



3014 (02-02-05)

ANNUAL REPORT

OF

Name: BLACK EARTH WATER UTILITY

Principal Office: 1210 MILLS STREET
P.O. BOX 347
BLACK EARTH, WI 53515

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: BLACK EARTH WATER UTILITY

Utility Address: 1210 MILLS STREET

P.O. BOX 347

BLACK EARTH, WI 53515

When was utility organized? 1/1/1914

Report any change in name:

Effective Date:

Utility Web Site:

Utility employee in charge of correspondence concerning this report:

Name: MS TINA BUTTERIS

Title: CLERK / TREASURER

Office Address:

1210 MILLS STREET

P.O. BOX 347

BLACK EARTH, WI 53515

Telephone: (608) 767 - 2563 EXT 222

Fax Number: (608) 767 - 2064

E-mail Address: tinabutteris@charter.net

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

Name: MR KEVIN KRYSINSKI

Title: CPA

Office Address: JOHNSON BLOCK AND & CO., INC.

6314 ODANA ROAD

MADISON, WI 53719

Telephone: (608) 274 - 2002

Fax Number: (608) 274 - 4320

E-mail Address:

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

Name:

Title:

Office Address:

Telephone: () -

Fax Number: () -

E-mail Address:

IDENTIFICATION AND OWNERSHIP

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

Name: MR SCOTT PATCHIN

Title: CHAIR OF UTILITY COMMITTEE

Office Address:

1210 MILLS STREET
P.O. BOX 347
BLACK EARTH, WI 53515

Telephone: (608) 767 - 2563

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

Date of most recent audit report:

E-mail Address:

Period covered by most recent audit:

Names and titles of utility management including manager or superintendent:

Name: MR TONY DANZ

Title: PUBLIC WORKS SUPERVISOR

Office Address:

1210 MILLS STREET
P.O. BOX 347
BLACK EARTH, WI 53515

Telephone: (608) 767 - 2563

Fax Number: (608) 767 - 2064

E-mail Address:

Name of utility commission/committee: PUBLIC WORKS AND UTILITY SERVICES COMMITTEE

Names of members of utility commission/committee:

MS NOREEN OSCAR
MR SCOTT PATCHIN, CHAIR
MR VERN WENDT

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: [REDACTED]

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

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

IDENTIFICATION AND OWNERSHIP

Firm Name:

Contact Person:

Title:

Telephone:

Fax Number:

E-mail Address:

Contract/Agreement beginning-ending dates:

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

INCOME STATEMENT

Particulars (a)	This Year (b)	Last Year (c)	
UTILITY OPERATING INCOME			
Operating Revenues (400)	159,606	143,838	1
Operating Expenses:			
Operation and Maintenance Expense (401-402)	142,696	146,132	2
Depreciation Expense (403)	19,135	16,382	3
Amortization Expense (404-407)	0	0	4
Taxes (408)	18,130	16,745	5
Total Operating Expenses	179,961	179,259	
Net Operating Income	(20,355)	(35,421)	
Income from Utility Plant Leased to Others (412-413)	0	0	6
Utility Operating Income	(20,355)	(35,421)	
OTHER INCOME			
Income from Merchandising, Jobbing and Contract Work (415-416)	0	0	7
Income from Nonutility Operations (417)	0	0	8
Nonoperating Rental Income (418)	0	0	9
Interest and Dividend Income (419)	514	312	10
Miscellaneous Nonoperating Income (421)	373,772	0	11
Total Other Income	374,286	312	
Total Income	353,931	(35,109)	
MISCELLANEOUS INCOME DEDUCTIONS			
Miscellaneous Amortization (425)	(3,735)	(3,735)	12
Other Income Deductions (426)	5,990	2,865	13
Total Miscellaneous Income Deductions	2,255	(870)	
Income Before Interest Charges	351,676	(34,239)	
INTEREST CHARGES			
Interest on Long-Term Debt (427)	10,927	8,239	14
Amortization of Debt Discount and Expense (428)	0	0	15
Amortization of Premium on Debt--Cr. (429)	0	0	16
Interest on Debt to Municipality (430)	0	0	17
Other Interest Expense (431)	0	0	18
Interest Charged to Construction--Cr. (432)	0	0	19
Total Interest Charges	10,927	8,239	
Net Income	340,749	(42,478)	
EARNED SURPLUS			
Unappropriated Earned Surplus (Beginning of Year) (216)	232,890	269,414	20
Balance Transferred from Income (433)	340,749	(42,478)	21
Miscellaneous Credits to Surplus (434)	0	5,954	22
Miscellaneous Debits to Surplus--Debit (435)	12,142	0	23
Appropriations of Surplus--Debit (436)	0	0	24
Appropriations of Income to Municipal Funds--Debit (439)	0	0	25
Total Unappropriated Earned Surplus End of Year (216)	561,497	232,890	

INCOME STATEMENT ACCOUNT DETAILS

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

Description of Item (a)	Earnings (216.1) (b)	Contributions (216.2) (c)	Total This Year (d)	
UTILITY OPERATING INCOME				
Operating Revenues (400):				
Derived	159,606		159,606	1
Total (Acct. 400):	159,606	0	159,606	
Operation and Maintenance Expense (401-402):				
Derived	142,696		142,696	2
Total (Acct. 401-402):	142,696	0	142,696	
Depreciation Expense (403):				
Derived	19,135		19,135	3
Total (Acct. 403):	19,135	0	19,135	
Amortization Expense (404-407):				
Derived	0		0	4
Total (Acct. 404-407):	0	0	0	
Taxes (408):				
Derived	18,130		18,130	5
Total (Acct. 408):	18,130	0	18,130	
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:	(20,355)	0	(20,355)	
OTHER INCOME				
Income from Merchandising, Jobbing and Contract Work (415-416):				
Derived	0		0	8
Total (Acct. 415-416):	0	0	0	
Income from Nonutility Operations (417):				
NONE	0		0	9
Total (Acct. 417):	0	0	0	
Nonoperating Rental Income (418):				
NONE	0		0	10
Total (Acct. 418):	0	0	0	

INCOME STATEMENT ACCOUNT DETAILS

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

Description of Item (a)	Earnings (216.1) (b)	Contributions (216.2) (c)	Total This Year (d)
OTHER INCOME			
Interest and Dividend Income (419):			
INTEREST ON INVESTMENTS	514	0	514 11
Total (Acct. 419):	514	0	514
Miscellaneous Nonoperating Income (421):			
Contributed Plant - Water			0 12
PLANT ADDITIONS	373,772	0	373,772 13
Total (Acct. 421):	373,772	0	373,772
TOTAL OTHER INCOME:	374,286	0	374,286

MISCELLANEOUS INCOME DEDUCTIONS			
Miscellaneous Amortization (425):			
Regulatory Liability (253) Amortization	(3,735)		(3,735) 14
NONE	0	0	0 15
Total (Acct. 425):	(3,735)	0	(3,735)
Other Income Deductions (426):			
Depreciation Expense on Contributed Plant - Water		5,990	5,990 16
NONE	0		0 17
Total (Acct. 426):	0	5,990	5,990
TOTAL MISCELLANEOUS INCOME DEDUCTIONS:	(3,735)	5,990	2,255

INTEREST CHARGES			
Interest on Long-Term Debt (427):			
Derived	10,927		10,927 18
Total (Acct. 427):	10,927	0	10,927
Amortization of Debt Discount and Expense (428):			
NONE	0		0 19
Total (Acct. 428):	0	0	0
Amortization of Premium on Debt--Cr. (429):			
NONE	0		0 20
Total (Acct. 429):	0	0	0
Interest on Debt to Municipality (430):			
Derived	0		0 21
Total (Acct. 430):	0	0	0

INCOME STATEMENT ACCOUNT DETAILS

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

Description of Item (a)	Earnings (216.1) (b)	Contributions (216.2) (c)	Total This Year (d)
INTEREST CHARGES			
Other Interest Expense (431):			
Derived	0		0 22
Total (Acct. 431):	0	0	0
Interest Charged to Construction--Cr. (432):			
NONE			0 23
Total (Acct. 432):	0	0	0
TOTAL INTEREST CHARGES:	10,927	0	10,927
NET INCOME:	346,739	(5,990)	340,749
EARNED SURPLUS			
Unappropriated Earned Surplus (Beginning of Year) (216):			
Derived	140,481	92,409	232,890 24
Total (Acct. 216):	140,481	92,409	232,890
Balance Transferred from Income (433):			
Derived	346,739	(5,990)	340,749 25
Total (Acct. 433):	346,739	(5,990)	340,749
Miscellaneous Credits to Surplus (434):			
NONE	0	0	0 26
Total (Acct. 434):	0	0	0
Miscellaneous Debits to Surplus--Debit (435):			
2005 AUDIT ADJUSTMENTS	12,142	0	12,142 27
Total (Acct. 435)--Debit:	12,142	0	12,142
Appropriations of Surplus--Debit (436):			
Detail appropriations to (from) account 215			0 28
Total (Acct. 436)--Debit:	0	0	0
Appropriations of Income to Municipal Funds--Debit (439):			
NONE	0	0	0 29
Total (Acct. 439)--Debit:	0	0	0
UNAPPROPRIATED EARNED SURPLUS (END OF YEAR):	475,078	86,419	561,497

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 & Expenses of Merchandising, Jobbing and Contract Work (416):						
Cost of merchandise sold					0	2
Payroll					0	3
Materials					0	4
Taxes					0	5
Other (list by major classes):					0	6
Total costs and expenses	0	0	0	0	0	
Net income (or loss)	0	0	0	0	0	

REVENUES SUBJECT TO WISCONSIN REMAINDER ASSESSMENT

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

Description (a)	Water Utility (b)	Electric Utility (c)	Sewer Utility (Regulated Only) (d)	Gas Utility (e)	Total (f)	
Total operating revenues	159,606	0	0	0	159,606	1
Less: interdepartmental sales	0		0	0	0	2
Less: interdepartmental rents	0	0		0	0	3
Less: return on net investment in meters charged to regulated sewer department. (Do not report if nonregulated sewer.)	0				0	4
Less: uncollectibles directly expensed as reported in water acct. 904 (690 class D), sewer acct. 843, and electric acct. 904 (590 class D) -or- Net write-offs when Accumulated Provision for Uncollectible Accounts (acct. 144) is maintained					0	5
Other Increases or (Decreases) to Operating Revenues - Specify:						
.					0	6
Revenues subject to Wisconsin Remainder Assessment	159,606	0	0	0	159,606	

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	56,398		56,398	1
Electric operating expenses			0	2
Gas operating expenses			0	3
Heating operating expenses			0	4
Sewer operating expenses			0	5
Merchandising and jobbing			0	6
Other nonutility expenses			0	7
Water utility plant accounts			0	8
Electric utility plant accounts			0	9
Gas utility plant accounts			0	10
Heating utility plant accounts			0	11
Sewer utility plant accounts			0	12
Accum. prov. for depreciation of water plant			0	13
Accum. prov. for depreciation of electric plant			0	14
Accum. prov. for depreciation of gas plant			0	15
Accum. prov. for depreciation of heating plant			0	16
Accum. prov. for depreciation of sewer plant			0	17
Clearing accounts			0	18
All other accounts			0	19
Total Payroll	56,398	0	56,398	

FULL-TIME EMPLOYEES (FTE)

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

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

Industry (a)	FTE (b)	
Water	1.4	1
Electric		2
Gas		3
Sewer		4

BALANCE SHEET

Assets and Other Debits (a)	Balance End of Year (b)	Balance First of Year (c)	
UTILITY PLANT			
Utility Plant (100)	1,284,161	910,390	1
Less: Accumulated Provision for Depreciation and Amortization of Utility Plant (110)	328,631	301,729	2
Net Utility Plant	955,530	608,661	
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)	16,581	16,581	5
Other Investments (124)	0	0	6
Special Funds (125)	0	0	7
Total Other Property and Investments	16,581	16,581	
CURRENT AND ACCRUED ASSETS			
Cash and Working Funds (131)	0	0	8
Temporary Cash Investments (132)			9
Notes Receivable (141)	0	0	10
Customer Accounts Receivable (142)	14,002	17,002	11
Other Accounts Receivable (143)	0	0	12
Accumulated Provision for Uncollectible Accounts- -Cr. (144)	0	0	13
Receivables from Municipality (145)	0	0	14
Materials and Supplies (150)	6,746	8,102	15
Prepayments (165)	0	0	16
Other Current and Accrued Assets (170)			17
Total Current and Accrued Assets	20,748	25,104	
DEFERRED DEBITS			
Unamortized Debt Discount and Expense (181)	0	0	18
Extraordinary Property Losses (182)	0	0	19
Other Deferred Debits (183)	19,327	28,991	20
Total Deferred Debits	19,327	28,991	
Total Assets and Other Debits	1,012,186	679,337	

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)	45,751	45,751	21
Appropriated Earned Surplus (215)			22
Unappropriated Earned Surplus (216)	561,497	232,890	23
Total Proprietary Capital	607,248	278,641	
LONG-TERM DEBT			
Bonds (221)	42,677	45,887	24
Advances from Municipality (223)	0	0	25
Other Long-Term Debt (224)	241,600	180,392	26
Total Long-Term Debt	284,277	226,279	
CURRENT AND ACCRUED LIABILITIES			
Notes Payable (231)	0	0	27
Accounts Payable (232)	3,012	6,485	28
Payables to Municipality (233)	51,445	98,601	29
Customer Deposits (235)			30
Taxes Accrued (236)	0	0	31
Interest Accrued (237)	2,704	2,097	32
Other Current and Accrued Liabilities (238)			33
Total Current and Accrued Liabilities	57,161	107,183	
DEFERRED CREDITS			
Unamortized Premium on Debt (251)	0	0	34
Customer Advances for Construction (252)			35
Other Deferred Credits (253)	63,500	67,235	36
Total Deferred Credits	63,500	67,235	
OPERATING RESERVES			
Property Insurance Reserve (261)			37
Injuries and Damages Reserve (262)			38
Pensions and Benefits Reserve (263)			39
Miscellaneous Operating Reserves (265)			40
Total Operating Reserves	0	0	
Total Liabilities and Other Credits	1,012,186	679,338	

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	910,390	0	0	0	1
<i>(Should agree with Util. Plant Jan. 1 in Property Tax Equivalent Schedule)</i>					
Plant Accounts:					
Utility Plant in Service - Financed by Utility Operations or by the Municipality (101.1)	748,419	0	0	0	2
Utility Plant in Service - Contributed Plant (101.2)	535,742	0	0	0	3
Utility Plant Purchased or Sold (102)					4
Utility Plant in Process of Reclassification (103)					5
Utility Plant Leased to Others (104)					6
Property Held for Future Use (105)					7
Completed Construction not Classified (106)					8
Construction Work in Progress (107)					9
Utility Plant Acquisition Adjustments (108)					10
Other Utility Plant Adjustments (109)					11
Total Utility Plant	1,284,161	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)	253,079	0	0	0	12
Accumulated Provision for Depreciation of Utility Plant in Service - Contributed Plant (110.2)	75,552	0	0	0	13
Total Accumulated Provision	328,631	0	0	0	
Net Utility Plant	955,530	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)	232,167				232,167	1
Credits During Year						2
Accruals:						3
Charged depreciation expense (403)	19,135				19,135	4
Depreciation expense on meters						5
charged to sewer (see Note 3)	1,777				1,777	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	20,912	0	0	0	20,912	16
Debits during year						17
Book cost of plant retired	0				0	18
Cost of removal					0	19
Other debits (specify):						20
					0	21
					0	22
					0	23
					0	24
Total debits	0	0	0	0	0	25
Balance end of year (110.1)	253,079	0	0	0	253,079	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)	69,562				69,562	1
Credits During Year						2
Accruals:						3
Charged depreciation expense (426)	5,990				5,990	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	5,990	0	0	0	5,990	16
Debits during year						17
Book cost of plant retired	0				0	18
Cost of removal					0	19
Other debits (specify):						20
					0	21
					0	22
					0	23
					0	24
Total debits	0	0	0	0	0	25
Balance end of year (110.1)	75,552	0	0	0	75,552	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					0	0

Account	Total End of Year	Amount Prior Year
Electric utility total	0	0
Water utility	6,746	8,102
Sewer utility		0
Gas utility		0
Merchandise		0
Other materials & supplies		0
Total Materials and Supplies	6,746	8,102

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

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

Debt Issue to Which Related (a)	Written Off During Year		Balance End of Year (d)	
	Amount (b)	Account Charged or Credited (c)		
Unamortized debt discount & expense (181)				
NONE				1
Total			<u>0</u>	
Unamortized premium on debt (251)				
NONE				2
Total			<u>0</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	45,751	1
Changes during year (explain):		2
Balance end of year	<u><u>45,751</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)	
2003 BOND PAYABLE	03/01/2003	09/01/2017	1.30%	42,677	1
Total Bonds (Account 221):				42,677	

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)	
Other Long-Term Debt (224)					
2004 GENERAL OBLIGATION NOTE- WATER PORT	12/06/2004	10/01/2013	3.89%	241,600	1
Total for Account 224				241,600	

TAXES ACCRUED (ACCT. 236)

Particulars (a)	Amount (b)	
Balance first of year	0	1
Accruals:		
Charged water department expense	13,662	2
Charged electric department expense		3
Charged sewer department expense	498	4
Other (explain):		
NONE		5
Total Accruals and other credits	<u>14,160</u>	
Taxes paid during year:		
County, state and local taxes	14,160	6
Social Security taxes		7
PSC Remainder Assessment		8
Other (explain):		
NONE		9
Total payments and other debits	<u>14,160</u>	
Balance end of year	<u><u>0</u></u>	

INTEREST ACCRUED (ACCT. 237)

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

Description of Issue (a)	Interest Accrued Balance First of Year (b)	Interest Accrued During Year (c)	Interest Paid During Year (d)	Interest Accrued Balance End of Year (e)	
Bonds (221)					
2003 GENERAL OBLIGATION BOND	504	1,493	1,513	484	1
Subtotal	504	1,493	1,513	484	
Advances from Municipality (223)					
NONE	0			0	2
Subtotal	0	0	0	0	
Other Long-Term Debt (224)					
2004 GENERAL OBLIGATION NOTE	1,593	9,434	8,807	2,220	3
Subtotal	1,593	9,434	8,807	2,220	
Notes Payable (231)					
NONE	0			0	4
Subtotal	0	0	0	0	
Total	2,097	10,927	10,320	2,704	

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):		
INVESTMENT IN SEWER	16,581	1
Total (Acct. 123):	16,581	
Other Investments (124):		
NONE		2
Total (Acct. 124):	0	
Special Funds (125):		
NONE		3
Total (Acct. 125):	0	
Notes Receivable (141):		
NONE		4
Total (Acct. 141):	0	
Customer Accounts Receivable (142):		
Water	14,002	5
Electric		6
Sewer (Regulated)		7
Other (specify):		
NONE		8
Total (Acct. 142):	14,002	
Other Accounts Receivable (143):		
Sewer (Non-regulated)		9
Merchandising, jobbing and contract work		10
Other (specify):		
NONE		11
Total (Acct. 143):	0	
Receivables from Municipality (145):		
NONE		12
Total (Acct. 145):	0	
Prepayments (165):		
NONE		13
Total (Acct. 165):	0	
Extraordinary Property Losses (182):		
NONE		14
Total (Acct. 182):	0	
Other Deferred Debits (183):		
DEFERRED WATER TOWER MAINTENANCE	19,327	15
Total (Acct. 183):	19,327	

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)	
Payables to Municipality (233):		
CASH PAYABLE TO VILLAGE	51,445	16
Total (Acct. 233):	51,445	
Other Deferred Credits (253):		
Regulatory Liability	63,500	17
NONE		18
Total (Acct. 253):	63,500	

RETURN ON RATE BASE COMPUTATION

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

Average Rate Base (a)	Water (b)	Electric (c)	Sewer (d)	Gas (e)	Total (f)	
Add Average:						
Utility Plant in Service (101.1)	748,419	0	0	0	748,419	1
Materials and Supplies	7,424	0	0	0	7,424	2
Other (specify):					0	3
Less Average:						
Reserve for Depreciation (110.1)	242,623	0	0	0	242,623	4
Customer Advances for Construction					0	5
Regulatory Liability	65,367	0	0	0	65,367	6
					0	7
Average Net Rate Base	447,853	0	0	0	447,853	
Net Operating Income	(20,355)	0	0	0	(20,355)	8
Net Operating Income as a percent of Average Net Rate Base	-4.55%	N/A	N/A	N/A	-4.55%	

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	67,235	0	0	0	67,235	1
Add credits during year:					0	2
Deduct charges:						
Miscellaneous Amortization (425)	3,735	0	0	0	3,735	3
Other (specify):					0	4
Balance End of Year	63,500	0	0	0	63,500	

FINANCIAL SECTION FOOTNOTES

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

Other Deferred Debits (Acct 183): amortization requires PSC authorization. Provide date of authorization.

\$67,646 was incurred for painting the water tower in 2002. The water utility is amortizing this over 7 years. PSC Authorization: March 12, 2002.

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.

In account 233, the payable to village are amounts due to village that are awaiting financing.

Signature Page (Page ii)

General footnotes

INDEPENDENT ACCOUNTANT'S REPORT

Black Earth Water Utility
Black Earth, Wisconsin

We have compiled the accompanying Municipal Utility Annual Report of the Black Earth 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 24, 2007

WATER OPERATING REVENUES & EXPENSES

Particulars (a)	This Year (b)	Last Year (c)	
Operating Revenues			
Sales of Water			
Sales of Water (460-467)	157,300	142,656	1
Total Sales of Water	157,300	142,656	
Other Operating Revenues			
Forfeited Discounts (470)	205	124	2
Miscellaneous Service Revenues (471)	0	0	3
Rents from Water Property (472)	0	0	4
Interdepartmental Rents (473)	0	0	5
Other Water Revenues (474)	2,101	1,058	6
Total Other Operating Revenues	2,306	1,182	
Total Operating Revenues	159,606	143,838	
Operation and Maintenance Expenses			
Source of Supply Expenses (600-605)	9,640	405	7
Pumping Expenses (620-625)	5,180	18,830	8
Water Treatment Expenses (630-635)	9,589	7,363	9
Transmission and Distribution Expenses (640-655)	38,206	27,184	10
Customer Accounts Expenses (901-904)	9,998	11,835	11
Sales Expenses (910)	0	0	12
Administrative and General Expenses (920-935)	70,083	80,515	13
Total Operation and Maintenance Expenses	142,696	146,132	
Other Operating Expenses			
Depreciation Expense (403)	19,135	16,382	14
Amortization Expense (404-407)	0	0	15
Taxes (408)	18,130	16,745	16
Total Other Operating Expenses	37,265	33,127	
Total Operating Expenses	179,961	179,259	
NET OPERATING INCOME	(20,355)	(35,421)	

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	500	21,624	79,918	4
Commercial	48	7,053	18,899	5
Industrial				6
Total Metered Sales to General Customers (461)	548	28,677	98,817	
Private Fire Protection Service (462)	1		1,190	7
Public Fire Protection Service (463)	1		56,400	8
Other Sales to Public Authorities (464)	4	204	893	9
Sales to Irrigation Customers (465)				10
Sales for Resale (466)		0	0	11
Interdepartmental Sales (467)				12
Total Sales of Water	554	28,881	157,300	

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)	56,400	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)	56,400	
Forfeited Discounts (470):		
Customer late payment charges	205	5
Other (specify): NONE		6
Total Forfeited Discounts (470)	205	
Miscellaneous Service Revenues (471):		
NONE		7
Total Miscellaneous Service Revenues (471)	0	
Rents from Water Property (472):		
NONE		8
Total Rents from Water Property (472)	0	
Interdepartmental Rents (473):		
NONE		9
Total Interdepartmental Rents (473)	0	
Other Water Revenues (474):		
Return on net investment in meters charged to sewer department	2,101	10
Other (specify): NONE		11
Total Other Water Revenues (474)	2,101	

WATER OPERATION & MAINTENANCE EXPENSES

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

Particulars (a)	This Year (b)	Last Year (c)	
SOURCE OF SUPPLY EXPENSES			
Operation Labor (600)	9,640	405	1
Purchased Water (601)	0	0	2
Operation Supplies and Expenses (602)	0	0	3
Maintenance of Water Source Plant (605)	0	0	4
Total Source of Supply Expenses	9,640	405	
PUMPING EXPENSES			
Operation Labor (620)	0	9,990	5
Fuel for Power Production (621)	0	0	6
Fuel or Power Purchased for Pumping (622)	5,180	5,957	7
Operation Supplies and Expenses (623)	0	0	8
Maintenance of Pumping Plant (625)	0	2,883	9
Total Pumping Expenses	5,180	18,830	
WATER TREATMENT EXPENSES			
Operation Labor (630)	8,131	166	10
Chemicals (631)	1,458	7,197	11
Operation Supplies and Expenses (632)	0	0	12
Maintenance of Water Treatment Plant (635)	0	0	13
Total Water Treatment Expenses	9,589	7,363	
TRANSMISSION AND DISTRIBUTION EXPENSES			
Operation Labor (640)	10,541	11,939	14
Operation Supplies and Expenses (641)	0	0	15
Maintenance of Distribution Reservoirs and Standpipes (650)	9,664	9,664	16
Maintenance of Mains (651)	10,399	2,775	17
Maintenance of Services (652)	0	0	18
Maintenance of Meters (653)	3,250	2,806	19
Maintenance of Hydrants (654)	0	0	20
Maintenance of Other Plant (655)	4,352	0	21
Total Transmission and Distribution Expenses	38,206	27,184	

WATER OPERATION & MAINTENANCE EXPENSES

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

Particulars (a)	This Year (b)	Last Year (c)	
CUSTOMER ACCOUNTS EXPENSES			
Meter Reading Labor (901)	628	1,007	22
Accounting and Collecting Labor (902)	9,370	10,828	23
Supplies and Expenses (903)		0	24
Uncollectible Accounts (904)		0	25
Total Customer Accounts Expenses	9,998	11,835	
SALES EXPENSES			
Sales Expenses (910)		0	26
Total Sales Expenses	0	0	
ADMINISTRATIVE AND GENERAL EXPENSES			
Administrative and General Salaries (920)	18,087	19,847	27
Office Supplies and Expenses (921)	6,517	8,653	28
Administrative Expenses Transferred--Credit (922)	0	0	29
Outside Services Employed (923)	2,786	21,405	30
Property Insurance (924)	5,697	2,734	31
Injuries and Damages (925)	0	0	32
Employee Pensions and Benefits (926)	19,985	17,878	33
Regulatory Commission Expenses (928)	1,748	845	34
Miscellaneous General Expenses (930)	12,236	6,574	35
Transportation Expenses (933)	3,027	2,579	36
Maintenance of General Plant (935)	0	0	37
Total Administrative and General Expenses	70,083	80,515	
Total Operation and Maintenance Expenses	142,696	146,132	

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		14,160	13,140	1
Less: Local and School Tax Equivalent on Meters Charged to Sewer Department		498	533	2
Net property tax equivalent		13,662	12,607	
Social Security		4,311	4,059	3
PSC Remainder Assessment		157	79	4
Other (specify): NONE			0	5
Total tax expense		18,130	16,745	

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			Dane				1
SUMMARY OF TAX RATES							
State tax rate	mills		0.169827				3
County tax rate	mills		2.342770				4
Local tax rate	mills		6.137572				5
School tax rate	mills		8.724810				6
Voc. school tax rate	mills		1.172322				7
Other tax rate - Local	mills		0.000000				8
Other tax rate - Non-Local	mills		0.000000				9
Total tax rate	mills		18.547301				10
Less: state credit	mills		1.302627				11
Net tax rate	mills		17.244674				12
PROPERTY TAX EQUIVALENT CALCULATION							
Local Tax Rate	mills		6.137572				14
Combined School Tax Rate	mills		9.897132				15
Other Tax Rate - Local	mills		0.000000				16
Total Local & School Tax	mills		16.034704				17
Total Tax Rate	mills		18.547301				18
Ratio of Local and School Tax to Total	dec.		0.864530				19
Total tax net of state credit	mills		17.244674				20
Net Local and School Tax Rate	mills		14.908543				21
Utility Plant, Jan. 1	\$	910,390	910,390				22
Materials & Supplies	\$	8,102	8,102				23
Subtotal	\$	918,492	918,492				24
Less: Plant Outside Limits	\$	0	0				25
Taxable Assets	\$	918,492	918,492				26
Assessment Ratio	dec.		1.034100				27
Assessed Value	\$	949,813	949,813				28
Net Local & School Rate	mills		14.908543				29
Tax Equiv. Computed for Current Year	\$	14,160	14,160				30
Tax Equivalent per 1994 PSC Report	\$	13,140					31
Any lower tax equivalent as authorized by municipality (see note 6)	\$						32
Tax equiv. for current year (see note 6)	\$	14,160					34

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

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

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	
INTANGIBLE PLANT			
Organization (301)	353		1
Franchises and Consents (302)	0		2
Miscellaneous Intangible Plant (303)	0		3
Total Intangible Plant	353	0	
SOURCE OF SUPPLY PLANT			
Land and Land Rights (310)	75		4
Structures and Improvements (311)	18,251		5
Collecting and Impounding Reservoirs (312)	0		6
Lake, River and Other Intakes (313)	0		7
Wells and Springs (314)	43,290		8
Infiltration Galleries and Tunnels (315)	0		9
Supply Mains (316)	13,934		10
Other Water Source Plant (317)	0		11
Total Source of Supply Plant	75,550	0	
PUMPING PLANT			
Land and Land Rights (320)	0		12
Structures and Improvements (321)	30,728		13
Boiler Plant Equipment (322)	0		14
Other Power Production Equipment (323)	0		15
Steam Pumping Equipment (324)	0		16
Electric Pumping Equipment (325)	25,248		17
Diesel Pumping Equipment (326)	998		18
Hydraulic Pumping Equipment (327)	0		19
Other Pumping Equipment (328)	10,720		20
Total Pumping Plant	67,694	0	
WATER TREATMENT PLANT			
Land and Land Rights (330)	0		21
Structures and Improvements (331)	0		22
Water Treatment Equipment (332)	1,078		23
Total Water Treatment Plant	1,078	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)			353	1
Franchises and Consents (302)			0	2
Miscellaneous Intangible Plant (303)			0	3
Total Intangible Plant	0	0	353	
SOURCE OF SUPPLY PLANT				
Land and Land Rights (310)			75	4
Structures and Improvements (311)			18,251	5
Collecting and Impounding Reservoirs (312)			0	6
Lake, River and Other Intakes (313)			0	7
Wells and Springs (314)			43,290	8
Infiltration Galleries and Tunnels (315)			0	9
Supply Mains (316)			13,934	10
Other Water Source Plant (317)			0	11
Total Source of Supply Plant	0	0	75,550	
PUMPING PLANT				
Land and Land Rights (320)			0	12
Structures and Improvements (321)			30,728	13
Boiler Plant Equipment (322)			0	14
Other Power Production Equipment (323)			0	15
Steam Pumping Equipment (324)			0	16
Electric Pumping Equipment (325)			25,248	17
Diesel Pumping Equipment (326)			998	18
Hydraulic Pumping Equipment (327)			0	19
Other Pumping Equipment (328)			10,720	20
Total Pumping Plant	0	0	67,694	
WATER TREATMENT PLANT				
Land and Land Rights (330)			0	21
Structures and Improvements (331)			0	22
Water Treatment Equipment (332)			1,078	23
Total Water Treatment Plant	0	0	1,078	

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

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

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	
TRANSMISSION AND DISTRIBUTION PLANT			
Land and Land Rights (340)	75		24
Structures and Improvements (341)	0		25
Distribution Reservoirs and Standpipes (342)	67,222		26
Transmission and Distribution Mains (343)	283,848		27
Fire Mains (344)	0		28
Services (345)	107,871		29
Meters (346)	64,615		30
Hydrants (348)	45,133		31
Other Transmission and Distribution Plant (349)	78		32
Total Transmission and Distribution Plant	568,842	0	
GENERAL PLANT			
Land and Land Rights (389)	0		33
Structures and Improvements (390)	0		34
Office Furniture and Equipment (391)	4,852		35
Computer Equipment (391.1)	3,012		36
Transportation Equipment (392)	5,847		37
Stores Equipment (393)	0		38
Tools, Shop and Garage Equipment (394)	1,008		39
Laboratory Equipment (395)	0		40
Power Operated Equipment (396)	17,180		41
Communication Equipment (397)	1,263		42
SCADA Equipment (397.1)	0		43
Miscellaneous Equipment (398)	0		44
Other Tangible Property (399)	1,740		45
Total General Plant	34,902	0	
Total utility plant in service directly assignable	748,419	0	
Common Utility Plant Allocated to Water Department	0		46
Total utility plant in service	748,419	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)
TRANSMISSION AND DISTRIBUTION PLANT			
Land and Land Rights (340)			75 24
Structures and Improvements (341)			0 25
Distribution Reservoirs and Standpipes (342)			67,222 26
Transmission and Distribution Mains (343)			283,848 27
Fire Mains (344)			0 28
Services (345)			107,871 29
Meters (346)			64,615 30
Hydrants (348)			45,133 31
Other Transmission and Distribution Plant (349)			78 32
Total Transmission and Distribution Plant	0	0	568,842
GENERAL PLANT			
Land and Land Rights (389)			0 33
Structures and Improvements (390)			0 34
Office Furniture and Equipment (391)			4,852 35
Computer Equipment (391.1)			3,012 36
Transportation Equipment (392)			5,847 37
Stores Equipment (393)			0 38
Tools, Shop and Garage Equipment (394)			1,008 39
Laboratory Equipment (395)			0 40
Power Operated Equipment (396)			17,180 41
Communication Equipment (397)			1,263 42
SCADA Equipment (397.1)			0 43
Miscellaneous Equipment (398)			0 44
Other Tangible Property (399)			1,740 45
Total General Plant	0	0	34,902
Total utility plant in service directly assignable	0	0	748,419
Common Utility Plant Allocated to Water Department			0 46
Total utility plant in service	0	0	748,419

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

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

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

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

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

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

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

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	
TRANSMISSION AND DISTRIBUTION PLANT			
Land and Land Rights (340)	0		24
Structures and Improvements (341)	0		25
Distribution Reservoirs and Standpipes (342)	0		26
Transmission and Distribution Mains (343)	113,732	252,621	27
Fire Mains (344)	0		28
Services (345)	30,888	74,150	29
Meters (346)	0		30
Hydrants (348)	17,351	47,000	31
Other Transmission and Distribution Plant (349)	0		32
Total Transmission and Distribution Plant	161,971	373,771	
GENERAL PLANT			
Land and Land Rights (389)	0		33
Structures and Improvements (390)	0		34
Office Furniture and Equipment (391)	0		35
Computer Equipment (391.1)	0		36
Transportation Equipment (392)	0		37
Stores Equipment (393)	0		38
Tools, Shop and Garage Equipment (394)	0		39
Laboratory Equipment (395)	0		40
Power Operated Equipment (396)	0		41
Communication Equipment (397)	0		42
SCADA Equipment (397.1)	0		43
Miscellaneous Equipment (398)	0		44
Other Tangible Property (399)	0		45
Total General Plant	0	0	
Total utility plant in service directly assignable	161,971	373,771	
Common Utility Plant Allocated to Water Department	0		46
Total utility plant in service	161,971	373,771	

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)			366,353 27
Fire Mains (344)			0 28
Services (345)			105,038 29
Meters (346)			0 30
Hydrants (348)			64,351 31
Other Transmission and Distribution Plant (349)			0 32
Total Transmission and Distribution Plant	0	0	535,742
GENERAL PLANT			
Land and Land Rights (389)			0 33
Structures and Improvements (390)			0 34
Office Furniture and Equipment (391)			0 35
Computer Equipment (391.1)			0 36
Transportation Equipment (392)			0 37
Stores Equipment (393)			0 38
Tools, Shop and Garage Equipment (394)			0 39
Laboratory Equipment (395)			0 40
Power Operated Equipment (396)			0 41
Communication Equipment (397)			0 42
SCADA Equipment (397.1)			0 43
Miscellaneous Equipment (398)			0 44
Other Tangible Property (399)			0 45
Total General Plant	0	0	0
Total utility plant in service directly assignable	0	0	535,742
Common Utility Plant Allocated to Water Department			0 46
Total utility plant in service	0	0	535,742

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			2,841	2,841	1
February			2,467	2,467	2
March			2,718	2,718	3
April			2,630	2,630	4
May			2,865	2,865	5
June			3,157	3,157	6
July			3,345	3,345	7
August			3,352	3,352	8
September			2,728	2,728	9
October			2,690	2,690	10
November			2,642	2,642	11
December			2,757	2,757	12
Total annual pumpage	0	0	34,192	34,192	
Less: Water sold				28,881	13
Volume pumped but not sold				5,311	14
Volume sold as a percent of volume pumped				84%	15
Volume used for water production, water quality and system maintenance				544	16
Volume related to equipment/system malfunction				360	17
Non-utility volume NOT included in water sales				82	18
Total volume not sold but accounted for				986	19
Volume pumped but unaccounted for				4,325	20
Percent of water lost				13%	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.)				172	24
Date of maximum: 11/20/2006					25
Cause of maximum:					26
Water main break, 45,000 gallons from well 1 and 45,000 gallons from well 2					
Minimum gallons pumped by all methods in any one day during reporting year (000 gal.)				58	27
Date of minimum: 5/20/2006					28
Total KWH used for pumping for the year				37,906	29
If water is purchased: Vendor Name:					30
Point of Delivery:					31

SOURCES OF WATER SUPPLY - GROUND WATERS

Location (a)	Identification Number (b)	Depth in feet (c)	Well Diameter in inches (d)	Yield Per Day in gallons (e)	Currently In Service? (f)	
WELL #1 BLACK EARTH	#1	550	144	288,000	Yes	1
WELL #2 BLACK EARTH	#2	500	144	288,000	Yes	2

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 #1	WELL #2		1
Location	BLACK EARTH	BLACK EARTH		2
Purpose	P S	P		3
Destination	D	D		4
Pump Manufacturer	GENERAL ELECTRIC	GENERAL ELECTRIC		5
Year Installed	1996	1974		6
Type	CENTRIFUGAL	CENTRIFUGAL		7
Actual Capacity (gpm)	350	500		8
Pump Motor or Standby Engine Mfr	CONTENENTAL MOTORS	GENERAL ELECTRIC		9 10
Year Installed	1995	1974		11
Type	NATURAL GAS	ELECTRIC		12
Horsepower	45	40		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	#1		1
RESERVOIRS, STANDPIPES OR ELEVATED TANKS			2
Type: R (reservoir), S (standpipe) or ET (elevated tank)	ET		3
Year constructed	1977		4
Primary material (earthen, steel, concrete, other)	STEEL		5
Elevation difference in feet (See Headnote 3.)	130		6
Total capacity in gallons (actual)	200,000		7
WATER TREATMENT PLANT			8
Disinfection, type of equipment (gas, liquid, powder, other)	LIQUID		9
Points of application (wellhouse, central facilities, booster station, other)	WELLHOUSE		10
Filters, type (gravity, pressure, other, none)	NONE		11
Rated capacity of filter plant (m.g.d.) (note: 1,200,000 gal/day = 1.2 m.g.d.)	400.0000		12
Is a corrosion control chemical used (yes, no)?	N		13
Is water fluoridated (yes, no)?	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	1.500	3,101	0	0	0	3,101	1
M	D	2.000	3,101	0	0	0	3,101	2
M	D	3.000	280	0	0	0	280	3
M	D	6.000	24,442	0	0	0	24,442	4
M	D	8.000	4,656	7,775	0	0	12,431	5
M	D	10.000	765	0	0	0	765	6
Total Within Municipality			36,345	7,775	0	0	44,120	
Total Utility			36,345	7,775	0	0	44,120	

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	319	0	0	0	319	0	1
M	1.000	95	102	0	0	197	0	2
M	1.250	1	0	0	0	1	0	3
L	1.500	1	0	0	0	1	0	4
Total Utility		416	102	0	0	518	0	

METERS

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

Number of Utility-Owned Meters

Size of Meter (a)	First of Year (b)	Added During Year (c)	Retired During Year (d)	Adjustments Increase or (Decrease) (e)	End of Year (f)	Tested During Year (g)	
0.625	556	0	0	(3)	553	41	1
1.000	12	0	0	3	15	0	2
1.250	0	0	0	0	0	0	3
1.500	5	0	0	1	6	0	4
2.000	2	0	0	0	2	0	5
4.000	0	0	0	0	0	0	6
6.000	2	0	0	0	2	2	7
Total:	577	0	0	1	578	43	

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	499	30	0	4	0	20	553	1
1.000	1	12	0	1	0	1	15	2
1.250	0	0	0	0	0	0	0	3
1.500	0	4	0	1	0	1	6	4
2.000	0	2	0	0	0	0	2	5
4.000	0	0	0	0	0	0	0	6
6.000	0	0	0	2	0	0	2	7
Total:	500	48	0	8	0	22	578	

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	58	20	0	3	81	2
Total Fire Hydrants	58	20	0	3	81	
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:	61
Number of distribution system valves end of year:	134
Number of distribution valves operated during year:	97

WATER OPERATING SECTION FOOTNOTES

Water Operation & Maintenance Expenses (Page W-05)

If Fuel or Power Purchased for Pumping (622), divided by the Total kWh Used for Pumping on the Source of Supply, Pumping and Purchased Water Statistics schedule, is less than 3 cents or greater than 12 cents, please explain.

Account 622 includes heating costs of \$1,906.

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 631 decreased in 2006, there was a higher than normal amount of chemicals used in 2005, amount used comparable to 2004.

Account 923 decreased because the Village did not have as many legal fees in 2006.

Account 600 and 630 increased because no wages were allocated to account 620 in 2006.

Account 651 increased because more supplies were purchased in 2006.

Account 930 increased because there was more miscellaneous expenses used in 2006.

Water Mains (Page W-17)

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

Utility borrowed money for mains upgraded.

Water Services (Page W-18)

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

Additions are developer financed.

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

None in use at year end.

Meters (Page W-19)

Explain all reported adjustments.

In 2005, the Village verified the meter count with the paper meter cards, however there was a meter that does not have a meter card and was therefore missed in 2005 and needed to be added in 2006. Also, after a physical site review it was determined that some meters were classified incorrectly. Three commercial meters were listed as 5/8" when they were actually 1" meters and an apartment had been listed as 5/8" when it should have been a 1 1/2" meter.

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

The Village tests meters based on year installed or last tested.

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, the Village is evaluating.

WATER OPERATING SECTION FOOTNOTES

Hydrants and Distribution System Valves (Page W-20)

Explain all reported Adjustments.

Public Works Supervisor reviewed hydrant listing and found three additional hydrants that were not numbered on mapping system and therefore had not been included in past totals.
