



3015 (02-09-04)

**ANNUAL REPORT**

OF

Name: CITY OF HURLEY WATER UTILITY

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Principal Office: 405 FIFTH AVENUE NORTH  
HURLEY, WI 54534-1178

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For the Year Ended: DECEMBER 31, 2001

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

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



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**IDENTIFICATION AND OWNERSHIP**

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**Exact Utility Name:** CITY OF HURLEY WATER UTILITY

**Utility Address:** 405 FIFTH AVENUE NORTH  
HURLEY, WI 54534-1178

**When was utility organized?** 6/1/1933

**Report any change in name:**

**Effective Date:**

**Utility Web Site:**

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

**Name:** LINDA RYSKEWECZ

**Title:** CLERK TREASURER

**Office Address:**

405 FIFTH AVENUE NORTH  
HURLEY, WI 54534-1178

**Telephone:** (715) 561 - 4715

**Fax Number:** (715) 561 - 2354

**E-mail Address:** hrlyclrk@portup.com

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

**Name:** DAVID TRACZYK CPA

**Title:** OWNER

**Office Address:** DAVID TRACZYK CPA

327 SILVER STREET  
HURLEY, WI 54534-1255

**Telephone:** (715) 561 - 3299

**Fax Number:** (715) 561 - 4099

**E-mail Address:** bkkg@portup.com

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

**Name:** PAUL MULLARD

**Title:** MAYOR

**Office Address:**

405 5TH AVENUE NORTH  
HURLEY, WI 54534

**Telephone:** (715) 561 - 4715

**Fax Number:** (715) 561 - 2354

**E-mail Address:** hrlyclrk@portup.com

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

**IDENTIFICATION AND OWNERSHIP**

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

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**Name:** DAVID TRACZYK CPA

**Title:** OWNER

**Office Address:** DAVID TRACZYK CPA  
327 SILVER STREET  
HURLEY, WI 54534-1255

**Telephone:** (715) 561 - 3299

**Fax Number:** (715) 561 - 4099

**E-mail Address:** bkkkg@portup.com

**Date of most recent audit report:** 6/6/2001

**Period covered by most recent audit:** 2000

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

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**Name:** DAVID LEVRA

**Title:** SUPERINTENDENT

**Office Address:**  
405 FIFTH AVENUE NORTH  
HURLEY, WI 54534-1178

**Telephone:** (715) 561 - 4715

**Fax Number:** (715) 561 - 2354

**E-mail Address:**

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**Name:** LINDA RYSKEWECZ

**Title:** CLERK TREASURER

**Office Address:**  
405 FIFTH AVENUE NORTH  
HURLEY, WI 54534-1178

**Telephone:** (715) 561 - 4715

**Fax Number:** (715) 561 - 2354

**E-mail Address:** hrlyclrk@portup.com

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**Name:** PAUL MULLARD

**Title:** MAYOR

**Office Address:**  
405 FIFTHE AVENUE NORTH  
HURLEY, WI 54534-1178

**Telephone:** (715) 561 - 4715

**Fax Number:** (715) 561 - 2354

**E-mail Address:** hrlyclrk@portup.com

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**Name of utility commission/committee:** PUBLIC WORKS

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

LEON BARON  
JOSEPH PINARDI

### 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? NO**

**Date of Ordinance:** [REDACTED]

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

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

**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)	
<b>UTILITY OPERATING INCOME</b>			
Operating Revenues (400)	356,779	348,497	1
<b>Operating Expenses:</b>			
Operation and Maintenance Expense (401)	324,917	295,929	2
Depreciation Expense (403)	33,477	30,635	3
Amortization Expense (404)	0	0	4
Taxes (408)	45,972	46,373	5
<b>Total Operating Expenses</b>	<b>404,366</b>	<b>372,937</b>	
<b>Net Operating Income</b>	<b>(47,587)</b>	<b>(24,440)</b>	
Income from Utility Plant Leased to Others (412-413)	0	0	6
<b>Utility Operating Income</b>	<b>(47,587)</b>	<b>(24,440)</b>	
<b>OTHER INCOME</b>			
Income from Merchandising, Jobbing and Contract Work (415-416)	305	464	7
Nonoperating Rental Income (418)	0	0	8
Interest and Dividend Income (419)	1,083	2,037	9
Miscellaneous Nonoperating Income (421)	30,000	0	10
<b>Total Other Income</b>	<b>31,388</b>	<b>2,501</b>	
<b>Total Income</b>	<b>(16,199)</b>	<b>(21,939)</b>	
<b>MISCELLANEOUS INCOME DEDUCTIONS</b>			
Miscellaneous Amortization (425)	0	0	11
Other Income Deductions (426)	0	0	12
<b>Total Miscellaneous Income Deductions</b>	<b>0</b>	<b>0</b>	
<b>Income Before Interest Charges</b>	<b>(16,199)</b>	<b>(21,939)</b>	
<b>INTEREST CHARGES</b>			
Interest on Long-Term Debt (427)	0	0	13
Amortization of Debt Discount and Expense (428)			14
Amortization of Premium on Debt--Cr. (429)			15
Interest on Debt to Municipality (430)	7,780	8,456	16
Other Interest Expense (431)	0	0	17
Interest Charged to Construction--Cr. (432)			18
<b>Total Interest Charges</b>	<b>7,780</b>	<b>8,456</b>	
<b>Net Income</b>	<b>(23,979)</b>	<b>(30,395)</b>	
<b>EARNED SURPLUS</b>			
Unappropriated Earned Surplus (Beginning of Year) (216)	6,201	36,596	19
Balance Transferred from Income (433)	(23,979)	(30,395)	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
<b>Total Unappropriated Earned Surplus End of Year (216)</b>	<b>(17,778)</b>	<b>6,201</b>	

### INCOME STATEMENT ACCOUNT DETAILS

1. Report each item (when individually or when like items are combined) greater than \$10,000 (class AB), \$5,000 (class C) and \$2,000 (class D) and all other lesser amounts grouped as Miscellaneous. Describe fully using other than account titles.  
 2. Nonregulated sewer income should be reported as Miscellaneous Nonoperating Income, Account 421.

Description of Item (a)	Amount (b)	
<b>Revenues from Utility Plant Leased to Others (412):</b>		
NONE		1
<b>Total (Acct. 412):</b>	<b>0</b>	
<b>Expenses of Utility Plant Leased to Others (413):</b>		
NONE		2
<b>Total (Acct. 413):</b>	<b>0</b>	
<b>Nonoperating Rental Income (418):</b>		
NONE		3
<b>Total (Acct. 418):</b>	<b>0</b>	
<b>Interest and Dividend Income (419):</b>		
INTEREST EARNED ON BANK DEPOSITS	1,083	4
<b>Total (Acct. 419):</b>	<b>1,083</b>	
<b>Miscellaneous Nonoperating Income (421):</b>		
OPERATING TRANSFER FROM MUNICIPALITY	30,000	5
<b>Total (Acct. 421):</b>	<b>30,000</b>	
<b>Miscellaneous Amortization (425):</b>		
NONE		6
<b>Total (Acct. 425):</b>	<b>0</b>	
<b>Other Income Deductions (426):</b>		
NONE		7
<b>Total (Acct. 426):</b>	<b>0</b>	
<b>Miscellaneous Credits to Surplus (434):</b>		
NONE		8
<b>Total (Acct. 434):</b>	<b>0</b>	
<b>Miscellaneous Debits to Surplus (435):</b>		
NONE		9
<b>Total (Acct. 435)--Debit:</b>	<b>0</b>	
<b>Appropriations of Surplus (436):</b>		
Detail appropriations to (from) account 215		10
<b>Total (Acct. 436)--Debit:</b>	<b>0</b>	
<b>Appropriations of Income to Municipal Funds (439):</b>		
NONE		11
<b>Total (Acct. 439)--Debit:</b>	<b>0</b>	

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

Particulars (a)	Water (b)	Electric (c)	Sewer (d)	Gas (e)	Total (f)	
Revenues (account 415)	305				305	1
<b>Costs and Expenses of Merchandising, Jobbing and Contract Work (416):</b>						
Cost of merchandise sold					0	2
Payroll					0	3
Materials					0	4
Taxes					0	5
<b>Other (list by major classes):</b>						
NONE					0	6
<b>Total costs and expenses</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	
<b>Net income (or loss)</b>	<b>305</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>305</b>	

**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	356,779	0	0	0	<b>356,779</b>	<b>1</b>
Less: interdepartmental sales	0		0	0	<b>0</b>	<b>2</b>
Less: interdepartmental rents					<b>0</b>	<b>3</b>
Less: return on net investment in meters charged to regulated sewer department. (Do not report if nonregulated sewer.)	0				<b>0</b>	<b>4</b>
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					<b>0</b>	<b>5</b>
<b>Other Increases or (Decreases) to Operating Revenues - Specify:</b>						
NONE					<b>0</b>	<b>6</b>
<b>Revenues subject to Wisconsin Remainder Assessment</b>	<b>356,779</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>356,779</b>	

**BALANCE SHEET**

<b>Assets and Other Debits (a)</b>	<b>Balance End of Year (b)</b>	<b>Balance First of Year (c)</b>	
<b>UTILITY PLANT</b>			
Utility Plant (100)	2,130,901	1,806,588	<b>1</b>
Less: Accumulated Provision for Depreciation and Amortization of Utility Plant (110)	386,174	351,130	<b>2</b>
<b>Net Utility Plant</b>	<b>1,744,727</b>	<b>1,455,458</b>	
<b>OTHER PROPERTY AND INVESTMENTS</b>			
Nonutility Property (121)	0	0	<b>3</b>
Less: Accumulated Provision for Depreciation and Amortization of Nonutility Property (122)	0	0	<b>4</b>
<b>Net Nonutility Property</b>	<b>0</b>	<b>0</b>	
Investment in Municipality (123)	0	0	<b>5</b>
Other Investments (124)	0	0	<b>6</b>
Special Funds (125)	0	0	<b>7</b>
<b>Total Other Property and Investments</b>	<b>0</b>	<b>0</b>	
<b>CURRENT AND ACCRUED ASSETS</b>			
Cash and Working Funds (131)	43,709	45,755	<b>8</b>
Temporary Cash Investments (132)			<b>9</b>
Notes Receivable (141)	0	0	<b>10</b>
Customer Accounts Receivable (142)	14,096	20,900	<b>11</b>
Other Accounts Receivable (143)	0	0	<b>12</b>
Accumulated Provision for Uncollectible Accounts- -Cr. (144)	0	0	<b>13</b>
Receivables from Municipality (145)	51,235	47,599	<b>14</b>
Materials and Supplies (150)	36,828	36,828	<b>15</b>
Prepayments (165)	0	0	<b>16</b>
Other Current and Accrued Assets (170)			<b>17</b>
<b>Total Current and Accrued Assets</b>	<b>145,868</b>	<b>151,082</b>	
<b>DEFERRED DEBITS</b>			
Unamortized Debt Discount and Expense (181)	0	0	<b>18</b>
Extraordinary Property Losses (182)	0	0	<b>19</b>
Other Deferred Debits (183)	0	0	<b>20</b>
<b>Total Deferred Debits</b>	<b>0</b>	<b>0</b>	
<b>Total Assets and Other Debits</b>	<b>1,890,595</b>	<b>1,606,540</b>	

### BALANCE SHEET

Liabilities and Other Credits (a)	Balance End of Year (b)	Balance First of Year (c)	
<b>PROPRIETARY CAPITAL</b>			
Capital Paid in by Municipality (200)	650,648	594,908	21
Appropriated Earned Surplus (215)			22
Unappropriated Earned Surplus (216)	(17,778)	6,201	23
<b>Total Proprietary Capital</b>	<b>632,870</b>	<b>601,109</b>	
<b>LONG-TERM DEBT</b>			
Bonds (221)	0	0	24
Advances from Municipality (223)	130,391	140,421	25
Other long-Term Debt (224)	0	0	26
<b>Total Long-Term Debt</b>	<b>130,391</b>	<b>140,421</b>	
<b>CURRENT AND ACCRUED LIABILITIES</b>			
Notes Payable (231)	0	0	27
Accounts Payable (232)	611	730	28
Payables to Municipality (233)	27,225	18,025	29
Customer Deposits (235)			30
Taxes Accrued (236)	43,573	44,229	31
Interest Accrued (237)	609	656	32
Other Current and Accrued Liabilities (238)			33
<b>Total Current and Accrued Liabilities</b>	<b>72,018</b>	<b>63,640</b>	
<b>DEFERRED CREDITS</b>			
Unamortized Premium on Debt (251)	0	0	34
Customer Advances for Construction (252)			35
Other Deferred Credits (253)	0	0	36
<b>Total Deferred Credits</b>	<b>0</b>	<b>0</b>	
<b>OPERATING RESERVES</b>			
Miscellaneous Operating Reserves (265)			37
<b>Total Operating Reserves</b>	<b>0</b>	<b>0</b>	
<b>CONTRIBUTIONS IN AID OF CONSTRUCTION</b>			
Contributions in Aid of Construction (271)	1,055,316	801,370	38
<b>Total Liabilities and Other Credits</b>	<b>1,890,595</b>	<b>1,606,540</b>	

### NET UTILITY PLANT

Report utility plant accounts and related accumulated provisions for depreciation and amortization after allocation of common plant accounts and related provisions for depreciation and amortization to utility departments as of December 31.

Particulars (a)	Water (b)	Sewer (c)	Gas (d)	Electric (e)	
<b>Plant Accounts:</b>					
Utility Plant in Service (100)	2,130,901	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
<b>Total Utility Plant</b>	2,130,901	0	0	0	
<b>Accumulated Provision for Depreciation and Amortization:</b>					
Accumulated Provision for Depreciation of Utility Plant in Service (110)	386,174	0	0	0	9
<b>Total Accumulated Provision</b>	386,174	0	0	0	
<b>Net Utility Plant</b>	1,744,727	0	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)	(c)	(d)	(e)	Total (f)	
<b>Balance first of year</b>	351,130				<b>351,130</b>	<b>1</b>
<b>Credits During Year</b>						<b>2</b>
<b>Accruals:</b>						<b>3</b>
Charged depreciation expense (403)	33,477				<b>33,477</b>	<b>4</b>
Depreciation expense on meters						<b>5</b>
charged to sewer (see Note 3)	1,567				<b>1,567</b>	<b>6</b>
Accruals charged other						<b>7</b>
accounts (specify):						<b>8</b>
					<b>0</b>	<b>9</b>
Salvage					<b>0</b>	<b>10</b>
Other credits (specify):						<b>11</b>
					<b>0</b>	<b>12</b>
<b>Total credits</b>	<b>35,044</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>35,044</b>	<b>13</b>
<b>Debits during year</b>						<b>14</b>
Book cost of plant retired	0				<b>0</b>	<b>15</b>
Cost of removal					<b>0</b>	<b>16</b>
Other debits (specify):						<b>17</b>
					<b>0</b>	<b>18</b>
<b>Total debits</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>19</b>
<b>Balance End of Year</b>	<b>386,174</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>386,174</b>	<b>20</b>
<b>Composite Depreciation Rate?</b>	Yes					<b>21</b>
If yes, what is the rate?	1.78%					<b>22</b>

**NET NONUTILITY PROPERTY (ACCTS. 121 & 122)**

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

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

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

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

### MATERIALS AND SUPPLIES

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

Account	Total End of Year	Amount Prior Year
Electric utility total	0	0
Water utility	36,828	36,828
Sewer utility		0
Gas utility		0
Merchandise		0
Other materials & supplies		0
<b>Total Materials and Supplies</b>	<b>36,828</b>	<b>36,828</b>

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

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

Debt Issue to Which Related (a)	Written Off During Year		Balance End of Year (d)	
	Amount (b)	Account Charged or Credited (c)		
<hr/>				
Unamortized debt discount & expense (181)				1
<b>Total</b>			<u>0</u>	
Unamortized premium on debt (251)				2
<hr/>				
<b>Total</b>			<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	594,908	1
<b>Changes during year (explain):</b>		
MUNICIPAL CONTRIBUTION FOR PLANT ADDITIONS	55,740	2
<b>Balance end of year</b>	<b>650,648</b>	

**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.

---

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

---

NONE

**NOTES PAYABLE & MISCELLANEOUS LONG-TERM DEBT**

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

Account and Description of Obligation (a and b)	Date of Issue (c)	Final Maturity Date (d)	Interest Rate (e)	Principal Amount End of Year (f)	
<b>Advances (223)</b>					
BANK NOTE	09/14/1999	11/30/2004	5.50%	130,391	1
<b>Total for Account 223</b>				<b>130,391</b>	

**TAXES ACCRUED (ACCT. 236)**

Particulars (a)	Amount (b)	
Balance first of year	44,229	1
<b>Accruals:</b>		
Charged water department expense	45,972	2
Charged electric department expense		3
Charged sewer department expense		4
<b>Other (explain):</b>		
NONE		5
<b>Total Accruals and other credits</b>	<u>45,972</u>	
<b>Taxes paid during year:</b>		
County, state and local taxes	43,642	6
Social Security taxes	2,530	7
PSC Remainder Assessment	456	8
<b>Other (explain):</b>		
NONE		9
<b>Total payments and other debits</b>	<u>46,628</u>	
<b>Balance end of year</b>	<u><u>43,573</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)	
<b>Bonds (221)</b>					
NONE	0			0	1
<b>Subtotal</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	
<b>Advances from Municipality (223)</b>					
BANK NOTE	656	7,780	7,827	609	2
<b>Subtotal</b>	<b>656</b>	<b>7,780</b>	<b>7,827</b>	<b>609</b>	
<b>Other long-Term Debt (224)</b>					
NONE	0			0	3
<b>Subtotal</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	
<b>Notes Payable (231)</b>					
NONE	0			0	4
<b>Subtotal</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	
<b>Total</b>	<b>656</b>	<b>7,780</b>	<b>7,827</b>	<b>609</b>	

**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	801,370	0	0	0	0	<b>801,370</b>	1
<b>Add credits during year:</b>							
For Services	1,500					<b>1,500</b>	2
For Mains	252,446					<b>252,446</b>	3
<b>Other (specify):</b>							
NONE						<b>0</b>	4
<b>Deduct charges (specify):</b>							
NONE						<b>0</b>	5
<b>Balance End of Year</b>	<b>1,055,316</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>1,055,316</b>	
Amount of federal and state grants in aid received for utility construction included in End of Year totals	844,190					<b>844,190</b>	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)	
<b>Investment in Municipality (123):</b>		
NONE		1
<b>Total (Acct. 123):</b>	<b>0</b>	
<b>Other Investments (124):</b>		
NONE		2
<b>Total (Acct. 124):</b>	<b>0</b>	
<b>Special Funds (125):</b>		
NONE		3
<b>Total (Acct. 125):</b>	<b>0</b>	
<b>Notes Receivable (141):</b>		
NONE		4
<b>Total (Acct. 141):</b>	<b>0</b>	
<b>Customer Accounts Receivable (142):</b>		
Water	14,096	5
Electric		6
Sewer (Regulated)		7
<b>Other (specify):</b>		
NONE		8
<b>Total (Acct. 142):</b>	<b>14,096</b>	
<b>Other Accounts Receivable (143):</b>		
Sewer (Non-regulated)		9
Merchandising, jobbing and contract work		10
<b>Other (specify):</b>		
NONE		11
<b>Total (Acct. 143):</b>	<b>0</b>	
<b>Receivables from Municipality (145):</b>		
DUE FROM SEWER FUND	51,235	12
<b>Total (Acct. 145):</b>	<b>51,235</b>	
<b>Prepayments (165):</b>		
NONE		13
<b>Total (Acct. 165):</b>	<b>0</b>	
<b>Extraordinary Property Losses (182):</b>		
NONE		14
<b>Total (Acct. 182):</b>	<b>0</b>	
<b>Other Deferred Debits (183):</b>		
NONE		15
<b>Total (Acct. 183):</b>	<b>0</b>	

**BALANCE SHEET END-OF-YEAR ACCOUNT BALANCES**

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

Particulars (a)	Balance End of Year (b)	
<b>Payables to Municipality (233):</b>		
DUE TO GENERAL FUND	27,225	16
<b>Total (Acct. 233):</b>	<b>27,225</b>	
<b>Other Deferred Credits (253):</b>		
NONE		17
<b>Total (Acct. 253):</b>		<b>0</b>

### RETURN ON RATE BASE COMPUTATION

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

Average Rate Base (a)	Water (b)	Electric (c)	Sewer (d)	Gas (e)	Total (f)	
<b>Add Average:</b>						
Utility Plant in Service	1,968,744	0	0	0	1,968,744	1
Materials and Supplies	36,828	0	0	0	36,828	2
<b>Other (specify):</b>						
NONE					0	3
<b>Less Average:</b>						
Reserve for Depreciation	368,652	0	0	0	368,652	4
Customer Advances for Construction					0	5
Contributions in Aid of Construction	928,343	0	0	0	928,343	6
<b>Other (specify):</b>						
NONE					0	7
<b>Average Net Rate Base</b>	<b>708,577</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>708,577</b>	
Net Operating Income	(47,587)	0	0	0	(47,587)	8
<b>Net Operating Income as a percent of Average Net Rate Base</b>	<b>-6.72%</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>-6.72%</b>	

## 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)	
<b>Average Proprietary Capital</b>		
Capital Paid in by Municipality	622,778	1
Appropriated Earned Surplus	0	2
Unappropriated Earned Surplus	(5,788)	3
<b>Other (Specify):</b>		
NONE		4
<b>Total Average Proprietary Capital</b>	<b>616,990</b>	
<b>Net Income</b>		
Net Income	(23,979)	5
<b>Percent Return on Proprietary Capital</b>	<b>-3.89%</b>	

## IMPORTANT CHANGES DURING THE YEAR

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

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#### 1. Acquisitions.

meter testing equipment was purchased for \$9,500.  
Mains and hydrants were installed in the industrial park. They were financed by the municipality and state (federal) grant.

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#### 2. Leaseholder changes.

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#### 3. Extensions of service.

New mains were installed in the industrial park.

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#### 4. Estimated changes in revenues due to rate changes.

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#### 5. Obligations incurred or assumed, excluding commercial paper.

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#### 6. Formal proceedings with the Public Service Commission.

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#### 7. Any additional matters.

The utility started a program of updating all meters. This program began in late 2001 and is expected to last until 2003, when all meters are expected to be tested and /or eplaced with new or rebuilt meters.

A physical of materials and supplies was not taken until subsequent to year end, at which time, some items were omitted from the count. Estimates indicate that the amount on hand was very similar to the prior year. Therefore, the beginning and ending inventories are the same.

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## FINANCIAL SECTION FOOTNOTES

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### Signature Page (Page ii)

DAVID TRACZYK  
Certified Public Accountant  
327 Silver Street  
Hurley, Wisconsin 54534

Board of Commissioners  
Hurley Water Utility  
Hurley, Wisconsin

I have compiled the accompanying balance sheets, statements of income and retained earnings, and statistical data of the Hurley Water Utility for the years ended December 31, 2001 and 2000, included in the accompanying prescribed form, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants .

My compilations were limited to presenting in the form prescribed by the Wisconsin Public Service Commission information that is the representation of management. I have not audited or reviewed the financial statements referred to above and, accordingly, do not express an opinion or any other form of assurance on them.

April 11, 2002

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## FINANCIAL SECTION FOOTNOTES

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### Identification and Ownership - Contacts (Page iv)

April 1, 2003

Ms. Linda Ryskewecz, City Clerk-Treasurer  
City of Hurley Water Utility  
405 5th Avenue North  
Hurley, WI 54534-9999

Dear Ms. Ryskewecz:

Thank you for your prompt request for an extension of the due date of your 2002 annual report. An extension is granted. Your annual report will be due on or before Thursday, May 1, 2003.

If you have any questions you can write, email at [Elaine.engelke@psc.state.wi.us](mailto:Elaine.engelke@psc.state.wi.us) or call me at 608-266-3768.

Sincerely,

Elaine Engelke  
Financial Specialist  
Division of Water, Compliance, Consumer Affairs

March 14, 2003

Ms. Linda Ryskewecz, City Clerk  
City of Hurley Water Utility  
405 5th Avenue  
Hurley, WI 54534-1178

Dear Ms. Ryskewecz:

Thank you for your response to our 2001 analytical review letter. We have one comment regarding your response. This comment closes your 2001 review:

Item No. 4 indicates that the \$30,000 reported in Account 421 was an operating transfer from the city to help the water utility pay for operating costs. In the future, any funds that will not be paid back and are used for operation and maintenance expenses should be reported in Account 474. If funds are for interest payments on debt, Account 421 is the correct account. If funds are for principal payments on debt, the correct account would be Account 200, Capital Paid in by Municipality.

If you have any questions, you may contact me at [Elaine.engelke@psc.state.wi.us](mailto:Elaine.engelke@psc.state.wi.us) or 608-266-3768.

Sincerely,

**FINANCIAL SECTION FOOTNOTES**

Elaine Engelke  
Financial Specialist  
Division of Water, Compliance, Consumer Affairs

ELE:dwh:w:\compl\historical analytical reviews\2001 AR Response Lett

response received March 13:

- 1. increase due to a new utility billing system - extra time to install and learn the system.
- 2. special lake district
- 3. replaced 181 meters with new or rebuilt and will continue to replace. Tested all meters 1-1/2 inch or larger and replaced or repaired 10 bad meters. Hired Pitometer for leak detection and they detected four leaks which have been repaired. Installed four meters in locations that previously did not have meters.
- 4. \$30,000 was from general fund for operating costs.

no response; review 2 thru 4 again in 2002 report. 2/22/03 ele

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

From: Leege, Peter PSC  
Sent: Tuesday, August 27, 2002 8:59 AM  
To: 'hrlyclrk@portup.com'  
Subject: Review Letter For # 2640 Hurley Water Utility.

Dear Ms. Ryskewecz:

The Public Service Commission staff has completed its analytical review of your 2001 annual report. The primary purpose of the analytical review is to detect possible reporting or accounting related errors, and also to identify significant fluctuations from prior years data that are not sufficiently explained in the annual report. The analytical review identified the following issues:

- 1. As directed in the head notes of the Water Operation & Maintenance Expenses schedule on page W-5, please provide an explanation of the change in Account 680 when compared to the previous year and follow this procedure in the future.
- 2. As directed in the head notes of the Property Tax Equivalent schedule on page W-7, please provide an explanation of the Other tax rate - Local or line 8.
- 3. Your utility's water loss percentages have been decreasing for the last two years but they still are too high. You report that meter testing will increase. How many meters have been tested in 2002 so far and what are the meter accuracies according to these tests? Are your leak detection efforts continuing? Who is doing them, how often and what are the results? Have meters been placed wherever possible for uses that have not been metered before, such as parks, cemetery, hydrant flushing, and if so, which uses? You reported developing a method to estimate the amount of water lost when a leak is found. Have you been using this method and if so, what are the results? Can you describe this estimating method? Whatever your efforts have been concerning water losses, it appears more needs to be done. We

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## FINANCIAL SECTION FOOTNOTES

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~~have been concerning water losses, it appears more needs to be done. We~~  
will continue monitoring this and working with you until water losses are reduced.

4. On page F-2 there is \$30,000 reported in Account 421 described as "OPERATING TRANSFER FROM MUNICIPALITY". Please explain what these transfers are used for.

In addition, you may receive additional inquiries from our office regarding your annual report during a rate case, construction authorization, or other Commission reviews.

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 by email or by telephone at (608) 267-9198. Please respond within 30 days of this email. If we have no questions regarding your response, you can consider the review closed.

Pete Leege  
Financial Specialist  
Division of Water, Compliance and Consumer Affairs  
Public Service Commission of Wisconsin  
610 North Whitney Way  
PO Box 7854  
Madison, WI 53707-7854  
Phone: (608) 267-9198  
Peter.Leege@psc.state.wi.us  
Fax: (608) 266-3957

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**WATER OPERATING REVENUES & EXPENSES**

Particulars (a)	Amounts (b)	
<b>Operating Revenues</b>		
<b>Sales of Water</b>		
Sales of Water (460-467)	353,282	1
<b>Total Sales of Water</b>	<b>353,282</b>	
<b>Other Operating Revenues</b>		
Forfeited Discounts (470)	2,015	2
Other Water Revenues (474)	1,482	3
Amortization of Construction Grants (475)	0	4
<b>Total Other Operating Revenues</b>	<b>3,497</b>	
<b>Total Operating Revenues</b>	<b>356,779</b>	
<b>Operation and Maintenance Expenses</b>		
Plant Operation and Maintenance Expenses (600-660)	292,661	5
General Operating Expenses (680-690)	32,256	6
<b>Total Operation and Maintenance Expenses</b>	<b>324,917</b>	
<b>Other Operating Expenses</b>		
Depreciation Expense (403)	33,477	7
Amortization Expense (404)		8
Taxes (408)	45,972	9
<b>Total Other Operating Expenses</b>	<b>79,449</b>	
<b>Total Operating Expenses</b>	<b>404,366</b>	
<b>NET OPERATING INCOME</b>	<b>(47,587)</b>	

## WATER OPERATING REVENUES - SALES OF WATER

1. Where customer meters record cubic feet, multiply by 7.48 to obtain number of gallons.
2. Report estimated gallons for unmetered sales.
3. Sales to multiple dwelling buildings through a single meter serving 3 or more family units should be classified commercial.
4. Account 460, Unmetered Sales to General Customers - Gallons of Water Sold should not include in any way quantity of water, i.e. metered, or measured by tank or pool volume. The quantity should be estimated based on size of pipe, flow, foot of frontage, etc. Bulk water sales should be Account 460 if the quantity is estimated and should be Account 461 if metered or measured by volume. Water related to construction should be a measured sale of water (either Account 461 or Account 464).
5. Other accounts: see application Help files for details.

Particulars (a)	Average No. Customers (b)	Thousands of Gallons of Water Sold (c)	Amounts (d)	
<b>Operating Revenues</b>				
<b>Sales of Water</b>				
Unmetered Sales to General Customers (460)				
Residential				1
Commercial				2
Industrial				3
<b>Total Unmetered Sales to General Customers (460)</b>	<b>0</b>	<b>0</b>	<b>0</b>	
Metered Sales to General Customers (461)				
Residential	649	30,078	169,998	4
Commercial	141	17,523	86,840	5
Industrial	10	2,268	10,302	6
<b>Total Metered Sales to General Customers (461)</b>	<b>800</b>	<b>49,869</b>	<b>267,140</b>	
Private Fire Protection Service (462)				7
Public Fire Protection Service (463)	1		72,414	8
Other Sales to Public Authorities (464)	12	1,914	13,728	9
Sales to Irrigation Customers (465)				10
Sales for Resale (466)		0	0	11
Interdepartmental Sales (467)				12
<b>Total Sales of Water</b>	<b>813</b>	<b>51,783</b>	<b>353,282</b>	

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

Use a separate line for each delivery point.

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

### OTHER OPERATING REVENUES (WATER)

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

Particulars (a)	Amount (b)	
<b>Public Fire Protection Service (463):</b>		
Amount billed (usually per rate schedule F-1 or Fd-1)	72,414	1
Wholesale fire protection billed		2
Amount billed for fighting fires outside utility's service areas (usually per rate schedule F-2 or BW-1)		3
<b>Other (specify):</b> NONE		4
<b>Total Public Fire Protection Service (463)</b>	<b>72,414</b>	
<b>Forfeited Discounts (470):</b>		
Customer late payment charges	2,015	5
<b>Other (specify):</b> NONE		6
<b>Total Forfeited Discounts (470)</b>	<b>2,015</b>	
<b>Other Water Revenues (474):</b>		
Return on net investment in meters charged to sewer department	1,482	7
<b>Other (specify):</b> NONE		8
<b>Total Other Water Revenues (474)</b>	<b>1,482</b>	
<b>Amortization of Construction Grants (475):</b>		
NONE		9
<b>Total Amortization of Construction Grants (475)</b>	<b>0</b>	

## 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.

<b>Particulars (a)</b>	<b>Amount (b)</b>	
<b>PLANT OPERATION AND MAINTENANCE EXPENSES</b>		
Salaries and Wages (600)	25,866	1
Purchased Water (610)	257,245	2
Fuel or Power Purchased for Pumping (620)		3
Chemicals (630)		4
Supplies and Expenses (640)	8,450	5
Repairs of Water Plant (650)	1,060	6
Transportation Expenses (660)	40	7
<b>Total Plant Operation and Maintenance Expenses</b>	<b>292,661</b>	
<b>GENERAL OPERATING EXPENSES</b>		
Administrative and General Salaries (680)	7,274	8
Office Supplies and Expenses (681)	2,856	9
Outside Services Employed (682)	3,310	10
Insurance Expense (684)	4,905	11
Employees Pensions and Benefits (686)	13,911	12
Regulatory Commission Expenses (688)		13
Miscellaneous General Expenses (689)		14
Uncollectible Accounts (690)		15
<b>Total General Operating Expenses</b>	<b>32,256</b>	
<b>Total Operation and Maintenance Expenses</b>	<b>324,917</b>	

**TAXES (ACCT. 408 - WATER)**

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

Description of Tax (a)	Method Used to Allocate Between Departments (b)	Amount (c)	
Property Tax Equivalent		43,573	1
Less: Local and School Tax Equivalent on Meters Charged to Sewer Department		587	2
<b>Net property tax equivalent</b>		<b>42,986</b>	
Social Security		2,530	3
PSC Remainder Assessment		456	4
Other (specify): NONE			5
<b>Total tax expense</b>		<b>45,972</b>	

### PROPERTY TAX EQUIVALENT (WATER)

1. No property tax equivalent shall be determined for sewer utilities or town sanitary district water utilities.
2. Tax rates are those issued in November (usually) of the year being reported and are available from the municipal treasurer. Report the tax rates in mills to six (6) decimal places.
3. The assessment ratio is available from the municipal treasurer. Report the ratio as a decimal to six (6) places.
4. The utility plant balance first of year should include the gross book values of plant in service, 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			Iron				1
<b>SUMMARY OF TAX RATES</b>							<b>2</b>
State tax rate	mills		0.235096				3
County tax rate	mills		6.647318				4
Local tax rate	mills		15.631811				5
School tax rate	mills		13.100047				6
Voc. school tax rate	mills		1.527682				7
Other tax rate - Local	mills		0.040265				8
Other tax rate - Non-Local	mills		0.000000				9
<b>Total tax rate</b>	mills		<b>37.182219</b>				<b>10</b>
Less: state credit	mills		3.291366				11
<b>Net tax rate</b>	mills		<b>33.890853</b>				<b>12</b>
<b>PROPERTY TAX EQUIVALENT CALCULATION</b>							<b>13</b>
<b>Local Tax Rate</b>	mills		<b>15.631811</b>				<b>14</b>
<b>Combined School Tax Rate</b>	mills		<b>14.627729</b>				<b>15</b>
<b>Other Tax Rate - Local</b>	mills		<b>0.040265</b>				<b>16</b>
<b>Total Local &amp; School Tax</b>	mills		<b>30.299805</b>				<b>17</b>
<b>Total Tax Rate</b>	mills		<b>37.182219</b>				<b>18</b>
<b>Ratio of Local and School Tax to Total</b>	dec.		<b>0.814900</b>				<b>19</b>
<b>Total tax net of state credit</b>	mills		<b>33.890853</b>				<b>20</b>
<b>Net Local and School Tax Rate</b>	mills		<b>27.617670</b>				<b>21</b>
Utility Plant, Jan. 1	\$	1,806,588	1,806,588				22
Materials & Supplies	\$	36,828	36,828				23
<b>Subtotal</b>	\$	<b>1,843,416</b>	<b>1,843,416</b>				<b>24</b>
Less: Plant Outside Limits	\$	0	0				25
<b>Taxable Assets</b>	\$	<b>1,843,416</b>	<b>1,843,416</b>				<b>26</b>
Assessment Ratio	dec.		0.855871				27
<b>Assessed Value</b>	\$	<b>1,577,726</b>	<b>1,577,726</b>				<b>28</b>
<b>Net Local &amp; School Rate</b>	mills		<b>27.617670</b>				<b>29</b>
<b>Tax Equiv. Computed for Current Year</b>	\$	<b>43,573</b>	<b>43,573</b>				<b>30</b>
Tax Equivalent per 1994 PSC Report	\$	42,801					31
Any lower tax equivalent as authorized by municipality (see note 6)	\$						32 33
<b>Tax equiv. for current year (see note 6)</b>	\$	<b>43,573</b>					<b>34</b>

### 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)	
<b>INTANGIBLE PLANT</b>			
Organization (301)	0		1
Franchises and Consents (302)	0		2
Miscellaneous Intangible Plant (303)	0		3
<b>Total Intangible Plant</b>	<b>0</b>	<b>0</b>	
<b>SOURCE OF SUPPLY PLANT</b>			
Land and Land Rights (310)	0		4
Structures and Improvements (311)	0		5
Collecting and Impounding Reservoirs (312)	0		6
Lake, River and Other Intakes (313)	4,000		7
Wells and Springs (314)	0		8
Infiltration Galleries and Tunnels (315)	0		9
Supply Mains (316)	0		10
Other Water Source Plant (317)	0		11
<b>Total Source of Supply Plant</b>	<b>4,000</b>	<b>0</b>	
<b>PUMPING PLANT</b>			
Land and Land Rights (320)	0		12
Structures and Improvements (321)	1,297		13
Boiler Plant Equipment (322)	0		14
Other Power Production Equipment (323)	0		15
Steam Pumping Equipment (324)	0		16
Electric Pumping Equipment (325)	52,691		17
Diesel Pumping Equipment (326)	0		18
Hydraulic Pumping Equipment (327)	0		19
Other Pumping Equipment (328)	0		20
<b>Total Pumping Plant</b>	<b>53,988</b>	<b>0</b>	
<b>WATER TREATMENT PLANT</b>			
Land and Land Rights (330)	0		21
Structures and Improvements (331)	22,755		22
Water Treatment Equipment (332)	13,457		23
<b>Total Water Treatment Plant</b>	<b>36,212</b>	<b>0</b>	
<b>TRANSMISSION AND DISTRIBUTION PLANT</b>			
Land and Land Rights (340)	0		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)
<b>INTANGIBLE PLANT</b>			
Organization (301)			0 1
Franchises and Consents (302)			0 2
Miscellaneous Intangible Plant (303)			0 3
<b>Total Intangible Plant</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>SOURCE OF SUPPLY PLANT</b>			
Land and Land Rights (310)			0 4
Structures and Improvements (311)			0 5
Collecting and Impounding Reservoirs (312)			0 6
Lake, River and Other Intakes (313)			4,000 7
Wells and Springs (314)			0 8
Infiltration Galleries and Tunnels (315)			0 9
Supply Mains (316)			0 10
Other Water Source Plant (317)			0 11
<b>Total Source of Supply Plant</b>	<b>0</b>	<b>0</b>	<b>4,000</b>
<b>PUMPING PLANT</b>			
Land and Land Rights (320)			0 12
Structures and Improvements (321)			1,297 13
Boiler Plant Equipment (322)			0 14
Other Power Production Equipment (323)			0 15
Steam Pumping Equipment (324)			0 16
Electric Pumping Equipment (325)			52,691 17
Diesel Pumping Equipment (326)			0 18
Hydraulic Pumping Equipment (327)			0 19
Other Pumping Equipment (328)			0 20
<b>Total Pumping Plant</b>	<b>0</b>	<b>0</b>	<b>53,988</b>
<b>WATER TREATMENT PLANT</b>			
Land and Land Rights (330)			0 21
Structures and Improvements (331)			22,755 22
Water Treatment Equipment (332)			13,457 23
<b>Total Water Treatment Plant</b>	<b>0</b>	<b>0</b>	<b>36,212</b>
<b>TRANSMISSION AND DISTRIBUTION PLANT</b>			
Land and Land Rights (340)			0 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)	
<b>TRANSMISSION AND DISTRIBUTION PLANT</b>			
Distribution Reservoirs and Standpipes (342)	40,002		26
Transmission and Distribution Mains (343)	1,290,436	278,703	27
Fire Mains (344)	0		28
Services (345)	200,226	5,347	29
Meters (346)	49,682	5,127	30
Hydrants (348)	125,787	25,636	31
Other Transmission and Distribution Plant (349)	0		32
<b>Total Transmission and Distribution Plant</b>	<b>1,706,133</b>	<b>314,813</b>	
<b>GENERAL PLANT</b>			
Land and Land Rights (370)	0		33
Structures and Improvements (371)	0		34
Office Furniture and Equipment (372)	0		35
Computer Equipment (372.1)	498		36
Transportation Equipment (373)	0		37
Other General Equipment (379)	5,757	9,500	38
Other Tangible Property (390)	0		39
<b>Total General Plant</b>	<b>6,255</b>	<b>9,500</b>	
<b>Total utility plant in service directly assignable</b>	<b>1,806,588</b>	<b>324,313</b>	
Common Utility Plant Allocated to Water Department	0		40
<b>Total utility plant in service</b>	<b>1,806,588</b>	<b>324,313</b>	

**WATER UTILITY PLANT IN SERVICE (cont.)**

Accounts (d)	Retirements During Year (e)	Adjustments Increase or (Decrease) (f)	Balance End of Year (g)
<b>TRANSMISSION AND DISTRIBUTION PLANT</b>			
Distribution Reservoirs and Standpipes (342)			40,002 26
Transmission and Distribution Mains (343)			1,569,139 27
Fire Mains (344)			0 28
Services (345)			205,573 29
Meters (346)			54,809 30
Hydrants (348)			151,423 31
Other Transmission and Distribution Plant (349)			0 32
<b>Total Transmission and Distribution Plant</b>	<b>0</b>	<b>0</b>	<b>2,020,946</b>
<b>GENERAL PLANT</b>			
Land and Land Rights (370)			0 33
Structures and Improvements (371)			0 34
Office Furniture and Equipment (372)			0 35
Computer Equipment (372.1)			498 36
Transportation Equipment (373)			0 37
Other General Equipment (379)			15,257 38
Other Tangible Property (390)			0 39
<b>Total General Plant</b>	<b>0</b>	<b>0</b>	<b>15,755</b>
<b>Total utility plant in service directly assignable</b>	<b>0</b>	<b>0</b>	<b>2,130,901</b>
Common Utility Plant Allocated to Water Department			0 40
<b>Total utility plant in service</b>	<b>0</b>	<b>0</b>	<b>2,130,901</b>

## SOURCE OF SUPPLY, PUMPING AND PURCHASED WATER STATISTICS

Expanded definitions of the three types of accounted-for water reported on this schedule are included in the schedule Help and in the Reference Manual Schedule Reference Sheet.

<b>Sources of Water Supply</b>					
<b>Month</b>	<b>Purchased Water Gallons (000's)</b>	<b>Surface Water Gallons (000's)</b>	<b>Ground Water Gallons (000's)</b>	<b>Total Gallons All Methods (000's)</b>	
<b>(a)</b>	<b>(b)</b>	<b>(c)</b>	<b>(d)</b>	<b>(e)</b>	
January	6,839			6,839	1
February	6,617			6,617	2
March	7,665			7,665	3
April	6,396			6,396	4
May	7,334			7,334	5
June	7,585			7,585	6
July	4,075			4,075	7
August	4,074			4,074	8
September	4,075			4,075	9
October	7,316			7,316	10
November	7,102			7,102	11
December	6,788			6,788	12
<b>Total annual pumpage</b>	<b>75,866</b>	<b>0</b>	<b>0</b>	<b>75,866</b>	
Less: Water sold				51,783	13
Volume pumped but not sold				24,083	14
Volume sold as a percent of volume pumped				68%	15
Volume used for water production, water quality and system maintenance				200	16
Volume related to equipment/system malfunction					17
Non-utility volume NOT included in water sales					18
Total volume not sold but accounted for				200	19
Volume pumped but unaccounted for				23,883	20
Percent of water lost				31%	21
If more than 25%, indicate causes and state what action has been taken to reduce water loss: the utility is in the process of upgrading all of its meters.					22
Maximum gallons pumped by all methods in any one day during reporting year (000 gal.)					23
Date of maximum:					24
Cause of maximum:					25
Minimum gallons pumped by all methods in any one day during reporting year (000 gal.)					26
Date of minimum:					27
Total KWH used for pumping for the year				0	28
If water is purchased: Vendor Name: CITY OF IRON WOOD MICHIGAN					29
Point of Delivery: CITY STATE BORDER					30

**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)
-----------------	---------------------------------	-------------------------	-----------------------------------	------------------------------------	---------------------------------

NONE

## 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.

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<b>Particulars</b> <b>(a)</b>	<b>Unit A</b> <b>(b)</b>	<b>Unit B</b> <b>(c)</b>	<b>Unit C</b> <b>(d)</b>
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NONE

## 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	TANK		1
<b>RESERVOIRS, STANDPIPES OR ELEVATED TANKS</b>			<b>2</b>
Type: R (reservoir), S (standpipe) or ET (elevated tank)	ET		3
Year constructed	1958		4
Primary material (earthen, steel, concrete, other)	STEEL		5
Elevation difference in feet (See Headnote 3.)	32		6
Total capacity in gallons (actual)	250,000		7
<b>WATER TREATMENT PLANT</b>			<b>8</b>
Disinfection, type of equipment (gas, liquid, powder, other)			9
Points of application (wellhouse, central facilities, booster station, other)			10
Filters, type (gravity, pressure, other, none)			11
Rated capacity of filter plant (m.g.d.) (note: 1,200,000 gal/day = 1.2 m.g.d.)			12
Is a corrosion control chemical used (yes, no)?			13
Is water fluoridated (yes, no)?			14
			15
			16
			17
			18
			19
			20
			21
			22
			23
			24
			25

### WATER MAINS

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

Number of Feet								
Pipe Material (a)	Main Function (b)	Diameter in Inches (c)	First of Year (d)	Added During Year (e)	Retired During Year (f)	Adjustments Increase or (Decrease) (g)	End of Year (h)	
M	D	1.000	1,280	0	0	0	<b>1,280</b>	<b>1</b>
M	D	1.250	818	0	0	0	<b>818</b>	<b>2</b>
M	D	1.500	1,098	0	0	0	<b>1,098</b>	<b>3</b>
M	D	2.000	13,735	0	0	0	<b>13,735</b>	<b>4</b>
M	D	4.000	28,698	0	0	0	<b>28,698</b>	<b>5</b>
M	D	6.000	16,581	415	0	0	<b>16,996</b>	<b>6</b>
M	D	8.000	19,414	0	0	0	<b>19,414</b>	<b>7</b>
M	D	10.000	13,262	5,310	0	0	<b>18,572</b>	<b>8</b>
<b>Total Within Municipality</b>			<b>94,886</b>	<b>5,725</b>	<b>0</b>	<b>0</b>	<b>100,611</b>	
<b>Total Utility</b>			<b>94,886</b>	<b>5,725</b>	<b>0</b>	<b>0</b>	<b>100,611</b>	

### WATER SERVICES

1. Explain all reported adjustments as a schedule footnote.
2. Report in column (h) the number of utility-owned services included in columns (c) through (g) which are temporarily shut off at the curb box or otherwise not in use at end of year.
3. For services added during the year in column (d), as a schedule footnote:
  - a. Explain how the additions were financed.
  - b. If assessed against property owners, explain the basis of the assessments.
  - c. If installed by a property owner or developer, explain the basis of recording the cost of the additions, the total amount and the number of services recorded under this method.
  - d. If any were financed by application of Cz-1, provide the total amount recorded and the number of services recorded under this method.
4. Report services separately by pipe material and diameter.
5. Identify pipe material as: L (Lead), M (Metal for all other metal excluding lead), A (Asbestos-cement) or P (Plastic for plastic and all other non-metal excluding asbestos-cement).

Pipe Material (a)	Diameter in Inches (b)	First of Year (c)	Added During Year (d)	Removed or Permanently Disconnected During Year (e)	Adjustments Increase or (Decrease) (f)	End of Year (g)	Utility Owned Services Not In Use at End of Year (h)	
M	0.750	848	1	0	0	849	60	1
M	1.000	53	4	0	0	57		2
M	2.000	15	0	0	0	15	1	3
M	3.000		1			1		4
M	4.000	3	0	0	0	3		5
<b>Total Utility</b>		<b>919</b>	<b>6</b>	<b>0</b>	<b>0</b>	<b>925</b>	<b>61</b>	

### METERS

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

#### Number of Utility-Owned Meters

Size of Meter (a)	First of Year (b)	Added During Year (c)	Retired During Year (d)	Adjustments Increase or (Decrease) (e)	End of Year (f)	Tested During Year (g)	
0.625	823	24	0	0	847	20	1
0.750	20	2	0	0	22	0	2
1.000	43	2	0	0	45	0	3
1.250	7	0	0	0	7	0	4
1.500	8	0	0	0	8	0	5
2.000	14	0	0	0	14	0	6
3.000	2	1	0	0	3	0	7
4.000	2	0	0	0	2	0	8
<b>Total:</b>	<b>919</b>	<b>29</b>	<b>0</b>	<b>0</b>	<b>948</b>	<b>20</b>	

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

Size of Meter (h)	Residential (i)	Commercial (j)	Industrial (k)	Public Authority (l)	Wholesale, Inter-Department or Utility Use (m)	In Stock and Deduct Meters (n)	Total (o)	
0.625	739	64	10	2	0	32	847	1
0.750	0	20	0	0	0	2	22	2
1.000	1	42	0	0	0	2	45	3
1.250	0	5	0	2	0	0	7	4
1.500	0	7	0	0	0	1	8	5
2.000	0	8	0	5	0	1	14	6
3.000	0	0	0	3	0	0	3	7
4.000	0	1	0	1	0	0	2	8
<b>Total:</b>	<b>740</b>	<b>147</b>	<b>10</b>	<b>13</b>	<b>0</b>	<b>38</b>	<b>948</b>	

### HYDRANTS AND DISTRIBUTION SYSTEM VALVES

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

Hydrant Type (a)	Number In Service First of Year (b)	Added During Year (c)	Removed During Year (d)	Adjustments Increase or (Decrease) (e)	Number In Service End of Year (f)	
<b>Fire Hydrants</b>						
Outside of Municipality	0				0	1
Within Municipality	137	10			147	2
<b>Total Fire Hydrants</b>	<b>137</b>	<b>10</b>	<b>0</b>	<b>0</b>	<b>147</b>	
<b>Flushing Hydrants</b>						
	0				0	3
<b>Total Flushing Hydrants</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	

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

Number of hydrants operated during year:	75
Number of distribution system valves end of year:	448
Number of distribution valves operated during year:	25

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## WATER OPERATING SECTION FOOTNOTES

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### Water Mains (Page W-15)

Mains and hydrants were added during the year as an extension in the industrial park. They were financed by a grant (federal/state) and the municipality.

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### Water Services (Page W-16)

2 new services were added during year. one was installed by the owner at an estimated cost of \$1,000.00. The other was installed by the utility and billed to the customer at the tap in fee of \$500.00 per PSC rate file

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