



3015 (02-09-04)

ANNUAL REPORT

OF

Name: KNAPP MUNICIPAL WATER AND SEWER UTILITY

Principal Office: P.O. BOX 86
KNAPP, WI 54749-0086

For the Year Ended: DECEMBER 31, 2000

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 (Acct. 110) | 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 |
| | |
| SEWER OPERATING SECTION | |
| Sewer Operating Revenues & Expenses | S-01 |

TABLE OF CONTENTS

| Schedule Name | Page |
|--|-------------|
| SEWER OPERATING SECTION | |
| Sewage Operating Revenues | S-02 |
| High Strength Contributors | S-03 |
| Other Operating Revenues (Sewer) | S-04 |
| Sewer Operation & Maintenance Expenses | S-05 |
| Taxes (Acct. 408 - Sewer) | S-06 |
| Sewer Utility Plant in Service | S-07 |
| Sewer Services | S-09 |
| Sewer Mains | S-10 |
| Sewer Operating Section Footnotes | S-11 |

IDENTIFICATION AND OWNERSHIP

Exact Utility Name: KNAPP MUNICIPAL WATER AND SEWER UTILITY

Utility Address: P.O. BOX 86
KNAPP, WI 54749-0086

When was utility organized? 12/31/1998

Report any change in name:

Effective Date:

Utility Web Site:

Utility employee in charge of correspondence concerning this report:

Name: VERNA MCCLELLAND

Title: CLERK

Office Address:

P.O. BOX 86
KNAPP, WI 54749-0086

Telephone: (715) 665 - 2495

Fax Number: () -

E-mail Address:

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

Name: LARRY A CICCCHISE CPA

Title:

Office Address: W.J. BAUMAN ASSOCIATES, LTD

101 NORTH MAIN STREET
P.O. BOX 92
RIVER FALLS, WI 54022-0092

Telephone: (715) 425 - 6179

Fax Number: (715) 425 - 1002

E-mail Address: larrycicchese@wjbcpa.com

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

Name: RONALD FINDER

Title: PRESIDENT

Office Address:

704 MAIN STREET
P.O. BOX 31
KNAPP, WI 54749

Telephone: (715) 665 - 2495

Fax Number:

E-mail Address:

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

IDENTIFICATION AND OWNERSHIP

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

Name: LARRY A CICCHESE CPA

Title:

Office Address: W.J. BAUMAN ASSOCIATES, LTD
101 NORTH MAIN STREET
P.O. BOX 92
RIVER FALLS, WI 54022-0092

Telephone: (715) 425 - 6179

Fax Number: (715) 425 - 1002

E-mail Address: larrycicchese@wjbcpa.com

Date of most recent audit report: 12/31/2000

Period covered by most recent audit: CALENDAR 2000

Names and titles of utility management including manager or superintendent:

Name: ROBERT HOYT

Title: SUPERINTENDENT

Office Address:
VILLAGE OF KNAPP
P.O. BOX 86
KNAPP, WI 54749-0086

Telephone: (715) 665 - 2495

Fax Number: () -

E-mail Address:

Name: RONALD FINDER

Title: PRESIDENT

Office Address:
P.O. BOX 86
KNAPP, WI 54749-0086

Telephone: (715) 665 - 2495

Fax Number:

E-mail Address:

Name: VERNA MCCLELLAND

Title: CLERK

Office Address:
VILLAGE OF KNAPP
P.O. BOX 86
KNAPP, WI 54749-0086

Telephone: (715) 665 - 2495

Fax Number:

E-mail Address:

Name of utility commission/committee: UTILITY COMMITTEE

Names of members of utility commission/committee:
MR RON FINDER, PRESIDENT
MR ROBERT HOYTE, SUPERINTENDENT

IDENTIFICATION AND OWNERSHIP

Is sewer service rendered by the utility?

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

Date of Ordinance:

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

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

Firm Name:

Contact Person:

Title:

Telephone:

Fax Number:

E-mail Address:

Contract/Agreement beginning-ending dates:

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

INCOME STATEMENT

| Particulars (a) | This Year (b) | Last Year (c) | |
|--|------------------|------------------|----|
| UTILITY OPERATING INCOME | | | |
| Operating Revenues (400) | 125,713 | 122,276 | 1 |
| Operating Expenses: | | | |
| Operation and Maintenance Expense (401) | 60,917 | 48,986 | 2 |
| Depreciation Expense (403) | 27,167 | 17,697 | 3 |
| Amortization Expense (404) | 0 | 0 | 4 |
| Taxes (408) | 9,537 | 7,881 | 5 |
| Total Operating Expenses | 97,621 | 74,564 | |
| Net Operating Income | 28,092 | 47,712 | |
| Income from Utility Plant Leased to Others (412-413) | 0 | 0 | 6 |
| Utility Operating Income | 28,092 | 47,712 | |
| OTHER INCOME | | | |
| Income from Merchandising, Jobbing and Contract Work (415-416) | 0 | 0 | 7 |
| Nonoperating Rental Income (418) | 0 | 0 | 8 |
| Interest and Dividend Income (419) | 4,445 | 4,135 | 9 |
| Miscellaneous Nonoperating Income (421) | 0 | 0 | 10 |
| Total Other Income | 4,445 | 4,135 | |
| Total Income | 32,537 | 51,847 | |
| MISCELLANEOUS INCOME DEDUCTIONS | | | |
| Miscellaneous Amortization (425) | 0 | 0 | 11 |
| Other Income Deductions (426) | 0 | 0 | 12 |
| Total Miscellaneous Income Deductions | 0 | 0 | |
| Income Before Interest Charges | 32,537 | 51,847 | |
| INTEREST CHARGES | | | |
| Interest on Long-Term Debt (427) | 14,276 | 12,722 | 13 |
| Amortization of Debt Discount and Expense (428) | 0 | 0 | 14 |
| Amortization of Premium on Debt--Cr. (429) | 0 | 0 | 15 |
| Interest on Debt to Municipality (430) | 1,833 | 2,326 | 16 |
| Other Interest Expense (431) | 0 | 0 | 17 |
| Interest Charged to Construction--Cr. (432) | 0 | 0 | 18 |
| Total Interest Charges | 16,109 | 15,048 | |
| Net Income | 16,428 | 36,799 | |
| EARNED SURPLUS | | | |
| Unappropriated Earned Surplus (Beginning of Year) (216) | (1,925) | (38,724) | 19 |
| Balance Transferred from Income (433) | 16,428 | 36,799 | 20 |
| Miscellaneous Credits to Surplus (434) | 0 | 0 | 21 |
| Miscellaneous Debits to Surplus--Debit (435) | 0 | 0 | 22 |
| Appropriations of Surplus--Debit (436) | 0 | 0 | 23 |
| Appropriations of Income to Municipal Funds--Debit (439) | 0 | 0 | 24 |
| Total Unappropriated Earned Surplus End of Year (216) | 14,503 | (1,925) | |

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): | | |
| INTEREST INCOME | 4,445 | 4 |
| Total (Acct. 419): | 4,445 | |
| 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 | 46,621 | 0 | 79,092 | 0 | 125,713 | 1 |
| Less: interdepartmental sales | 0 | | 0 | 0 | 0 | 2 |
| Less: interdepartmental rents | | | | | 0 | 3 |
| Less: return on net investment in meters charged to regulated sewer department. (Do not report if nonregulated sewer.) | 554 | | | | 554 | 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 | 46,067 | 0 | 79,092 | 0 | 125,159 | |

BALANCE SHEET

| Assets and Other Debits (a) | Balance End of Year (b) | Balance First of Year (c) | |
|--|-------------------------------|---------------------------------|----|
| UTILITY PLANT | | | |
| Utility Plant (100) | 1,700,610 | 1,684,682 | 1 |
| Less: Accumulated Provision for Depreciation and Amortization of Utility Plant (110) | 279,760 | 252,593 | 2 |
| Net Utility Plant | 1,420,850 | 1,432,089 | |
| OTHER PROPERTY AND INVESTMENTS | | | |
| Nonutility Property (121) | 0 | 0 | 3 |
| Less: Accumulated Provision for Depreciation and Amortization of Nonutility Property (122) | 0 | 0 | 4 |
| Net Nonutility Property | 0 | 0 | |
| Investment in Municipality (123) | 0 | 0 | 5 |
| Other Investments (124) | 0 | 0 | 6 |
| Special Funds (125) | 0 | 0 | 7 |
| Total Other Property and Investments | 0 | 0 | |
| CURRENT AND ACCRUED ASSETS | | | |
| Cash and Working Funds (131) | 137,637 | 17,971 | 8 |
| Temporary Cash Investments (132) | 12,505 | 11,762 | 9 |
| Notes Receivable (141) | 0 | 0 | 10 |
| Customer Accounts Receivable (142) | 26,161 | 23,981 | 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) | 4,122 | 3,556 | 15 |
| Prepayments (165) | 0 | 0 | 16 |
| Other Current and Accrued Assets (170) | | | 17 |
| Total Current and Accrued Assets | 180,425 | 57,270 | |
| DEFERRED DEBITS | | | |
| Unamortized Debt Discount and Expense (181) | 0 | 0 | 18 |
| Extraordinary Property Losses (182) | 0 | 0 | 19 |
| Other Deferred Debits (183) | 0 | 0 | 20 |
| Total Deferred Debits | 0 | 0 | |
| Total Assets and Other Debits | 1,601,275 | 1,489,359 | |

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) | 130,768 | 130,768 | 21 |
| Appropriated Earned Surplus (215) | | 0 | 22 |
| Unappropriated Earned Surplus (216) | 14,503 | (1,925) | 23 |
| Total Proprietary Capital | 145,271 | 128,843 | |
| LONG-TERM DEBT | | | |
| Bonds (221) | 0 | 0 | 24 |
| Advances from Municipality (223) | 30,000 | 299,848 | 25 |
| Other long-Term Debt (224) | 564,375 | 590,421 | 26 |
| Total Long-Term Debt | 594,375 | 890,269 | |
| CURRENT AND ACCRUED LIABILITIES | | | |
| Notes Payable (231) | 0 | 0 | 27 |
| Accounts Payable (232) | 1,384 | 1,800 | 28 |
| Payables to Municipality (233) | 283,678 | 0 | 29 |
| Customer Deposits (235) | | 0 | 30 |
| Taxes Accrued (236) | 0 | 0 | 31 |
| Interest Accrued (237) | 3,868 | 5,196 | 32 |
| Other Current and Accrued Liabilities (238) | | 0 | 33 |
| Total Current and Accrued Liabilities | 288,930 | 6,996 | |
| DEFERRED CREDITS | | | |
| Unamortized Premium on Debt (251) | 0 | 0 | 34 |
| Customer Advances for Construction (252) | | 0 | 35 |
| Other Deferred Credits (253) | 0 | 0 | 36 |
| Total Deferred Credits | 0 | 0 | |
| OPERATING RESERVES | | | |
| Miscellaneous Operating Reserves (265) | | 0 | 37 |
| Total Operating Reserves | 0 | 0 | |
| CONTRIBUTIONS IN AID OF CONSTRUCTION | | | |
| Contributions in Aid of Construction (271) | 572,699 | 463,251 | 38 |
| Total Liabilities and Other Credits | 1,601,275 | 1,489,359 | |

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) | 388,476 | 1,312,134 | 0 | 0 | 1 |
| Utility Plant Purchased or Sold (391) | 0 | 0 | | | 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 | 388,476 | 1,312,134 | 0 | 0 | |
| Accumulated Provision for Depreciation and Amortization: | | | | | |
| Accumulated Provision for Depreciation of Utility Plant in Service (110) | 158,364 | 121,396 | 0 | 0 | 9 |
| Total Accumulated Provision | 158,364 | 121,396 | 0 | 0 | |
| Net Utility Plant | 230,112 | 1,190,738 | 0 | 0 | |

ACCUMULATED PROVISION FOR DEPRECIATION AND AMORTIZATION OF UTILITY PLANT (ACCT. 110)

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) | Sewer (c) | (d) | (e) | Total (f) | |
|-------------------------------------|----------------|----------------|----------|----------|----------------|-----------|
| Balance first of year | 149,888 | 102,705 | | | 252,593 | 1 |
| Credits During Year | | | | | | 2 |
| Accruals: | | | | | | 3 |
| Charged depreciation expense (403) | 8,476 | 18,691 | | | 27,167 | 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 |
| Total credits | 8,476 | 18,691 | 0 | 0 | 27,167 | 13 |
| Debits during year | | | | | | 14 |
| Book cost of plant retired | 0 | 0 | | | 0 | 15 |
| Cost of removal | | | | | 0 | 16 |
| Other debits (specify): | | | | | | 17 |
| | | | | | 0 | 18 |
| Total debits | 0 | 0 | 0 | 0 | 0 | 19 |
| Balance End of Year | 158,364 | 121,396 | 0 | 0 | 279,760 | 20 |
| Composite Depreciation Rate? | Yes | Yes | | | | 21 |
| If yes, what is the rate? | 2.26% | 1.41% | | | | 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 | | | 0 | 2 |
| Total Nonutility Property (121) | 0 | 0 | 0 | 0 | |
| Less accum. prov. depr. & amort. (122) | 0 | | | 0 | 3 |
| Net Nonutility Property | 0 | 0 | 0 | 0 | |

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

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

MATERIALS AND SUPPLIES

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

| Account | Total End of Year | Amount Prior Year |
|-------------------------------------|----------------------|----------------------|
| Electric utility total | 0 | 0 |
| Water utility | 3,103 | 2,667 |
| Sewer utility | 1,019 | 889 |
| Gas utility | | 0 |
| Merchandise | | 0 |
| Other materials & supplies | | 0 |
| Total Materials and Supplies | 4,122 | 3,556 |

**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 | 130,768 | 1 |
| Changes during year (explain): | | |
| NONE | 0 | 2 |
| Balance end of year | <u><u>130,768</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) | | | | | |
| ADVANCE | 00/00/0000 | 00/00/0000 | 0.00% | 10,000 | 1 |
| ADVANCE 2 | 03/15/1984 | 03/15/2004 | 8.75% | 20,000 | 2 |
| Total for Account 223 | | | | 30,000 | |
| Other Long-Term Debt (224) | | | | | |
| Clean Water Act | 12/22/1998 | 11/01/2017 | 2.60% | 564,375 | 3 |
| FMHA | 07/10/1967 | 01/01/2006 | 4.00% | 0 | 4 |
| Total for Account 224 | | | | 564,375 | |

TAXES ACCRUED (ACCT. 236)

| Particulars (a) | Amount (b) | |
|---|-----------------|---|
| Balance first of year | 0 | 1 |
| Accruals: | | |
| Charged water department expense | 7,743 | 2 |
| Charged electric department expense | 168 | 3 |
| Charged sewer department expense | | 4 |
| Other (explain): | | |
| NONE | | 5 |
| Total Accruals and other credits | <u>7,911</u> | |
| Taxes paid during year: | | |
| County, state and local taxes | 6,108 | 6 |
| Social Security taxes | 1,626 | 7 |
| PSC Remainder Assessment | 177 | 8 |
| Other (explain): | | |
| NONE | | 9 |
| Total payments and other debits | <u>7,911</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) | | | | | |
| NONE | 0 | | | 0 | 1 |
| Subtotal | 0 | 0 | 0 | 0 | |
| Advances from Municipality (223) | | | | | |
| advance | 1,780 | 1,833 | 2,194 | 1,419 | 2 |
| Subtotal | 1,780 | 1,833 | 2,194 | 1,419 | |
| Other long-Term Debt (224) | | | | | |
| FMHA | 0 | | | 0 | 3 |
| CWA Loan | 3,416 | 14,276 | 15,243 | 2,449 | 4 |
| Subtotal | 3,416 | 14,276 | 15,243 | 2,449 | |
| Notes Payable (231) | | | | | |
| NONE | 0 | | | 0 | 5 |
| Subtotal | 0 | 0 | 0 | 0 | |
| Total | 5,196 | 16,109 | 17,437 | 3,868 | |

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 | 107,867 | 0 | 0 | 355,384 | 0 | 463,251 | 1 |
| Add credits during year: | | | | | | | |
| For Services | | | | | | 0 | 2 |
| For Mains | | | | | | 0 | 3 |
| Other (specify): | | | | | | | |
| PLANT | | | | 109,448 | | 109,448 | 4 |
| Deduct charges (specify): | | | | | | | |
| NONE | | | | | | 0 | 5 |
| Balance End of Year | 107,867 | 0 | 0 | 464,832 | 0 | 572,699 | |
| Amount of federal and state grants in aid received for utility construction included in End of Year totals | | | | 305,813 | | 305,813 | 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): | | |
| 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 | 6,961 | 5 |
| Electric | | 6 |
| Sewer (Regulated) | 19,200 | 7 |
| Other (specify): | | |
| NONE | | 8 |
| Total (Acct. 142): | 26,161 | |
| 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): | | |
| NONE | | 15 |
| Total (Acct. 183): | 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) | |
|--|-------------------------------|----------|
| Payables to Municipality (233): | | |
| DUE TO VILLAGE OF KNAPP | 283,678 | 16 |
| Total (Acct. 233): | 283,678 | |
| Other Deferred Credits (253): | | |
| NONE | | 17 |
| 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 | 388,376 | 0 | 1,304,269 | 0 | 1,692,645 | 1 |
| Materials and Supplies | 2,885 | 0 | 954 | 0 | 3,839 | 2 |
| Other (specify): | | | | | 0 | 3 |
| Less Average: | | | | | | |
| Reserve for Depreciation | 154,126 | 0 | 112,050 | 0 | 266,176 | 4 |
| Customer Advances for Construction | | | | | 0 | 5 |
| Contributions in Aid of Construction | 107,867 | 0 | 410,108 | 0 | 517,975 | 6 |
| Other (specify): | | | | | 0 | 7 |
| Average Net Rate Base | 129,268 | 0 | 783,065 | 0 | 912,333 | |
| Net Operating Income | 4,013 | 0 | 24,079 | 0 | 28,092 | 8 |
| Net Operating Income as a percent of Average Net Rate Base | 3.10% | N/A | 3.07% | N/A | 3.08% | |

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 | 130,768 | 1 |
| Appropriated Earned Surplus | 0 | 2 |
| Unappropriated Earned Surplus | 6,289 | 3 |
| Other (Specify): | | 4 |
| Total Average Proprietary Capital | 137,057 | |
| Net Income | | |
| Net Income | 16,428 | 5 |
| Percent Return on Proprietary Capital | 11.99% | |

IMPORTANT CHANGES DURING THE YEAR

Report changes of any of the following types:

1. Acquisitions.

2. Leaseholder changes.

3. Extensions of service.

4. Estimated changes in revenues due to rate changes.

5. Obligations incurred or assumed, excluding commercial paper.

6. Formal proceedings with the Public Service Commission.

7. Any additional matters.

FINANCIAL SECTION FOOTNOTES

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

Per review response:

The \$283,678 Due to the Village of Knapp is the result of the accumulation of many years of the following:

- * The Village provides loans to the Water and Sewer when cash flow requires it.
 - * The Village is the common paymaster for shared employees with Water and Sewer.
 - * The Village carries the Water and Sewer on its insurance.
 - * The Water and Sewer collects garbage fees for the Village.
-

FINANCIAL SECTION FOOTNOTES

Identification and Ownership - Commission/Committee (Page iv)

October 16, 2001

Ms. Verna McClelland, Clerk
Knapp Municipal Water and Sewer Utility
P.O. Box 86
Knapp, WI 54749-0086

2000 Analytical Review DWCCA-2880-PJL

Dear Ms. McClelland:

As a follow up to our analytical review letter of June 5, 2001, it has come to our attention that, while the sewer utility was deregulated in 1998, the regulated sewer pages were still included in both the 1999 and 2000 annual reports. This brings up a number of concerns.

1. In the future, please do not include the sewer section of the annual report. If you want to use combined books, you should use the N (non-regulated) section of the report for your own records. Using the N sewer pages instead of the S pages prevents the data from being imported into our database.
2. If the utility wants to completely separate the books so that the sewer dollars do not appear in the water annual report, the order states that if the village chooses to separate all the accounting entries for its water and sewer utilities, a proposed separation must be submitted to the Commission, which will be subject to revision if necessary before being approved.
3. With regard to Revenues Subject to Wisconsin Remainder Assessment, page F-4 of the annual report, if the utility wishes to adjust for revenues which should not have been subject to remainder assessment charges as a result of this reporting error, please do so using line 6 of the utility's 2001 annual report and add a schedule footnote to that page explaining the reason for the adjustment.

If you have any questions, please feel free to contact me at (608) 267-9198 or by e-mail at leegep@psc.state.wi.us.

Sincerely,

Peter J. Leege
Financial Specialist
Division of Water, Compliance, and Consumer Affairs

PJL:tlm:w:\compl\Analytical Reviews\2000 analytical review letters\2880.doc

cc: Mr. Larry A. Cicchese, C.P.A., W.J. Bauman Associates, Ltd.

FINANCIAL SECTION FOOTNOTES

Identification and Ownership - Contacts (Page iv)

June 5, 2001

Ms. Verna McClelland, Clerk
Knapp Municipal Water and Sewer Utility
P.O. Box 86
Knapp, WI 54749-0086

2000 Analytical Review DWCCA-2880-PJL

Dear Ms. McClelland:

The Public Service Commission staff is in the process of completing an analytical review of your utility's 2000 annual report. The purposes of an analytical review are to detect possible reporting or accounting related errors and to identify significant fluctuations from established trends in reported data not sufficiently explained in the annual report. It is our hope that this review will supply information that will enable us to better provide guidance to your utility regarding proper utility accounting and the preparation of future annual reports. In order to complete this review, we request the following information:

1. As directed in the head notes of the Water Operation & Maintenance Expenses schedule on page W-5, please provide an explanation of any expense account which changed by \$2,000 and 30% when compared to the previous year and follow this procedure in the future.
2. During our review, we noted that the utility did not report any depreciation expense on meters charged to sewer, (Account 110). If the sewer department uses the water meter to measure sewer volume, all the water meter costs must be shared, including depreciation, return on rate base and taxes. Please review Section 4, Pages 10 and 11 of the Water Utility Reference Manual (enclosed) and properly allocate all water meter costs for 2001.
3. During our review, we noted that while there are two water services reported as added during the year in column (d) of page W-16, there are no additions during the year reported for Account 345, Services in column (c) of the Water Utility Plant in Service schedule on page W-8. Please explain.
4. With reference to utility plant in service on page W-8, the \$51,778 reported in Account 315 on line 9 should be in Account 314, Wells and Springs, on line 8. Please confirm that this is correct and also make the change in your copy of the annual report.
5. Please provide a detailed explanation of the \$283,678 described as "Due to Village of Knapp" and reported in Account 233, Payables to Municipality on page F-18.
6. During our review, we noted that according to our calculations, the amount the utility reports for public fire protection service billed per Rate Schedule F-1 in Account 463 on the Other Revenues (Water) schedule, page W-4, differs from our calculation by \$450 (see enclosed worksheet). Please provide an explanation of how the utility arrived at the number

FINANCIAL SECTION FOOTNOTES

reported on line 1 of Account 463, Public Fire Protection Service on page W-4.

We appreciate your cooperation in providing the above information. These recommendations are intended to provide accounting assistance and should not be construed as criticisms of utility personnel. If you have any questions, please feel free to contact me at (608) 267-9198. Please respond within 30 days of this letter. We prefer that you respond by e-mail if it is convenient for you to do so. My e-mail address is leege@psc.state.wi.us. If we have no questions regarding your response, you can consider the review closed.

Sincerely,

Peter J. Leege
Financial Specialist
Division of Water, Compliance, and Consumer Affairs

PJL:tlm:w:\compl\Analytical Reviews\2000 analytical review letters\2880.doc

Enclosure

Reply received 10/3/01:

-----Original Message-----

From: Larry Cicchese [mailto:larrycicchese@wjbcpa.com]
Sent: Wednesday, October 03, 2001 4:01 PM
To: 'leege@psc.state.wi.us'
Subject: Village of Knapp

Dear Mr. Leege;

The Knapp Municipal Water and Sewer Utility has asked me to respond to your letter of June 5, 2001.

1. Regarding expenses reported on Schedule 5 that changed \$2,000 or 30% over the prior year:

- * Salaries and Wages - Salaries are allocated from the Village based on actual hours reported by the employees, which were higher in 2000 than in 1999.
- * Fuel or Power Purchased for Pumping - Cost of fuel increased in 2000.
- * Supplies and Expenses - More effort was put into coding expenses, so items reported in 640 last year were more properly coded in 681 or 689 this year
- * Office Supplies and Expenses - See response to Supplies and Expenses
- * Outside Services Employed - Last year was abnormally high due to legal fees resulting from arbitration.
- * Insurance Expense - The Village provides health insurance benefits to its employees now, which they did not in prior years.
- * Miscellaneous - See response to Supplies and Expenses
- * Uncollectible Accounts - I believe this was netted with revenues in prior years.

~~2. The depreciation expense on water meters charged to sewer was~~

FINANCIAL SECTION FOOTNOTES

~~2. The depreciation expense on water meters charged to sewer was inadvertently omitted from Page F-7 but should have been recorded at \$301.~~

3. Still researching.

4. I have no idea about the \$51,778 coded to 315. It has been coded to 315 for years, and noone seems sure what it represents.

5. The \$283,678 Due to the Village of Knapp is the result of the accumulation of many years of the following:

- * The Village provides loans to the Water and Sewer when cash flow requires it.
- * The Village is the common paymaster for shared employees with Water and Sewer.
- * The Village carries the Water and Sewer on its insurance.
- * The Water and Sewer collects garbage fees for the Village.

6. It appears that base charge was used for the Fire Protection Service Calculation, without regard to the increase in hydrants over the base year amount.

Sorry for the delay, I hope this is what you were looking for. I will send the answer to question 3 when available.

Thanks,

Larry A. Cicchese, CPA
W.J. Bauman Associates, LTD
CERTIFIED PUBLIC ACCOUNTANTS
(715)425-6179

February 5, 2002

Larry A. Cicchese, CPA
W.J. Bauman Associates LTD
101 North Main Street
P.O. Box 92
River Falls, WI 54022-0092

2000 Analytical Review DWCCA-2880-PJL

Dear Mr. Cicchese:

Thank you for your response to our letter of June 5, 2001, concerning the analytical review of your 2000 annual report. Your answer has been helpful in providing information that will enable us to better provide guidance to your utility regarding proper utility accounting and the preparation of future annual reports. However, we feel the following items need further clarification before we can complete this analytical review. The items are numbered from our previous letter.

3. We are still waiting for your response on this item.

4. Commission staff is of the opinion that the \$51,778 reported in Account 315 on line 9 of page W-8 should be in Account 314, Wells and Springs, on

FINANCIAL SECTION FOOTNOTES

line 8. Please confirm that this change will be made in your copy of the annual report.

5. Because the payable in Account 233 accumulated over many years, it is not a current liability and should be reported in Account 223 instead. Furthermore, the village should be consulted about this matter and a decision should be made about what to do about this large amount. If the intent is to eventually repay it, a repayment schedule should be set up. If some or all will not be repaid, it should be written off instead of sitting as a balance year after year on the balance sheet.

If you have any questions, please feel free to contact me at (608) 267-9198 or by e-mail at peter.leege@psc.state.wi.us

Sincerely,

Peter J. Leege
Financial Specialist
Division of Water, Compliance, and Consumer Affairs

PJL:dwh:w:\compl\Analytical Reviews\2000 analytical review letters\2880 followup.doc

cc: Verna McClelland, Clerk
Knapp Municipal Water and Sewer Utility

WATER OPERATING REVENUES & EXPENSES

| Particulars (a) | Amounts (b) | |
|--|----------------|---|
| Operating Revenues | | |
| Sales of Water | | |
| Sales of Water (460-467) | 44,647 | 1 |
| Total Sales of Water | 44,647 | |
| Other Operating Revenues | | |
| Forfeited Discounts (470) | 0 | 2 |
| Other Water Revenues (474) | 1,974 | 3 |
| Amortization of Construction Grants (475) | 0 | 4 |
| Total Other Operating Revenues | 1,974 | |
| Total Operating Revenues | 46,621 | |
| Operation and Maintenance Expenses | | |
| Plant Operation and Maintenance Expenses (600-660) | 13,196 | 5 |
| General Operating Expenses (680-690) | 12,638 | 6 |
| Total Operation and Maintenance Expenses | 25,834 | |
| Other Operating Expenses | | |
| Depreciation Expense (403) | 8,476 | 7 |
| Amortization Expense (404) | | 8 |
| Taxes (408) | 8,298 | 9 |
| Total Other Operating Expenses | 16,774 | |
| Total Operating Expenses | 42,608 | |
| NET OPERATING INCOME | 4,013 | |

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 | 177 | 6,871 | 23,955 | 4 |
| Commercial | 15 | 776 | 2,645 | 5 |
| Industrial | 2 | 343 | 906 | 6 |
| Total Metered Sales to General Customers (461) | 194 | 7,990 | 27,506 | |
| Private Fire Protection Service (462) | | | | 7 |
| Public Fire Protection Service (463) | 1 | | 16,457 | 8 |
| Other Sales to Public Authorities (464) | 4 | 210 | 684 | 9 |
| Sales to Irrigation Customers (465) | | | | 10 |
| Sales for Resale (466) | | 0 | 0 | 11 |
| Interdepartmental Sales (467) | | | | 12 |
| Total Sales of Water | 199 | 8,200 | 44,647 | |

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) | 16,457 | 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) | 16,457 | |
| Forfeited Discounts (470): | | |
| Customer late payment charges | | 5 |
| Other (specify): | | |
| NONE | | 6 |
| Total Forfeited Discounts (470) | 0 | |
| Other Water Revenues (474): | | |
| Return on net investment in meters charged to sewer department | 554 | 7 |
| Other (specify): | | |
| 1999 CORRECTION | 1,360 | 8 |
| HOOKUPS | 60 | 9 |
| Total Other Water Revenues (474) | 1,974 | |
| Amortization of Construction Grants (475): | | |
| NONE | | 10 |
| 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) | 8,676 | 1 |
| Purchased Water (610) | | 2 |
| Fuel or Power Purchased for Pumping (620) | 3,116 | 3 |
| Chemicals (630) | 909 | 4 |
| Supplies and Expenses (640) | 495 | 5 |
| Repairs of Water Plant (650) | | 6 |
| Transportation Expenses (660) | | 7 |
| Total Plant Operation and Maintenance Expenses | 13,196 | |
| GENERAL OPERATING EXPENSES | | |
| Administrative and General Salaries (680) | | 8 |
| Office Supplies and Expenses (681) | 532 | 9 |
| Outside Services Employed (682) | 5,300 | 10 |
| Insurance Expense (684) | 6,150 | 11 |
| Employees Pensions and Benefits (686) | | 12 |
| Regulatory Commission Expenses (688) | | 13 |
| Miscellaneous General Expenses (689) | 557 | 14 |
| Uncollectible Accounts (690) | 99 | 15 |
| Total General Operating Expenses | 12,638 | |
| Total Operation and Maintenance Expenses | 25,834 | |

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 | | 7,734 | 1 |
| Less: Local and School Tax Equivalent on Meters Charged to Sewer Department | | 168 | 2 |
| Net property tax equivalent | | 7,566 | |
| Social Security | | 664 | 3 |
| PSC Remainder Assessment | | 68 | 4 |
| Other (specify): NONE | | | 5 |
| Total tax expense | | 8,298 | |

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 § 66.0811(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 | | | Dunn | | | | 1 |
| SUMMARY OF TAX RATES | | | | | | | 2 |
| State tax rate | mills | | 0.211933 | | | | 3 |
| County tax rate | mills | | 8.631229 | | | | 4 |
| Local tax rate | mills | | 6.991733 | | | | 5 |
| School tax rate | mills | | 12.038896 | | | | 6 |
| Voc. school tax rate | mills | | 1.855306 | | | | 7 |
| Other tax rate - Local | mills | | 0.000000 | | | | 8 |
| Other tax rate - Non-Local | mills | | 0.000000 | | | | 9 |
| Total tax rate | mills | | 29.729097 | | | | 10 |
| Less: state credit | mills | | 0.000000 | | | | 11 |
| Net tax rate | mills | | 29.729097 | | | | 12 |
| PROPERTY TAX EQUIVALENT CALCULATION | | | | | | | 13 |
| Local Tax Rate | mills | | 6.991733 | | | | 14 |
| Combined School Tax Rate | mills | | 13.894202 | | | | 15 |
| Other Tax Rate - Local | mills | | 0.000000 | | | | 16 |
| Total Local & School Tax | mills | | 20.885935 | | | | 17 |
| Total Tax Rate | mills | | 29.729097 | | | | 18 |
| Ratio of Local and School Tax to Total | dec. | | 0.702542 | | | | 19 |
| Total tax net of state credit | mills | | 29.729097 | | | | 20 |
| Net Local and School Tax Rate | mills | | 20.885935 | | | | 21 |
| Utility Plant, Jan. 1 | \$ | 388,277 | 388,277 | | | | 22 |
| Materials & Supplies | \$ | 4,122 | 4,122 | | | | 23 |
| Subtotal | \$ | 392,399 | 392,399 | | | | 24 |
| Less: Plant Outside Limits | \$ | 0 | 0 | | | | 25 |
| Taxable Assets | \$ | 392,399 | 392,399 | | | | 26 |
| Assessment Ratio | dec. | | 0.943700 | | | | 27 |
| Assessed Value | \$ | 370,307 | 370,307 | | | | 28 |
| Net Local & School Rate | mills | | 20.885935 | | | | 29 |
| Tax Equiv. Computed for Current Year | \$ | 7,734 | 7,734 | | | | 30 |
| Tax Equivalent per 1994 PSC Report | \$ | | | | | | 31 |
| Any lower tax equivalent as authorized by municipality (see note 6) | \$ | | | | | | 32 33 |
| Tax equiv. for current year (see note 6) | \$ | 7,734 | | | | | 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) | 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) | 200 | | 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) | 51,778 | | 9 |
| Supply Mains (316) | 0 | | 10 |
| Other Water Source Plant (317) | 0 | | 11 |
| Total Source of Supply Plant | 51,978 | 0 | |
| PUMPING PLANT | | | |
| Land and Land Rights (320) | 0 | | 12 |
| Structures and Improvements (321) | 31,525 | | 13 |
| Boiler Plant Equipment (322) | 0 | | 14 |
| Other Power Production Equipment (323) | 0 | | 15 |
| Steam Pumping Equipment (324) | 0 | | 16 |
| Electric Pumping Equipment (325) | 48,799 | | 17 |
| Diesel Pumping Equipment (326) | 0 | | 18 |
| Hydraulic Pumping Equipment (327) | 1,816 | | 19 |
| Other Pumping Equipment (328) | 0 | | 20 |
| Total Pumping Plant | 82,140 | 0 | |
| WATER TREATMENT PLANT | | | |
| Land and Land Rights (330) | 0 | | 21 |
| Structures and Improvements (331) | 0 | | 22 |
| Water Treatment Equipment (332) | 1,298 | | 23 |
| Total Water Treatment Plant | 1,298 | 0 | |
| TRANSMISSION AND DISTRIBUTION PLANT | | | |
| Land and Land Rights (340) | 6,842 | | 24 |
| Structures and Improvements (341) | 0 | | 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) | | | 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) | | | 200 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) | | | 51,778 9 |
| Supply Mains (316) | | | 0 10 |
| Other Water Source Plant (317) | | | 0 11 |
| Total Source of Supply Plant | 0 | 0 | 51,978 |
| PUMPING PLANT | | | |
| Land and Land Rights (320) | | | 0 12 |
| Structures and Improvements (321) | | | 31,525 13 |
| Boiler Plant Equipment (322) | | | 0 14 |
| Other Power Production Equipment (323) | | | 0 15 |
| Steam Pumping Equipment (324) | | | 0 16 |
| Electric Pumping Equipment (325) | | | 48,799 17 |
| Diesel Pumping Equipment (326) | | | 0 18 |
| Hydraulic Pumping Equipment (327) | | | 1,816 19 |
| Other Pumping Equipment (328) | | | 0 20 |
| Total Pumping Plant | 0 | 0 | 82,140 |
| WATER TREATMENT PLANT | | | |
| Land and Land Rights (330) | | | 0 21 |
| Structures and Improvements (331) | | | 0 22 |
| Water Treatment Equipment (332) | | | 1,298 23 |
| Total Water Treatment Plant | 0 | 0 | 1,298 |
| TRANSMISSION AND DISTRIBUTION PLANT | | | |
| Land and Land Rights (340) | | | 6,842 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) | 25,408 | | 26 |
| Transmission and Distribution Mains (343) | 148,630 | | 27 |
| Fire Mains (344) | 0 | | 28 |
| Services (345) | 24,340 | | 29 |
| Meters (346) | 16,998 | 199 | 30 |
| Hydrants (348) | 29,703 | | 31 |
| Other Transmission and Distribution Plant (349) | 0 | | 32 |
| Total Transmission and Distribution Plant | 251,921 | 199 | |
| GENERAL PLANT | | | |
| Land and Land Rights (370) | 0 | | 33 |
| Structures and Improvements (371) | 0 | | 34 |
| Office Furniture and Equipment (372) | 0 | | 35 |
| Computer Equipment (372.1) | 0 | | 36 |
| Transportation Equipment (373) | 0 | | 37 |
| Other General Equipment (379) | 940 | | 38 |
| Other Tangible Property (390) | 0 | | 39 |
| Total General Plant | 940 | 0 | |
| Total utility plant in service directly assignable | 388,277 | 199 | |
| Common Utility Plant Allocated to Water Department | 0 | | 40 |
| Total utility plant in service | 388,277 | 199 | |

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) | | | 25,408 26 |
| Transmission and Distribution Mains (343) | | | 148,630 27 |
| Fire Mains (344) | | | 0 28 |
| Services (345) | | | 24,340 29 |
| Meters (346) | | | 17,197 30 |
| Hydrants (348) | | | 29,703 31 |
| Other Transmission and Distribution Plant (349) | | | 0 32 |
| Total Transmission and Distribution Plant | 0 | 0 | 252,120 |
| GENERAL PLANT | | | |
| Land and Land Rights (370) | | | 0 33 |
| Structures and Improvements (371) | | | 0 34 |
| Office Furniture and Equipment (372) | | | 0 35 |
| Computer Equipment (372.1) | | | 0 36 |
| Transportation Equipment (373) | | | 0 37 |
| Other General Equipment (379) | | | 940 38 |
| Other Tangible Property (390) | | | 0 39 |
| Total General Plant | 0 | 0 | 940 |
| Total utility plant in service directly assignable | 0 | 0 | 388,476 |
| Common Utility Plant Allocated to Water Department | | | 0 40 |
| Total utility plant in service | 0 | 0 | 388,476 |

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 | | | 717 | 717 | 1 |
| February | | | 813 | 813 | 2 |
| March | | | 860 | 860 | 3 |
| April | | | 723 | 723 | 4 |
| May | | | 824 | 824 | 5 |
| June | | | 736 | 736 | 6 |
| July | | | 778 | 778 | 7 |
| August | | | 831 | 831 | 8 |
| September | | | 804 | 804 | 9 |
| October | | | 798 | 798 | 10 |
| November | | | 709 | 709 | 11 |
| December | | | 756 | 756 | 12 |
| Total for year | 0 | 0 | 9,349 | 9,349 | |
| Less: Measured or estimated water used in main flushing and water treatment during year | | | | 509 | 13 |
| Less: Other utility use | | | | | 14 |
| Other utility use explanation: | | | | | 15 |
| Water pumped into distribution system | | | | 8,840 | 16 |
| Less: Water sold | | | | 8,200 | 17 |
| Losses and unaccounted for | | | | 640 | 18 |
| Percent unaccounted for to the nearest whole percent (%) | | | | 7% | 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 | | | | 58 | 21 |
| Date of maximum: 8/27/2000 | | | | | 22 |
| Cause of maximum: | | | | | 23 |
| Flush fire hydrants | | | | | |
| Minimum gallons pumped by all methods in any one day during reporting year | | | | 12 | 24 |
| Date of minimum: 7/18/2000 | | | | | 25 |
| Total KWH used for pumping for the year | | | | 20,298 | 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) | |
|-------------------------|--|----------------------------------|--|---|--|----------|
| DEEP | 1 | 245 | 8 | 100,000 | Yes | 1 |
| DEEP | 2 | 240 | 10 | 250,000 | 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 | 1 | 2 | 1 |
| Location | WELLHOUSE 1 | WELLHOUSE 2 | 2 |
| Purpose | P | P | 3 |
| Destination | D | D | 4 |
| Pump Manufacturer | PEERLESS 10 STAGE | BYRON-JACKSON | 5 |
| Year Installed | 1967 | 1984 | 6 |
| Type | CENTRIFUGAL | VERTICAL TURBINE | 7 |
| Actual Capacity (gpm) | 1 | 1 | 8 |
| Pump Motor or Standby Engine Mfr | PEERLESS | BYRON-JACKSON | 9 |
| Year Installed | 1967 | 1984 | 10 |
| Type | ELECTRIC | ELECTRIC | 11 |
| Horsepower | 15 | 25 | 12 |
| | | | 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 |
| Year Installed | | | 23 |
| Type | | | 24 |
| Horsepower | | | 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 | 1 | | 1 |
| RESERVOIRS, STANDPIPES OR ELEVATED TANKS | | | 2 |
| Type: R (reservoir), S (standpipe) or ET (elevated tank) | R | | 3 |
| Year constructed | 1967 | | 4 |
| Primary material (earthen, steel, concrete, other) | CONCRETE | | 5 |
| Elevation difference in feet (See Headnote 3.) | 123 | | 6 |
| Total capacity in gallons | 86,600 | | 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.) | 0.0000 | | 12 |
| Is a corrosion control chemical used (yes, no)? | Y | | 13 |
| Is water fluoridated (yes, no)? | N | | 14 |

WATER MAINS

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

| Number of Feet | | | | | | | | |
|----------------------------------|-------------------------|------------------------------|-------------------------|-----------------------------|-------------------------------|---|-----------------------|---|
| Pipe Material (a) | Main Function (b) | Diameter in Inches (c) | First of Year (d) | Added During Year (e) | Retired During Year (f) | Adjustments Increase or (Decrease) (g) | End of Year (h) | |
| M | D | 4.000 | 304 | 0 | 0 | 0 | 304 | 1 |
| M | D | 6.000 | 21,771 | 0 | 0 | 0 | 21,771 | 2 |
| M | D | 8.000 | 2,020 | 0 | 0 | 0 | 2,020 | 3 |
| Total Within Municipality | | | 24,095 | 0 | 0 | 0 | 24,095 | |
| Total Utility | | | 24,095 | 0 | 0 | 0 | 24,095 | |

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 | 185 | 2 | 0 | 0 | 187 | | 1 |
| M | 2.000 | 3 | 0 | 0 | 0 | 3 | | 2 |
| Total Utility | | 188 | 2 | 0 | 0 | 190 | 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 (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 | 197 | 2 | 0 | 0 | 199 | 10 | 1 |
| 1.500 | 3 | 0 | 0 | 0 | 3 | 0 | 2 |
| Total: | 200 | 2 | 0 | 0 | 202 | 10 | |

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 | 179 | 14 | 2 | 4 | 0 | 0 | 199 | 1 |
| 1.500 | 0 | 2 | 0 | 1 | 0 | 0 | 3 | 2 |
| Total: | 179 | 16 | 2 | 5 | 0 | 0 | 202 | |

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 | 49 | | | | 49 | 2 |
| Total Fire Hydrants | 49 | 0 | 0 | 0 | 49 | |
| Flushing Hydrants | | | | | | |
| | 0 | | | | 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: | 45 |
| Number of distribution system valves end of year: | 85 |
| Number of distribution valves operated during year: | 43 |

WATER OPERATING SECTION FOOTNOTES

Water Operation & Maintenance Expenses (Page W-05)

Per review response:

- * Salaries and Wages - Salaries are allocated from the Village based on actual hours reported by the employees, which were higher in 2000 than in 1999.
 - * Fuel or Power Purchased for Pumping - Cost of fuel increased in 2000.
 - * Supplies and Expenses - More effort was put into coding expenses, so items reported in 640 last year were more properly coded in 681 or 689 this year
 - * Office Supplies and Expenses - See response to Supplies and Expenses
 - * Outside Services Employed - Last year was abnormally high due to legal fees resulting from arbitration.
 - * Insurance Expense - The Village provides health insurance benefits to its employees now, which they did not in prior years.
 - * Miscellaneous - See response to Supplies and Expenses
 - * Uncollectible Accounts - I believe this was netted with revenues in prior years.
-

Water Services (Page W-16)

Financed from operations.

SEWER OPERATING REVENUES & EXPENSES

| Particulars (a) | Amounts (b) | |
|---|----------------|----|
| Operating Revenues | | |
| Sewage Operating Revenues | | |
| Sewage Operating Revenues (621-626) | 75,452 | 1 |
| Total Sewage Operating Revenues | 75,452 | |
| Other Operating Revenues | | |
| Forfeited Discounts (631) | 0 | 2 |
| Servicing of Customers Laterals (632) | 0 | 3 |
| Sale of Fertilizer (633) | 0 | 4 |
| Rent from Sewerage Properties (634) | 0 | 5 |
| Miscellaneous Operating Revenues (635) | 3,640 | 6 |
| Amortization of Construction Grants (636) | 0 | 7 |
| Total Other Operating Revenues | 3,640 | |
| Total Operating Revenues | 79,092 | |
| Operation and Maintenance Expenses | | |
| Operation Expenses (820-829) | 17,065 | 8 |
| Maintenance Expenses (831-834) | 0 | 9 |
| Customer Accounting & Collection Expenses (840-843) | 2,584 | 10 |
| Administrative and General Expenses (850-857) | 15,434 | 11 |
| Total Operation and Maintenance Expenses | 35,083 | |
| Other Operating Expenses | | |
| Depreciation Expense (403) | 18,691 | 12 |
| Amortization Expense (404) | | 13 |
| Taxes (408) | 1,239 | 14 |
| Total Other Operating Expenses | 19,930 | |
| Total Operating Expenses | 55,013 | |
| NET OPERATING INCOME | 24,079 | |

SEWAGE OPERATING REVENUES

1. Where customer meters record cubic feet, multiply by 7.48 to obtain number of gallons.
2. Report estimated gallons for flat rate service.
3. Sales to multiple dwelling buildings through a single meter serving 3 or more family units should be classified commercial.
4. In the gallons column, report metered water or sewage used as the basis in determining customer bills.

| Particulars (a) | Average No. Customers (b) | Thousands of Gallons Billed (c) | Amounts (d) | |
|---|------------------------------|------------------------------------|----------------|---|
| Operating Revenues | | | | |
| Sewage Operating Revenues | | | | |
| Flat Rate Service to General Customers (621) | | | | |
| Residential Revenues | | | | 1 |
| Commercial Revenues | | | | 2 |
| Industrial Revenues | | | | 3 |
| Revenues from Public Authorities | | | | 4 |
| Total Flat Rate Service to General Customers (621) | 0 | 0 | 0 | |
| Measured Service to General Customers (622) | | | | |
| Residential Revenues | 177 | 6,871 | 63,713 | 5 |
| Commercial Revenues | 15 | 776 | 7,066 | 6 |
| Industrial Revenues | 4 | 343 | 2,770 | 7 |
| Revenues from Public Authorities | 2 | 210 | 1,903 | 8 |
| Total Measured Service to General Customers (622) | 198 | 8,200 | 75,452 | |
| Service to Public Authorities (623) | | | | |
| Service to Other Systems (624) | | | | |
| Other Sewerage Service (625) | | | | |
| Interdepartmental Service (626) | | | | |
| Total Sewage Operating Revenues | 198 | 8,200 | 75,452 | |

HIGH STRENGTH CONTRIBUTORS

1. High strength contributor is one with waste stronger than 250 mg/l for B.O.D. or 250 mg/l for suspended solids or 10 mg/l for phosphorus.
2. If domestic strength limits for BOD, SS and Phos. used for rate purposes are different from the levels indicated, please note the limits used in the spaces available.
3. The units "mg/l" are now used in place of the equivalent "ppm."
4. List type, volume, strength.

| Type (a) | Volume Annual Gallons (000's) (b) | BOD (mg/l) (c) | SS (mg/l) (d) | Phos (mg/l) (e) |
|-------------|--|----------------------|---------------------|-----------------------|
|-------------|--|----------------------|---------------------|-----------------------|

NONE

OTHER OPERATING REVENUES (SEWER)

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 \$2,000 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) | |
|--|---------------|---|
| Customers Forfeited Discounts (631): | | |
| Customer late payment charges | 0 | 1 |
| Other (specify): | | |
| NONE | | 2 |
| Total Customers Forfeited Discounts (631) | 0 | |
| Servicing of Customers Laterals (632): | | |
| NONE | | 3 |
| Total Servicing of Customers Laterals (632) | 0 | |
| Sale of Fertilizer (633): | | |
| NONE | | 4 |
| Total Sale of Fertilizer (633) | 0 | |
| Rent from Sewerage Property (634): | | |
| NONE | | 5 |
| Total Rent from Sewerage Property (634) | 0 | |
| Miscellaneous Operating Revenues (635): | | |
| 1999 CORRECTION | 3,640 | 6 |
| Total Miscellaneous Operating Revenues (635) | 3,640 | |
| Amortization of Construction Grants (636): | | |
| NONE | | 7 |
| Total Amortization of Construction Grants (636) | 0 | |

SEWER 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) | |
|---|-----------------------|----|
| OPERATION EXPENSES | | |
| Supervision and Labor (820) | 12,578 | 1 |
| Power and Fuel for Pumping (821) | 3,283 | 2 |
| Power and Fuel for Aeration Equipment (822) | | 3 |
| Chlorine (823) | | 4 |
| Phosphorous Removal Chemicals (824) | | 5 |
| Sludge Conditioning Chemicals (825) | | 6 |
| Other Chemicals for Sewage Treatment (826) | | 7 |
| Other Operating Supplies and Expenses (827) | 1,204 | 8 |
| Transportation Expenses (828) | | 9 |
| Rents (829) | | 10 |
| Total Operation Expenses | 17,065 | |
| MAINTENANCE EXPENSES | | |
| Maintenance of Sewage Collection System (831) | | 11 |
| Maintenance of Collection System Pumping Equipment (832) | | 12 |
| Maintenance of Treatment and Disposal Plant Equipment (833) | | 13 |
| Maintenance of General Plant Structures and Equipment (834) | | 14 |
| Total Maintenance Expenses | 0 | |
| CUSTOMER ACCOUNTING & COLLECTION EXPENSES | | |
| Billing, Collecting and Accounting (840) | 2,584 | 15 |
| Flat Rate Inspections (841) | | 16 |
| Meter Reading (842) | | 17 |
| Uncollectible Accounts (843) | | 18 |
| Total Customer Accounting & Collection Expenses | 2,584 | |
| ADMINISTRATIVE AND GENERAL EXPENSES | | |
| Administrative and General Salaries (850) | | 19 |
| Office Supplies and Expenses (851) | 532 | 20 |
| Outside Services Employed (852) | 8,195 | 21 |
| Insurance Expense (853) | 6,150 | 22 |
| Employees Pensions and Benefits (854) | | 23 |

SEWER 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) | |
|--|---------------|-----------|
| ADMINISTRATIVE AND GENERAL EXPENSES | | |
| Regulatory Commission Expenses (855) | | 24 |
| Miscellaneous General Expenses (856) | 557 | 25 |
| Rents (857) | | 26 |
| Total Administrative and General Expenses | 15,434 | |
| Total Operation and Maintenance Expenses | 35,083 | |

TAXES (ACCT. 408 - SEWER)

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

| Description of Tax (a) | Method Used to Allocate Between Departments (b) | Amount (c) | |
|--|--|---------------------|---|
| Social Security | | 962 | 1 |
| Local and School Tax Equivalent on Meters Charged by Water Department | | 168 | 2 |
| PSC Remainder Assessment | | 109 | 3 |
| Other (specify): NONE | | | 4 |
| Total tax expense | | <u>1,239</u> | |

SEWER 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, 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 | |
| COLLECTION SYSTEM | | | |
| Land and Land Rights (310) | 1,043 | | 4 |
| Structures and Improvements (311) | 0 | | 5 |
| Service Connections, Traps, and Accessories (312) | 13,653 | | 6 |
| Collecting Mains and Accessories (313) | 164,682 | | 7 |
| Interceptor Mains and Accessories (314) | 0 | | 8 |
| Force Mains (315) | 32,244 | | 9 |
| Other Collecting System Equipment (316) | 0 | | 10 |
| Total Collection System | 211,622 | 0 | |
| COLLECTION SYSTEM PUMPING INSTALLATIONS | | | |
| Land and Land Rights (320) | 0 | | 11 |
| Structures and Improvements (321) | 0 | | 12 |
| Receiving Wells (322) | 10,545 | | 13 |
| Electric Pumping Equipment (323) | 6,642 | | 14 |
| Other Power Pumping Equipment (324) | 0 | | 15 |
| Miscellaneous Pumping Equipment (325) | 0 | | 16 |
| Total Collection System Pumping Installations | 17,187 | 0 | |
| TREATMENT AND DISPOSAL PLANT | | | |
| Land and Land Rights (330) | 6,128 | | 17 |
| Structures and Improvements (331) | 859,120 | 15,729 | 18 |
| Preliminary Treatment Equipment (332) | 0 | | 19 |
| Primary Treatment Equipment (333) | 0 | | 20 |
| Secondary Treatment Equipment (334) | 141,861 | | 21 |
| Advanced Treatment Equipment (335) | 0 | | 22 |
| Chlorination Equipment (336) | 0 | | 23 |
| Sludge Treatment and Disposal Equipment (337) | 0 | | 24 |
| Plant Site Piping (338) | 0 | | 25 |
| Flow Metering and Monitoring Equipment (339) | 27,692 | | 26 |
| Outfall Sewer Pipes (340) | 31,556 | | 27 |

SEWER 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) | | | 0 | 1 |
| Franchises and Consents (302) | | | 0 | 2 |
| Miscellaneous Intangible Plant (303) | | | 0 | 3 |
| Total Intangible Plant | 0 | 0 | 0 | |
| COLLECTION SYSTEM | | | | |
| Land and Land Rights (310) | | | 1,043 | 4 |
| Structures and Improvements (311) | | | 0 | 5 |
| Service Connections, Traps, and Accessories (312) | | | 13,653 | 6 |
| Collecting Mains and Accessories (313) | | | 164,682 | 7 |
| Interceptor Mains and Accessories (314) | | | 0 | 8 |
| Force Mains (315) | | | 32,244 | 9 |
| Other Collecting System Equipment (316) | | | 0 | 10 |
| Total Collection System | 0 | 0 | 211,622 | |
| COLLECTION SYSTEM PUMPING INSTALLATIONS | | | | |
| Land and Land Rights (320) | | | 0 | 11 |
| Structures and Improvements (321) | | | 0 | 12 |
| Receiving Wells (322) | | | 10,545 | 13 |
| Electric Pumping Equipment (323) | | | 6,642 | 14 |
| Other Power Pumping Equipment (324) | | | 0 | 15 |
| Miscellaneous Pumping Equipment (325) | | | 0 | 16 |
| Total Collection System Pumping Installations | 0 | 0 | 17,187 | |
| TREATMENT AND DISPOSAL PLANT | | | | |
| Land and Land Rights (330) | | | 6,128 | 17 |
| Structures and Improvements (331) | | | 874,849 | 18 |
| Preliminary Treatment Equipment (332) | | | 0 | 19 |
| Primary Treatment Equipment (333) | | | 0 | 20 |
| Secondary Treatment Equipment (334) | | | 141,861 | 21 |
| Advanced Treatment Equipment (335) | | | 0 | 22 |
| Chlorination Equipment (336) | | | 0 | 23 |
| Sludge Treatment and Disposal Equipment (337) | | | 0 | 24 |
| Plant Site Piping (338) | | | 0 | 25 |
| Flow Metering and Monitoring Equipment (339) | | | 27,692 | 26 |
| Outfall Sewer Pipes (340) | | | 31,556 | 27 |

SEWER 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, combine them into one total and detail by subaccount as a schedule footnote.

| Accounts (a) | Balance First of Year (b) | Additions During Year (c) | |
|---|---------------------------------|---------------------------------|----|
| TREATMENT AND DISPOSAL PLANT | | | |
| Other Treatment and Disposal Plant Equipment (341) | 746 | | 28 |
| Total Treatment and Disposal Plant | 1,067,103 | 15,729 | |
| GENERAL PLANT | | | |
| Land and Land Rights (370) | 0 | | 29 |
| Structures and Improvements (371) | 0 | | 30 |
| Office Furniture and Equipment (372) | 0 | | 31 |
| Computer Equipment (372.1) | 0 | | 32 |
| Transportation Equipment (373) | 0 | | 33 |
| Other General Equipment (379) | 493 | | 34 |
| Other Tangible Property (390) | 0 | | 35 |
| Total General Plant | 493 | 0 | |
| Total utility plant in service directly assignable | 1,296,405 | 15,729 | |
| Common Utility Plant Allocated to Sewer Department | 0 | | 36 |
| Total utility plant in service | 1,296,405 | 15,729 | |

SEWER UTILITY PLANT IN SERVICE (cont.)

| Accounts (d) | Retirements During Year (e) | Adjustments Increase or (Decrease) (f) | Balance End of Year (g) |
|---|-----------------------------------|---|-------------------------------|
| TREATMENT AND DISPOSAL PLANT | | | |
| Other Treatment and Disposal Plant Equipment (341) | | | 746 28 |
| Total Treatment and Disposal Plant | 0 | 0 | 1,082,832 |
| GENERAL PLANT | | | |
| Land and Land Rights (370) | | | 0 29 |
| Structures and Improvements (371) | | | 0 30 |
| Office Furniture and Equipment (372) | | | 0 31 |
| Computer Equipment (372.1) | | | 0 32 |
| Transportation Equipment (373) | | | 0 33 |
| Other General Equipment (379) | | | 493 34 |
| Other Tangible Property (390) | | | 0 35 |
| Total General Plant | 0 | 0 | 493 |
| Total utility plant in service directly assignable | 0 | 0 | 1,312,134 |
| Common Utility Plant Allocated to Sewer Department | | | 0 36 |
| Total utility plant in service | 0 | 0 | 1,312,134 |

SEWER 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 disconnected 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 diameter; pipe materials do not need to be specified.

| 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) | |
|-------------------------|------------------------------|-------------------------|-----------------------------|---|---|-----------------------|--|---|
| Sewer | 4.000 | 182 | 2 | 0 | 0 | 184 | | 1 |
| Sewer | 6.000 | 4 | 0 | 0 | 0 | 4 | | 2 |
| Total Utility | | 186 | 2 | 0 | 0 | 188 | 0 | |

SEWER MAINS

1. Report mains separately by diameter. Pipe materials do not need to be specified.
2. Explain all reported adjustments as a schedule footnote.
3. For main additions reported in column (c), 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 | | | | | | |
|------------------------------|-------------------------|-----------------------------|-------------------------------|---|-----------------------|---|
| Diameter in Inches (a) | First of Year (b) | Added During Year (c) | Retired During Year (d) | Adjustments Increase or (Decrease) (e) | End of Year (f) | |
| 6.000 | 10,432 | 0 | 0 | 0 | 10,432 | 1 |
| 8.000 | 21,533 | 0 | 0 | 0 | 21,533 | 2 |
| 12.000 | 110 | 0 | 0 | 0 | 110 | 3 |
| Total Utility | 32,075 | 0 | 0 | 0 | 32,075 | |

SEWER OPERATING SECTION FOOTNOTES

Sewer Utility Plant in Service (Page S-07)

Engineering fees on new construction of sewer plant.

Sewer Services (Page S-09)

Financed from operations.
