



3015 (02-02-05)

ANNUAL REPORT

OF

Name: OSCEOLA MUNICIPAL WATER UTILITY

Principal Office: 310 CHIEFTAIN STREET
P.O. BOX 217
OSCEOLA, WI 54020

For the Year Ended: DECEMBER 31, 2006

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: OSCEOLA MUNICIPAL WATER UTILITY

Utility Address: 310 CHIEFTAIN STREET

P.O. BOX 217

OSCEOLA, WI 54020

When was utility organized? 1/1/1948

Report any change in name:

Effective Date:

Utility Web Site:

Utility employee in charge of correspondence concerning this report:

Name: MR NEIL SOLTIS

Title: VILLAGE ADMINISTRATOR

Office Address:

310 CHIEFTAIN STREET

P.O. BOX 217

OSCEOLA, WI 54020

Telephone: (715) 294 - 3498

Fax Number: (715) 294 - 2210

E-mail Address:

Utility employee in charge of correspondence concerning this report:

Name: NEIL SOLTIS

Title: VILLAGE ADMINSTRATOR

Office Address:

310 CHEIFTAIN STREET

P.O. BOX 217

OSCEOLA, WI 54020

Telephone: (715) 294 - 3498

Fax Number: (715) 294 - 2210

E-mail Address:

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

Name: KEVIN KRYSINSKI

Title: PARTNER

Office Address: JOHNSON BLOCK AND COMPANY, INC.

6314 ODANA RD

MADISON, WI 53719

Telephone: (608) 274 - 2002

Fax Number: (608) 274 - 4320

E-mail Address: kevink1@johnsonblock.com

IDENTIFICATION AND OWNERSHIP

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

Name: VILLAGE BOARD

Title:

Office Address:

310 CHIEFTAIN STREET
P.O. BOX 217
OSCEOLA,, WI 54020

Telephone: (715) 294 - 3498

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

Fax Number: (715) 294 - 2210

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

Name: KEVIN KRYSINSKI

Title: PARTNER

Office Address: JOHNSON BLOCK AND COMPANY, INC.

6314 ODANA ROAD
MADISON, WI 53719

Telephone: (608) 274 - 2002

Fax Number: (608) 274 - 4320

E-mail Address: kevink1@johnsonblock.com

Date of most recent audit report: 12/31/2005

Period covered by most recent audit: 01/01/2005-12/31/2005

Names and titles of utility management including manager or superintendent:

Name: MR NEIL SOLTIS

Title: VILLAGE ADMINISTRATOR

Office Address:

310 CHIEFTAIN STREET
P.O. BOX 217
OSCEOLA, WI 54020

Telephone: (715) 294 - 3498

Fax Number: (715) 294 - 2210

E-mail Address:

Name of utility commission/committee: VILLAGE BOARD

Names of members of utility commission/committee:

- MR. GARY BECKMANN, TRUSTEE
- MR MARK CAMPBELL, TRUSTEE
- MR CHARLES E JENSEN, PRESIDENT
- MR CARRIE O'CONNELL, TRUSTEE
- MR WAYNE TOMFOHRDE, TRUSTEE
- MR PURNAL TRACY, TRUSTEE
- MR RODNEY TURNER, TRUSTEE

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:

IDENTIFICATION AND OWNERSHIP

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:

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)	559,409	552,394	1
Operating Expenses:			
Operation and Maintenance Expense (401)	154,033	150,681	2
Depreciation Expense (403)	94,881	80,814	3
Amortization Expense (404)	0	0	4
Taxes (408)	73,635	69,482	5
Total Operating Expenses	322,549	300,977	
Net Operating Income	236,860	251,417	
Income from Utility Plant Leased to Others (412-413)	0	0	6
Utility Operating Income	236,860	251,417	
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)	35,922	6,481	9
Miscellaneous Nonoperating Income (421)	326,150	0	10
Total Other Income	362,072	6,481	
Total Income	598,932	257,898	
MISCELLANEOUS INCOME DEDUCTIONS			
Miscellaneous Amortization (425)	(6,638)	(6,638)	11
Other Income Deductions (426)	20,015	20,049	12
Total Miscellaneous Income Deductions	13,377	13,411	
Income Before Interest Charges	585,555	244,487	
INTEREST CHARGES			
Interest on Long-Term Debt (427)	131,478	97,471	13
Amortization of Debt Discount and Expense (428)	2,478	2,419	14
Amortization of Premium on Debt--Cr. (429)	0	0	15
Interest on Debt to Municipality (430)	0	0	16
Other Interest Expense (431)	21,161	0	17
Interest Charged to Construction--Cr. (432)	0	0	18
Total Interest Charges	155,117	99,890	
Net Income	430,438	144,597	
EARNED SURPLUS			
Unappropriated Earned Surplus (Beginning of Year) (216)	1,786,072	1,453,132	19
Balance Transferred from Income (433)	430,438	144,597	20
Miscellaneous Credits to Surplus (434)	0	188,343	21
Miscellaneous Debits to Surplus--Debit (435)	0	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)	2,216,510	1,786,072	

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	559,409		559,409	1
Total (Acct. 400):	559,409	0	559,409	
Operation and Maintenance Expense (401):				
Derived	154,033		154,033	2
Total (Acct. 401):	154,033	0	154,033	
Depreciation Expense (403):				
Derived	94,881		94,881	3
Total (Acct. 403):	94,881	0	94,881	
Amortization Expense (404):				
Derived	0		0	4
Total (Acct. 404):	0	0	0	
Taxes (408):				
Derived	73,635		73,635	5
Total (Acct. 408):	73,635	0	73,635	
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:	236,860	0	236,860	
OTHER INCOME				
Income from Merchandising, Jobbing and Contract Work (415-416):				
Derived	0		0	8
Total (Acct. 415-416):	0	0	0	
Nonoperating Rental Income (418):				
NONE	0		0	9
Total (Acct. 418):	0	0	0	
Interest and Dividend Income (419):				
INTEREST ON CASH AND INVESTMENTS	25,524	0	25,524	10
INTEREST ON SPECIAL ASSESSMENTS	10,398	0	10,398	11
Total (Acct. 419):	35,922	0	35,922	

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):			
Contributed Plant - Water	[REDACTED]		0 12
SPECIAL ASSESSMENT REVENUE	0	326,150	326,150 13
Total (Acct. 421):	0	326,150	326,150
TOTAL OTHER INCOME:	35,922	326,150	362,072

MISCELLANEOUS INCOME DEDUCTIONS			
Miscellaneous Amortization (425):			
Regulatory Liability (253) Amortization	(6,638)	[REDACTED]	(6,638) 14
NONE	0	0	0 15
Total (Acct. 425):	(6,638)	0	(6,638)
Other Income Deductions (426):			
Depreciation Expense on Contributed Plant - Water	[REDACTED]	20,015	20,015 16
NONE	0	0	0 17
Total (Acct. 426):	0	20,015	20,015
TOTAL MISCELLANEOUS INCOME DEDUCTIONS:	(6,638)	20,015	13,377

INTEREST CHARGES			
Interest on Long-Term Debt (427):			
Derived	131,478	[REDACTED]	131,478 18
Total (Acct. 427):	131,478	0	131,478
Amortization of Debt Discount and Expense (428):			
AMORTIZATION EXPENSE	2,478	[REDACTED]	2,478 19
Total (Acct. 428):	2,478	0	2,478
Amortization of Premium on Debt--Cr. (429):			
NONE	0	[REDACTED]	0 20
Total (Acct. 429):	0	0	0
Interest on Debt to Municipality (430):			
Derived	0	[REDACTED]	0 21
Total (Acct. 430):	0	0	0
Other Interest Expense (431):			
Derived	21,161	[REDACTED]	21,161 22
Total (Acct. 431):	21,161	0	21,161

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 23
Total (Acct. 432):	0	0	0
TOTAL INTEREST CHARGES:	155,117	0	155,117
NET INCOME:	124,303	306,135	430,438
EARNED SURPLUS			
Unappropriated Earned Surplus (Beginning of Year) (216):			
Derived	701,447	1,084,625	1,786,072 24
Total (Acct. 216):	701,447	1,084,625	1,786,072
Balance Transferred from Income (433):			
Derived	124,303	306,135	430,438 25
Total (Acct. 433):	124,303	306,135	430,438
Miscellaneous Credits to Surplus (434):			
NONE	0	0	0 26
Total (Acct. 434):	0	0	0
Miscellaneous Debits to Surplus--Debit (435):			
NONE	0	0	0 27
Total (Acct. 435)--Debit:	0	0	0
Appropriations of Surplus--Debit (436):			
Detail appropriations to (from) account 215			0 28
Total (Acct. 436)--Debit:	0	0	0
UNAPPROPRIATED EARNED SURPLUS (END OF YEAR):	825,750	1,390,760	2,216,510

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

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

REVENUES SUBJECT TO WISCONSIN REMAINDER ASSESSMENT

- | |
|---|
| <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	559,409	0	0	0	559,409	1
Less: interdepartmental sales	0		0	0	0	2
Less: interdepartmental rents					0	3
Less: return on net investment in meters charged to regulated sewer department. (Do not report if nonregulated sewer.)	0				0	4
Less: uncollectibles directly expensed as reported in water acct. 904 (690 class D), sewer acct. 843, and electric acct. 904 (590 class D) -or- Net write-offs when Accumulated Provision for Uncollectible Accounts (acct. 144) is maintained					0	5
Other Increases or (Decreases) to Operating Revenues - Specify: NONE					0	6
Revenues subject to Wisconsin Remainder Assessment	559,409	0	0	0	559,409	

BALANCE SHEET

Assets and Other Debits (a)	Balance End of Year (b)	Balance First of Year (c)	
UTILITY PLANT			
Utility Plant (100)	6,413,337	5,622,176	1
Less: Accumulated Provision for Depreciation and Amortization of Utility Plant (110)	901,535	787,001	2
Net Utility Plant	5,511,802	4,835,175	
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)	224,343	218,721	7
Total Other Property and Investments	224,343	218,721	
CURRENT AND ACCRUED ASSETS			
Cash and Working Funds (131)	418,887	754,088	8
Temporary Cash Investments (132)		0	9
Notes Receivable (141)	0	0	10
Customer Accounts Receivable (142)	86,846	89,781	11
Other Accounts Receivable (143)	69,123	17,607	12
Accumulated Provision for Uncollectible Accounts- -Cr. (144)	0	0	13
Receivables from Municipality (145)	0	0	14
Materials and Supplies (150)	9,545	9,522	15
Prepayments (165)	0	0	16
Other Current and Accrued Assets (170)	379,307	101,944	17
Total Current and Accrued Assets	963,708	972,942	
DEFERRED DEBITS			
Unamortized Debt Discount and Expense (181)	36,286	38,764	18
Extraordinary Property Losses (182)	0	0	19
Other Deferred Debits (183)	0	0	20
Total Deferred Debits	36,286	38,764	
Total Assets and Other Debits	6,736,139	6,065,602	

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)	1,185,335	1,185,335	21
Appropriated Earned Surplus (215)	0	0	22
Unappropriated Earned Surplus (216)	2,216,510	1,786,072	23
Total Proprietary Capital	3,401,845	2,971,407	
LONG-TERM DEBT			
Bonds (221)	2,491,000	2,300,000	24
Advances from Municipality (223)	0	0	25
Other long-Term Debt (224)	0	12,547	26
Total Long-Term Debt	2,491,000	2,312,547	
CURRENT AND ACCRUED LIABILITIES			
Notes Payable (231)	503,347	370,000	27
Accounts Payable (232)	33,113	118,226	28
Payables to Municipality (233)	0	7,518	29
Customer Deposits (235)	0	0	30
Taxes Accrued (236)	71,609	66,800	31
Interest Accrued (237)	21,234	8,229	32
Other Current and Accrued Liabilities (238)	2,050	1,136	33
Total Current and Accrued Liabilities	631,353	571,909	
DEFERRED CREDITS			
Unamortized Premium on Debt (251)	0	0	34
Customer Advances for Construction (252)	0	0	35
Other Deferred Credits (253)	211,941	209,739	36
Total Deferred Credits	211,941	209,739	
OPERATING RESERVES			
Miscellaneous Operating Reserves (265)	0	0	37
Total Operating Reserves	0	0	
Total Liabilities and Other Credits	6,736,139	6,065,602	

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	5,622,176	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)	5,136,418	0	0	0	2
Utility Plant in Service - Contributed Plant (100.2)	1,276,919	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	6,413,337	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)	827,500	0	0	0	11
Accumulated Provision for Depreciation of Utility Plant in Service - Contributed Plant (110.2)	74,035	0	0	0	12
Total Accumulated Provision	901,535	0	0	0	
Net Utility Plant	5,511,802	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)	729,040				729,040	1
Credits During Year						2
Accruals:						3
Charged depreciation expense (403)	94,881				94,881	4
Depreciation expense on meters						5
charged to sewer (see Note 3)	4,429				4,429	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	99,310	0	0	0	99,310	16
Debits during year						17
Book cost of plant retired	850				850	18
Cost of removal					0	19
Other debits (specify):						20
					0	21
					0	22
					0	23
					0	24
Total debits	850	0	0	0	850	25
Balance end of year (110.1)	827,500	0	0	0	827,500	26
Composite Depreciation Rate?	No					27
If yes, what is the rate?						28

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

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

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

Particulars (a)	Water (b)	(c)	(d)	(e)	Total (f)	
Balance first of year (110.1)	57,962				57,962	1
Credits During Year						2
Accruals:						3
Charged depreciation expense (426)	20,015				20,015	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	20,015	0	0	0	20,015	16
Debits during year						17
Book cost of plant retired	3,942				3,942	18
Cost of removal					0	19
Other debits (specify):						20
					0	21
					0	22
					0	23
					0	24
Total debits	3,942	0	0	0	3,942	25
Balance end of year (110.1)	74,035	0	0	0	74,035	26
Composite Depreciation Rate?	No					27
If yes, what is the rate?						28

NET NONUTILITY PROPERTY (ACCTS. 121 & 122)

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

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

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

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

MATERIALS AND SUPPLIES

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

Account	Total End of Year	Amount Prior Year
Electric utility total	0	0
Water utility	9,545	9,522
Sewer utility		0
Gas utility		0
Merchandise		0
Other materials & supplies		0
Total Materials and Supplies	<u>9,545</u>	<u>9,522</u>

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

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

Debt Issue to Which Related (a)	Written Off During Year		Balance End of Year (d)	
	Amount (b)	Account Charged or Credited (c)		
Unamortized debt discount & expense (181)				
BOND ISSUE COSTS RELATED TO 2001	2,478	428	36,286	1
Total			<u><u>36,286</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	1,185,335	1
Changes during year (explain):		
NONE		2
Balance end of year	<u><u>1,185,335</u></u>	

BONDS (ACCT. 221)

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

Description of Issue (a)	Date of Issue (b)	Final Maturity Date (c)	Interest Rate (d)	Principal Amount End of Year (e)	
2001 BOND	12/11/2001	12/01/2021	5.05%	1,790,000	1
2005 BOND	12/01/2005	12/01/2023	5.00%	430,000	2
2006 BOND	02/01/2006	03/01/2016	4.80%	271,000	3
Total Bonds (Account 221):				2,491,000	

NOTES PAYABLE & MISCELLANEOUS LONG-TERM DEBT

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

Account and Description of Obligation (a and b)	Date of Issue (c)	Final Maturity Date (d)	Interest Rate (e)	Principal Amount End of Year (f)	
Notes Payable (231)					
INTERIM FINANCING	11/28/2006	02/01/2007	4.90%	500,000	1
AIRPORT HANGAR EXPANSION	09/21/2006	09/21/2007	4.00%	3,347	2
Total for Account 231				503,347	

TAXES ACCRUED (ACCT. 236)

Particulars (a)	Amount (b)	
Balance first of year	66,800	1
Accruals:		
Charged water department expense	73,635	2
Charged electric department expense		3
Charged sewer department expense	1,017	4
Other (explain):		
NONE		5
Total Accruals and other credits	74,652	
Taxes paid during year:		
County, state and local taxes	66,800	6
Social Security taxes	2,600	7
PSC Remainder Assessment	443	8
Other (explain):		
NONE		9
Total payments and other debits	69,843	
Balance end of year	71,609	

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)					
MORTGAGE REVENUE BONDS	6,342	95,134	93,935	7,541	1
WATER BOND PROCEEDS-05	1,792	21,500	21,500	1,792	2
2/1/06 WATER EXT ASSMT	0	14,844	2,943	11,901	3
Subtotal	8,134	131,478	118,378	21,234	
Advances from Municipality (223)					
NONE	0			0	4
Subtotal	0	0	0	0	
Other long-Term Debt (224)					
GENERAL OBLIGATION NOTES	95		95	0	5
Subtotal	95	0	95	0	
Notes Payable (231)					
NOTES PAYABLE	0	21,161	21,161	0	6
Subtotal	0	21,161	21,161	0	
Total	8,229	152,639	139,634	21,234	

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):		
BOND RESERVE ACCOUNT	197,540	3
2006 WATER EXT - BOND RESERVE	26,803	4
Total (Acct. 125):	224,343	
Notes Receivable (141):		
NONE		5
Total (Acct. 141):	0	
Customer Accounts Receivable (142):		
Water	86,846	6
Electric		7
Sewer (Regulated)		8
Other (specify):		
NONE		9
Total (Acct. 142):	86,846	
Other Accounts Receivable (143):		
Sewer (Non-regulated)		10
Merchandising, jobbing and contract work		11
Other (specify):		
DELINQUENT UTILITIES PUT ON TAX ROLL	18,877	12
DELINQUENT RECEIVABLES PUT ON TAX ROLL	309	13
SPECIAL ASSESSMENTS RECEIVABLE EXTENSIONS	43,937	14
SPECIAL ASSESSMENTS RECEIVABLE DOWNTOWN	6,000	15
Total (Acct. 143):	69,123	
Receivables from Municipality (145):		
NONE		16
Total (Acct. 145):	0	
Prepayments (165):		
NONE		17
Total (Acct. 165):	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)
Extraordinary Property Losses (182):		
NONE		18
Total (Acct. 182):		0
Other Deferred Debits (183):		
NONE		19
Total (Acct. 183):		0
Payables to Municipality (233):		
NONE		20
Total (Acct. 233):		0
Other Deferred Credits (253):		
Regulatory Liability	112,843	21
DEFERRED SPECIAL ASSESSMENTS	95,528	22
IMPACT FEES	3,570	23
Total (Acct. 253):	211,941	

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)	4,522,647	0	0	0	4,522,647	1
Materials and Supplies	9,533	0	0	0	9,533	2
Other (specify):						
NONE					0	3
Less Average:						
Reserve for Depreciation (110.1)	778,270	0	0	0	778,270	4
Customer Advances for Construction					0	5
Regulatory Liability	116,162	0	0	0	116,162	6
NONE					0	7
Average Net Rate Base	3,637,748	0	0	0	3,637,748	
Net Operating Income	236,860	0	0	0	236,860	8
Net Operating Income as a percent of						
Average Net Rate Base	6.51%	N/A	N/A	N/A	6.51%	

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	3	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	119,481	0	0	0	119,481	1
Add credits during year:						
NONE					0	2
Deduct charges:						
Miscellaneous Amortization (425)	6,638	0	0	0	6,638	3
Other (specify):						
NONE					0	4
Balance End of Year	112,843	0	0	0	112,843	

FINANCIAL SECTION FOOTNOTES

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.

AMOUNTS REPRESENT DELINQUENT UTILITY BILLS PUT ON THE TAX ROLL OF \$18,878,
SPECIAL ASSESSMENTS FOR WATER MAIN AND LATERAL INSTALLATIONS OF \$49,386

Signature Page (Page ii)

General footnotes

Johnson Block & Co., Inc.
Certified Public Accountants

INDEPENDENT ACCOUNTANT'S REPORT

To the Village Board
Village of Osceola
Osceola, Wisconsin

We have compiled the accompanying Municipal Utility Annual Report of the Osceola Water Utility as of December 31, 2006 in the accompanying prescribed form in accordance with Statements on Standards for Accounting and Review issued by the American Institute of Certified Public Accountants. We have also compiled the supplementary information presented in the prescribed form.

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

The Municipal Utility Annual Report is presented in accordance with the requirements of the Wisconsin Public Service Commission, which differ from generally accepted accounting principles. Accordingly, the Municipal Utility Annual Report is not designated for those who are not informed about such differences.

Johnson Block & Co., Inc
March 19, 2007

6314 Odana Road Madison, Wisconsin 53719
Phone (608) 274-2002 Fax (608) 274-4320

WATER OPERATING REVENUES & EXPENSES

Particulars (a)	This Year (b)	Last Year (c)	
Operating Revenues			
Sales of Water			
Sales of Water (460-467)	549,585	544,192	1
Total Sales of Water	549,585	544,192	
Other Operating Revenues			
Forfeited Discounts (470)	3,309	2,876	2
Other Water Revenues (474)	6,515	5,326	3
Total Other Operating Revenues	9,824	8,202	
Total Operating Revenues	559,409	552,394	
Operation and Maintenance Expenses			
Plant Operation and Maintenance Expenses (600-660)	92,087	86,292	4
General Operating Expenses (680-690)	61,946	64,389	5
Total Operation and Maintenance Expenses	154,033	150,681	
Other Operating Expenses			
Depreciation Expense (403)	94,881	80,814	6
Amortization Expense (404)		0	7
Taxes (408)	73,635	69,482	8
Total Other Operating Expenses	168,516	150,296	
Total Operating Expenses	322,549	300,977	
NET OPERATING INCOME	236,860	251,417	

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	1,022	39,930	172,253	4
Commercial	134	35,080	84,966	5
Industrial	24	20,410	36,692	6
Total Metered Sales to General Customers (461)	1,180	95,420	293,911	
Private Fire Protection Service (462)	21		26,764	7
Public Fire Protection Service (463)	1		198,058	8
Other Sales to Public Authorities (464)	24	13,493	30,852	9
Sales to Irrigation Customers (465)				10
Sales for Resale (466)		0	0	11
Interdepartmental Sales (467)				12
Total Sales of Water	1,226	108,913	549,585	

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)	198,058	1
Wholesale fire protection billed		2
Amount billed for fighting fires outside utility's service areas (usually per rate schedule F-2 or BW-1)		3
Other (specify): NONE		4
Total Public Fire Protection Service (463)	198,058	
Forfeited Discounts (470):		
Customer late payment charges	3,309	5
Other (specify): NONE		6
Total Forfeited Discounts (470)	3,309	
Other Water Revenues (474):		
Return on net investment in meters charged to sewer department	2,869	7
Other (specify): MISC NON OPERATING INCOME	872	8
MISC - POOL FILL, ETC	829	9
MISC - REPAIR, RECONSTRUCTION	1,945	10
Total Other Water Revenues (474)	6,515	

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)	35,336	42,447	1
Purchased Water (610)		0	2
Fuel or Power Purchased for Pumping (620)	19,491	13,012	3
Chemicals (630)	16,520	21,343	4
Supplies and Expenses (640)	8,309	0	5
Repairs of Water Plant (650)	6,505	7,252	6
Transportation Expenses (660)	5,926	2,238	7
Total Plant Operation and Maintenance Expenses	92,087	86,292	
GENERAL OPERATING EXPENSES			
Administrative and General Salaries (680)	22,816	22,518	8
Office Supplies and Expenses (681)	6,616	6,641	9
Outside Services Employed (682)	16,031	18,356	10
Insurance Expense (684)	3,485	3,328	11
Employees Pensions and Benefits (686)	12,292	11,998	12
Regulatory Commission Expenses (688)		0	13
Miscellaneous General Expenses (689)	706	1,548	14
Uncollectible Accounts (690)		0	15
Total General Operating Expenses	61,946	64,389	
Total Operation and Maintenance Expenses	154,033	150,681	

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		71,609	66,800	1
Less: Local and School Tax Equivalent on Meters Charged to Sewer Department		1,017	1,006	2
Net property tax equivalent		70,592	65,794	
Social Security		2,600	3,201	3
PSC Remainder Assessment		443	487	4
Other (specify): NONE			0	5
Total tax expense		73,635	69,482	

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			Polk				1
SUMMARY OF TAX RATES							2
State tax rate	mills		0.206863				3
County tax rate	mills		4.292391				4
Local tax rate	mills		5.338318				5
School tax rate	mills		9.426706				6
Voc. school tax rate	mills		1.152585				7
Other tax rate - Local	mills		0.000000				8
Other tax rate - Non-Local	mills		0.000000				9
Total tax rate	mills		20.416863				10
Less: state credit	mills		1.204967				11
Net tax rate	mills		19.211896				12
PROPERTY TAX EQUIVALENT CALCULATION							13
Local Tax Rate	mills		5.338318				14
Combined School Tax Rate	mills		10.579291				15
Other Tax Rate - Local	mills		0.000000				16
Total Local & School Tax	mills		15.917609				17
Total Tax Rate	mills		20.416863				18
Ratio of Local and School Tax to Total	dec.		0.779630				19
Total tax net of state credit	mills		19.211896				20
Net Local and School Tax Rate	mills		14.978180				21
Utility Plant, Jan. 1	\$	5,622,176	5,622,176				22
Materials & Supplies	\$	9,522	9,522				23
Subtotal	\$	5,631,698	5,631,698				24
Less: Plant Outside Limits	\$	0	0				25
Taxable Assets	\$	5,631,698	5,631,698				26
Assessment Ratio	dec.		0.848922				27
Assessed Value	\$	4,780,872	4,780,872				28
Net Local & School Rate	mills		14.978180				29
Tax Equiv. Computed for Current Year	\$	71,609	71,609				30
Tax Equivalent per 1994 PSC Report	\$	26,898					31
Any lower tax equivalent as authorized by municipality (see note 6)	\$						32
Tax equiv. for current year (see note 6)	\$	71,609					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)	1	36,000	4
Structures and Improvements (311)	0	328,873	5
Collecting and Impounding Reservoirs (312)	0		6
Lake, River and Other Intakes (313)	0		7
Wells and Springs (314)	129,584		8
Infiltration Galleries and Tunnels (315)	0	239,925	9
Supply Mains (316)	0		10
Other Water Source Plant (317)	0		11
Total Source of Supply Plant	129,585	604,798	
PUMPING PLANT			
Land and Land Rights (320)	0		12
Structures and Improvements (321)	162,060		13
Boiler Plant Equipment (322)	0		14
Other Power Production Equipment (323)	0		15
Steam Pumping Equipment (324)	0		16
Electric Pumping Equipment (325)	121,246	191,856	17
Diesel Pumping Equipment (326)	0		18
Hydraulic Pumping Equipment (327)	0		19
Other Pumping Equipment (328)	84,268		20
Total Pumping Plant	367,574	191,856	
WATER TREATMENT PLANT			
Land and Land Rights (330)	0		21
Structures and Improvements (331)	0		22
Water Treatment Equipment (332)	10,000		23
Total Water Treatment Plant	10,000	0	

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

Accounts (d)	Retirements During Year (e)	Adjustments Increase or (Decrease) (f)	Balance End of Year (g)	
INTANGIBLE PLANT				
Organization (301)			0	1
Franchises and Consents (302)			0	2
Miscellaneous Intangible Plant (303)			0	3
Total Intangible Plant	0	0	0	
SOURCE OF SUPPLY PLANT				
Land and Land Rights (310)			36,001	4
Structures and Improvements (311)			328,873	5
Collecting and Impounding Reservoirs (312)			0	6
Lake, River and Other Intakes (313)			0	7
Wells and Springs (314)			129,584	8
Infiltration Galleries and Tunnels (315)			239,925	9
Supply Mains (316)			0	10
Other Water Source Plant (317)			0	11
Total Source of Supply Plant	0	0	734,383	
PUMPING PLANT				
Land and Land Rights (320)			0	12
Structures and Improvements (321)			162,060	13
Boiler Plant Equipment (322)			0	14
Other Power Production Equipment (323)			0	15
Steam Pumping Equipment (324)			0	16
Electric Pumping Equipment (325)			313,102	17
Diesel Pumping Equipment (326)			0	18
Hydraulic Pumping Equipment (327)			0	19
Other Pumping Equipment (328)			84,268	20
Total Pumping Plant	0	0	559,430	
WATER TREATMENT PLANT				
Land and Land Rights (330)			0	21
Structures and Improvements (331)			0	22
Water Treatment Equipment (332)			10,000	23
Total Water Treatment Plant	0	0	10,000	

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)	939		24
Structures and Improvements (341)	0		25
Distribution Reservoirs and Standpipes (342)	1,023,522		26
Transmission and Distribution Mains (343)	1,738,068	227,227	27
Fire Mains (344)	0		28
Services (345)	220,284	109,848	29
Meters (346)	159,960	3,048	30
Hydrants (348)	202,967	17,073	31
Other Transmission and Distribution Plant (349)	5,933		32
Total Transmission and Distribution Plant	3,351,673	357,196	
GENERAL PLANT			
Land and Land Rights (370)	0		33
Structures and Improvements (371)	0		34
Office Furniture and Equipment (372)	630		35
Computer Equipment (372.1)	17,444		36
Transportation Equipment (373)	11,421		37
Other General Equipment (379)	20,550	74,539	38
Other Tangible Property (390)	0		39
Total General Plant	50,045	74,539	
Total utility plant in service directly assignable	3,908,877	1,228,389	
Common Utility Plant Allocated to Water Department	0		40
Total utility plant in service	3,908,877	1,228,389	

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)		1	940 24
Structures and Improvements (341)			0 25
Distribution Reservoirs and Standpipes (342)			1,023,522 26
Transmission and Distribution Mains (343)			1,965,295 27
Fire Mains (344)			0 28
Services (345)		1	330,133 29
Meters (346)	850		162,158 30
Hydrants (348)			220,040 31
Other Transmission and Distribution Plant (349)			5,933 32
Total Transmission and Distribution Plant	850	2	3,708,021
GENERAL PLANT			
Land and Land Rights (370)			0 33
Structures and Improvements (371)			0 34
Office Furniture and Equipment (372)			630 35
Computer Equipment (372.1)			17,444 36
Transportation Equipment (373)			11,421 37
Other General Equipment (379)			95,089 38
Other Tangible Property (390)			0 39
Total General Plant	0	0	124,584
Total utility plant in service directly assignable	850	2	5,136,418
Common Utility Plant Allocated to Water Department			0 40
Total utility plant in service	850	2	5,136,418

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)	1,010,568		27
Fire Mains (344)	0		28
Services (345)	137,875		29
Meters (346)	0		30
Hydrants (348)	132,418		31
Other Transmission and Distribution Plant (349)	0		32
Total Transmission and Distribution Plant	1,280,861	0	
GENERAL PLANT			
Land and Land Rights (370)	0		33
Structures and Improvements (371)	0		34
Office Furniture and Equipment (372)	0		35
Computer Equipment (372.1)	0		36
Transportation Equipment (373)	0		37
Other General Equipment (379)	0		38
Other Tangible Property (390)	0		39
Total General Plant	0	0	
Total utility plant in service directly assignable	1,280,861	0	
Common Utility Plant Allocated to Water Department	0		40
Total utility plant in service	1,280,861	0	

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

Accounts (d)	Retirements During Year (e)	Adjustments Increase or (Decrease) (f)	Balance End of Year (g)
TRANSMISSION AND DISTRIBUTION PLANT			
Land and Land Rights (340)			0 24
Structures and Improvements (341)			0 25
Distribution Reservoirs and Standpipes (342)			0 26
Transmission and Distribution Mains (343)	2,712		1,007,856 27
Fire Mains (344)			0 28
Services (345)	880		136,995 29
Meters (346)			0 30
Hydrants (348)	350		132,068 31
Other Transmission and Distribution Plant (349)			0 32
Total Transmission and Distribution Plant	3,942	0	1,276,919
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	3,942	0	1,276,919
Common Utility Plant Allocated to Water Department			0 40
Total utility plant in service	3,942	0	1,276,919

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			6,482	6,482	1
February			5,987	5,987	2
March			6,525	6,525	3
April			9,886	9,886	4
May			13,122	13,122	5
June			14,980	14,980	6
July			16,485	16,485	7
August			12,323	12,323	8
September			9,771	9,771	9
October			8,826	8,826	10
November			8,146	8,146	11
December			7,385	7,385	12
Total annual pumpage	0	0	119,918	119,918	
Less: Water sold				108,913	13
Volume pumped but not sold				11,005	14
Volume sold as a percent of volume pumped				91%	15
Volume used for water production, water quality and system maintenance				3,068	16
Volume related to equipment/system malfunction				2,782	17
Non-utility volume NOT included in water sales				1,080	18
Total volume not sold but accounted for				6,930	19
Volume pumped but unaccounted for				4,075	20
Percent of water lost				3%	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.)				1,239	24
Date of maximum: 4/24/2006					25
Cause of maximum:					26
Telemetry failure					
Minimum gallons pumped by all methods in any one day during reporting year (000 gal.)				165	27
Date of minimum: 12/30/2006					28
Total KWH used for pumping for the year				191,274	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)	
#2	#2	282	8	288,000	No	1
#3	#3	285	10	792,000	No	2
#4	#4	600	24	1,500,000	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	#2	#3	#4	1
Location	#2	#3	#4	2
Purpose	S	S	P	3
Destination	D	D	D	4
Pump Manufacturer	PEERLESS	US ELECTRIC	US ELECTRIC	5
Year Installed	1969	2001	2005	6
Type	OTHER	OTHER	VERTICAL TURBINE	7
Actual Capacity (gpm)	200	650	1,500	8
Pump Motor or Standby Engine Mfr	GENERAL ELECTRIC	JOHN DEERE TRACTOR	KATOLIGHT SED400	9 10
Year Installed	1968	2001	2005	11
Type	ELECTRIC	ELECTRIC	ELECTRIC	12
Horsepower	50	75	250	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	#2	#3		1
RESERVOIRS, STANDPIPES OR ELEVATED TANKS				2
Type: R (reservoir), S (standpipe) or ET (elevated tank)	ET	ET		3
Year constructed	1968	2001		4
Primary material (earthen, steel, concrete, other)	STEEL	STEEL		5
Elevation difference in feet (See Headnote 3.)	94	146		6
Total capacity in gallons (actual)	100,000	500,000		7
WATER TREATMENT PLANT				8
Disinfection, type of equipment (gas, liquid, powder, other)	GAS	GAS		9
Points of application (wellhouse, central facilities, booster station, other)	WELLHOUSE	WELLHOUSE		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.)	0.0000	0.0000		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.

Number of Feet							
Pipe Material (a)	Main Function (b)	Diameter in Inches (c)	First of Year (d)	Added During Year (e)	Retired During Year (f)	Adjustments Increase or (Decrease) (g)	End of Year (h)
M	D	4.000	1,969	0	0	0	1,969
M	D	6.000	29,431	1,360	400	0	30,391
M	D	8.000	16,706	2,121	956	0	17,871
M	D	10.000	2,942	0		0	2,942
M	D	12.000	44,535	659	0	0	45,194
M	D	16.000	1,586	0	0	0	1,586
M	D	20.000	7	0	0	0	7
Total Within Municipality			97,176	4,140	1,356	0	99,960
Total Utility			97,176	4,140	1,356	0	99,960

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	428	0	37	0	391	5	1
M	1.000	331	5	5	0	331	42	2
M	1.250	9	0	0	0	9		3
M	1.500	21	37	0	0	58		4
M	2.000	18	2	2	0	18		5
M	3.000	4	0	0	0	4		6
M	4.000	2	0	0	0	2		7
M	6.000	3	0	0	0	3	1	8
M	8.000	5	0	0	0	5	5	9
Total Utility		821	44	44	0	821	53	

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)	
0.750	948	39	15	0	972	67	1
1.000	23	2	0	0	25	2	2
1.250	18	0	1	0	17	0	3
1.500	17	0	0	0	17	0	4
2.000	25	1	2	0	24	0	5
3.000	9	0	0	0	9	0	6
4.000	5	0	0	0	5	0	7
6.000	1	0	0	0	1	0	8
Total:	1,046	42	18	0	1,070	69	

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)	
0.750	885	74	4	9	0	0	972	1
1.000	6	11	5	3	0	0	25	2
1.250	0	10	5	1	0	1	17	3
1.500	0	11	5	0	0	1	17	4
2.000	0	12	3	5	0	4	24	5
3.000	0	4	1	3	0	1	9	6
4.000	0	1	1	2	0	1	5	7
6.000	0	0	0	0	1	0	1	8
Total:	891	123	24	23	1	8	1,070	

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	184	6	5		185	2
Total Fire Hydrants	184	6	5	0	185	
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:	209
Number of distribution system valves end of year:	255
Number of distribution valves operated during year:	210

WATER OPERATING SECTION FOOTNOTES

Other Operating Revenues (Water) (Page W-04)**General footnotes**

Done

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.

\$326,150 represents special assessment revenue

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.

(660) Transportation expense: Cost of gas increased in 2006 and there was more vehicle maintenance.

(640) Operating Supplies & Expenses: Increase is result of payment for easement

(620) Power Purchased for Pumping: Represents increase in cost of electricity and booking of 13 months activity (13th month is December 2005)

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.

(310) There was an internal transfer of land from the village to the utility.

(311) (315) (325) (340) (379): These are all related to the Well #4 project. PSC authorization per May 23, 2005 letter from David A Sheard, reference 4460-CW-101.

If Adjustments for any account are nonzero, please explain.

(340) and (345) Rounding adjustments

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.

ADDITIONS WERE FINANCED BY UTILITY BORROWING

Meters (Page W-19)

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

Meter changout started in 1997. We are doing our 10 year testing program as of 1/1/07.

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.

YES.

WATER OPERATING SECTION FOOTNOTES

Meters (Page W-19)

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

NEW WELL #4 PUT ON LINE IN 2006 WITH NEW METER. WELL #2 AND #3 TAKEN OUT OF SERVICE. WILL TEST METERS WHEN PUT BACK INTO SERVICE.
