



3014 (02-02-05)

ANNUAL REPORT

OF

Name: DARLINGTON WATER UTILITYPrincipal Office: 627 MAIN STREET
P.O. BOX 207
DARLINGTON, WI 53530For the Year Ended: DECEMBER 31, 2004**WATER, ELECTRIC, OR JOINT UTILITY
TO
PUBLIC SERVICE COMMISSION OF WISCONSIN**P.O. Box 7854
Madison, WI 53707-7854
(608) 266-3766

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

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IDENTIFICATION AND OWNERSHIP

Exact Utility Name: DARLINGTON WATER UTILITY

Utility Address: 627 MAIN STREET
P.O. BOX 207
DARLINGTON, WI 53530

When was utility organized? 1/1/1885

Report any change in name:

Effective Date:

Utility Web Site:

Utility employee in charge of correspondence concerning this report:

Name: MR PHILLIP A. RISSEUW
Title: CITY CLERK-TREASURER

Office Address:

627 MAIN STREET
P.O. BOX 207
DARLINGTON, WI 53530

Telephone: (608) 776 - 4970

Fax Number: (608) 776 - 4974 EXT

E-mail Address: phil.risseuw@cityofdarlingtonwi.org

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

Name: PATRICK FITZSIMONS
Title: STAFF ACCOUNTANT

Office Address: JOHNSON BLOCK AND COMPANY, INC.
229 HIGH STREET
MINERAL POINT, WI 53565

Telephone: (608) 987 - 2206

Fax Number: (608) 987 - 3391

E-mail Address: pfitzsimons@johnsonblock.com

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

Name: BEVERLY ANDERSON
Title: CHAIRPERSON

Office Address:

627 MAIN STREET
DARLINGTON, WI 53530

Telephone: (608) 776 - 4970

Fax Number: (608) 776 - 4974

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: TERRY DRONE, CPA

Title: ACCOUNTANT

Office Address: JOHNSON BLOCK AND COMPANY, INC.
229 HIGH STREET
MINERAL POINT, WI 53565

Telephone: (608) 987 - 2206

Fax Number: (608) 987 - 3391

E-mail Address: tdrone@johnsonblock.com

Date of most recent audit report: 2/6/2004

Period covered by most recent audit: 1/1/2003 TO 12/31/2003

Names and titles of utility management including manager or superintendent:

Name: DAVID BREUNIG

Title: MAYOR

Office Address:

627 MAIN STREET
P.O. BOX 207
DARLINGTON, WI 53530

Telephone: (608) 776 - 4970

Fax Number: (608) 776 - 4974

E-mail Address: N/A

Name of utility commission/committee: Utility Commission

Names of members of utility commission/committee:

- MRS BEVERLY ANDERSON, CHAIRPERSON
- MR DAVID BLASER
- MS CINDY CORLEY
- MR DON OSTERDAY
- MR JAMES REICHLING
- MR STUART VAMSTAD

Is sewer service rendered by the utility? NO

If "yes," has the municipality, by ordinance, combined the water and sewer service into a single public utility, as provided by Wis. Stat. § 66.0819 of the Wisconsin Statutes? NO

Date of Ordinance: [REDACTED]

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

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

IDENTIFICATION AND OWNERSHIP

Firm Name:

Contact Person:

Title:

Telephone:

Fax Number:

E-mail Address:

Contract/Agreement beginning-ending dates:

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

INCOME STATEMENT

Particulars (a)	This Year (b)	Last Year (c)	
UTILITY OPERATING INCOME			
Operating Revenues (400)	415,738	414,142	1
Operating Expenses:			
Operation and Maintenance Expense (401-402)	175,964	159,845	2
Depreciation Expense (403)	52,475	51,589	3
Amortization Expense (404-407)	0	0	4
Taxes (408)	83,964	78,465	5
Total Operating Expenses	312,403	289,899	
Net Operating Income	103,335	124,243	
Income from Utility Plant Leased to Others (412-413)	0	0	6
Utility Operating Income	103,335	124,243	
OTHER INCOME			
Income from Merchandising, Jobbing and Contract Work (415-416)	0	0	7
Income from Nonutility Operations (417)	0	0	8
Nonoperating Rental Income (418)	0	0	9
Interest and Dividend Income (419)	18,423	17,873	10
Miscellaneous Nonoperating Income (421)	2,208	4,700	11
Total Other Income	20,631	22,573	
Total Income	123,966	146,816	
MISCELLANEOUS INCOME DEDUCTIONS			
Miscellaneous Amortization (425)	(9,841)	0	12
Other Income Deductions (426)	24,150	24,081	13
Total Miscellaneous Income Deductions	14,309	24,081	
Income Before Interest Charges	109,657	122,735	
INTEREST CHARGES			
Interest on Long-Term Debt (427)	80,208	81,123	14
Amortization of Debt Discount and Expense (428)	160	162	15
Amortization of Premium on Debt--Cr. (429)	0	0	16
Interest on Debt to Municipality (430)	0	0	17
Other Interest Expense (431)	0	0	18
Interest Charged to Construction--Cr. (432)	0	0	19
Total Interest Charges	80,368	81,285	
Net Income	29,289	41,450	
EARNED SURPLUS			
Unappropriated Earned Surplus (Beginning of Year) (216)	2,352,960	1,306,610	20
Balance Transferred from Income (433)	29,289	41,450	21
Miscellaneous Credits to Surplus (434)	0	1,004,900	22
Miscellaneous Debits to Surplus--Debit (435)	0	0	23
Appropriations of Surplus--Debit (436)	0	0	24
Appropriations of Income to Municipal Funds--Debit (439)	0	0	25
Total Unappropriated Earned Surplus End of Year (216)	2,382,249	2,352,960	

INCOME STATEMENT ACCOUNT DETAILS

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

Description of Item (a)	Earnings (216.1) (b)	Contributions (216.2) (c)	Total This Year (d)	
UTILITY OPERATING INCOME				
Operating Revenues (400):				
Derived	415,738		415,738	1
Total (Acct. 400):	415,738	0	415,738	
Operation and Maintenance Expense (401-402):				
Derived	175,964		175,964	2
Total (Acct. 401-402):	175,964	0	175,964	
Depreciation Expense (403):				
Derived	52,475		52,475	3
Total (Acct. 403):	52,475	0	52,475	
Amortization Expense (404-407):				
Derived	0		0	4
Total (Acct. 404-407):	0	0	0	
Taxes (408):				
Derived	83,964		83,964	5
Total (Acct. 408):	83,964	0	83,964	
Revenues from Utility Plant Leased to Others (412):				
NONE	0		0	6
Total (Acct. 412):	0	0	0	
Expenses of Utility Plant Leased to Others (413):				
NONE	0		0	7
Total (Acct. 413):	0	0	0	
TOTAL UTILITY OPERATING INCOME:	103,335	0	103,335	
OTHER INCOME				
Income from Merchandising, Jobbing and Contract Work (415-416):				
Derived	0		0	8
Total (Acct. 415-416):	0	0	0	
Income from Nonutility Operations (417):				
NONE	0		0	9
Total (Acct. 417):	0	0	0	
Nonoperating Rental Income (418):				
NONE	0		0	10
Total (Acct. 418):	0	0	0	

INCOME STATEMENT ACCOUNT DETAILS

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

Description of Item (a)	Earnings (216.1) (b)	Contributions (216.2) (c)	Total This Year (d)
OTHER INCOME			
Interest and Dividend Income (419):			
INTEREST INCOME	18,423	0	18,423 11
Total (Acct. 419):	18,423	0	18,423
Miscellaneous Nonoperating Income (421):			
Contributed Plant - Water	[REDACTED]	2,208	2,208 12
NONE	0	0	0 13
Total (Acct. 421):	0	2,208	2,208
TOTAL OTHER INCOME:	18,423	2,208	20,631
MISCELLANEOUS INCOME DEDUCTIONS			
Miscellaneous Amortization (425):			
Regulatory Liability (253) Amortization	(9,841)	[REDACTED]	(9,841) 14
NONE	0	0	0 15
Total (Acct. 425):	(9,841)	0	(9,841)
Other Income Deductions (426):			
Depreciation Expense on Contributed Plant - Water	[REDACTED]	24,150	24,150 16
NONE	0	0	0 17
Total (Acct. 426):	0	24,150	24,150
TOTAL MISCELLANEOUS INCOME DEDUCTIONS:	(9,841)	24,150	14,309
INTEREST CHARGES			
Interest on Long-Term Debt (427):			
Derived	80,208	[REDACTED]	80,208 18
Total (Acct. 427):	80,208	0	80,208
Amortization of Debt Discount and Expense (428):			
AMORTIZATION OF DEBT DISCOUNT AND EXPENSE	160	[REDACTED]	160 19
Total (Acct. 428):	160	0	160
Amortization of Premium on Debt--Cr. (429):			
NONE	0	[REDACTED]	0 20
Total (Acct. 429):	0	0	0
Interest on Debt to Municipality (430):			
Derived	0	[REDACTED]	0 21
Total (Acct. 430):	0	0	0

INCOME STATEMENT ACCOUNT DETAILS

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

Description of Item (a)	Earnings (216.1) (b)	Contributions (216.2) (c)	Total This Year (d)
INTEREST CHARGES			
Other Interest Expense (431):			
Derived	0		0 22
Total (Acct. 431):	0	0	0
Interest Charged to Construction--Cr. (432):			
NONE	0		0 23
Total (Acct. 432):	0	0	0
TOTAL INTEREST CHARGES:	80,368	0	80,368
NET INCOME:	51,231	(21,942)	29,289
EARNED SURPLUS			
Unappropriated Earned Surplus (Beginning of Year) (216):			
Derived	1,367,441	985,519	2,352,960 24
Total (Acct. 216):	1,367,441	985,519	2,352,960
Balance Transferred from Income (433):			
Derived	51,231	(21,942)	29,289 25
Total (Acct. 433):	51,231	(21,942)	29,289
Miscellaneous Credits to Surplus (434):			
NONE	0	0	0 26
Total (Acct. 434):	0	0	0
Miscellaneous Debits to Surplus--Debit (435):			
NONE	0	0	0 27
Total (Acct. 435)--Debit:	0	0	0
Appropriations of Surplus--Debit (436):			
Detail appropriations to (from) account 215			0 28
Total (Acct. 436)--Debit:	0	0	0
Appropriations of Income to Municipal Funds--Debit (439):			
NONE	0	0	0 29
Total (Acct. 439)--Debit:	0	0	0
UNAPPROPRIATED EARNED SURPLUS (END OF YEAR):	1,418,672	963,577	2,382,249

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

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

REVENUES SUBJECT TO WISCONSIN REMAINDER ASSESSMENT

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

Description (a)	Water Utility (b)	Electric Utility (c)	Sewer Utility (Regulated Only) (d)	Gas Utility (e)	Total (f)	
Total operating revenues	415,738	0	0	0	415,738	1
Less: interdepartmental sales	0		0	0	0	2
Less: interdepartmental rents	0	0		0	0	3
Less: return on net investment in meters charged to regulated sewer department. (Do not report if nonregulated sewer.)	0				0	4
Less: uncollectibles directly expensed as reported in water acct. 904 (690 class D), sewer acct. 843, and electric acct. 904 (590 class D) -or- Net write-offs when Accumulated Provision for Uncollectible Accounts (acct. 144) is maintained					0	5
Other Increases or (Decreases) to Operating Revenues - Specify: NONE					0	6
Revenues subject to Wisconsin Remainder Assessment	415,738	0	0	0	415,738	

DISTRIBUTION OF TOTAL PAYROLL

1. Amounts charged to Utility Financed and to Contributed Plant accounts should be combined and reported in plant or accumulated depreciation accounts.
2. Amount originally charged to clearing accounts as shown in column (b) should be shown as finally distributed in column (c).
3. The amount for clearing accounts in column (c) is entered as a negative for account "Clearing Accounts" and the distributions to accounts on all other lines in column (c) will be positive with the total of column (c) being zero.
4. Provide additional information in the schedule footnotes when necessary.

Accounts Charged (a)	Direct Payroll Distribution (b)	Allocation of Amounts Charged Clearing Accts. (c)	Total (d)	
Water operating expenses	67,521		67,521	1
Electric operating expenses			0	2
Gas operating expenses			0	3
Heating operating expenses			0	4
Sewer operating expenses	10,712		10,712	5
Merchandising and jobbing			0	6
Other nonutility expenses			0	7
Water utility plant accounts			0	8
Electric utility plant accounts			0	9
Gas utility plant accounts			0	10
Heating utility plant accounts			0	11
Sewer utility plant accounts			0	12
Accum. prov. for depreciation of water plant			0	13
Accum. prov. for depreciation of electric plant			0	14
Accum. prov. for depreciation of gas plant			0	15
Accum. prov. for depreciation of heating plant			0	16
Accum. prov. for depreciation of sewer plant			0	17
Clearing accounts			0	18
All other accounts			0	19
Total Payroll	78,233	0	78,233	

FULL-TIME EMPLOYEES (FTE)

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

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

Industry (a)	FTE (b)	
Water	2.1	1
Electric		2
Gas		3
Sewer		4

BALANCE SHEET

Assets and Other Debits (a)	Balance End of Year (b)	Balance First of Year (c)	
UTILITY PLANT			
Utility Plant (100)	3,986,604	3,895,240	1
Less: Accumulated Provision for Depreciation and Amortization of Utility Plant (110)	779,802	907,178	2
Net Utility Plant	3,206,802	2,988,062	
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)	1,116,997	1,107,845	7
Total Other Property and Investments	1,116,997	1,107,845	
CURRENT AND ACCRUED ASSETS			
Cash and Working Funds (131)	35,726	56,312	8
Temporary Cash Investments (132)			9
Notes Receivable (141)	0	0	10
Customer Accounts Receivable (142)	78,339	75,376	11
Other Accounts Receivable (143)	4,547	4,612	12
Accumulated Provision for Uncollectible Accounts- -Cr. (144)	0	0	13
Receivables from Municipality (145)	6,999	6,209	14
Materials and Supplies (150)	6,675	7,340	15
Prepayments (165)	0	0	16
Other Current and Accrued Assets (170)			17
Total Current and Accrued Assets	132,286	149,849	
DEFERRED DEBITS			
Unamortized Debt Discount and Expense (181)	3,193	3,353	18
Extraordinary Property Losses (182)	0	0	19
Other Deferred Debits (183)	12,329	0	20
Total Deferred Debits	15,522	3,353	
Total Assets and Other Debits	4,471,607	4,249,109	

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)	253,819	253,819	21
Appropriated Earned Surplus (215)			22
Unappropriated Earned Surplus (216)	2,382,249	2,352,960	23
Total Proprietary Capital	2,636,068	2,606,779	
LONG-TERM DEBT			
Bonds (221)	1,515,700	1,533,800	24
Advances from Municipality (223)	0	0	25
Other Long-Term Debt (224)	0	0	26
Total Long-Term Debt	1,515,700	1,533,800	
CURRENT AND ACCRUED LIABILITIES			
Notes Payable (231)	0	0	27
Accounts Payable (232)	22,219	4,923	28
Payables to Municipality (233)	4,376	0	29
Customer Deposits (235)			30
Taxes Accrued (236)	78,992	74,287	31
Interest Accrued (237)	26,525	26,842	32
Other Current and Accrued Liabilities (238)	759	2,478	33
Total Current and Accrued Liabilities	132,871	108,530	
DEFERRED CREDITS			
Unamortized Premium on Debt (251)	0	0	34
Customer Advances for Construction (252)			35
Other Deferred Credits (253)	186,968	0	36
Total Deferred Credits	186,968	0	
OPERATING RESERVES			
Property Insurance Reserve (261)			37
Injuries and Damages Reserve (262)			38
Pensions and Benefits Reserve (263)			39
Miscellaneous Operating Reserves (265)			40
Total Operating Reserves	0	0	
Total Liabilities and Other Credits	4,471,607	4,249,109	

NET UTILITY PLANT

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

Particulars (a)	Water (b)	Sewer (c)	Gas (d)	Electric (e)	
First of Year:					
Total Utility Plant - First of Year	3,895,240	0	0	0	1
<i>(Should agree with Util. Plant Jan. 1 in Property Tax Equivalent Schedule)</i>					
Plant Accounts:					
Utility Plant in Service - Financed by Utility Operations or by the Municipality (101.1)	2,765,622	0	0	0	2
Utility Plant in Service - Contributed Plant (101.2)	1,208,617	0	0	0	3
Utility Plant Purchased or Sold (102)					4
Utility Plant in Process of Reclassification (103)					5
Utility Plant Leased to Others (104)					6
Property Held for Future Use (105)					7
Completed Construction not Classified (106)					8
Construction Work in Progress (107)	12,365				9
Utility Plant Acquisition Adjustments (108)					10
Other Utility Plant Adjustments (109)					11
Total Utility Plant	3,986,604	0	0	0	
Accumulated Provision for Depreciation and Amortization:					
Accumulated Provision for Depreciation of Utility Plant in Service - Financed by Utility Operations or by the Municipality (110.1)	534,762	0	0	0	12
Accumulated Provision for Depreciation of Utility Plant in Service - Contributed Plant (110.2)	245,040	0	0	0	13
Total Accumulated Provision	779,802	0	0	0	
Net Utility Plant	3,206,802	0	0	0	

**ACCUMULATED PROVISION FOR DEPRECIATION AND
AMORTIZATION OF UTILITY PLANT ON UTILITY PLANT
FINANCED BY UTILITY OPERATIONS OR BY THE MUNICIPALITY
(ACCT. 110.1)**

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

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

Particulars (a)	Water (b)	(c)	(d)	(e)	Total (f)	
Balance first of year (110.1)	686,288				686,288	1
Credits During Year						2
Accruals:						3
Charged depreciation expense (403)	52,475				52,475	4
Depreciation expense on meters						5
charged to sewer (see Note 3)	1,584				1,584	6
Accruals charged other						7
accounts (specify):						8
					0	9
Salvage	437				437	10
Other credits (specify):						11
					0	12
					0	13
					0	14
					0	15
Total credits	54,496	0	0	0	54,496	16
Debits during year						17
Book cost of plant retired	9,213				9,213	18
Cost of removal					0	19
Other debits (specify):						20
Est Reg Liab(253): Docket 05-US-10€	196,809				196,809	21
					0	22
					0	23
					0	24
Total debits	206,022	0	0	0	206,022	25
Balance end of year (110.1)	534,762	0	0	0	534,762	26
Composite Depreciation Rate?	Yes					27
If yes, what is the rate?	2.00%					28

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

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

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

Particulars (a)	Water (b)	(c)	(d)	(e)	Total (f)	
Balance first of year (110.1)	220,890				220,890	1
Credits During Year						2
Accruals:						3
Charged depreciation expense (403)	24,150				24,150	4
Depreciation expense on meters						5
charged to sewer (see Note 3)					0	6
Accruals charged other						7
accounts (specify):						8
					0	9
Salvage					0	10
Other credits (specify):						11
					0	12
					0	13
					0	14
					0	15
Total credits	24,150	0	0	0	24,150	16
Debits during year						17
Book cost of plant retired	0				0	18
Cost of removal					0	19
Other debits (specify):						20
					0	21
					0	22
					0	23
					0	24
Total debits	0	0	0	0	0	25
Balance end of year (110.1)	245,040	0	0	0	245,040	26
Composite Depreciation Rate?	Yes					27
If yes, what is the rate?	2.00%					28

NET NONUTILITY PROPERTY (ACCTS. 121 & 122)

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

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

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

Particulars (a)	Amount (b)	
Balance first of year	0	1
Additions:		
Provision for uncollectibles during year		2
Collection of accounts previously written off: Utility Customers		3
Collection of accounts previously written off: Others		4
Total Additions	<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	6,675	7,340
Sewer utility		0
Gas utility		0
Merchandise		0
Other materials & supplies		0
Total Materials and Supplies	6,675	7,340

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

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

Debt Issue to Which Related (a)	Written Off During Year		Balance End of Year (d)	
	Amount (b)	Account Charged or Credited (c)		
Unamortized debt discount & expense (181)				
1995 MORTGAGE REVENUE BONDS	160	428	3,193	1
Total			<u><u>3,193</u></u>	
Unamortized premium on debt (251)				
NONE				2
Total			<u><u>0</u></u>	

CAPITAL PAID IN BY MUNICIPALITY (ACCT. 200)

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

Particulars (a)	Amount (b)	
Balance first of year	253,819	1
Changes during year (explain):		
NONE		2
Balance end of year	<u><u>253,819</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)	
1995 Mortgage Revenue Bonds-RECDS	11/28/1995	09/01/2035	5.25%	1,515,700	1
Total Bonds (Account 221):				1,515,700	

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)
--	------------------------------	------------------------------------	------------------------------	---

NONE

TAXES ACCRUED (ACCT. 236)

Particulars (a)	Amount (b)	
Balance first of year	74,287	1
Accruals:		
Charged water department expense	83,964	2
Charged electric department expense		3
Charged sewer department expense	785	4
Other (explain):		
NONE		5
Total Accruals and other credits	84,749	
Taxes paid during year:		
County, state and local taxes	74,287	6
Social Security taxes	5,288	7
PSC Remainder Assessment	469	8
Other (explain):		
NONE		9
Total payments and other debits	80,044	
Balance end of year	78,992	

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)					
1995 MRB	26,842	80,208	80,525	26,525	1
Subtotal	26,842	80,208	80,525	26,525	
Advances from Municipality (223)					
NONE	0			0	2
Subtotal	0	0	0	0	
Other Long-Term Debt (224)					
NONE	0			0	3
Subtotal	0	0	0	0	
Notes Payable (231)					
NONE	0			0	4
Subtotal	0	0	0	0	
Total	26,842	80,208	80,525	26,525	

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):		
RURAL DEV. SPEC. REDEMPT. IN FUND	453,922	3
RURAL DEV. RESERVE FUND	140,255	4
DEPRECIATION FUND	50,081	5
SURPLUS FUND	472,739	6
Total (Acct. 125):	1,116,997	
Notes Receivable (141):		
NONE		7
Total (Acct. 141):	0	
Customer Accounts Receivable (142):		
Water	78,339	8
Electric		9
Sewer (Regulated)		10
Other (specify):		
NONE		11
Total (Acct. 142):	78,339	
Other Accounts Receivable (143):		
Sewer (Non-regulated)		12
Merchandising, jobbing and contract work		13
Other (specify):		
ACCRUED INTEREST RECEIVABLE	4,547	14
Total (Acct. 143):	4,547	
Receivables from Municipality (145):		
DUE FROM MUNICIPALITY-OPERATING COSTS AND TAX ROLL	171	15
DUE FROM SEWER-SEWER SHARE OF METER ALLOCATION	6,828	16
Total (Acct. 145):	6,999	
Prepayments (165):		
NONE		17
Total (Acct. 165):	0	

BALANCE SHEET END-OF-YEAR ACCOUNT BALANCES

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

Particulars (a)	Balance End of Year (b)	
Extraordinary Property Losses (182):		
NONE		18
Total (Acct. 182):	0	
Other Deferred Debits (183):		
WELL REPAIRS-AUTHORIZED 2/15/2005	12,329	19
Total (Acct. 183):	12,329	
Payables to Municipality (233):		
DUE TO MUNICIPALITY-MACHINERY RENT AND OPERATING EXPENSES	4,376	20
Total (Acct. 233):	4,376	
Other Deferred Credits (253):		
Regulatory Liability	186,968	21
NONE		22
Total (Acct. 253):	186,968	

RETURN ON RATE BASE COMPUTATION

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

Average Rate Base (a)	Water (b)	Electric (c)	Sewer (d)	Gas (e)	Total (f)	
Add Average:						
Utility Plant in Service (101.1)	2,727,226	0	0	0	2,727,226	1
Materials and Supplies	7,007	0	0	0	7,007	2
Other (specify):						
NONE					0	3
Less Average:						
Reserve for Depreciation (110.1)	610,525	0	0	0	610,525	4
Customer Advances for Construction					0	5
Regulatory Liability	93,484	0	0	0	93,484	6
NONE					0	7
Average Net Rate Base	2,030,224	0	0	0	2,030,224	
Net Operating Income	103,335	0	0	0	103,335	8
Net Operating Income as a percent of						
Average Net Rate Base	5.09%	N/A	N/A	N/A	5.09%	

IMPORTANT CHANGES DURING THE YEAR

Report changes of any of the following types:

NONE

**REGULATORY LIABILITY - PRE-2003 HISTORICAL
ACCUMULATED DEPRECIATION ON CONTRIBUTED UTILITY
PLANT (253)**

Particulars (a)	Water (b)	Electric (c)	Sewer (d)	Gas (e)	Total (f)	
Balance First of Year					0	1
Add credits during year:						
Establish Regulatory Liability 1/1/04	196,809	0	0	0	196,809	2
Other (specify):						
NONE					0	3
Deduct charges:						
Miscellaneous Amortization (425)	9,841				9,841	4
Other (specify):						
NONE					0	5
Balance End of Year	186,968	0	0	0	186,968	

FINANCIAL SECTION FOOTNOTES

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

General footnotes

On February 15, 2005 the Public Service Commission authorized the amortization of \$18,494 of Well #2 repairs over a three-year period.

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

2/15/2005

Please explain amounts in Accounts 143, 145 and/or 233 in excess of \$5,000, providing a short list or detail using other than terms such as "other revenues" "general" "miscellaneous" or repeating the account title.

Done.

Signature Page (Page ii)

General footnotes

COMPILATION REPORT OF CERTIFIED PUBLIC ACCOUNTANTS

March 25, 2005

City Council
City of Darlington
Darlington, Wisconsin 53530

We have compiled the accompanying prescribed Municipal Utility Annual Report of the City of Darlington Water Utility as of December 31, 2004, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants.

A compilation is limited to presenting in the form of financial statements, information that is the representation of management. We have not audited or reviewed the accompanying Municipal Utility annual Report and, accordingly, do not express an opinion or any other form of assurance on this report.

The aforementioned report was prepared for the purpose of complying with statutory requirements, rules, regulations and guidelines of the Wisconsin Public Service Commission and is not intended to be a complete presentation in conformity with accounting principles generally accepted in the United States of America.

This report is intended solely for the information and use of the management of the City of Darlington and the Wisconsin Public Service Commission, and should not be used for any other purpose.

JOHNSON BLOCK AND COMPANY, INC.

WATER OPERATING REVENUES & EXPENSES

Particulars (a)	This Year (b)	Last Year (c)	
Operating Revenues			
Sales of Water			
Sales of Water (460-467)	410,858	408,173	1
Total Sales of Water	410,858	408,173	
Other Operating Revenues			
Forfeited Discounts (470)	1,611	1,641	2
Miscellaneous Service Revenues (471)	498	1,134	3
Rents from Water Property (472)	0	0	4
Interdepartmental Rents (473)	0	0	5
Other Water Revenues (474)	2,771	3,194	6
Total Other Operating Revenues	4,880	5,969	
Total Operating Revenues	415,738	414,142	
Operation and Maintenance Expenses			
Source of Supply Expenses (600-605)	627	437	7
Pumping Expenses (620-625)	61,950	41,453	8
Water Treatment Expenses (630-635)	4,180	2,821	9
Transmission and Distribution Expenses (640-655)	41,182	44,842	10
Customer Accounts Expenses (901-904)	11,473	13,835	11
Sales Expenses (910)	0	0	12
Administrative and General Expenses (920-935)	56,552	56,457	13
Total Operation and Maintenance Expenses	175,964	159,845	
Other Operating Expenses			
Depreciation Expense (403)	52,475	51,589	14
Amortization Expense (404-407)		0	15
Taxes (408)	83,964	78,465	16
Total Other Operating Expenses	136,439	130,054	
Total Operating Expenses	312,403	289,899	
NET OPERATING INCOME	103,335	124,243	

WATER OPERATING REVENUES - SALES OF WATER

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

Particulars (a)	Average No. Customers (b)	Thousands of Gallons of Water Sold (c)	Amounts (d)	
Operating Revenues				
Sales of Water				
Unmetered Sales to General Customers (460)				
Residential	4	192	710	1
Commercial	1	48	171	2
Industrial				3
Total Unmetered Sales to General Customers (460)	5	240	881	
Metered Sales to General Customers (461)				
Residential	965	39,183	145,777	4
Commercial	131	11,863	35,847	5
Industrial	8	9,923	17,105	6
Total Metered Sales to General Customers (461)	1,104	60,969	198,729	
Private Fire Protection Service (462)	7		8,251	7
Public Fire Protection Service (463)	1		181,415	8
Other Sales to Public Authorities (464)	24	7,185	21,582	9
Sales to Irrigation Customers (465)				10
Sales for Resale (466)		0	0	11
Interdepartmental Sales (467)				12
Total Sales of Water	1,141	68,394	410,858	

SALES FOR RESALE (ACCT. 466)

Use a separate line for each delivery point.

Customer Name (a)	Point of Delivery (b)	Thousands of Gallons Sold (c)	Revenues (d)
------------------------------	----------------------------------	--	-------------------------

NONE

OTHER OPERATING REVENUES (WATER)

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

Particulars (a)	Amount (b)	
Public Fire Protection Service (463):		
Amount billed (usually per rate schedule F-1 or Fd-1)	181,415	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)	181,415	
Forfeited Discounts (470):		
Customer late payment charges	1,611	5
Other (specify):		
NONE		6
Total Forfeited Discounts (470)	1,611	
Miscellaneous Service Revenues (471):		
MISCELLANEOUS SERVICE REVENUES	498	7
Total Miscellaneous Service Revenues (471)	498	
Rents from Water Property (472):		
NONE		8
Total Rents from Water Property (472)	0	
Interdepartmental Rents (473):		
NONE		9
Total Interdepartmental Rents (473)	0	
Other Water Revenues (474):		
Return on net investment in meters charged to sewer department	2,253	10
Other (specify):		
MISCELLANEOUS	518	11
Total Other Water Revenues (474)	2,771	

WATER OPERATION & MAINTENANCE EXPENSES

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

Particulars (a)	This Year (b)	Last Year (c)	
SOURCE OF SUPPLY EXPENSES			
Operation Labor (600)		0	1
Purchased Water (601)		0	2
Operation Supplies and Expenses (602)	396	437	3
Maintenance of Water Source Plant (605)	231	0	4
Total Source of Supply Expenses	627	437	
PUMPING EXPENSES			
Operation Labor (620)	12,990	3,710	5
Fuel for Power Production (621)		0	6
Fuel or Power Purchased for Pumping (622)	37,481	31,074	7
Operation Supplies and Expenses (623)	1,235	76	8
Maintenance of Pumping Plant (625)	10,244	6,593	9
Total Pumping Expenses	61,950	41,453	
WATER TREATMENT EXPENSES			
Operation Labor (630)		326	10
Chemicals (631)	3,494	1,994	11
Operation Supplies and Expenses (632)	686	292	12
Maintenance of Water Treatment Plant (635)		209	13
Total Water Treatment Expenses	4,180	2,821	
TRANSMISSION AND DISTRIBUTION EXPENSES			
Operation Labor (640)	6,311	7,407	14
Operation Supplies and Expenses (641)	517	217	15
Maintenance of Distribution Reservoirs and Standpipes (650)	1,099	1,130	16
Maintenance of Mains (651)	17,262	15,952	17
Maintenance of Services (652)	5,700	10,620	18
Maintenance of Meters (653)	9,166	9,149	19
Maintenance of Hydrants (654)	1,116	367	20
Maintenance of Other Plant (655)	11	0	21
Total Transmission and Distribution Expenses	41,182	44,842	

WATER OPERATION & MAINTENANCE EXPENSES

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

Particulars (a)	This Year (b)	Last Year (c)	
CUSTOMER ACCOUNTS EXPENSES			
Meter Reading Labor (901)	1,732	1,132	22
Accounting and Collecting Labor (902)	8,532	8,725	23
Supplies and Expenses (903)	1,209	3,978	24
Uncollectible Accounts (904)		0	25
Total Customer Accounts Expenses	11,473	13,835	
SALES EXPENSES			
Sales Expenses (910)		0	26
Total Sales Expenses	0	0	
ADMINISTRATIVE AND GENERAL EXPENSES			
Administrative and General Salaries (920)	5,517	5,591	27
Office Supplies and Expenses (921)	972	1,972	28
Administrative Expenses Transferred--Credit (922)		0	29
Outside Services Employed (923)	4,887	6,635	30
Property Insurance (924)	6,665	5,974	31
Injuries and Damages (925)	250	0	32
Employee Pensions and Benefits (926)	34,800	32,593	33
Regulatory Commission Expenses (928)	66	0	34
Miscellaneous General Expenses (930)	1,028	1,212	35
Transportation Expenses (933)	2,367	2,480	36
Maintenance of General Plant (935)		0	37
Total Administrative and General Expenses	56,552	56,457	
Total Operation and Maintenance Expenses	175,964	159,845	

TAXES (ACCT. 408 - WATER)

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

Description of Tax (a)	Method Used to Allocate Between Departments (b)	This Year (c)	Last Year (d)	
Property Tax Equivalent		78,992	74,287	1
Less: Local and School Tax Equivalent on Meters Charged to Sewer Department		785	812	2
Net property tax equivalent		78,207	73,475	
Social Security		5,288	4,531	3
PSC Remainder Assessment		469	459	4
Other (specify): NONE			0	5
Total tax expense		83,964	78,465	

PROPERTY TAX EQUIVALENT (WATER)

1. No property tax equivalent shall be determined for sewer utilities or town sanitary district water utilities.
2. Tax rates are those issued in November (usually) of the year being reported and are available from the municipal treasurer. Report the tax rates in mills to six (6) decimal places.
3. The assessment ratio is available from the municipal treasurer. Report the ratio as a decimal to six (6) places.
4. The utility plant balance first of year should include the gross book values of plant in service (total of utility financed and contributed plant), property held for future use and construction work in progress.
5. An "other tax rate" is included in the "Net Local and School Tax Rate Calculation" to the extent that it is local. An example is a local library tax. Fully explain the rate in the Property Tax Equivalent schedule footnotes.
6. The Property Tax Equivalent to be reported for the year is determined pursuant to Wis. Stat § 66.0811(2). Report the higher of the current year calculation or the tax equivalent reported in the 1994 PSC annual report, unless, the municipality has authorized a lower amount, then that amount is reported as the property tax equivalent.
7. If the municipality has authorized a lower amount, the authorization description and date of the authorization must be reported in the Property Tax Equivalent schedule footnotes.

Particulars (a)	Units (b)	Total (c)	County A (d)	County B (e)	County C (f)	County D (g)	
County name			Lafayette				1
SUMMARY OF TAX RATES							
State tax rate	mills		0.218518				2
County tax rate	mills		8.136618				3
Local tax rate	mills		9.252545				4
School tax rate	mills		11.893976				5
Voc. school tax rate	mills		2.069039				6
Other tax rate - Local	mills		0.000000				7
Other tax rate - Non-Local	mills		0.000000				8
Total tax rate	mills		31.570696				9
Less: state credit	mills		1.399778				10
Net tax rate	mills		30.170918				11
PROPERTY TAX EQUIVALENT CALCULATION							
Local Tax Rate	mills		9.252545				12
Combined School Tax Rate	mills		13.963015				13
Other Tax Rate - Local	mills		0.000000				14
Total Local & School Tax	mills		23.215560				15
Total Tax Rate	mills		31.570696				16
Ratio of Local and School Tax to Total	dec.		0.735352				17
Total tax net of state credit	mills		30.170918				18
Net Local and School Tax Rate	mills		22.186231				19
Utility Plant, Jan. 1	\$	3,895,240	3,895,240				20
Materials & Supplies	\$	7,340	7,340				21
Subtotal	\$	3,902,580	3,902,580				22
Less: Plant Outside Limits	\$	12,522	12,522				23
Taxable Assets	\$	3,890,058	3,890,058				24
Assessment Ratio	dec.		0.915256				25
Assessed Value	\$	3,560,399	3,560,399				26
Net Local & School Rate	mills		22.186231				27
Tax Equiv. Computed for Current Year	\$	78,992	78,992				28
Tax Equivalent per 1994 PSC Report	\$	36,263					29
Any lower tax equivalent as authorized by municipality (see note 6)	\$						30
Tax equiv. for current year (see note 6)	\$	78,992					31

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

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

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	
INTANGIBLE PLANT			
Organization (301)	0		1
Franchises and Consents (302)	0		2
Miscellaneous Intangible Plant (303)	0		3
Total Intangible Plant	0	0	
SOURCE OF SUPPLY PLANT			
Land and Land Rights (310)	1,150		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)	46,446		8
Infiltration Galleries and Tunnels (315)	0		9
Supply Mains (316)	0		10
Other Water Source Plant (317)	0		11
Total Source of Supply Plant	47,596	0	
PUMPING PLANT			
Land and Land Rights (320)	5,524		12
Structures and Improvements (321)	21,021		13
Boiler Plant Equipment (322)	0		14
Other Power Production Equipment (323)	0		15
Steam Pumping Equipment (324)	0		16
Electric Pumping Equipment (325)	444,253	4,231	17
Diesel Pumping Equipment (326)	0		18
Hydraulic Pumping Equipment (327)	0		19
Other Pumping Equipment (328)	0		20
Total Pumping Plant	470,798	4,231	
WATER TREATMENT PLANT			
Land and Land Rights (330)	0		21
Structures and Improvements (331)	0		22
Water Treatment Equipment (332)	5,419		23
Total Water Treatment Plant	5,419	0	

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

Accounts (d)	Retirements During Year (e)	Adjustments Increase or (Decrease) (f)	Balance End of Year (g)	
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)			1,150	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)			46,446	8
Infiltration Galleries and Tunnels (315)			0	9
Supply Mains (316)			0	10
Other Water Source Plant (317)			0	11
Total Source of Supply Plant	0	0	47,596	
PUMPING PLANT				
Land and Land Rights (320)			5,524	12
Structures and Improvements (321)			21,021	13
Boiler Plant Equipment (322)			0	14
Other Power Production Equipment (323)			0	15
Steam Pumping Equipment (324)			0	16
Electric Pumping Equipment (325)	965		447,519	17
Diesel Pumping Equipment (326)			0	18
Hydraulic Pumping Equipment (327)			0	19
Other Pumping Equipment (328)			0	20
Total Pumping Plant	965	0	474,064	
WATER TREATMENT PLANT				
Land and Land Rights (330)			0	21
Structures and Improvements (331)			0	22
Water Treatment Equipment (332)			5,419	23
Total Water Treatment Plant	0	0	5,419	

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

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

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	
TRANSMISSION AND DISTRIBUTION PLANT			
Land and Land Rights (340)	17,609		24
Structures and Improvements (341)	0		25
Distribution Reservoirs and Standpipes (342)	566,254		26
Transmission and Distribution Mains (343)	1,207,484	36,361	27
Fire Mains (344)	0		28
Services (345)	150,454	4,520	29
Meters (346)	77,341	5,889	30
Hydrants (348)	100,530	33,749	31
Other Transmission and Distribution Plant (349)	626		32
Total Transmission and Distribution Plant	2,120,298	80,519	
GENERAL PLANT			
Land and Land Rights (389)	0		33
Structures and Improvements (390)	0		34
Office Furniture and Equipment (391)	5,735		35
Computer Equipment (391.1)	23,866	1,254	36
Transportation Equipment (392)	6,930		37
Stores Equipment (393)	0		38
Tools, Shop and Garage Equipment (394)	0		39
Laboratory Equipment (395)	0		40
Power Operated Equipment (396)	0		41
Communication Equipment (397)	0		42
SCADA Equipment (397.1)	0		43
Miscellaneous Equipment (398)	8,189		44
Other Tangible Property (399)	0		45
Total General Plant	44,720	1,254	
Total utility plant in service directly assignable	2,688,831	86,004	
Common Utility Plant Allocated to Water Department	0		46
Total utility plant in service	2,688,831	86,004	

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

Accounts (d)	Retirements During Year (e)	Adjustments Increase or (Decrease) (f)	Balance End of Year (g)
TRANSMISSION AND DISTRIBUTION PLANT			
Land and Land Rights (340)			17,609 24
Structures and Improvements (341)			0 25
Distribution Reservoirs and Standpipes (342)			566,254 26
Transmission and Distribution Mains (343)	3,544		1,240,301 27
Fire Mains (344)			0 28
Services (345)	320		154,654 29
Meters (346)	2,134		81,096 30
Hydrants (348)	2,250		132,029 31
Other Transmission and Distribution Plant (349)			626 32
Total Transmission and Distribution Plant	8,248	0	2,192,569
GENERAL PLANT			
Land and Land Rights (389)			0 33
Structures and Improvements (390)			0 34
Office Furniture and Equipment (391)			5,735 35
Computer Equipment (391.1)			25,120 36
Transportation Equipment (392)			6,930 37
Stores Equipment (393)			0 38
Tools, Shop and Garage Equipment (394)			0 39
Laboratory Equipment (395)			0 40
Power Operated Equipment (396)			0 41
Communication Equipment (397)			0 42
SCADA Equipment (397.1)			0 43
Miscellaneous Equipment (398)			8,189 44
Other Tangible Property (399)			0 45
Total General Plant	0	0	45,974
Total utility plant in service directly assignable	9,213	0	2,765,622
Common Utility Plant Allocated to Water Department			0 46
Total utility plant in service	9,213	0	2,765,622

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

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

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

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

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

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

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

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	
TRANSMISSION AND DISTRIBUTION PLANT			
Land and Land Rights (340)	0		24
Structures and Improvements (341)	0		25
Distribution Reservoirs and Standpipes (342)	289,973		26
Transmission and Distribution Mains (343)	755,920	208	27
Fire Mains (344)	0		28
Services (345)	97,971	2,000	29
Meters (346)	0		30
Hydrants (348)	62,545		31
Other Transmission and Distribution Plant (349)	0		32
Total Transmission and Distribution Plant	1,206,409	2,208	
GENERAL PLANT			
Land and Land Rights (389)	0		33
Structures and Improvements (390)	0		34
Office Furniture and Equipment (391)	0		35
Computer Equipment (391.1)	0		36
Transportation Equipment (392)	0		37
Stores Equipment (393)	0		38
Tools, Shop and Garage Equipment (394)	0		39
Laboratory Equipment (395)	0		40
Power Operated Equipment (396)	0		41
Communication Equipment (397)	0		42
SCADA Equipment (397.1)	0		43
Miscellaneous Equipment (398)	0		44
Other Tangible Property (399)	0		45
Total General Plant	0	0	
Total utility plant in service directly assignable	1,206,409	2,208	
Common Utility Plant Allocated to Water Department	0		46
Total utility plant in service	1,206,409	2,208	

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

Accounts (d)	Retirements During Year (e)	Adjustments Increase or (Decrease) (f)	Balance End of Year (g)
TRANSMISSION AND DISTRIBUTION PLANT			
Land and Land Rights (340)			0 24
Structures and Improvements (341)			0 25
Distribution Reservoirs and Standpipes (342)			289,973 26
Transmission and Distribution Mains (343)			756,128 27
Fire Mains (344)			0 28
Services (345)			99,971 29
Meters (346)			0 30
Hydrants (348)			62,545 31
Other Transmission and Distribution Plant (349)			0 32
Total Transmission and Distribution Plant	0	0	1,208,617
GENERAL PLANT			
Land and Land Rights (389)			0 33
Structures and Improvements (390)			0 34
Office Furniture and Equipment (391)			0 35
Computer Equipment (391.1)			0 36
Transportation Equipment (392)			0 37
Stores Equipment (393)			0 38
Tools, Shop and Garage Equipment (394)			0 39
Laboratory Equipment (395)			0 40
Power Operated Equipment (396)			0 41
Communication Equipment (397)			0 42
SCADA Equipment (397.1)			0 43
Miscellaneous Equipment (398)			0 44
Other Tangible Property (399)			0 45
Total General Plant	0	0	0
Total utility plant in service directly assignable	0	0	1,208,617
Common Utility Plant Allocated to Water Department			0 46
Total utility plant in service	0	0	1,208,617

SOURCE OF SUPPLY, PUMPING AND PURCHASED WATER STATISTICS

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

Sources of Water Supply					
Month	Purchased Water Gallons (000's)	Surface Water Gallons (000's)	Ground Water Gallons (000's)	Total Gallons All Methods (000's)	
(a)	(b)	(c)	(d)	(e)	
January			10,801	10,801	1
February			10,197	10,197	2
March			11,055	11,055	3
April			10,267	10,267	4
May			9,443	9,443	5
June			11,379	11,379	6
July			11,553	11,553	7
August			10,435	10,435	8
September			10,984	10,984	9
October			11,067	11,067	10
November			8,227	8,227	11
December			8,928	8,928	12
Total annual pumpage	0	0	124,336	124,336	
Less: Water sold				68,394	13
Volume pumped but not sold				55,942	14
Volume sold as a percent of volume pumped				55%	15
Volume used for water production, water quality and system maintenance				1,320	16
Volume related to equipment/system malfunction				48,700	17
Non-utility volume NOT included in water sales					18
Total volume not sold but accounted for				50,020	19
Volume pumped but unaccounted for				5,922	20
Percent of water lost				5%	21
If more than 25%, indicate causes and state what action has been taken to reduce water loss:					22
Maximum gallons pumped by all methods in any one day during reporting year (000 gal.)				481	23
Date of maximum: 7/9/2004					24
Cause of maximum:					25
Swimming pool maintenance					
Minimum gallons pumped by all methods in any one day during reporting year (000 gal.)				157	26
Date of minimum: 12/12/2004					27
Total KWH used for pumping for the year				438,614	28
If water is purchased: Vendor Name:					29
Point of Delivery:					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)	
WELL #2 NORTH (CLAY STREET)	#2	807	14	600,000	Yes	1
WELL #3 SOUTH (CENTER HILL RD #3)	#3	875	14	600,000	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	#2	#3	1
Location	CLAY STREET	CENTER HILL ROAD	2
Purpose	P	P	3
Destination	D	D	4
Pump Manufacturer	AMERICAN	SIMMONS	5
Year Installed	1995	1995	6
Type	VERTICAL TURBINE	VERTICAL TURBINE	7
Actual Capacity (gpm)	300	555	8
Pump Motor or Standby Engine Mfr	US ELECTRIC	US ELECTRIC	10
Year Installed	1995	1995	11
Type	ELECTRIC	ELECTRIC	12
Horsepower	100	100	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	#2	#3		1
RESERVOIRS, STANDPIPES OR ELEVATED TANKS				2
Type: R (reservoir), S (standpipe) or ET (elevated tank)	ET	ET		3
Year constructed	1994	1994		4
Primary material (earthen, steel, concrete, other)	STEEL	STEEL		5
Elevation difference in feet (See Headnote 3.)	110	110		6
Total capacity in gallons (actual)	300,000	300,000		7
WATER TREATMENT PLANT				8
Disinfection, type of equipment (gas, liquid, powder, other)	LIQUID	LIQUID		9
Points of application (wellhouse, central facilities, booster station, other)	WELLHOUSE	WELLHOUSE		10
Filters, type (gravity, pressure, other, none)	NONE	NONE		11
Rated capacity of filter plant (m.g.d.) (note: 1,200,000 gal/day = 1.2 m.g.d.)	0.7920	0.7920		12
Is a corrosion control chemical used (yes, no)?	N	N		13
Is water fluoridated (yes, no)?	Y	Y		14

WATER MAINS

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

Number of Feet								
Pipe Material (a)	Main Function (b)	Diameter in Inches (c)	First of Year (d)	Added During Year (e)	Retired During Year (f)	Adjustments Increase or (Decrease) (g)	End of Year (h)	
M	D	0.750	1,418	0	0	0	1,418	1
M	D	1.000	1,537	0	0	0	1,537	2
M	D	1.250	500	0	0	0	500	3
M	D	2.000	3,075	0	0	0	3,075	4
P	D	2.000	205	260	0	0	465	5
M	D	3.000	405	0	0	0	405	6
M	D	4.000	18,348	0	0	0	18,348	7
M	D	6.000	24,902	25	443	0	24,484	8
P	D	6.000	514	0	0	0	514	9
M	D	8.000	30,477	418	0	0	30,895	10
M	D	10.000	2,288	0	0	0	2,288	11
M	D	12.000	427	0	0	0	427	12
P	D	12.000	9,987	0	0	0	9,987	13
Total Within Municipality			94,083	703	443	0	94,343	
M	D	6.000	200	0	0	0	200	14
M	D	8.000	7,600	0	0	0	7,600	15
P	D	12.000	4,614	0	0	0	4,614	16
Total Outside of Municipality			12,414	0	0	0	12,414	
Total Utility			106,497	703	443	0	106,757	

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	843	0	0	0	843		1
L	0.750	48	0	0	0	48		2
M	1.000	213	11	4	0	220	5	3
M	1.250	9	0	0	0	9	2	4
M	1.500	8	0	0	0	8	1	5
M	2.000	12	0	0	0	12		6
M	3.000	2	0	0	0	2		7
M	4.000	11	0	0	0	11		8
M	6.000	3	0	0	0	3		9
M	8.000	5	0	0	0	5		10
Total Utility		1,154	11	4	0	1,161	8	

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)	
0.500	1,069	36	30	0	1,075	102	1
0.750	45	0	0	0	45	5	2
1.000	21	0	0	0	21	1	3
1.250	2	0	0	0	2	0	4
1.500	11	0	0	0	11	3	5
2.000	13	3	1	0	15	6	6
3.000	7	2	0	0	9	5	7
4.000	2	0	0	0	2	2	8
Total:	1,170	41	31	0	1,180	124	

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)	
0.500	947	86	0	6	0	36	1,075	1
0.750	18	22	0	2	0	3	45	2
1.000	0	11	3	4	0	3	21	3
1.250	0	1	0	1	0	0	2	4
1.500	0	6	1	2	0	2	11	5
2.000	0	3	3	4	0	5	15	6
3.000	0	2	0	4	0	3	9	7
4.000	0	0	1	1	0	0	2	8
Total:	965	131	8	24	0	52	1,180	

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	17				17	1
Within Municipality	144	8	9		143	2
Total Fire Hydrants	161	8	9	0	160	
Flushing Hydrants						
	0				0	3
Total Flushing Hydrants	0	0	0	0	0	

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

Number of hydrants operated during year:	199
Number of distribution system valves end of year:	544
Number of distribution valves operated during year:	302

WATER OPERATING SECTION FOOTNOTES

Water Operation & Maintenance Expenses (Page W-05)

For values that represent an increase or a decrease when compared to the previous year of greater than 25%, but not less \$5,000, please explain.

Acct. 620- Operation Labor increased \$9,280 or 250%. The increase is due to hiring a new director of public works. Wages are being allocated differently.

Acct. 622- Fuel or Power Purchased for Pumping increased \$6,407 or 21%. The increase is due to an increase in gallons pumped in 2004 to 124,336,000 gallons from 107,582,000 gallons in 2003.

Water Mains (Page W-17)

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

There were 443 feet of 6" mains replaced in 2004 with 25 feet of 6" mains and 418 feet of 8" mains. There were also 260 feet of 2" mains added in 2004. The utility paid for the 443 feet of mains replaced and the property owner paid for the 260 feet of mains added.

Water Services (Page W-18)

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

There were (7) 1" services added in 2004. The utility paid for two of the services and the developer paid for five of the services. The five services added by the developer were recorded based on the actual cost of installing the services. There were also (4) 1" services replaced as part of the Main Street project. The utility paid for the replacements.

Meters (Page W-19)

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

New Public Works Director took over in 2004, and it is his plan to test meters 1" or smaller at least once every 10 years.

Ss. PSC 185.83(2) states "Station meters shall be maintained to ensure reasonable accuracy and shall have the accuracy checked at least once every 2 years." Are all station meters being tested every two years? Answer yes or no. If no, please explain.

Yes.
