



3015 (02-09-04)

ANNUAL REPORT

OF

Name: CLEVELAND WATER UTILITY

Principal Office: 1202 W WASHINGTON AVENUE
P.O. BOX 87
CLEVELAND, WI 53015

For the Year Ended: DECEMBER 31, 1997

**WATER, ELECTRIC, OR JOINT UTILITY
TO
PUBLIC SERVICE COMMISSION OF WISCONSIN**P.O. Box 7854
Madison, WI 53707-7854
(608) 266-3766

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

TABLE OF CONTENTS

Schedule Name	Page
General Rules for Reporting	i
Signature Page	ii
Table of Contents	iii
Identification and Ownership	iv
FINANCIAL SECTION	
Income Statement	F-01
Income Statement Account Details	F-02
Income from Merchandising, Jobbing & Contract Work (Accts. 415-416)	F-03
Revenues Subject to Wisconsin Remainder Assessment	F-04
Balance Sheet	F-05
Net Utility Plant	F-06
Accumulated Provision for Depreciation and Amortization of Utility Plant	F-07
Net Nonutility Property (Accts. 121 & 122)	F-08
Accumulated Provision for Uncollectible Accounts-Cr. (Acct. 144)	F-09
Materials and Supplies	F-10
Unamortized Debt Discount & Expense & Premium on Debt (Accts. 181 and 251)	F-11
Capital Paid in by Municipality (Acct. 200)	F-12
Bonds (Acct. 221)	F-13
Notes Payable & Miscellaneous Long-Term Debt	F-14
Taxes Accrued (Acct. 236)	F-15
Interest Accrued (Acct. 237)	F-16
Contributions in Aid of Construction (Account 271)	F-17
Balance Sheet End-of-Year Account Balances	F-18
Return on Rate Base Computation	F-19
Return on Proprietary Capital Computation	F-20
Important Changes During the Year	F-21
Financial Section Footnotes	F-22
WATER OPERATING SECTION	
Water Operating Revenues & Expenses	W-01
Water Operating Revenues - Sales of Water	W-02
Sales for Resale (Acct. 466)	W-03
Other Operating Revenues (Water)	W-04
Water Operation & Maintenance Expenses	W-05
Taxes (Acct. 408 - Water)	W-06
Property Tax Equivalent (Water)	W-07
Water Utility Plant in Service	W-08
Source of Supply, Pumping and Purchased Water Statistics	W-10
Sources of Water Supply - Ground Waters	W-11
Sources of Water Supply - Surface Waters	W-12
Pumping & Power Equipment	W-13
Reservoirs, Standpipes & Water Treatment	W-14
Water Mains	W-15
Water Services	W-16
Meters	W-17
Hydrants and Distribution System Valves	W-18
Water Operating Section Footnotes	W-19

IDENTIFICATION AND OWNERSHIP

Exact Utility Name: CLEVELAND WATER UTILITY

Utility Address: 1202 W WASHINGTON AVENUE

P.O. BOX 87

CLEVELAND, WI 53015

When was utility organized? 7/1/1966

Report any change in name:

Effective Date:

Utility Web Site:

Utility employee in charge of correspondence concerning this report:

Name: MS PAMELA KLABECHEK

Title: CLERK-TREASURER

Office Address:

1202 W. WASHINGTON AVENUE

P.O. BOX 87

CLEVELAND, WI 53015

Telephone: (920) 693 - 8181

Fax Number: (920) 693 - 3695

E-mail Address:

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

Name: MS PENNY WEBER CPA

Title: CERTIFIED PUBLIC ACCOUNTANT

Office Address: SIMONSMEIER, WEBER & CORSON

2203 SOUTH MEMORIAL PLACE

P.O. BOX 1002

SHEBOYGAN, WI 53081

Telephone: (920) 457 - 3641

Fax Number: (920) 457 - 8148

E-mail Address: penny@webercorson.com

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

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

Name: MS PENNY WEBER CPA

Title: CERTIFIED PUBLIC ACCOUNTANT

Office Address: SIMONSMEIER, WEBER & CORSON

2203 SOUTH MEMORIAL PLACE

P.O. BOX 1002

SHEBOYGAN, WI 53081

Telephone: (920) 457 - 3641

Fax Number: (920) 457 - 8148

E-mail Address: penny@webercorson.com

Date of most recent audit report: 4/30/1998

Period covered by most recent audit: December 31, 1997

IDENTIFICATION AND OWNERSHIP

Names and titles of utility management including manager or superintendent:

Name: MR STEVE SIMONS

Title: DIRECTOR OF PUBLIC WORKS

Office Address:

1202 W WASHINGTON AVENUE
P.O. BOX 87
CLEVELAND, WI 53015

Telephone: (920) 693 - 8236

Fax Number: (920) 693 - 3808

E-mail Address:

Name of utility commission/committee:

Names of members of utility commission/committee:

MS NILA BORN, CHAIRPERSON
MR MARK JOHNSON
MR KURT KAISER
MR JOHN KIRSCH

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. § 66.077 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)? YES

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

Firm Name: US FILTER

1151 LAKESHORE DRIVE
CLEVELAND, WI 53015

Contact Person: MR STEVE SIMONS

Title: FACILITY MANAGER

Telephone: (920) 693 - 8236

Fax Number: (920) 693 - 3808

E-mail Address:

Contract/Agreement beginning-ending dates: 1/1/1997 12/31/1997

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

Operate and maintain water pumping facilities, distribution system, repairs.
Water testing as required by SDWA
Maintain water storage facilities.

INCOME STATEMENT

Particulars (a)	This Year (b)	Last Year (c)	
UTILITY OPERATING INCOME			
Operating Revenues (400)	94,884	98,567	1
Operating Expenses:			
Operation and Maintenance Expense (401)	64,208	54,375	2
Depreciation Expense (403)	23,759	12,932	3
Amortization Expense (404)	0		4
Taxes (408)	17,260	17,202	5
Total Operating Expenses	105,227	84,509	
Net Operating Income	(10,343)	14,058	
Income from Utility Plant Leased to Others (412-413)	0		6
Utility Operating Income	(10,343)	14,058	
OTHER INCOME			
Income from Merchandising, Jobbing and Contract Work (415-416)	0		7
Nonoperating Rental Income (418)	0		8
Interest and Dividend Income (419)	472	549	9
Miscellaneous Nonoperating Income (421)	0		10
Total Other Income	472	549	
Total Income	(9,871)	14,607	
MISCELLANEOUS INCOME DEDUCTIONS			
Miscellaneous Amortization (425)	0		11
Other Income Deductions (426)	0		12
Total Miscellaneous Income Deductions	0	0	
Income Before Interest Charges	(9,871)	14,607	
INTEREST CHARGES			
Interest on Long-Term Debt (427)	0		13
Amortization of Debt Discount and Expense (428)			14
Amortization of Premium on Debt--Cr. (429)			15
Interest on Debt to Municipality (430)	0		16
Other Interest Expense (431)	11,794	295	17
Interest Charged to Construction--Cr. (432)			18
Total Interest Charges	11,794	295	
Net Income	(21,665)	14,312	
EARNED SURPLUS			
Unappropriated Earned Surplus (Beginning of Year) (216)	(83,581)	(97,893)	19
Balance Transferred from Income (433)	(21,665)	14,312	20
Miscellaneous Credits to Surplus (434)	0		21
Miscellaneous Debits to Surplus--Debit (435)	0		22
Appropriations of Surplus--Debit (436)	0		23
Appropriations of Income to Municipal Funds--Debit (439)	0		24
Total Unappropriated Earned Surplus End of Year (216)	(105,246)	(83,581)	

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)	Amount (b)	
Revenues from Utility Plant Leased to Others (412):		
NONE		1
Total (Acct. 412):	0	
Expenses of Utility Plant Leased to Others (413):		
NONE		2
Total (Acct. 413):	0	
Nonoperating Rental Income (418):		
NONE		3
Total (Acct. 418):	0	
Interest and Dividend Income (419):		
Special assessments	472	4
Total (Acct. 419):	472	
Miscellaneous Nonoperating Income (421):		
NONE		5
Total (Acct. 421):	0	
Miscellaneous Amortization (425):		
NONE		6
Total (Acct. 425):	0	
Other Income Deductions (426):		
NONE		7
Total (Acct. 426):	0	
Miscellaneous Credits to Surplus (434):		
NONE		8
Total (Acct. 434):	0	
Miscellaneous Debits to Surplus (435):		
NONE		9
Total (Acct. 435)--Debit:	0	
Appropriations of Surplus (436):		
Detail appropriations to (from) account 215		10
Total (Acct. 436)--Debit:	0	
Appropriations of Income to Municipal Funds (439):		
NONE		11
Total (Acct. 439)--Debit:	0	

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

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

REVENUES SUBJECT TO WISCONSIN REMAINDER ASSESSMENT

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	94,884	0	0	0	94,884	1
Less: interdepartmental sales	0		0		0	2
Less: interdepartmental rents					0	3
Less: return on net investment in meters charged to regulated sewer department. (Do not report if nonregulated sewer.)	0				0	4
Less: uncollectibles directly expensed as reported in water acct. 904 (690 class D), sewer acct. 843, and electric acct. 904 (590 class D) -or- Net write-offs when Accumulated Provision for Uncollectible Accounts (acct. 144) is maintained					0	5
Other Increases or (Decreases) to Operating Revenues - Specify:						
.					0	6
Revenues subject to Wisconsin Remainder Assessment	94,884	0	0	0	94,884	

BALANCE SHEET

Assets and Other Debits (a)	Balance End of Year (b)	Balance First of Year (c)	
UTILITY PLANT			
Utility Plant (100)	1,633,762	936,296	1
Less: Accumulated Provision for Depreciation and Amortization of Utility Plant (110)	246,027	223,278	2
Net Utility Plant	1,387,735	713,018	
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		5
Other Investments (124)	4,450	5,703	6
Special Funds (125)	0		7
Total Other Property and Investments	4,450	5,703	
CURRENT AND ACCRUED ASSETS			
Cash and Working Funds (131)	20,596	39,992	8
Temporary Cash Investments (132)	50	50	9
Notes Receivable (141)	0		10
Customer Accounts Receivable (142)	7,446	7,588	11
Other Accounts Receivable (143)	0	230	12
Accumulated Provision for Uncollectible Accounts- -Cr. (144)	0	0	13
Receivables from Municipality (145)	681	233	14
Materials and Supplies (150)	0	0	15
Prepayments (165)	0		16
Other Current and Accrued Assets (170)			17
Total Current and Accrued Assets	28,773	48,093	
DEFERRED DEBITS			
Unamortized Debt Discount and Expense (181)	0		18
Extraordinary Property Losses (182)	0		19
Other Deferred Debits (183)	49,470	59,364	20
Total Deferred Debits	49,470	59,364	
Total Assets and Other Debits	1,470,428	826,178	

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)	136,059	125,479	21
Appropriated Earned Surplus (215)			22
Unappropriated Earned Surplus (216)	(105,246)	(83,581)	23
Total Proprietary Capital	30,813	41,898	
LONG-TERM DEBT			
Bonds (221)			24
Advances from Municipality (223)	276,678	246,301	25
Other long-Term Debt (224)	0		26
Total Long-Term Debt	276,678	246,301	
CURRENT AND ACCRUED LIABILITIES			
Notes Payable (231)	620,668	60,346	27
Accounts Payable (232)	59,187	11	28
Payables to Municipality (233)	1,620	18,284	29
Customer Deposits (235)			30
Taxes Accrued (236)	17,203	17,203	31
Interest Accrued (237)	4,386	295	32
Other Current and Accrued Liabilities (238)			33
Total Current and Accrued Liabilities	703,064	96,139	
DEFERRED CREDITS			
Unamortized Premium on Debt (251)	0		34
Customer Advances for Construction (252)			35
Other Deferred Credits (253)	0		36
Total Deferred Credits	0	0	
OPERATING RESERVES			
Miscellaneous Operating Reserves (265)			37
Total Operating Reserves	0	0	
CONTRIBUTIONS IN AID OF CONSTRUCTION			
Contributions in Aid of Construction (271)	459,873	441,840	38
Total Liabilities and Other Credits	1,470,428	826,178	

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)	
Plant Accounts:					
Utility Plant in Service (100)	1,633,762	0	0	0	1
Utility Plant Purchased or Sold (391)					2
Utility Plant in Process of Reclassification (392)					3
Utility Plant Leased to Others (393)					4
Property Held for Future Use (394)					5
Construction Work in Progress (395)					6
Utility Plant Acquisition Adjustments (396)					7
Other Utility Plant Adjustments (397)					8
Total Utility Plant	1,633,762	0	0	0	
Accumulated Provision for Depreciation and Amortization:					
Accumulated Provision for Depreciation of Utility Plant in Service (110)	246,027	0	0	0	9
Total Accumulated Provision	246,027	0	0	0	
Net Utility Plant	1,387,735	0	0	0	

ACCUMULATED PROVISION FOR DEPRECIATION AND AMORTIZATION OF UTILITY PLANT

Depreciation Accruals (Credits) during the year:

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	223,278				223,278	1
Credits During Year						2
Accruals:						3
Charged depreciation expense (403)	23,759				23,759	4
Depreciation expense on meters						5
charged to sewer (see Note 3)	1,093				1,093	6
Accruals charged other						7
accounts (specify):						8
					0	9
Salvage	72				72	10
Other credits (specify):						11
					0	12
Total credits	24,924	0	0	0	24,924	13
Debits during year						14
Book cost of plant retired	2,175				2,175	15
Cost of removal					0	16
Other debits (specify):						17
					0	18
Total debits	2,175	0	0	0	2,175	19
Balance End of Year	246,027	0	0	0	246,027	20
Composite Depreciation Rate?	Yes					21
If yes, what is the rate?	2.00%					22

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):				0	2
Total Nonutility Property (121)	0	0	0	0	
Less accum. prov. depr. & amort. (122)				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	1
Additions:	
Provision for uncollectibles during year	2
Collection of accounts previously written off: Utility Customers	3
Collection of accounts previously written off: Others	4
Total Additions	<u>0</u>
Deductions:	
Accounts written off during the year: Utility Customers	5
Accounts written off during the year: Others	6
Total accounts written off	<u>0</u>
Balance end of year	<u><u>0</u></u>

MATERIALS AND SUPPLIES

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

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

**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)		
<hr/>				
Unamortized debt discount & expense (181)				1
Total			<u>0</u>	
Unamortized premium on debt (251)				2
<hr/>				
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	125,479	1
Changes during year (explain):		
TIF additions:mains, hydrant, services	8,730	2
Village additions: services	1,850	3
Balance end of year	<u><u>136,059</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)
-------------------------------------	------------------------------	------------------------------------	------------------------------	---

NONE

NOTES PAYABLE & MISCELLANEOUS LONG-TERM DEBT

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

Account and Description of Obligation (a and b)	Date of Issue (c)	Final Maturity Date (d)	Interest Rate (e)	Principal Amount End of Year (f)	
Advances (223)					
Advances for debt payments in prior years	05/01/1986	05/01/1999	0.00%	276,678	1
Total for Account 223				276,678	
Notes Payable (231)					
Well construction loan-Cleveland State Bank	11/14/1997	11/14/1998	6.00%	620,668	2
Total for Account 231				620,668	

TAXES ACCRUED (ACCT. 236)

Particulars (a)	Amount (b)	
Balance first of year	17,203	1
Accruals:		
Charged water department expense	17,260	2
Charged electric department expense		3
Charged sewer department expense	337	4
Other (explain):		
NONE		5
Total Accruals and other credits	<u>17,597</u>	
Taxes paid during year:		
County, state and local taxes	17,203	6
Social Security taxes	215	7
PSC Remainder Assessment	179	8
Other (explain):		
NONE		9
Total payments and other debits	<u>17,597</u>	
Balance end of year	<u><u>17,203</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)					
NONE				0	1
Subtotal	0	0	0	0	
Advances from Municipality (223)					
NONE				0	2
Subtotal	0	0	0	0	
Other long-Term Debt (224)					
NONE				0	3
Subtotal	0	0	0	0	
Notes Payable (231)					
Well construction loan-Cleveland State Bank	295	11,794	7,703	4,386	4
Subtotal	295	11,794	7,703	4,386	
Total	295	11,794	7,703	4,386	

CONTRIBUTIONS IN AID OF CONSTRUCTION (ACCOUNT 271)

Particulars (a)	Water (b)	Electric		Sewer (e)	Gas (f)	Total (g)	
		Distribution (c)	Other (d)				
Balance First of Year	441,840					441,840	1
Add credits during year:							
For Services	1,295					1,295	2
For Mains	15,238					15,238	3
Other (specify):							
Hydrants	1,500					1,500	4
Deduct charges (specify):							
NONE						0	5
Balance End of Year	459,873	0	0	0	0	459,873	
Amount of federal and state grants in aid received for utility construction included in End of Year totals	162,000					162,000	6

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):		
Special Assessments Receivable	4,450	2
Total (Acct. 124):	4,450	
Special Funds (125):		
NONE		3
Total (Acct. 125):	0	
Notes Receivable (141):		
NONE		4
Total (Acct. 141):	0	
Customer Accounts Receivable (142):		
Water	7,446	5
Electric		6
Sewer (Regulated)		7
Other (specify):		
NONE		8
Total (Acct. 142):	7,446	
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):		
Miscellaneous-Village	19	12
Miscellaneous-Sewer	662	13
Total (Acct. 145):	681	
Prepayments (165):		
NONE		14
Total (Acct. 165):	0	
Extraordinary Property Losses (182):		
NONE		15
Total (Acct. 182):	0	

BALANCE SHEET END-OF-YEAR ACCOUNT BALANCES

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

Particulars (a)	Balance End of Year (b)	
Other Deferred Debits (183):		
Test well abandoned, to be amortized over 6 years beginning in 1997	49,470	16
Total (Acct. 183):	49,470	
Payables to Municipality (233):		
Miscellaneous-Village	55	17
Miscellaneous-Sewer	1,565	18
Total (Acct. 233):	1,620	
Other Deferred Credits (253):		
NONE		19
Total (Acct. 253):	0	

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 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	1,251,233	0	0	0	1,251,233	1
Materials and Supplies	0	0	0	0	0	2
Other (specify):						0
						3
Less Average:						
Reserve for Depreciation	234,652	0	0	0	234,652	4
Customer Advances for Construction					0	5
Contributions in Aid of Construction	450,856	0	0	0	450,856	6
Other (specify):						0
						7
Average Net Rate Base	565,725	0	0	0	565,725	
Net Operating Income	(10,343)	0	0	0	(10,343)	8
Net Operating Income as a percent of Average Net Rate Base	-1.83%	N/A	N/A	N/A	-1.83%	

RETURN ON PROPRIETARY CAPITAL COMPUTATION

1. The data used in calculating proprietary capital are averages.
 2. Calculate those averages by summing the first-of-year and end-of-year figures for each account and then dividing by two.

Description (a)	Amount (b)	
Average Proprietary Capital		
Capital Paid in by Municipality	130,769	1
Appropriated Earned Surplus	0	2
Unappropriated Earned Surplus	(94,413)	3
Other (Specify):		4
Total Average Proprietary Capital	36,356	
Net Income		
Net Income	(21,665)	5
Percent Return on Proprietary Capital	-59.59%	

IMPORTANT CHANGES DURING THE YEAR

Report changes of any of the following types:

1. Acquisitions.

During 1997, Well 2 construction was completed and the well began operating. Along with the well a pumphouse was constructed with new electric pumping equipment. There was also a main addition project which was completed in 1997, adding hydrants as well.

2. Leaseholder changes.

3. Extensions of service.

During 1997, services were added by the village, developer and the TIF district.

4. Estimated changes in revenues due to rate changes.

5. Obligations incurred or assumed, excluding commercial paper.

During 1997 as construction continued on the well, more draws were taken on the construction loan at the Cleveland State Bank. The Utility is filing an application with the Safe Water Drinking for money to refinance the loan at the Cleveland State Bank.

6. Formal proceedings with the Public Service Commission.

No proceedings during 1997. In April of 1998, the Utility filed an application for a water rate increase with the PSC. It is currently pending.

7. Any additional matters.

FINANCIAL SECTION FOOTNOTES

Balance Sheet (Page F-05)

Account 232: At the end of 1997 construction projects were complete, but not all contract payments had been made. The balances on the contracts were set up as accounts payable.

WATER OPERATING REVENUES & EXPENSES

Particulars (a)	Amounts (b)	
Operating Revenues		
Sales of Water		
Sales of Water (460-467)	93,076	1
Total Sales of Water	93,076	
Other Operating Revenues		
Forfeited Discounts (470)	332	2
Other Water Revenues (474)	1,476	3
Amortization of Construction Grants (475)	0	4
Total Other Operating Revenues	1,808	
Total Operating Revenues	94,884	
Operation and Maintenance Expenses		
Plant Operation and Maintenance Expenses (600-660)	47,255	5
General Operating Expenses (680-690)	16,953	6
Total Operation and Maintenance Expenses	64,208	
Other Operating Expenses		
Depreciation Expense (403)	23,759	7
Amortization Expense (404)		8
Taxes (408)	17,260	9
Total Other Operating Expenses	41,019	
Total Operating Expenses	105,227	
NET OPERATING INCOME	(10,343)	

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. Bulk sales should be account 460.

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	511	26,344	54,097	4
Commercial	31	2,625	4,198	5
Industrial				6
Total Metered Sales to General Customers (461)	542	28,969	58,295	
Private Fire Protection Service (462)				7
Public Fire Protection Service (463)	1		29,056	8
Other Sales to Public Authorities (464)	16	3,917	5,725	9
Sales to Irrigation Customers (465)				10
Sales for Resale (466)		0	0	11
Interdepartmental Sales (467)				12
Total Sales of Water	559	32,886	93,076	

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)	29,056	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)	29,056	
Forfeited Discounts (470):		
Customer late payment charges	332	5
Other (specify):		
NONE		6
Total Forfeited Discounts (470)	332	
Other Water Revenues (474):		
Return on net investment in meters charged to sewer department	1,410	7
Other (specify):		
Miscellaneous	66	8
Total Other Water Revenues (474)	1,476	
Amortization of Construction Grants (475):		
NONE		9
Total Amortization of Construction Grants (475)	0	

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)	Amount (b)	
PLANT OPERATION AND MAINTENANCE EXPENSES		
Salaries and Wages (600)	20,580	1
Purchased Water (610)		2
Fuel or Power Purchased for Pumping (620)	4,362	3
Chemicals (630)	260	4
Supplies and Expenses (640)	1,144	5
Repairs of Water Plant (650)	20,909	6
Transportation Expenses (660)		7
Total Plant Operation and Maintenance Expenses	47,255	
 GENERAL OPERATING EXPENSES		
Administrative and General Salaries (680)	2,812	8
Office Supplies and Expenses (681)	1,586	9
Outside Services Employed (682)	10,995	10
Insurance Expense (684)	1,200	11
Employees Pensions and Benefits (686)	360	12
Regulatory Commission Expenses (688)		13
Miscellaneous General Expenses (689)		14
Uncollectible Accounts (690)		15
Total General Operating Expenses	16,953	
 Total Operation and Maintenance Expenses	64,208	

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)	Amount (c)	
Property Tax Equivalent		17,203	1
Less: Local and School Tax Equivalent on Meters Charged to Sewer Department		337	2
Net property tax equivalent		16,866	
Social Security		215	3
PSC Remainder Assessment		179	4
Other (specify): NONE			5
Total tax expense		17,260	

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, 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 § 66.069(1)(c). 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			Manitowoc				1
SUMMARY OF TAX RATES							2
State tax rate	mills		0.189220				3
County tax rate	mills		5.118820				4
Local tax rate	mills		3.997040				5
School tax rate	mills		11.514360				6
Voc. school tax rate	mills		1.498490				7
Other tax rate - Local	mills						8
Other tax rate - Non-Local	mills						9
Total tax rate	mills		22.317930				10
Less: state credit	mills		2.009660				11
Net tax rate	mills		20.308270				12
PROPERTY TAX EQUIVALENT CALCULATION							13
Local Tax Rate	mills		3.997040				14
Combined School Tax Rate	mills		13.012850				15
Other Tax Rate - Local	mills						16
Total Local & School Tax	mills		17.009890				17
Total Tax Rate	mills		22.317930				18
Ratio of Local and School Tax to Total	dec.		0.762163				19
Total tax net of state credit	mills		20.308270				20
Net Local and School Tax Rate	mills		15.478202				21
Utility Plant, Jan. 1	\$	936,296	936,296				22
Materials & Supplies	\$	0					23
Subtotal	\$	936,296	936,296				24
Less: Plant Outside Limits	\$	0					25
Taxable Assets	\$	936,296	936,296				26
Assessment Ratio	dec.		1.058248				27
Assessed Value	\$	990,833	990,833				28
Net Local & School Rate	mills		15.478202				29
Tax Equiv. Computed for Current Year	\$	15,336	15,336				30
Tax Equivalent per 1994 PSC Report	\$	17,203					31
Any lower tax equivalent as authorized by municipality (see note 6)	\$						32 33
Tax equiv. for current year (see note 6)	\$	17,203					34

WATER UTILITY PLANT IN SERVICE

1. All adjustments, corrections and reclassifications 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 not supported by statistical schedules.
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)	250		1
Franchises and Consents (302)			2
Miscellaneous Intangible Plant (303)			3
Total Intangible Plant	250	0	
SOURCE OF SUPPLY PLANT			
Land and Land Rights (310)	7,500		4
Structures and Improvements (311)			5
Collecting and Impounding Reservoirs (312)	28,282		6
Lake, River and Other Intakes (313)			7
Wells and Springs (314)	12,829	124,343	8
Infiltration Galleries and Tunnels (315)			9
Supply Mains (316)			10
Other Water Source Plant (317)			11
Total Source of Supply Plant	48,611	124,343	
PUMPING PLANT			
Land and Land Rights (320)			12
Structures and Improvements (321)	28,093	132,237	13
Boiler Plant Equipment (322)			14
Other Power Production Equipment (323)			15
Steam Pumping Equipment (324)			16
Electric Pumping Equipment (325)	18,672	179,310	17
Diesel Pumping Equipment (326)			18
Hydraulic Pumping Equipment (327)			19
Other Pumping Equipment (328)	2,100		20
Total Pumping Plant	48,865	311,547	
WATER TREATMENT PLANT			
Land and Land Rights (330)			21
Structures and Improvements (331)			22
Water Treatment Equipment (332)	2,782	3,521	23
Total Water Treatment Plant	2,782	3,521	
TRANSMISSION AND DISTRIBUTION PLANT			
Land and Land Rights (340)	900		24
Structures and Improvements (341)			25

WATER UTILITY PLANT IN SERVICE (cont.)

Accounts (d)	Retirements During Year (e)	Adjustments Increase or (Decrease) (f)	Balance End of Year (g)	
INTANGIBLE PLANT				
Organization (301)			250	1
Franchises and Consents (302)			0	2
Miscellaneous Intangible Plant (303)			0	3
Total Intangible Plant	0	0	250	
SOURCE OF SUPPLY PLANT				
Land and Land Rights (310)			7,500	4
Structures and Improvements (311)			0	5
Collecting and Impounding Reservoirs (312)			28,282	6
Lake, River and Other Intakes (313)			0	7
Wells and Springs (314)			137,172	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	172,954	
PUMPING PLANT				
Land and Land Rights (320)			0	12
Structures and Improvements (321)			160,330	13
Boiler Plant Equipment (322)			0	14
Other Power Production Equipment (323)			0	15
Steam Pumping Equipment (324)			0	16
Electric Pumping Equipment (325)			197,982	17
Diesel Pumping Equipment (326)			0	18
Hydraulic Pumping Equipment (327)			0	19
Other Pumping Equipment (328)			2,100	20
Total Pumping Plant	0	0	360,412	
WATER TREATMENT PLANT				
Land and Land Rights (330)			0	21
Structures and Improvements (331)			0	22
Water Treatment Equipment (332)			6,303	23
Total Water Treatment Plant	0	0	6,303	
TRANSMISSION AND DISTRIBUTION PLANT				
Land and Land Rights (340)			900	24
Structures and Improvements (341)			0	25

WATER UTILITY PLANT IN SERVICE

1. All adjustments, corrections and reclassifications 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 not supported by statistical schedules.
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			
Distribution Reservoirs and Standpipes (342)	42,337		26
Transmission and Distribution Mains (343)	503,233	285,085	27
Fire Mains (344)			28
Services (345)	105,796	4,535	29
Meters (346)	41,199	5,193	30
Hydrants (348)	56,575	27,877	31
Other Transmission and Distribution Plant (349)			32
Total Transmission and Distribution Plant	750,040	322,690	
GENERAL PLANT			
Land and Land Rights (370)			33
Structures and Improvements (371)			34
Office Furniture and Equipment (372)			35
Computer Equipment (372.1)	7,060		36
Transportation Equipment (373)	8,200	5,132	37
Other General Equipment (379)	2,896		38
Other Tangible Property (390)			39
Total General Plant	18,156	5,132	
Total utility plant in service directly assignable	868,704	767,233	
Common Utility Plant Allocated to Water Department			40
Total utility plant in service	868,704	767,233	

WATER UTILITY PLANT IN SERVICE (cont.)

Accounts (d)	Retirements During Year (e)	Adjustments Increase or (Decrease) (f)	Balance End of Year (g)
TRANSMISSION AND DISTRIBUTION PLANT			
Distribution Reservoirs and Standpipes (342)			42,337 26
Transmission and Distribution Mains (343)			788,318 27
Fire Mains (344)			0 28
Services (345)			110,331 29
Meters (346)	675		45,717 30
Hydrants (348)	1,500		82,952 31
Other Transmission and Distribution Plant (349)			0 32
Total Transmission and Distribution Plant	2,175	0	1,070,555
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)			7,060 36
Transportation Equipment (373)			13,332 37
Other General Equipment (379)			2,896 38
Other Tangible Property (390)			0 39
Total General Plant	0	0	23,288
Total utility plant in service directly assignable	2,175	0	1,633,762
Common Utility Plant Allocated to Water Department			0 40
Total utility plant in service	2,175	0	1,633,762

SOURCE OF SUPPLY, PUMPING AND PURCHASED WATER STATISTICS

Month (a)	Sources of Water Supply			Total Gallons All Methods (000's) (e)	
	Purchased Water Gallons (000's) (b)	Surface Water Gallons (000's) (c)	Ground Water Gallons (000's) (d)		
January			2,947	2,947	1
February			2,855	2,855	2
March			2,817	2,817	3
April			2,822	2,822	4
May			3,272	3,272	5
June			3,377	3,377	6
July			3,414	3,414	7
August			3,777	3,777	8
September			3,067	3,067	9
October			3,362	3,362	10
November			2,856	2,856	11
December			2,948	2,948	12
Total for year	0	0	37,514	37,514	
Less: Measured or estimated water used in main flushing and water treatment during year				1,094	13
Less: Other utility use				475	14
Other utility use explanation:					15
Fire protection - 68					
Sewer cleaning, road work, main breaks - 407					
Water pumped into distribution system				35,945	16
Less: Water sold				32,886	17
Losses and unaccounted for				3,059	18
Percent unaccounted for to the nearest whole percent (%)				9%	19
If more than 25%, indicate causes and state what action has been taken to reduce water loss:					20
Maximum gallons pumped by all methods in any one day during reporting year				231,300	21
Date of maximum: 10/16/1997					22
Cause of maximum:					23
Flushing water mains					
Minimum gallons pumped by all methods in any one day during reporting year				55,600	24
Date of minimum: 5/2/1997					25
Total KWH used for pumping for the year				67,700	26
If water is purchased: Vendor Name:					27
Point of Delivery:					28

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)	
VETERANS MEMORIAL PARK	BG236	373	12	410,000	Yes	1
1299 FRANKLIN DRIVE	HJ180	400	15	720,000	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	BOOSTER PUMP	BOOSTER PUMP BACKUP	WELL NO 1 BACKUP	1
Location	VETERANS PARK	VETERANS PARK	VETERANS PARK	2
Purpose	B	S	S	3
Destination	D	D	R	4
Pump Manufacturer	BYRON JACKSON	CONTINENTAL	CONTINENTAL	5
Year Installed	1968	1968	1968	6
Type	VERTICAL TURBINE	VERTICAL TURBINE	VERTICAL TURBINE	7
Actual Capacity (gpm)	325	350	320	8
Pump Motor or Standby Engine Mfr	US MOTOR	CONTINENTAL	CONTINENTAL	9
Year Installed	1968	1968	1968	10
Type	ELECTRIC	NATURAL GAS	NATURAL GAS	11
Horsepower	30	120	80	12
				13

Particulars (a)	Unit D (b)	Unit E (c)	Unit F (d)	
Identification	WELL NO 2	WELL NO 2 BACKUP	WELL NO. 1	14
Location	1299 FRANKLIN DRIVE	1299 FRANKLIN DRIVE	VETERANS PARK	15
Purpose	P	S	P	16
Destination	D	D	R	17
Pump Manufacturer	GOULD	FORD	BYRON JACKSON	18
Year Installed	1997	1997	1968	19
Type	VERTICAL TURBINE	VERTICAL TURBINE	VERTICAL TURBINE	20
Actual Capacity (gpm)	600	600	290	21
Pump Motor or Standby Engine Mfr	US MOTOR	FORD	US MOTOR	22
Year Installed	1997	1997	1968	23
Type	ELECTRIC	NATURAL GAS	ELECTRIC	24
Horsepower	75	150	15	25
				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	WATER SPHERE	WELLHOUSE #1		1
RESERVOIRS, STANDPIPES OR ELEVATED TANKS				2
Type: R (reservoir), S (standpipe) or ET (elevated tank)	ET	R		3
Year constructed	1968	1968		4
Primary material (earthen, steel, concrete, other)	STEEL	CONCRETE		5
Elevation difference in feet (See Headnote 3.)	77	0		6
Total capacity in gallons	100,000	80,000		7
WATER TREATMENT PLANT				8
Disinfection, type of equipment (gas, liquid, powder, other)	LIQUID	GAS		9
Points of application (wellhouse, central facilities, booster station, other)	WELLHOUSE	WELLHOUSE		10
Filters, type (gravity, pressure, other, none)	OTHER	NONE		11
Rated capacity of filter plant (m.g.d.) (note: 1,200,000 gal/day = 1.2 m.g.d.)	0.7200	0.7200		12
Is a corrosion control chemical used (yes, no)?	N	N		13
Is water fluoridated (yes, no)?	N	N		14

WATER MAINS

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

								Number of Feet	
Pipe Material (a)	Main Function (b)	Diameter in Inches (c)	First of Year (d)	Added During Year (e)	Retired During Year (f)	Adjustments Increase or (Decrease) (g)	End of Year (h)		
P	D	4.000	20				20		1
M	D	6.000	26,591				26,591		2
P	D	6.000	874	83			957		3
M	D	8.000	14,323				14,323		4
P	D	8.000	5,759	2,983			8,742		5
P	S	8.000	0	403			403		6
M	D	10.000	13,048				13,048		7
P	D	10.000	320				320		8
P	T	10.000	0	4,856			4,856		9
Total Within Municipality			60,935	8,325	0	0	69,260		
Total Utility			60,935	8,325	0	0	69,260		

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	1.000	534	21			555	47	1
M	1.250	1				1	1	2
M	2.000	2				2	2	3
Total Utility		537	21	0	0	558	50	

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 (a).

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	553	24	9		568	89	1
1.000	8	2			10		2
1.250	1				1		3
1.500	3	1			4	2	4
2.000	7	4	3		8	7	5
3.000	1				1	1	6
Total:	573	31	12	0	592	99	

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	511	23		6		28	568	1
1.000		6				4	10	2
1.250		1					1	3
1.500		1		2		1	4	4
2.000				7		1	8	5
3.000				1			1	6
Total:	511	31	0	16	0	34	592	

HYDRANTS AND DISTRIBUTION SYSTEM VALVES

1. Distinguish between fire and flushing hydrants by lead size.
 - a. Fire hydrants normally have a lead size of 6 inches or greater.
 - b. Record as a flushing hydrant where the lead size is less than 6 inches or if pressure is inadequate to provide fire flow.
2. Explain all reported adjustments in the schedule footnotes.
3. Report fire hydrants as within or outside the municipal boundaries.

Hydrant Type (a)	Number In Service First of Year (b)	Added During Year (c)	Removed During Year (d)	Adjustments Increase or (Decrease) (e)	Number In Service End of Year (f)	
Fire Hydrants						
Outside of Municipality					0	1
Within Municipality	124	18	3		139	2
Total Fire Hydrants	124	18	3	0	139	
Flushing Hydrants						
					0	3
Total Flushing Hydrants	0	0	0	0	0	

Wis. Admin. Code § 185.87 requires that a schedule shall be adopted and followed for operating each system valve and hydrant at least once each two years. Report the number operated during the year

Number of hydrants operated during year:	130
Number of distribution system valves end of year:	173
Number of distribution valves operated during year:	161

WATER OPERATING SECTION FOOTNOTES

Water Operation & Maintenance Expenses (Page W-05)

Per the request of the PSC, expenses which in prior years were included in contracted services (682), have been reclassified into the accounts for which expenses were contracted for with US Filter. (Accounts 600,620,630,640

Account 650: A test well was abandoned in 1997. The PSC gave the Utility permission to amortize the cost of the test well over 6 years. 1997 amortization cost was \$9,894.

Account 682: See explanation regarding contracted services above.

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

See the PSC correspondence file to see a resolution setting the tax equivalent at 0 for 1999. 9/23/98 ele

Water Utility Plant in Service (Page W-08)

Account 314: Construction of well was completed in 1997

Account 321: Construction of pumphouse was completed in 1997

Account 325: Pumping equipment for newly constructed pumphouse

Account 332: Treatment equipment put into use in 1997

Account 343: Main project completed in 1997

Account 348: Hydrants added during main project

Water Mains (Page W-15)

Mains added during the year were financed as follows:

By construction loan \$264007, actual cost

By TIF \$5840, actual cost

By developer \$15238, estimated cost

Water Services (Page W-16)

Services added during the year were financed as follows:

7 - 1" services added by developer, cost estimated

4 - 1" services added by TIF district, cost actual

10 - 1" services added by village, cost actual. Village will special assess property owners and keep the specials collected. Cost recorded as capital paid in by municipality.
