customer Accounts Receivable (142)	176,666	186,899	11
Other Accounts Receivable (143)	306,466	302,964	12
Accumulated Provision for Uncollectible Accounts- -Cr. (144)	0	0	13
Receivables from Municipality (145)	4,107	0	14
Materials and Supplies (150)	1,910	6,715	15
Prepayments (165)	11,112	11,493	16
Other Current and Accrued Assets (170)			17
<b>Total Current and Accrued Assets</b>	<b>4,693,292</b>	<b>3,337,795</b>	
<b>DEFERRED DEBITS</b>			
Unamortized Debt Discount and Expense (181)	6,011	6,564	18
Extraordinary Property Losses (182)	0	0	19
Other Deferred Debits (183)	0	0	20
<b>Total Deferred Debits</b>	<b>6,011</b>	<b>6,564</b>	
<b>Total Assets and Other Debits</b>	<b>28,960,635</b>	<b>27,784,390</b>	

## BALANCE SHEET

Liabilities and Other Credits (a)	Balance End of Year (b)	Balance First of Year (c)	
<b>PROPRIETARY CAPITAL</b>			
Capital Paid in by Municipality (200)	2,744,854	2,744,854	21
Appropriated Earned Surplus (215)			22
Unappropriated Earned Surplus (216)	22,037,082	21,709,917	23
<b>Total Proprietary Capital</b>	<b>24,781,936</b>	<b>24,454,771</b>	
<b>LONG-TERM DEBT</b>			
Bonds (221)	0	0	24
Advances from Municipality (223)	2,706,181	1,924,150	25
Other Long-Term Debt (224)	9,400	9,618	26
<b>Total Long-Term Debt</b>	<b>2,715,581</b>	<b>1,933,768</b>	
<b>CURRENT AND ACCRUED LIABILITIES</b>			
Notes Payable (231)	0	0	27
Accounts Payable (232)	282,211	165,587	28
Payables to Municipality (233)	0	0	29
Customer Deposits (235)	4,800		30
Taxes Accrued (236)	(2,193)	0	31
Interest Accrued (237)	34,861	18,353	32
Other Current and Accrued Liabilities (238)	121,669	92,297	33
<b>Total Current and Accrued Liabilities</b>	<b>441,348</b>	<b>276,237</b>	
<b>DEFERRED CREDITS</b>			
Unamortized Premium on Debt (251)	0	0	34
Customer Advances for Construction (252)			35
Other Deferred Credits (253)	1,021,770	1,119,614	36
<b>Total Deferred Credits</b>	<b>1,021,770</b>	<b>1,119,614</b>	
<b>OPERATING RESERVES</b>			
Property Insurance Reserve (261)			37
Injuries and Damages Reserve (262)			38
Pensions and Benefits Reserve (263)			39
Miscellaneous Operating Reserves (265)			40
<b>Total Operating Reserves</b>	<b>0</b>	<b>0</b>	
<b>Total Liabilities and Other Credits</b>	<b>28,960,635</b>	<b>27,784,390</b>	

## 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)	
<b>First of Year:</b>					
Total Utility Plant - First of Year	13,803,471	0	0	0	1
<i>(Should agree with Util. Plant Jan. 1 in Property Tax Equivalent Schedule)</i>					
<b>Plant Accounts:</b>					
Utility Plant in Service - Financed by Utility Operations or by the Municipality (101.1)	7,907,800	0	0	0	2
Utility Plant in Service - Contributed Plant (101.2)	6,184,635	0	0	0	3
Utility Plant Purchased or Sold (102)					4
Utility Plant in Process of Reclassification (103)					5
Utility Plant Leased to Others (104)					6
Property Held for Future Use (105)					7
Completed Construction not Classified (106)					8
Construction Work in Progress (107)					9
Utility Plant Acquisition Adjustments (108)					10
Other Utility Plant Adjustments (109)					11
<b>Total Utility Plant</b>	<b>14,092,435</b>	<b>0</b>	<b>0</b>	<b>0</b>	
<b>Accumulated Provision for Depreciation and Amortization:</b>					
Accumulated Provision for Depreciation of Utility Plant in Service - Financed by Utility Operations or by the Municipality (110.1)	1,822,863	0	0	0	12
Accumulated Provision for Depreciation of Utility Plant in Service - Contributed Plant (110.2)	1,350,434	0	0	0	13
<b>Total Accumulated Provision</b>	<b>3,173,297</b>	<b>0</b>	<b>0</b>	<b>0</b>	
<b>Net Utility Plant</b>	<b>10,919,138</b>	<b>0</b>	<b>0</b>	<b>0</b>	

**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)	
<b>Balance first of year (110.1)</b>	1,664,118				<b>1,664,118</b>	<b>1</b>
<b>Credits During Year</b>						<b>2</b>
<b>Accruals:</b>						<b>3</b>
Charged depreciation expense (403)	192,375				<b>192,375</b>	<b>4</b>
Depreciation expense on meters						<b>5</b>
charged to sewer (see Note 3)	13,622				<b>13,622</b>	<b>6</b>
Accruals charged other						<b>7</b>
accounts (specify):						<b>8</b>
					<b>0</b>	<b>9</b>
Salvage					<b>0</b>	<b>10</b>
Other credits (specify):						<b>11</b>
					<b>0</b>	<b>12</b>
					<b>0</b>	<b>13</b>
					<b>0</b>	<b>14</b>
					<b>0</b>	<b>15</b>
<b>Total credits</b>	<b>205,997</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>205,997</b>	<b>16</b>
<b>Debits during year</b>						<b>17</b>
Book cost of plant retired	47,252				<b>47,252</b>	<b>18</b>
Cost of removal					<b>0</b>	<b>19</b>
Other debits (specify):						<b>20</b>
					<b>0</b>	<b>21</b>
					<b>0</b>	<b>22</b>
					<b>0</b>	<b>23</b>
					<b>0</b>	<b>24</b>
<b>Total debits</b>	<b>47,252</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>47,252</b>	<b>25</b>
<b>Balance end of year (110.1)</b>	<b>1,822,863</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>1,822,863</b>	<b>26</b>
<b>Composite Depreciation Rate?</b>	No					<b>27</b>
If yes, what is the rate?						<b>28</b>

## 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)	
<b>Balance first of year (110.1)</b>	1,275,648				<b>1,275,648</b>	<b>1</b>
<b>Credits During Year</b>						<b>2</b>
<b>Accruals:</b>						<b>3</b>
Charged depreciation expense (426)	74,786				<b>74,786</b>	<b>4</b>
Depreciation expense on meters						<b>5</b>
charged to sewer (see Note 3)					<b>0</b>	<b>6</b>
Accruals charged other						<b>7</b>
accounts (specify):						<b>8</b>
					<b>0</b>	<b>9</b>
Salvage					<b>0</b>	<b>10</b>
Other credits (specify):						<b>11</b>
					<b>0</b>	<b>12</b>
					<b>0</b>	<b>13</b>
					<b>0</b>	<b>14</b>
					<b>0</b>	<b>15</b>
<b>Total credits</b>	<b>74,786</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>74,786</b>	<b>16</b>
<b>Debits during year</b>						<b>17</b>
Book cost of plant retired	0				<b>0</b>	<b>18</b>
Cost of removal					<b>0</b>	<b>19</b>
Other debits (specify):						<b>20</b>
					<b>0</b>	<b>21</b>
					<b>0</b>	<b>22</b>
					<b>0</b>	<b>23</b>
					<b>0</b>	<b>24</b>
<b>Total debits</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>25</b>
<b>Balance end of year (110.1)</b>	<b>1,350,434</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>1,350,434</b>	<b>26</b>
<b>Composite Depreciation Rate?</b>	No					<b>27</b>
If yes, what is the rate?						<b>28</b>

**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	18,129,969	1,236,716	73,431	<b>19,293,254</b>	<b>1</b>
<b>Other (specify):</b>					
Construction Work In-Progress	544,779	398,075	932,543	<b>10,311</b>	<b>2</b>
<b>Total Nonutility Property (121)</b>	<b>18,674,748</b>	<b>1,634,791</b>	<b>1,005,974</b>	<b>19,303,565</b>	
Less accum. prov. depr. & amort. (122)	6,395,972	457,602	73,431	<b>6,780,143</b>	<b>3</b>
<b>Net Nonutility Property</b>	<b>12,278,776</b>	<b>1,177,189</b>	<b>932,543</b>	<b>12,523,422</b>	

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

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

Account	Total End of Year	Amount Prior Year
Electric utility total	0	0 1
Water utility	1,910	6,715 2
Sewer utility		0 3
Gas utility		0 4
Merchandise		0 5
Other materials & supplies		0 6
<b>Total Materials and Supplies</b>	<b>1,910</b>	<b>6,715</b>

**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)		
<b>Unamortized debt discount &amp; expense (181)</b>				
1997 Advance from Municipality	96	428	2,357	1
2002 PROMISSORY NOTES	457	428	3,654	2
<b>Total</b>			<b>6,011</b>	
<b>Unamortized premium on debt (251)</b>				
NONE				3
<b>Total</b>			<b>0</b>	

**CAPITAL PAID IN BY MUNICIPALITY (ACCT. 200)**

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

Particulars (a)	Amount (b)	
Balance first of year	2,744,854	1
<b>Changes during year (explain):</b>		
NONE		2
<b>Balance end of year</b>	<u><u>2,744,854</u></u>	

**BONDS (ACCT. 221)**

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

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<b>Description of Issue (a)</b>	<b>Date of Issue (b)</b>	<b>Final Maturity Date (c)</b>	<b>Interest Rate (d)</b>	<b>Principal Amount End of Year (e)</b>
-------------------------------------	------------------------------	------------------------------------	------------------------------	---

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NONE

### NOTES PAYABLE & MISCELLANEOUS LONG-TERM DEBT

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

Account and Description of Obligation (a and b)	Date of Issue (c)	Final Maturity Date (d)	Interest Rate (e)	Principal Amount End of Year (f)	
<b>Advances (223)</b>					
2002 G.O. DEBT	10/09/2002	03/15/2012	5.25%	534,219	1
1997 General Obligation Debt	10/01/1997	10/01/2010	4.35%	372,663	2
2002 PROMISSORY NOTES	12/01/2003	12/01/2012	2.85%	496,965	3
2005 G.O. BONDS	05/01/2005	05/01/2024	4.00%	600,000	4
STATE TRUST FUND LOAN	12/02/2004	06/15/2009	3.00%	675,000	5
2002 GENERAL OBLIGATION DEBT	05/22/2002	03/15/2012	5.25%	27,334	6
<b>Total for Account 223</b>				<b><u>2,706,181</u></b>	
<b>Other Long-Term Debt (224)</b>					
1999 TOWER DEBT	10/21/1998	10/21/2008	0.00%	9,400	7
<b>Total for Account 224</b>				<b><u>9,400</u></b>	

**TAXES ACCRUED (ACCT. 236)**

Particulars (a)	Amount (b)	
Balance first of year	0	1
<b>Accruals:</b>		
Charged water department expense	222,345	2
Charged electric department expense		3
Charged sewer department expense		4
<b>Other (explain):</b>		
NONE		5
<b>Total Accruals and other credits</b>	<b>222,345</b>	
<b>Taxes paid during year:</b>		
County, state and local taxes		6
Social Security taxes	14,360	7
PSC Remainder Assessment	1,246	8
<b>Other (explain):</b>		
Property Tax Equivalent	208,932	9
<b>Total payments and other debits</b>	<b>224,538</b>	
<b>Balance end of year</b>	<b>(2,193)</b>	

### 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)	
<b>Bonds (221)</b>					
NONE	0			0	1
<b>Subtotal</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	
<b>Advances from Municipality (223)</b>					
1997 General Obligation Debt	1,724	21,909	20,685	2,948	2
2002 G.O. DEBT	794	4,563	4,289	1,068	3
2002 GENERAL OBLIGATION DEBT	14,157	31,281	32,895	12,543	4
2002 PROMISSORY NOTES	1,678	17,163	16,129	2,712	5
2004 STATE TRUST FUND LOAN		10,555		10,555	6
2005 G.O. BONDS		5,035		5,035	7
2002 STATE TRUST FUND LOAN INTEREST SUBSIDY		(14,098)	(14,098)	0	8
<b>Subtotal</b>	<b>18,353</b>	<b>76,408</b>	<b>59,900</b>	<b>34,861</b>	
<b>Other Long-Term Debt (224)</b>					
NONE	0			0	9
<b>Subtotal</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	
<b>Notes Payable (231)</b>					
NONE	0			0	10
<b>Subtotal</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	
<b>Total</b>	<b>18,353</b>	<b>76,408</b>	<b>59,900</b>	<b>34,861</b>	

## 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)	
<b>Investment in Municipality (123):</b>		
NONE		1
<b>Total (Acct. 123):</b>	<b>0</b>	
<b>Other Investments (124):</b>		
REPLACEMENT FUNDS	818,772	2
<b>Total (Acct. 124):</b>	<b>818,772</b>	
<b>Special Funds (125):</b>		
NONE		3
<b>Total (Acct. 125):</b>	<b>0</b>	
<b>Notes Receivable (141):</b>		
NONE		4
<b>Total (Acct. 141):</b>	<b>0</b>	
<b>Customer Accounts Receivable (142):</b>		
Water	176,666	5
Electric		6
Sewer (Regulated)		7
<b>Other (specify):</b>		
NONE		8
<b>Total (Acct. 142):</b>	<b>176,666</b>	
<b>Other Accounts Receivable (143):</b>		
Sewer (Non-regulated)	260,647	9
Merchandising, jobbing and contract work		10
<b>Other (specify):</b>		
SLUDGE HAULER RECEIVABLE	45,819	11
<b>Total (Acct. 143):</b>	<b>306,466</b>	
<b>Receivables from Municipality (145):</b>		
DUE FROM TAX COLLECTIONS	4,107	12
<b>Total (Acct. 145):</b>	<b>4,107</b>	
<b>Prepayments (165):</b>		
PREPAID INSURANCE	11,112	13
<b>Total (Acct. 165):</b>	<b>11,112</b>	
<b>Extraordinary Property Losses (182):</b>		
NONE		14
<b>Total (Acct. 182):</b>	<b>0</b>	
<b>Other Deferred Debits (183):</b>		
NONE		15
<b>Total (Acct. 183):</b>	<b>0</b>	

### 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.

<b>Particulars (a)</b>	<b>Balance End of Year (b)</b>	
<b>Payables to Municipality (233):</b>		
NONE		<b>16</b>
<b>Total (Acct. 233):</b>	<b>0</b>	
<b>Other Deferred Credits (253):</b>		
Regulatory Liability	1,021,770	<b>17</b>
NONE		<b>18</b>
<b>Total (Acct. 253):</b>	<b>1,021,770</b>	

### 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)	
<b>Add Average:</b>						
Utility Plant in Service (101.1)	7,770,210	0	0	0	7,770,210	1
Materials and Supplies	4,312	0	0	0	4,312	2
<b>Other (specify):</b>						
NONE					0	3
<b>Less Average:</b>						
Reserve for Depreciation (110.1)	1,743,490	0	0	0	1,743,490	4
Customer Advances for Construction					0	5
Regulatory Liability	1,050,152	0	0	0	1,050,152	6
NONE					0	7
<b>Average Net Rate Base</b>	<b>4,980,880</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>4,980,880</b>	
Net Operating Income	246,253	0	0	0	246,253	8
<b>Net Operating Income as a percent of</b>						
<b>Average Net Rate Base</b>	<b>4.94%</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>4.94%</b>	

## **IMPORTANT CHANGES DURING THE YEAR**

**Report changes of any of the following types:**

NONE

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

Particulars (a)	Water (b)	Electric (c)	Sewer (d)	Gas (e)	Total (f)	
Balance First of Year	1,078,535	0	0	0	1,078,535	1
<b>Add credits during year:</b>						
NONE					0	2
<b>Deduct charges:</b>						
Miscellaneous Amortization (425)	56,765	0	0	0	56,765	3
<b>Other (specify):</b>						
NONE					0	4
<b>Balance End of Year</b>	<b>1,021,770</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>1,021,770</b>	

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## FINANCIAL SECTION FOOTNOTES

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

#### General footnotes

The 1999 debt is for the purchase of the property that water tower #3 is located on. The original land contract based the purchase price on the value of the real estate tax bills over a 10 year period and did not include an interest factor.

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### Interest Accrued (Acct. 237) (Page F-18)

#### General footnotes

The Utility receives an interest subsidy on the 2002 State Trust Fund Loan which has been reflected as negative interest and a negative payment.

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

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

Account 143 reflects accounts receivable from residential, commercial and industrial users of the sewer system and accounts receivable from the users who haul septage to the system for processing.

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## FINANCIAL SECTION FOOTNOTES

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### Signature Page (Page ii)

#### General footnotes

##### ACCOUNTANTS' COMPILATION REPORT

Grafton Water and Wastewater Utility  
Grafton, Wisconsin

We have compiled the financial information in the accompanying Municipal Utility Annual Report (prescribed form) of the Grafton Water and Wastewater Utility as of December 31, 2005, and for the year then ended in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. We also have compiled the supplementary information presented in the Municipal Utility Annual Report.

Our compilation is limited to presenting in the form prescribed by the Public Service Commission of Wisconsin information that is the representation of management. We have not audited or reviewed the financial statements and supplementary information referred to above, and accordingly, do not express an opinion or any other form of assurance on them. This financial information was compiled by us from financial statements for the same period that we previously audited, as indicated in our report March 30, 2006.

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

KERBER, ROSE & ASSOCIATES, S.C.  
March 31, 2006

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**WATER OPERATING REVENUES & EXPENSES**

Particulars (a)	This Year (b)	Last Year (c)	
<b>Operating Revenues</b>			
<b>Sales of Water</b>			
Sales of Water (460-467)	1,230,570	1,203,816	1
<b>Total Sales of Water</b>	<b>1,230,570</b>	<b>1,203,816</b>	
<b>Other Operating Revenues</b>			
Forfeited Discounts (470)	4,802	4,869	2
Miscellaneous Service Revenues (471)	0	0	3
Rents from Water Property (472)	61,051	59,508	4
Interdepartmental Rents (473)	0	0	5
Other Water Revenues (474)	18,261	16,922	6
<b>Total Other Operating Revenues</b>	<b>84,114</b>	<b>81,299</b>	
<b>Total Operating Revenues</b>	<b>1,314,684</b>	<b>1,285,115</b>	
<b>Operation and Maintenance Expenses</b>			
Source of Supply Expenses (600-605)	13,845	10,147	7
Pumping Expenses (620-625)	118,544	118,323	8
Water Treatment Expenses (630-635)	35,793	44,221	9
Transmission and Distribution Expenses (640-655)	182,575	117,961	10
Customer Accounts Expenses (901-904)	42,985	38,500	11
Sales Expenses (910)	0	0	12
Administrative and General Expenses (920-935)	261,943	247,902	13
<b>Total Operation and Maintenance Expenses</b>	<b>655,685</b>	<b>577,054</b>	
<b>Other Operating Expenses</b>			
Depreciation Expense (403)	192,375	183,273	14
Amortization Expense (404-407)		0	15
Taxes (408)	220,371	211,645	16
<b>Total Other Operating Expenses</b>	<b>412,746</b>	<b>394,918</b>	
<b>Total Operating Expenses</b>	<b>1,068,431</b>	<b>971,972</b>	
<b>NET OPERATING INCOME</b>	<b>246,253</b>	<b>313,143</b>	

## 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)	
<b>Operating Revenues</b>				
<b>Sales of Water</b>				
Unmetered Sales to General Customers (460)				
Residential				1
Commercial	28	2,240	4,613	2
Industrial				3
<b>Total Unmetered Sales to General Customers (460)</b>	<b>28</b>	<b>2,240</b>	<b>4,613</b>	
Metered Sales to General Customers (461)				
Residential	4,217	251,925	700,629	4
Commercial	228	67,690	139,390	5
Industrial	69	55,312	102,374	6
<b>Total Metered Sales to General Customers (461)</b>	<b>4,514</b>	<b>374,927</b>	<b>942,393</b>	
Private Fire Protection Service (462)	61		27,945	7
Public Fire Protection Service (463)	1		238,961	8
Other Sales to Public Authorities (464)	25	6,135	16,658	9
Sales to Irrigation Customers (465)				10
Sales for Resale (466)		0	0	11
Interdepartmental Sales (467)				12
<b>Total Sales of Water</b>	<b>4,629</b>	<b>383,302</b>	<b>1,230,570</b>	

**SALES FOR RESALE (ACCT. 466)**

Use a separate line for each delivery point.

<b>Customer Name (a)</b>	<b>Point of Delivery (b)</b>	<b>Thousands of Gallons Sold (c)</b>	<b>Revenues (d)</b>
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NONE

### OTHER OPERATING REVENUES (WATER)

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

Particulars (a)	Amount (b)	
<b>Public Fire Protection Service (463):</b>		
Amount billed (usually per rate schedule F-1 or Fd-1)	238,961	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
<b>Other (specify):</b> NONE		4
<b>Total Public Fire Protection Service (463)</b>	<b>238,961</b>	
<b>Forfeited Discounts (470):</b>		
Customer late payment charges	4,802	5
<b>Other (specify):</b> NONE		6
<b>Total Forfeited Discounts (470)</b>	<b>4,802</b>	
<b>Miscellaneous Service Revenues (471):</b>		
NONE		7
<b>Total Miscellaneous Service Revenues (471)</b>	<b>0</b>	
<b>Rents from Water Property (472):</b>		
ANTENNA LEASE ON WATER TOWER	61,051	8
<b>Total Rents from Water Property (472)</b>	<b>61,051</b>	
<b>Interdepartmental Rents (473):</b>		
NONE		9
<b>Total Interdepartmental Rents (473)</b>	<b>0</b>	
<b>Other Water Revenues (474):</b>		
Return on net investment in meters charged to sewer department	13,289	10
<b>Other (specify):</b> MISCELLANEOUS	4,972	11
<b>Total Other Water Revenues (474)</b>	<b>18,261</b>	

## WATER OPERATION & MAINTENANCE EXPENSES

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

Particulars (a)	This Year (b)	Last Year (c)	
<b>SOURCE OF SUPPLY EXPENSES</b>			
Operation Labor (600)	13,845	10,147	1
Purchased Water (601)		0	2
Operation Supplies and Expenses (602)		0	3
Maintenance of Water Source Plant (605)		0	4
<b>Total Source of Supply Expenses</b>	<b>13,845</b>	<b>10,147</b>	
<b>PUMPING EXPENSES</b>			
Operation Labor (620)	26,119	32,265	5
Fuel for Power Production (621)		0	6
Fuel or Power Purchased for Pumping (622)	74,589	67,898	7
Operation Supplies and Expenses (623)	2,935	2,940	8
Maintenance of Pumping Plant (625)	14,901	15,220	9
<b>Total Pumping Expenses</b>	<b>118,544</b>	<b>118,323</b>	
<b>WATER TREATMENT EXPENSES</b>			
Operation Labor (630)	15,538	13,040	10
Chemicals (631)	19,238	17,908	11
Operation Supplies and Expenses (632)	249	1,362	12
Maintenance of Water Treatment Plant (635)	768	11,911	13
<b>Total Water Treatment Expenses</b>	<b>35,793</b>	<b>44,221</b>	
<b>TRANSMISSION AND DISTRIBUTION EXPENSES</b>			
Operation Labor (640)	21,858	22,206	14
Operation Supplies and Expenses (641)	47,584	20,501	15
Maintenance of Distribution Reservoirs and Standpipes (650)	4,282	7,130	16
Maintenance of Mains (651)	57,972	17,981	17
Maintenance of Services (652)	18,070	28,911	18
Maintenance of Meters (653)	22,227	13,035	19
Maintenance of Hydrants (654)	10,582	8,197	20
Maintenance of Other Plant (655)	0	0	21
<b>Total Transmission and Distribution Expenses</b>	<b>182,575</b>	<b>117,961</b>	

**WATER OPERATION & MAINTENANCE EXPENSES**

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

Particulars (a)	This Year (b)	Last Year (c)	
<b>CUSTOMER ACCOUNTS EXPENSES</b>			
Meter Reading Labor (901)	6,367	6,900	<b>22</b>
Accounting and Collecting Labor (902)	33,150	28,001	<b>23</b>
Supplies and Expenses (903)	3,468	3,599	<b>24</b>
Uncollectible Accounts (904)		0	<b>25</b>
<b>Total Customer Accounts Expenses</b>	<b>42,985</b>	<b>38,500</b>	
<b>SALES EXPENSES</b>			
Sales Expenses (910)		0	<b>26</b>
<b>Total Sales Expenses</b>	<b>0</b>	<b>0</b>	
<b>ADMINISTRATIVE AND GENERAL EXPENSES</b>			
Administrative and General Salaries (920)	82,237	91,727	<b>27</b>
Office Supplies and Expenses (921)	8,337	7,362	<b>28</b>
Administrative Expenses Transferred--Credit (922)		0	<b>29</b>
Outside Services Employed (923)	65,607	46,495	<b>30</b>
Property Insurance (924)	9,943	10,083	<b>31</b>
Injuries and Damages (925)	8,739	7,719	<b>32</b>
Employee Pensions and Benefits (926)	65,552	66,996	<b>33</b>
Regulatory Commission Expenses (928)	1,974	0	<b>34</b>
Miscellaneous General Expenses (930)	5,674	2,262	<b>35</b>
Transportation Expenses (933)	9,724	8,278	<b>36</b>
Maintenance of General Plant (935)	4,156	6,980	<b>37</b>
<b>Total Administrative and General Expenses</b>	<b>261,943</b>	<b>247,902</b>	
<b>Total Operation and Maintenance Expenses</b>	<b>655,685</b>	<b>577,054</b>	

### TAXES (ACCT. 408 - WATER)

When allocation of taxes is made between departments, explain method used.

Description of Tax (a)	Method Used to Allocate Between Departments (b)	This Year (c)	Last Year (d)	
Property Tax Equivalent	PSC PRESCRIBED FORMULA	208,932	209,235	1
Less: Local and School Tax Equivalent on Meters Charged to Sewer Department	CALCULATED	4,167	4,497	2
<b>Net property tax equivalent</b>		<b>204,765</b>	<b>204,738</b>	
Social Security	BASED ON ACTUAL PAYROLL	14,360	5,262	3
PSC Remainder Assessment	INVOICE FROM PSC	1,246	1,645	4
Other (specify): NONE			0	5
<b>Total tax expense</b>		<b>220,371</b>	<b>211,645</b>	

### PROPERTY TAX EQUIVALENT (WATER)

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

Particulars (a)	Units (b)	Total (c)	County A (d)	County B (e)	County C (f)	County D (g)	
County name			Ozaukee				1
<b>SUMMARY OF TAX RATES</b>							<b>2</b>
State tax rate	mills		0.209170				3
County tax rate	mills		1.981910				4
Local tax rate	mills		6.983870				5
School tax rate	mills		10.558550				6
Voc. school tax rate	mills		2.098900				7
Other tax rate - Local	mills		0.000000				8
Other tax rate - Non-Local	mills		0.000000				9
<b>Total tax rate</b>	mills		<b>21.832400</b>				<b>10</b>
Less: state credit	mills		1.475160				11
<b>Net tax rate</b>	mills		<b>20.357240</b>				<b>12</b>
<b>PROPERTY TAX EQUIVALENT CALCULATION</b>							<b>13</b>
<b>Local Tax Rate</b>	mills		<b>6.983870</b>				<b>14</b>
<b>Combined School Tax Rate</b>	mills		<b>12.657450</b>				<b>15</b>
<b>Other Tax Rate - Local</b>	mills		<b>0.000000</b>				<b>16</b>
<b>Total Local &amp; School Tax</b>	mills		<b>19.641320</b>				<b>17</b>
<b>Total Tax Rate</b>	mills		<b>21.832400</b>				<b>18</b>
<b>Ratio of Local and School Tax to Total</b>	dec.		<b>0.899641</b>				<b>19</b>
<b>Total tax net of state credit</b>	mills		<b>20.357240</b>				<b>20</b>
<b>Net Local and School Tax Rate</b>	mills		<b>18.314206</b>				<b>21</b>
Utility Plant, Jan. 1	\$	<b>13,803,471</b>	13,803,471				22
Materials & Supplies	\$	<b>6,715</b>	6,715				23
<b>Subtotal</b>	\$	<b>13,810,186</b>	<b>13,810,186</b>				<b>24</b>
Less: Plant Outside Limits	\$	<b>1,089,212</b>	1,089,212				25
<b>Taxable Assets</b>	\$	<b>12,720,974</b>	<b>12,720,974</b>				<b>26</b>
Assessment Ratio	dec.		0.896800				27
<b>Assessed Value</b>	\$	<b>11,408,169</b>	<b>11,408,169</b>				<b>28</b>
<b>Net Local &amp; School Rate</b>	mills		<b>18.314206</b>				<b>29</b>
<b>Tax Equiv. Computed for Current Year</b>	\$	<b>208,932</b>	<b>208,932</b>				<b>30</b>
Tax Equivalent per 1994 PSC Report	\$	147,252					31
Any lower tax equivalent as authorized by municipality (see note 6)	\$						32
<b>Tax equiv. for current year (see note 6)</b>	\$	<b>208,932</b>					<b>34</b>

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

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

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	
<b>INTANGIBLE PLANT</b>			
Organization (301)	0		1
Franchises and Consents (302)	0		2
Miscellaneous Intangible Plant (303)	0		3
<b>Total Intangible Plant</b>	<b>0</b>	<b>0</b>	
<b>SOURCE OF SUPPLY PLANT</b>			
Land and Land Rights (310)	28,994		4
Structures and Improvements (311)	0		5
Collecting and Impounding Reservoirs (312)	0		6
Lake, River and Other Intakes (313)	0		7
Wells and Springs (314)	204,821		8
Infiltration Galleries and Tunnels (315)	0		9
Supply Mains (316)	0		10
Other Water Source Plant (317)	0		11
<b>Total Source of Supply Plant</b>	<b>233,815</b>	<b>0</b>	
<b>PUMPING PLANT</b>			
Land and Land Rights (320)	0		12
Structures and Improvements (321)	516,882	10,660	13
Boiler Plant Equipment (322)	0		14
Other Power Production Equipment (323)	0		15
Steam Pumping Equipment (324)	0		16
Electric Pumping Equipment (325)	365,231	51,161	17
Diesel Pumping Equipment (326)	0		18
Hydraulic Pumping Equipment (327)	0		19
Other Pumping Equipment (328)	0		20
<b>Total Pumping Plant</b>	<b>882,113</b>	<b>61,821</b>	
<b>WATER TREATMENT PLANT</b>			
Land and Land Rights (330)	0		21
Structures and Improvements (331)	228,438		22
Water Treatment Equipment (332)	473,099		23
<b>Total Water Treatment Plant</b>	<b>701,537</b>	<b>0</b>	

**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)	
<b>INTANGIBLE PLANT</b>				
Organization (301)			0	1
Franchises and Consents (302)			0	2
Miscellaneous Intangible Plant (303)			0	3
<b>Total Intangible Plant</b>	<b>0</b>	<b>0</b>	<b>0</b>	
<b>SOURCE OF SUPPLY PLANT</b>				
Land and Land Rights (310)			28,994	4
Structures and Improvements (311)			0	5
Collecting and Impounding Reservoirs (312)			0	6
Lake, River and Other Intakes (313)			0	7
Wells and Springs (314)			204,821	8
Infiltration Galleries and Tunnels (315)			0	9
Supply Mains (316)			0	10
Other Water Source Plant (317)			0	11
<b>Total Source of Supply Plant</b>	<b>0</b>	<b>0</b>	<b>233,815</b>	
<b>PUMPING PLANT</b>				
Land and Land Rights (320)			0	12
Structures and Improvements (321)			527,542	13
Boiler Plant Equipment (322)			0	14
Other Power Production Equipment (323)			0	15
Steam Pumping Equipment (324)			0	16
Electric Pumping Equipment (325)	2,650		413,742	17
Diesel Pumping Equipment (326)			0	18
Hydraulic Pumping Equipment (327)			0	19
Other Pumping Equipment (328)			0	20
<b>Total Pumping Plant</b>	<b>2,650</b>	<b>0</b>	<b>941,284</b>	
<b>WATER TREATMENT PLANT</b>				
Land and Land Rights (330)			0	21
Structures and Improvements (331)			228,438	22
Water Treatment Equipment (332)			473,099	23
<b>Total Water Treatment Plant</b>	<b>0</b>	<b>0</b>	<b>701,537</b>	

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

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

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	
<b>TRANSMISSION AND DISTRIBUTION PLANT</b>			
Land and Land Rights (340)	13,539		24
Structures and Improvements (341)	0		25
Distribution Reservoirs and Standpipes (342)	276,034		26
Transmission and Distribution Mains (343)	3,408,470	108,318	27
Fire Mains (344)	0		28
Services (345)	727,688	49,548	29
Meters (346)	507,198	86,072	30
Hydrants (348)	400,744	4,221	31
Other Transmission and Distribution Plant (349)	0		32
<b>Total Transmission and Distribution Plant</b>	<b>5,333,673</b>	<b>248,159</b>	
<b>GENERAL PLANT</b>			
Land and Land Rights (389)	0		33
Structures and Improvements (390)	169,734		34
Office Furniture and Equipment (391)	34,500	2,424	35
Computer Equipment (391.1)	138,890	5,185	36
Transportation Equipment (392)	70,139	1,377	37
Stores Equipment (393)	0		38
Tools, Shop and Garage Equipment (394)	6,508		39
Laboratory Equipment (395)	2,832		40
Power Operated Equipment (396)	2,750		41
Communication Equipment (397)	28,440		42
SCADA Equipment (397.1)	7,655		43
Miscellaneous Equipment (398)	20,034	3,466	44
Other Tangible Property (399)	0		45
<b>Total General Plant</b>	<b>481,482</b>	<b>12,452</b>	
<b>Total utility plant in service directly assignable</b>	<b>7,632,620</b>	<b>322,432</b>	
Common Utility Plant Allocated to Water Department	0		46
<b>Total utility plant in service</b>	<b>7,632,620</b>	<b>322,432</b>	

**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)
<b>TRANSMISSION AND DISTRIBUTION PLANT</b>			
Land and Land Rights (340)			13,539 24
Structures and Improvements (341)			0 25
Distribution Reservoirs and Standpipes (342)			276,034 26
Transmission and Distribution Mains (343)	11,936		3,504,852 27
Fire Mains (344)			0 28
Services (345)	3,236		774,000 29
Meters (346)	17,232		576,038 30
Hydrants (348)	2,017		402,948 31
Other Transmission and Distribution Plant (349)			0 32
<b>Total Transmission and Distribution Plant</b>	<b>34,421</b>	<b>0</b>	<b>5,547,411</b>
<b>GENERAL PLANT</b>			
Land and Land Rights (389)			0 33
Structures and Improvements (390)			169,734 34
Office Furniture and Equipment (391)	3,520		33,404 35
Computer Equipment (391.1)	4,524		139,551 36
Transportation Equipment (392)	1,088		70,428 37
Stores Equipment (393)			0 38
Tools, Shop and Garage Equipment (394)			6,508 39
Laboratory Equipment (395)			2,832 40
Power Operated Equipment (396)			2,750 41
Communication Equipment (397)			28,440 42
SCADA Equipment (397.1)			7,655 43
Miscellaneous Equipment (398)	1,049		22,451 44
Other Tangible Property (399)			0 45
<b>Total General Plant</b>	<b>10,181</b>	<b>0</b>	<b>483,753</b>
<b>Total utility plant in service directly assignable</b>	<b>47,252</b>	<b>0</b>	<b>7,907,800</b>
Common Utility Plant Allocated to Water Department			0 46
<b>Total utility plant in service</b>	<b>47,252</b>	<b>0</b>	<b>7,907,800</b>

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

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

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	
<b>INTANGIBLE PLANT</b>			
Organization (301)	0		1
Franchises and Consents (302)	0		2
Miscellaneous Intangible Plant (303)	0		3
<b>Total Intangible Plant</b>	<b>0</b>	<b>0</b>	
<b>SOURCE OF SUPPLY PLANT</b>			
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
<b>Total Source of Supply Plant</b>	<b>0</b>	<b>0</b>	
<b>PUMPING PLANT</b>			
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
<b>Total Pumping Plant</b>	<b>0</b>	<b>0</b>	
<b>WATER TREATMENT PLANT</b>			
Land and Land Rights (330)	0		21
Structures and Improvements (331)	0		22
Water Treatment Equipment (332)	0		23
<b>Total Water Treatment Plant</b>	<b>0</b>	<b>0</b>	

**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)
<b>INTANGIBLE PLANT</b>			
Organization (301)			0 1
Franchises and Consents (302)			0 2
Miscellaneous Intangible Plant (303)			0 3
<b>Total Intangible Plant</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>SOURCE OF SUPPLY PLANT</b>			
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
<b>Total Source of Supply Plant</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>PUMPING PLANT</b>			
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
<b>Total Pumping Plant</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>WATER TREATMENT PLANT</b>			
Land and Land Rights (330)			0 21
Structures and Improvements (331)			0 22
Water Treatment Equipment (332)			0 23
<b>Total Water Treatment Plant</b>	<b>0</b>	<b>0</b>	<b>0</b>

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

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

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	
<b>TRANSMISSION AND DISTRIBUTION PLANT</b>			
Land and Land Rights (340)	0		24
Structures and Improvements (341)	0		25
Distribution Reservoirs and Standpipes (342)	384,825		26
Transmission and Distribution Mains (343)	4,383,564	8,724	27
Fire Mains (344)	0		28
Services (345)	888,276	710	29
Meters (346)	0		30
Hydrants (348)	514,186	4,350	31
Other Transmission and Distribution Plant (349)	0		32
<b>Total Transmission and Distribution Plant</b>	<b>6,170,851</b>	<b>13,784</b>	
<b>GENERAL PLANT</b>			
Land and Land Rights (389)	0		33
Structures and Improvements (390)	0		34
Office Furniture and Equipment (391)	0		35
Computer Equipment (391.1)	0		36
Transportation Equipment (392)	0		37
Stores Equipment (393)	0		38
Tools, Shop and Garage Equipment (394)	0		39
Laboratory Equipment (395)	0		40
Power Operated Equipment (396)	0		41
Communication Equipment (397)	0		42
SCADA Equipment (397.1)	0		43
Miscellaneous Equipment (398)	0		44
Other Tangible Property (399)	0		45
<b>Total General Plant</b>	<b>0</b>	<b>0</b>	
<b>Total utility plant in service directly assignable</b>	<b>6,170,851</b>	<b>13,784</b>	
Common Utility Plant Allocated to Water Department	0		46
<b>Total utility plant in service</b>	<b>6,170,851</b>	<b>13,784</b>	

**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)
<b>TRANSMISSION AND DISTRIBUTION PLANT</b>			
Land and Land Rights (340)			0 24
Structures and Improvements (341)			0 25
Distribution Reservoirs and Standpipes (342)			384,825 26
Transmission and Distribution Mains (343)			4,392,288 27
Fire Mains (344)			0 28
Services (345)			888,986 29
Meters (346)			0 30
Hydrants (348)			518,536 31
Other Transmission and Distribution Plant (349)			0 32
<b>Total Transmission and Distribution Plant</b>	<b>0</b>	<b>0</b>	<b>6,184,635</b>
<b>GENERAL PLANT</b>			
Land and Land Rights (389)			0 33
Structures and Improvements (390)			0 34
Office Furniture and Equipment (391)			0 35
Computer Equipment (391.1)			0 36
Transportation Equipment (392)			0 37
Stores Equipment (393)			0 38
Tools, Shop and Garage Equipment (394)			0 39
Laboratory Equipment (395)			0 40
Power Operated Equipment (396)			0 41
Communication Equipment (397)			0 42
SCADA Equipment (397.1)			0 43
Miscellaneous Equipment (398)			0 44
Other Tangible Property (399)			0 45
<b>Total General Plant</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Total utility plant in service directly assignable</b>	<b>0</b>	<b>0</b>	<b>6,184,635</b>
Common Utility Plant Allocated to Water Department			0 46
<b>Total utility plant in service</b>	<b>0</b>	<b>0</b>	<b>6,184,635</b>

## 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.

<b>Sources of Water Supply</b>					
<b>Month</b>	<b>Purchased Water Gallons (000's)</b>	<b>Surface Water Gallons (000's)</b>	<b>Ground Water Gallons (000's)</b>	<b>Total Gallons All Methods (000's)</b>	
<b>(a)</b>	<b>(b)</b>	<b>(c)</b>	<b>(d)</b>	<b>(e)</b>	
January			39,385	<b>39,385</b>	1
February			35,083	<b>35,083</b>	2
March			39,250	<b>39,250</b>	3
April			41,524	<b>41,524</b>	4
May			39,231	<b>39,231</b>	5
June			53,918	<b>53,918</b>	6
July			46,882	<b>46,882</b>	7
August			49,663	<b>49,663</b>	8
September			42,884	<b>42,884</b>	9
October			41,695	<b>41,695</b>	10
November			36,399	<b>36,399</b>	11
December			38,146	<b>38,146</b>	12
<b>Total annual pumpage</b>	<b>0</b>	<b>0</b>	<b>504,060</b>	<b>504,060</b>	
Less: Water sold				383,302	13
Volume pumped but not sold				<b>120,758</b>	14
Volume sold as a percent of volume pumped				<b>76%</b>	15
Volume used for water production, water quality and system maintenance				7,285	16
Volume related to equipment/system malfunction					17
Non-utility volume NOT included in water sales					18
Total volume not sold but accounted for				<b>7,285</b>	19
Volume pumped but unaccounted for				<b>113,473</b>	20
Percent of water lost				<b>23%</b>	21
If more than 25%, indicate causes:					22
If more than 25%, state what action has been taken to reduce water loss:					23
Maximum gallons pumped by all methods in any one day during reporting year (000 gal.)				2,723	24
Date of maximum: 7/18/2005					25
Cause of maximum:					26
Dry weather conditions and summer sprinkling.					
Minimum gallons pumped by all methods in any one day during reporting year (000 gal.)				864	27
Date of minimum: 11/25/2005					28
Total KWH used for pumping for the year				898,902	29
If water is purchased: Vendor Name:					30
Point of Delivery:					31

**SOURCES OF WATER SUPPLY - GROUND WATERS**

<b>Location (a)</b>	<b>Identification Number (b)</b>	<b>Depth in feet (c)</b>	<b>Well Diameter in inches (d)</b>	<b>Yield Per Day in gallons (e)</b>	<b>Currently In Service? (f)</b>	
WELL #2 - 906 FALLS STREET	2	518	12	468,000	Yes	1
WELL #3 - 1980 WASHINGTON ST.	3	1,100	12	655,200	Yes	2
WELL #4 - 438 9TH AVENUE	4	496	19	402,480	Yes	3
WELL #5 - 1501 1ST AVENUE	5	578	19	816,480	Yes	4
WELL #6 - 215 OAK STREET	6	578	19	1,408,320	Yes	5
WELL #7 - 1473 FALLS ROAD	7	567	15	1,041,120	Yes	6
WELL #1 - 915 NORTH STREET	Abandoned 9/00	0	0	0	No	7

## SOURCES OF WATER SUPPLY - SURFACE WATERS

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

### PUMPING & POWER EQUIPMENT

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

Particulars (a)	Unit A (b)	Unit B (c)	Unit C (d)	
Identification	WELL #2	WELL #3	WELL #4	1
Location	906 FALLS STREET	1980 WASHINGTON STREET	438 9TH AVENUE	2
Purpose	P	P	P	3
Destination	D	D	T	4
Pump Manufacturer	AMERICAN	LAYNE	LAYNE	5
Year Installed	1997	1996	2004	6
Type	VERTICAL TURBINE	VERTICAL TURBINE	VERTICAL TURBINE	7
Actual Capacity (gpm)	325	455	559	8
Pump Motor or Standby Engine Mfr	U.S. MOTOR	GENERAL ELECTRIC	U.S. MOTOR	9 10
Year Installed	1972	1996	2004	11
Type	ELECTRIC	ELECTRIC	ELECTRIC	12
Horsepower	40	60	65	13

Particulars (a)	Unit D (b)	Unit E (c)	Unit F (d)	
Identification	WELL #4 BOOSTER	WELL #5	WELL #5 BOOSTER	14
Location	438 9TH AVENUE	1501 1ST AVENUE	1501 1ST AVENUE	15
Purpose	B	P	B	16
Destination	D	T	D	17
Pump Manufacturer	LAYNE	LAYNE	LAYNE	18
Year Installed	1991	1991	1991	19
Type	CENTRIFUGAL	VERTICAL TURBINE	CENTRIFUGAL	20
Actual Capacity (gpm)	540	567	600	21
Pump Motor or Standby Engine Mfr	U.S. MOTOR	U.S. MOTOR	GE VALUE LINE MOTOR	22 23
Year Installed	1991	2002	2005	24
Type	ELECTRIC	ELECTRIC	ELECTRIC	25
Horsepower	40	50	30	26

### PUMPING & POWER EQUIPMENT

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

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

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

## RESERVOIRS, STANDPIPES & WATER TREATMENT

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

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

## RESERVOIRS, STANDPIPES & WATER TREATMENT

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

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

### WATER MAINS

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

Pipe Material (a)	Main Function (b)	Diameter in Inches (c)	Number of Feet				Adjustments Increase or (Decrease) (g)	End of Year (h)	
			First of Year (d)	Added During Year (e)	Retired During Year (f)				
M	D	4.000	1,684	0	417	0	1,267	1	
M	D	6.000	105,846	0	2,583	(3,683)	99,580	2	
P	D	6.000	581	0	0	3,683	4,264	3	
M	D	8.000	57,992	0	0	0	57,992	4	
P	D	8.000	84,103	2,806	0	0	86,909	5	
M	D	10.000	8,227	0	0	0	8,227	6	
P	D	10.000	3,184	0	0	0	3,184	7	
M	T	12.000	5,258	0	0	0	5,258	8	
P	T	12.000	39,781	0	0	0	39,781	9	
M	T	16.000	2,037	0	0	0	2,037	10	
P	T	16.000	335	0	0	0	335	11	
<b>Total Within Municipality</b>			<b>309,028</b>	<b>2,806</b>	<b>3,000</b>	<b>0</b>	<b>308,834</b>		
P	D	8.000	10,918	0	0	0	10,918	12	
P	T	12.000	6,571	0	0	0	6,571	13	
<b>Total Outside of Municipality</b>			<b>17,489</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>17,489</b>		
<b>Total Utility</b>			<b>326,517</b>	<b>2,806</b>	<b>3,000</b>	<b>0</b>	<b>326,323</b>		

### 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	894	0	0	0	894		1
M	1.000	1,731	0	45	0	1,686		2
P	1.000	48	0	0	0	48		3
P	1.250	314	0	0	0	314		4
M	1.250	35	44	0	0	79		5
P	1.500	79	0	0	0	79		6
M	1.500	68	0	0	0	68		7
P	2.000	63	0	0	0	63		8
M	2.000	39	0	0	0	39		9
M	3.000	1	0	0	0	1		10
M	4.000	22	0	0	0	22		11
P	6.000	37	1	0	0	38		12
M	6.000	6	0	0	0	6		13
P	8.000	4	0	0	0	4		14
M	8.000	3	0	0	0	3		15
P	10.000	1	0	0	0	1		16
<b>Total Utility</b>		<b>3,345</b>	<b>45</b>	<b>45</b>	<b>0</b>	<b>3,345</b>	<b>0</b>	

### METERS

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

#### Number of Utility-Owned Meters

Size of Meter (a)	First of Year (b)	Added During Year (c)	Retired During Year (d)	Adjustments Increase or (Decrease) (e)	End of Year (f)	Tested During Year (g)	
0.625	4,350	500	470	8	4,388	181	1
1.000	89	2	1	2	92	3	2
1.250	15	0	0	0	15	0	3
1.500	62	1	0	1	64	0	4
2.000	52	2	0	0	54	0	5
3.000	13	1	0	0	14	0	6
4.000	3	0	0	0	3	0	7
6.000	2	0	0	0	2	0	8
<b>Total:</b>	<b>4,586</b>	<b>506</b>	<b>471</b>	<b>11</b>	<b>4,632</b>	<b>184</b>	

#### Classification of All Meters at End of Year by Customers

Size of Meter (h)	Residential (i)	Commercial (j)	Industrial (k)	Public Authority (l)	Wholesale, Inter-Department or Utility Use (m)	In Stock and Deduct Meters (n)	Total (o)	
0.625	4,220	92	18	2	2	54	4,388	1
1.000	8	54	18	8	0	4	92	2
1.250	0	13	0	1	0	1	15	3
1.500	0	42	13	2	0	7	64	4
2.000	0	34	13	4	0	3	54	5
3.000	0	5	2	6	0	1	14	6
4.000	0	1	2	0	0	0	3	7
6.000	0	0	1	1	0	0	2	8
<b>Total:</b>	<b>4,228</b>	<b>241</b>	<b>67</b>	<b>24</b>	<b>2</b>	<b>70</b>	<b>4,632</b>	

### 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)	
<b>Fire Hydrants</b>						
Outside of Municipality	10				10	1
Within Municipality	565	8	5		568	2
<b>Total Fire Hydrants</b>	<b>575</b>	<b>8</b>	<b>5</b>	<b>0</b>	<b>578</b>	
<b>Flushing Hydrants</b>						
	4				4	3
<b>Total Flushing Hydrants</b>	<b>4</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>4</b>	

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

Number of hydrants operated during year: 1,290  
 Number of distribution system valves end of year: 1,466  
 Number of distribution valves operated during year: 393

## WATER OPERATING SECTION FOOTNOTES

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

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

The amounts in account 474 represent return on net investment in meters charged to the sewer department and charges to customers for water testing.

### Water Operation & Maintenance Expenses (Page W-05)

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

Account #635 - Maintenance of Water Treatment Plant.

There is a decrease in this account due to atypical media replacement at Well #5 air stripping tower in 2004 which added approximately \$6,800 of maintenance cost in that year.

Account #923 - Outside Services Employed

The Utility began the implementation of GIS during 2005. The Village also charged an administrative fee for the use of staff and systems during 2005.

Account #653 - Maintenance of Meters

Meter testing and labor in converting meters to AMR was double the amount in 2005 (607 meters) versus 2004 (297 meters).

Account #641 - Water Operation and Maintenance Expense

The expenses related to cross connection control inspection were classified to operation and maintenance during 2005 versus being classified as outside services in 2004. Also there were significant additional expenses for regulatory testing of water in 2005 as part of the Utility's Safe Drinking Water Act (SDWA) monitoring cyclical schedule which occurs every three years.

Account #652 - Maintenance of Services

The expenses decreased due to less service breaks in 2005(11) than 2004(13). In addition, fewer of these breaks required contractor repair, 10 times, in 2004 versus 4 times in 2005 which is more costly than Utility repair.

Account #651 - Maintenance of Mains

During 2005 there were seven main breaks as compared to only one main break in 2004.

### 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 \$50,000, please explain. If applicable, provide construction authorization.

Electric Pumping Equipment (325) - Well #5 well pump inspection and rehabilitation totaled approximately \$40,500; replacing Well #4 pump MCC (motor control center) including a new 'soft start' motor starter totaled approximately \$10,650.

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## WATER OPERATING SECTION FOOTNOTES

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### 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.

Financing for the additions to main was from the new debt that was incurred during 2005.

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### Water Services (Page W-18)

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

All services are utilized by customers at this time.

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### Meters (Page W-19)

Explain all reported adjustments.

Adjustments to meters of record in 2005 was to adjust the totals to the correct actual count.

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, not recently. The testing schedule has lapsed due to anticipated replacement of up to 5 well pump master meters in 2006.

If 6-inch or larger meters in commercial, industrial or public authority classifications have not been tested, please explain.

The Utility failed to test its two 6" customer meters in 2005. This testing will be performed in 2006.

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### Hydrants and Distribution System Valves (Page W-20)

General footnotes

Valves are exercised by "contractor". Not able to exercise 50% of system valves in 2005 due to increased unit cost by contractor and insufficient amount budgeted.

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