



3014 (02-02-05)

ANNUAL REPORT

OF

Name: DEERFIELD WATER UTILITY

Principal Office: 4 NORTH MAIN STREET
P.O. BOX 66
DEERFIELD, WI 53531

For 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.

TABLE OF CONTENTS

Schedule Name	Page
General Rules for Reporting	i
Signature Page	ii
Table of Contents	iii
Identification and Ownership	iv
FINANCIAL SECTION	
Income Statement	F-01
Income Statement Account Details	F-02
Income from Merchandising, Jobbing & Contract Work (Accts. 415-416)	F-03
Revenues Subject to Wisconsin Remainder Assessment	F-04
Distribution of Total Payroll	F-05
Full-Time Employees (FTE)	F-05
Balance Sheet	F-06
Net Utility Plant	F-07
Accumulated Provision for Depreciation and Amortization of Utility Plant (Acct. 110.1)	F-08
Accumulated Provision for Depreciation and Amortization of Utility Plant (Acct. 110.2)	F-09
Net Nonutility Property (Accts. 121 & 122)	F-10
Accumulated Provision for Uncollectible Accounts-Cr. (Acct. 144)	F-11
Materials and Supplies	F-12
Unamortized Debt Discount & Expense & Premium on Debt (Accts. 181 and 251)	F-13
Capital Paid in by Municipality (Acct. 200)	F-14
Bonds (Acct. 221)	F-15
Notes Payable & Miscellaneous Long-Term Debt	F-16
Taxes Accrued (Acct. 236)	F-17
Interest Accrued (Acct. 237)	F-18
Balance Sheet End-of-Year Account Balances	F-19
Return on Rate Base Computation	F-20
Important Changes During the Year	F-21
Regulatory Liability - Pre-2003 Historical Accumulated Depreciation on Contributed Utility	F-22
Financial Section Footnotes	F-23
WATER OPERATING SECTION	
Water Operating Revenues & Expenses	W-01
Water Operating Revenues - Sales of Water	W-02
Sales for Resale (Acct. 466)	W-03
Other Operating Revenues (Water)	W-04
Water Operation & Maintenance Expenses	W-05
Taxes (Acct. 408 - Water)	W-06
Property Tax Equivalent (Water)	W-07
Water Utility Plant in Service --Plant Financed by Utility or Municipality--	W-08
Water Utility Plant in Service --Plant Financed by Contributions--	W-10
Source of Supply, Pumping and Purchased Water Statistics	W-12
Sources of Water Supply - Ground Waters	W-13
Sources of Water Supply - Surface Waters	W-14
Pumping & Power Equipment	W-15
Reservoirs, Standpipes & Water Treatment	W-16
Water Mains	W-17
Water Services	W-18
Meters	W-19
Hydrants and Distribution System Valves	W-20
Water Operating Section Footnotes	W-21

IDENTIFICATION AND OWNERSHIP

Exact Utility Name: DEERFIELD WATER UTILITY

Utility Address: 4 NORTH MAIN STREET

P.O. BOX 66

DEERFIELD, WI 53531

When was utility organized? 1/1/1939

Report any change in name:

Effective Date:

Utility Web Site:

Utility employee in charge of correspondence concerning this report:

Name: CYNTHIA L GOTTHART

Title: VILLAGE ADMINISTRATOR

Office Address:

4 NORTH MAIN STREET

P.O. BOX 66

DEERFIELD, WI 53531

Telephone: (608) 764 - 5404

Fax Number: (608) 764 - 5807

E-mail Address: cgotthar@deerfieldwi.com

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

Name: JODI DOBSON

Title: MANAGER

Office Address: VIRCHOW, KRAUSE & CO., LLP

TEN TERRACE COURT

P.O. BOX 7398

MADISON, WI 53707

Telephone: (608) 249 - 6622 EXT 2469

Fax Number: (608) 249 - 8532

E-mail Address: jdobson@virchowkrause.com

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

Name: ARNOLD EVENSEN

Title: VILLAGE BOARD PRESIDENT

Office Address:

4 NORTH MAIN STREET

P.O. BOX 66

DEERFIELD, WI 53531

Telephone: (608) 764 - 5404

Fax Number: (608) 764 - 5807

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:

Title:

Office Address: VIRCHOW, KRAUSE & CO., LLP
TEN TERRACE COURT
P.O. BOX 7398
MADISON, WI 53707

Telephone: (608) 249 - 6622

Fax Number: (608) 249 - 8532

E-mail Address:

Date of most recent audit report: 3/24/2005

Period covered by most recent audit: 1/1/04-12/31/04

Names and titles of utility management including manager or superintendent:

Name: JOHN DOYLE

Title: PUBLIC WORKS DIRECTOR

Office Address:

4 NORTH MAIN STREET
P.O. BOX 66
DEERFIELD, WI 53531

Telephone: (608) 764 - 5497

Fax Number: (608) 764 - 5807

E-mail Address:

Name of utility commission/committee: PUBLIC WORKS COMMITTEE

Names of members of utility commission/committee:

- MR ARNOLD EVENSEN, PRESIDENT
 - MR THOMAS GOTTHART
 - MR PAUL HAAG
 - MR HOWARD MACK
 - MR BARRY MULHALL
 - MR JEFF QUAMME
-

Is sewer service rendered by the utility? YES

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:

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)	428,132	410,183	1
Operating Expenses:			
Operation and Maintenance Expense (401-402)	119,215	111,885	2
Depreciation Expense (403)	70,874	68,797	3
Amortization Expense (404-407)	0	0	4
Taxes (408)	56,477	49,633	5
Total Operating Expenses	246,566	230,315	
Net Operating Income	181,566	179,868	
Income from Utility Plant Leased to Others (412-413)	0	0	6
Utility Operating Income	181,566	179,868	
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)	5,601	4,255	10
Miscellaneous Nonoperating Income (421)	134,415	404,896	11
Total Other Income	140,016	409,151	
Total Income	321,582	589,019	
MISCELLANEOUS INCOME DEDUCTIONS			
Miscellaneous Amortization (425)	(2,540)	0	12
Other Income Deductions (426)	14,948	10,344	13
Total Miscellaneous Income Deductions	12,408	10,344	
Income Before Interest Charges	309,174	578,675	
INTEREST CHARGES			
Interest on Long-Term Debt (427)	20,133	22,517	14
Amortization of Debt Discount and Expense (428)	3,766	4,014	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	23,899	26,531	
Net Income	285,275	552,144	
EARNED SURPLUS			
Unappropriated Earned Surplus (Beginning of Year) (216)	2,977,350	2,099,247	20
Balance Transferred from Income (433)	285,275	552,144	21
Miscellaneous Credits to Surplus (434)	0	376,653	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)	55,156	50,694	25
Total Unappropriated Earned Surplus End of Year (216)	3,207,469	2,977,350	

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	428,132		428,132	1
Total (Acct. 400):	428,132	0	428,132	
Operation and Maintenance Expense (401-402):				
Derived	119,215		119,215	2
Total (Acct. 401-402):	119,215	0	119,215	
Depreciation Expense (403):				
Derived	70,874		70,874	3
Total (Acct. 403):	70,874	0	70,874	
Amortization Expense (404-407):				
Derived	0		0	4
Total (Acct. 404-407):	0	0	0	
Taxes (408):				
Derived	56,477		56,477	5
Total (Acct. 408):	56,477	0	56,477	
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:	181,566	0	181,566	
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):			
INVESTMENT INCOME	5,601	0	5,601 11
Total (Acct. 419):	5,601	0	5,601
Miscellaneous Nonoperating Income (421):			
Contributed Plant - Water	[REDACTED]	126,759	126,759 12
INCREASE IN NET PRESENT VALUE OF LONG-TERM RE	7,656	0	7,656 13
Total (Acct. 421):	7,656	126,759	134,415
TOTAL OTHER INCOME:	13,257	126,759	140,016
MISCELLANEOUS INCOME DEDUCTIONS			
Miscellaneous Amortization (425):			
Regulatory Liability (253) Amortization	(2,540)	[REDACTED]	(2,540) 14
NONE	0	0	0 15
Total (Acct. 425):	(2,540)	0	(2,540)
Other Income Deductions (426):			
Depreciation Expense on Contributed Plant - Water	[REDACTED]	14,948	14,948 16
NONE	0	0	0 17
Total (Acct. 426):	0	14,948	14,948
TOTAL MISCELLANEOUS INCOME DEDUCTIONS:	(2,540)	14,948	12,408
INTEREST CHARGES			
Interest on Long-Term Debt (427):			
Derived	20,133	[REDACTED]	20,133 18
Total (Acct. 427):	20,133	0	20,133
Amortization of Debt Discount and Expense (428):			
AMORTIZATION OF DEBT DISCOUNT AND LOSS ON ADV	3,766	[REDACTED]	3,766 19
Total (Acct. 428):	3,766	0	3,766
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:	23,899	0	23,899
NET INCOME:	173,464	111,811	285,275
EARNED SURPLUS			
Unappropriated Earned Surplus (Beginning of Year) (216):			
Derived	2,218,864	758,486	2,977,350 24
Total (Acct. 216):	2,218,864	758,486	2,977,350
Balance Transferred from Income (433):			
Derived	173,464	111,811	285,275 25
Total (Acct. 433):	173,464	111,811	285,275
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):			
PUBLIC FIRE PROTECTION FORGIVEN	55,156	0	55,156 29
Total (Acct. 439)--Debit:	55,156	0	55,156
UNAPPROPRIATED EARNED SURPLUS (END OF YEAR):	2,337,172	870,297	3,207,469

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	428,132	0	0	0	428,132	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	428,132	0	0	0	428,132	

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	50,772		50,772	1
Electric operating expenses			0	2
Gas operating expenses			0	3
Heating operating expenses			0	4
Sewer operating expenses			0	5
Merchandising and jobbing			0	6
Other nonutility expenses			0	7
Water utility plant accounts	3,573		3,573	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	54,345	0	54,345	

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
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)	3,871,166	3,630,573	1
Less: Accumulated Provision for Depreciation and Amortization of Utility Plant (110)	517,080	488,197	2
Net Utility Plant	3,354,086	3,142,376	
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)	139,651	131,995	6
Special Funds (125)	92,484	165,487	7
Total Other Property and Investments	232,135	297,482	
CURRENT AND ACCRUED ASSETS			
Cash and Working Funds (131)	397,184	288,440	8
Temporary Cash Investments (132)			9
Notes Receivable (141)	0	0	10
Customer Accounts Receivable (142)	53,970	49,086	11
Other Accounts Receivable (143)	121	453	12
Accumulated Provision for Uncollectible Accounts- -Cr. (144)	0	0	13
Receivables from Municipality (145)	3,067	2,535	14
Materials and Supplies (150)	10,273	10,284	15
Prepayments (165)	0	0	16
Other Current and Accrued Assets (170)			17
Total Current and Accrued Assets	464,615	350,798	
DEFERRED DEBITS			
Unamortized Debt Discount and Expense (181)	15,380	19,116	18
Extraordinary Property Losses (182)	0	0	19
Other Deferred Debits (183)	0	0	20
Total Deferred Debits	15,380	19,116	
Total Assets and Other Debits	4,066,216	3,809,772	

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)	298,511	298,511	21
Appropriated Earned Surplus (215)			22
Unappropriated Earned Surplus (216)	3,207,469	2,977,350	23
Total Proprietary Capital	3,505,980	3,275,861	
LONG-TERM DEBT			
Bonds (221)	413,998	460,819	24
Advances from Municipality (223)	0	0	25
Other Long-Term Debt (224)	0	4,134	26
Total Long-Term Debt	413,998	464,953	
CURRENT AND ACCRUED LIABILITIES			
Notes Payable (231)	0	0	27
Accounts Payable (232)	32,266	10,441	28
Payables to Municipality (233)	0	0	29
Customer Deposits (235)			30
Taxes Accrued (236)	53,516	47,302	31
Interest Accrued (237)	4,573	5,025	32
Other Current and Accrued Liabilities (238)	7,633	6,190	33
Total Current and Accrued Liabilities	97,988	68,958	
DEFERRED CREDITS			
Unamortized Premium on Debt (251)	0	0	34
Customer Advances for Construction (252)			35
Other Deferred Credits (253)	48,250	0	36
Total Deferred Credits	48,250	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	4,066,216	3,809,772	

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	3,630,573	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)	2,929,573	0	0	0	2
Utility Plant in Service - Contributed Plant (101.2)	941,593	0	0	0	3
Utility Plant Purchased or Sold (102)					4
Utility Plant in Process of Reclassification (103)					5
Utility Plant Leased to Others (104)					6
Property Held for Future Use (105)					7
Completed Construction not Classified (106)					8
Construction Work in Progress (107)					9
Utility Plant Acquisition Adjustments (108)					10
Other Utility Plant Adjustments (109)					11
Total Utility Plant	3,871,166	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)	445,784	0	0	0	12
Accumulated Provision for Depreciation of Utility Plant in Service - Contributed Plant (110.2)	71,296	0	0	0	13
Total Accumulated Provision	517,080	0	0	0	
Net Utility Plant	3,354,086	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)	430,389				430,389	1
Credits During Year						2
Accruals:						3
Charged depreciation expense (403)	70,874				70,874	4
Depreciation expense on meters						5
charged to sewer (see Note 3)	4,706				4,706	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	75,580	0	0	0	75,580	16
Debits during year						17
Book cost of plant retired	9,395				9,395	18
Cost of removal					0	19
Other debits (specify):						20
Est Reg Liab(253): Docket 05-US-10€	50,790				50,790	21
					0	22
					0	23
					0	24
Total debits	60,185	0	0	0	60,185	25
Balance end of year (110.1)	445,784	0	0	0	445,784	26
Composite Depreciation Rate?	No					27
If yes, what is the rate?						28

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

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

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

Particulars (a)	Water (b)	(c)	(d)	(e)	Total (f)	
Balance first of year (110.1)	57,808				57,808	1
Credits During Year						2
Accruals:						3
Charged depreciation expense (403)	14,948				14,948	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	14,948	0	0	0	14,948	16
Debits during year						17
Book cost of plant retired	1,460				1,460	18
Cost of removal					0	19
Other debits (specify):						20
					0	21
					0	22
					0	23
					0	24
Total debits	1,460	0	0	0	1,460	25
Balance end of year (110.1)	71,296	0	0	0	71,296	26
Composite Depreciation Rate?	No					27
If yes, what is the rate?						28

NET NONUTILITY PROPERTY (ACCTS. 121 & 122)

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

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

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

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

MATERIALS AND SUPPLIES

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

Account	Total End of Year	Amount Prior Year	
Electric utility total	0	0	1
Water utility	10,273	10,284	2
Sewer utility		0	3
Gas utility		0	4
Merchandise		0	5
Other materials & supplies		0	6
Total Materials and Supplies	10,273	10,284	

**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)				
2001 W & S REVENUE REFUNDING BONDS	3,766	428	15,380	1
Total			<u><u>15,380</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	298,511	1
Changes during year (explain):		
NONE		2
Balance end of year	<u><u>298,511</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)	
1998 G.O. BONDS	04/01/1998	03/01/2018	4.75%	47,698	1
2001 W & S REVENUE REFUNDING BONDS	06/15/2001	04/01/2012	4.40%	366,300	2
Total Bonds (Account 221):				413,998	

NOTES PAYABLE & MISCELLANEOUS LONG-TERM DEBT

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

Account and Description of Obligation (a and b)	Date of Issue (c)	Final Maturity Date (d)	Interest Rate (e)	Principal Amount End of Year (f)	
Other Long-Term Debt (224)					
CAPITAL LEASE PAYABLE	03/01/2002	03/01/2004	6.00%	0	1
Total for Account 224				0	

TAXES ACCRUED (ACCT. 236)

Particulars (a)	Amount (b)	
Balance first of year	47,302	1
Accruals:		
Charged water department expense	56,477	2
Charged electric department expense		3
Charged sewer department expense	1,136	4
Other (explain):		
NONE		5
Total Accruals and other credits	57,613	
Taxes paid during year:		
County, state and local taxes	46,500	6
Social Security taxes	4,414	7
PSC Remainder Assessment	485	8
Other (explain):		
NONE		9
Total payments and other debits	51,399	
Balance end of year	53,516	

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)					
1993 W & S REV BOND	0			0	1
1998 G.O. BONDS	492	2,863	2,952	403	2
2001 W & S REV REFUNDING BONDS	4,533	17,043	17,406	4,170	3
Subtotal	5,025	19,906	20,358	4,573	
Advances from Municipality (223)					
NONE	0			0	4
Subtotal	0	0	0	0	
Other Long-Term Debt (224)					
CAPITAL LEASE PAYABLE	0	227	227	0	5
Subtotal	0	227	227	0	
Notes Payable (231)					
NONE	0			0	6
Subtotal	0	0	0	0	
Total	5,025	20,133	20,585	4,573	

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):		
RECEIVABLE FROM STA-RITE	139,651	2
Total (Acct. 124):	139,651	
Special Funds (125):		
REDEMPTION ACCOUNT	32,632	3
RESERVE ACCOUNT	59,852	4
Total (Acct. 125):	92,484	
Notes Receivable (141):		
NONE		5
Total (Acct. 141):	0	
Customer Accounts Receivable (142):		
Water	53,970	6
Electric		7
Sewer (Regulated)		8
Other (specify):		
NONE		9
Total (Acct. 142):	53,970	
Other Accounts Receivable (143):		
Sewer (Non-regulated)		10
Merchandising, jobbing and contract work	121	11
Other (specify):		
NONE		12
Total (Acct. 143):	121	
Receivables from Municipality (145):		
DELINQUENTS ON THE TAX ROLL	3,067	13
Total (Acct. 145):	3,067	
Prepayments (165):		
NONE		14
Total (Acct. 165):	0	
Extraordinary Property Losses (182):		
NONE		15
Total (Acct. 182):	0	

BALANCE SHEET END-OF-YEAR ACCOUNT BALANCES

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

Particulars (a)	Balance End of Year (b)
Other Deferred Debits (183):	
NONE	16
Total (Acct. 183):	0
Payables to Municipality (233):	
NONE	17
Total (Acct. 233):	0
Other Deferred Credits (253):	
Regulatory Liability	48,250 18
NONE	19
Total (Acct. 253):	48,250

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)	2,871,926	0	0	0	2,871,926	1
Materials and Supplies	10,278	0	0	0	10,278	2
Other (specify):						
NONE					0	3
Less Average:						
Reserve for Depreciation (110.1)	438,086	0	0	0	438,086	4
Customer Advances for Construction					0	5
Regulatory Liability	24,125	0	0	0	24,125	6
NONE					0	7
Average Net Rate Base	2,419,993	0	0	0	2,419,993	
Net Operating Income	181,566	0	0	0	181,566	8
Net Operating Income as a percent of						
Average Net Rate Base	7.50%	N/A	N/A	N/A	7.50%	

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	50,790	0	0	0	50,790	2
Other (specify): NONE					0	3
Deduct charges:						
Miscellaneous Amortization (425)	2,540				2,540	4
Other (specify): NONE					0	5
Balance End of Year	48,250	0	0	0	48,250	

FINANCIAL SECTION FOOTNOTES

Interest Accrued (Acct. 237) (Page F-18)

If Interest Accrued During Year (for other than Bonds (221)) is non-zero AND the Notes Payable and Miscellaneous Long-Term Debt schedule shows a Principal Amount EOY of zero or less, please explain.

The capital lease principal and interest was paid off in 2004.

Signature Page (Page ii)

General footnotes

ACCOUNTANTS' COMPILATION REPORT

Deerfield Water Utility
Deerfield, Wisconsin

We have compiled, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants, the balance sheets of the Deerfield Water Utility, an enterprise fund of the Village of Deerfield as of December 31, 2004 and 2003, and the related statements of income and retained earnings for the years then ended and the supplemental schedules as of and for the year ended December 31, 2004 in the accompanying prescribed form.

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

The financial statements and related supplemental schedules are presented in accordance with the requirements of the Public Service Commission of Wisconsin, which differ from accounting principles generally accepted in the United States of America. Accordingly, these financial statements and schedules are not designed for those who are not informed about such differences.

VIRCHOW, KRAUSE & COMPANY, LLP

Madison, Wisconsin
March 24, 2005

WATER OPERATING REVENUES & EXPENSES

Particulars (a)	This Year (b)	Last Year (c)	
Operating Revenues			
Sales of Water			
Sales of Water (460-467)	414,694	400,872	1
Total Sales of Water	414,694	400,872	
Other Operating Revenues			
Forfeited Discounts (470)	6,766	5,152	2
Miscellaneous Service Revenues (471)	2,126	935	3
Rents from Water Property (472)	0	0	4
Interdepartmental Rents (473)	0	0	5
Other Water Revenues (474)	4,546	3,224	6
Total Other Operating Revenues	13,438	9,311	
Total Operating Revenues	428,132	410,183	
Operation and Maintenance Expenses			
Source of Supply Expenses (600-605)	0	0	7
Pumping Expenses (620-625)	20,602	20,260	8
Water Treatment Expenses (630-635)	1,892	2,990	9
Transmission and Distribution Expenses (640-655)	29,258	29,683	10
Customer Accounts Expenses (901-904)	24,809	23,619	11
Sales Expenses (910)	0	0	12
Administrative and General Expenses (920-935)	42,654	35,333	13
Total Operation and Maintenance Expenses	119,215	111,885	
Other Operating Expenses			
Depreciation Expense (403)	70,874	68,797	14
Amortization Expense (404-407)		0	15
Taxes (408)	56,477	49,633	16
Total Other Operating Expenses	127,351	118,430	
Total Operating Expenses	246,566	230,315	
NET OPERATING INCOME	181,566	179,868	

WATER OPERATING REVENUES - SALES OF WATER

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

Particulars (a)	Average No. Customers (b)	Thousands of Gallons of Water Sold (c)	Amounts (d)	
Operating Revenues				
Sales of Water				
Unmetered Sales to General Customers (460)				
Residential				1
Commercial	8	246	1,090	2
Industrial				3
Total Unmetered Sales to General Customers (460)	8	246	1,090	
Metered Sales to General Customers (461)				
Residential	729	35,660	183,352	4
Commercial	65	5,233	23,331	5
Industrial	12	7,475	18,851	6
Total Metered Sales to General Customers (461)	806	48,368	225,534	
Private Fire Protection Service (462)	7		9,456	7
Public Fire Protection Service (463)	1		162,656	8
Other Sales to Public Authorities (464)	16	5,041	15,958	9
Sales to Irrigation Customers (465)				10
Sales for Resale (466)		0	0	11
Interdepartmental Sales (467)				12
 Total Sales of Water	 838	 53,655	 414,694	

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)	162,656	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)	162,656	
Forfeited Discounts (470):		
Customer late payment charges	6,766	5
Other (specify): NONE		6
Total Forfeited Discounts (470)	6,766	
Miscellaneous Service Revenues (471):		
RECONNECTION CHARGES	2,126	7
Total Miscellaneous Service Revenues (471)	2,126	
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	3,750	10
Other (specify): MISCELLANEOUS	796	11
Total Other Water Revenues (474)	4,546	

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)		0	3
Maintenance of Water Source Plant (605)		0	4
Total Source of Supply Expenses	0	0	
PUMPING EXPENSES			
Operation Labor (620)	11,335	8,322	5
Fuel for Power Production (621)		0	6
Fuel or Power Purchased for Pumping (622)	8,801	9,289	7
Operation Supplies and Expenses (623)		0	8
Maintenance of Pumping Plant (625)	466	2,649	9
Total Pumping Expenses	20,602	20,260	
WATER TREATMENT EXPENSES			
Operation Labor (630)		0	10
Chemicals (631)	1,627	1,978	11
Operation Supplies and Expenses (632)		0	12
Maintenance of Water Treatment Plant (635)	265	1,012	13
Total Water Treatment Expenses	1,892	2,990	
TRANSMISSION AND DISTRIBUTION EXPENSES			
Operation Labor (640)	5,786	4,887	14
Operation Supplies and Expenses (641)	9,766	8,359	15
Maintenance of Distribution Reservoirs and Standpipes (650)	3,104	2,446	16
Maintenance of Mains (651)	1,847	6,131	17
Maintenance of Services (652)	4,995	3,794	18
Maintenance of Meters (653)	1,218	1,538	19
Maintenance of Hydrants (654)	2,461	2,528	20
Maintenance of Other Plant (655)	81	0	21
Total Transmission and Distribution Expenses	29,258	29,683	

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)	3,298	3,834	22
Accounting and Collecting Labor (902)	20,383	18,474	23
Supplies and Expenses (903)	1,128	1,311	24
Uncollectible Accounts (904)		0	25
Total Customer Accounts Expenses	24,809	23,619	
SALES EXPENSES			
Sales Expenses (910)		0	26
Total Sales Expenses	0	0	
ADMINISTRATIVE AND GENERAL EXPENSES			
Administrative and General Salaries (920)	4,744	5,014	27
Office Supplies and Expenses (921)		0	28
Administrative Expenses Transferred--Credit (922)		0	29
Outside Services Employed (923)	5,852	6,797	30
Property Insurance (924)		0	31
Injuries and Damages (925)	4,400	3,829	32
Employee Pensions and Benefits (926)	21,171	15,332	33
Regulatory Commission Expenses (928)		0	34
Miscellaneous General Expenses (930)	1,472	2,498	35
Transportation Expenses (933)	5,015	1,863	36
Maintenance of General Plant (935)		0	37
Total Administrative and General Expenses	42,654	35,333	
Total Operation and Maintenance Expenses	119,215	111,885	

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		52,714	46,295	1
Less: Local and School Tax Equivalent on Meters Charged to Sewer Department		1,136	985	2
Net property tax equivalent		51,578	45,310	
Social Security		4,414	3,884	3
PSC Remainder Assessment		485	439	4
Other (specify): NONE			0	5
Total tax expense		56,477	49,633	

PROPERTY TAX EQUIVALENT (WATER)

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

Particulars (a)	Units (b)	Total (c)	County A (d)	County B (e)	County C (f)	County D (g)	
County name			Dane				1
SUMMARY OF TAX RATES							2
State tax rate	mills		0.205800				3
County tax rate	mills		2.747900				4
Local tax rate	mills		5.258800				5
School tax rate	mills		12.511300				6
Voc. school tax rate	mills		1.350500				7
Other tax rate - Local	mills		0.000000				8
Other tax rate - Non-Local	mills		0.000000				9
Total tax rate	mills		22.074300				10
Less: state credit	mills		1.385200				11
Net tax rate	mills		20.689100				12
PROPERTY TAX EQUIVALENT CALCULATION							13
Local Tax Rate	mills		5.258800				14
Combined School Tax Rate	mills		13.861800				15
Other Tax Rate - Local	mills		0.000000				16
Total Local & School Tax	mills		19.120600				17
Total Tax Rate	mills		22.074300				18
Ratio of Local and School Tax to Total	dec.		0.866193				19
Total tax net of state credit	mills		20.689100				20
Net Local and School Tax Rate	mills		17.920750				21
Utility Plant, Jan. 1	\$	3,630,573	3,630,573				22
Materials & Supplies	\$	10,284	10,284				23
Subtotal	\$	3,640,857	3,640,857				24
Less: Plant Outside Limits	\$	639,682	639,682				25
Taxable Assets	\$	3,001,175	3,001,175				26
Assessment Ratio	dec.		0.980112				27
Assessed Value	\$	2,941,488	2,941,488				28
Net Local & School Rate	mills		17.920750				29
Tax Equiv. Computed for Current Year	\$	52,714	52,714				30
Tax Equivalent per 1994 PSC Report	\$	39,897					31
Any lower tax equivalent as authorized by municipality (see note 6)	\$						32
Tax equiv. for current year (see note 6)	\$	52,714					34

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

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

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	
INTANGIBLE PLANT			
Organization (301)	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)	13,614		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)	132,839		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	146,453	0	
PUMPING PLANT			
Land and Land Rights (320)	0		12
Structures and Improvements (321)	56,659		13
Boiler Plant Equipment (322)	0		14
Other Power Production Equipment (323)	0		15
Steam Pumping Equipment (324)	0		16
Electric Pumping Equipment (325)	154,233		17
Diesel Pumping Equipment (326)	0		18
Hydraulic Pumping Equipment (327)	0		19
Other Pumping Equipment (328)	12,196		20
Total Pumping Plant	223,088	0	
WATER TREATMENT PLANT			
Land and Land Rights (330)	0		21
Structures and Improvements (331)	0		22
Water Treatment Equipment (332)	6,296		23
Total Water Treatment Plant	6,296	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)			13,614	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)			132,839	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	146,453	
PUMPING PLANT				
Land and Land Rights (320)			0	12
Structures and Improvements (321)			56,659	13
Boiler Plant Equipment (322)			0	14
Other Power Production Equipment (323)			0	15
Steam Pumping Equipment (324)			0	16
Electric Pumping Equipment (325)			154,233	17
Diesel Pumping Equipment (326)			0	18
Hydraulic Pumping Equipment (327)			0	19
Other Pumping Equipment (328)			12,196	20
Total Pumping Plant	0	0	223,088	
WATER TREATMENT PLANT				
Land and Land Rights (330)			0	21
Structures and Improvements (331)			0	22
Water Treatment Equipment (332)			6,296	23
Total Water Treatment Plant	0	0	6,296	

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)	2,500		24
Structures and Improvements (341)	0		25
Distribution Reservoirs and Standpipes (342)	572,107		26
Transmission and Distribution Mains (343)	1,173,741	56,730	27
Fire Mains (344)	0		28
Services (345)	229,925	23,941	29
Meters (346)	122,238	34,262	30
Hydrants (348)	110,238	6,564	31
Other Transmission and Distribution Plant (349)	0		32
Total Transmission and Distribution Plant	2,210,749	121,497	
GENERAL PLANT			
Land and Land Rights (389)	0		33
Structures and Improvements (390)	137,254		34
Office Furniture and Equipment (391)	11,673		35
Computer Equipment (391.1)	34,095	1,692	36
Transportation Equipment (392)	21,090		37
Stores Equipment (393)	0		38
Tools, Shop and Garage Equipment (394)	7,021		39
Laboratory Equipment (395)	644		40
Power Operated Equipment (396)	11,868		41
Communication Equipment (397)	183		42
SCADA Equipment (397.1)	0		43
Miscellaneous Equipment (398)	3,865	1,500	44
Other Tangible Property (399)	0		45
Total General Plant	227,693	3,192	
Total utility plant in service directly assignable	2,814,279	124,689	
Common Utility Plant Allocated to Water Department	0		46
Total utility plant in service	2,814,279	124,689	

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)			2,500 24
Structures and Improvements (341)			0 25
Distribution Reservoirs and Standpipes (342)			572,107 26
Transmission and Distribution Mains (343)	3,119		1,227,352 27
Fire Mains (344)			0 28
Services (345)	1,001		252,865 29
Meters (346)	4,505		151,995 30
Hydrants (348)	770		116,032 31
Other Transmission and Distribution Plant (349)			0 32
Total Transmission and Distribution Plant	9,395	0	2,322,851
GENERAL PLANT			
Land and Land Rights (389)			0 33
Structures and Improvements (390)			137,254 34
Office Furniture and Equipment (391)			11,673 35
Computer Equipment (391.1)			35,787 36
Transportation Equipment (392)			21,090 37
Stores Equipment (393)			0 38
Tools, Shop and Garage Equipment (394)			7,021 39
Laboratory Equipment (395)			644 40
Power Operated Equipment (396)			11,868 41
Communication Equipment (397)			183 42
SCADA Equipment (397.1)			0 43
Miscellaneous Equipment (398)			5,365 44
Other Tangible Property (399)			0 45
Total General Plant	0	0	230,885
Total utility plant in service directly assignable	9,395	0	2,929,573
Common Utility Plant Allocated to Water Department			0 46
Total utility plant in service	9,395	0	2,929,573

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

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

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

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

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

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

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

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	
TRANSMISSION AND DISTRIBUTION PLANT			
Land and Land Rights (340)	0		24
Structures and Improvements (341)	0		25
Distribution Reservoirs and Standpipes (342)	0		26
Transmission and Distribution Mains (343)	578,963	82,588	27
Fire Mains (344)	0		28
Services (345)	154,180	31,703	29
Meters (346)	0		30
Hydrants (348)	83,151	12,468	31
Other Transmission and Distribution Plant (349)	0		32
Total Transmission and Distribution Plant	816,294	126,759	
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	816,294	126,759	
Common Utility Plant Allocated to Water Department	0		46
Total utility plant in service	816,294	126,759	

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

Accounts (d)	Retirements During Year (e)	Adjustments Increase or (Decrease) (f)	Balance End of Year (g)
TRANSMISSION AND DISTRIBUTION PLANT			
Land and Land Rights (340)			0 24
Structures and Improvements (341)			0 25
Distribution Reservoirs and Standpipes (342)			0 26
Transmission and Distribution Mains (343)	931		660,620 27
Fire Mains (344)			0 28
Services (345)	299		185,584 29
Meters (346)			0 30
Hydrants (348)	230		95,389 31
Other Transmission and Distribution Plant (349)			0 32
Total Transmission and Distribution Plant	1,460	0	941,593
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	1,460	0	941,593
Common Utility Plant Allocated to Water Department			0 46
Total utility plant in service	1,460	0	941,593

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			4,611	4,611	1
February			4,505	4,505	2
March			4,897	4,897	3
April			5,026	5,026	4
May			5,142	5,142	5
June			5,126	5,126	6
July			5,705	5,705	7
August			5,444	5,444	8
September			5,171	5,171	9
October			4,714	4,714	10
November			4,524	4,524	11
December			4,826	4,826	12
Total annual pumpage	0	0	59,691	59,691	
Less: Water sold				53,655	13
Volume pumped but not sold				6,036	14
Volume sold as a percent of volume pumped				90%	15
Volume used for water production, water quality and system maintenance				296	16
Volume related to equipment/system malfunction					17
Non-utility volume NOT included in water sales					18
Total volume not sold but accounted for				296	19
Volume pumped but unaccounted for				5,740	20
Percent of water lost				10%	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.)				268	23
Date of maximum: 12/24/2004					24
Cause of maximum:					25
Break in water pipes at Deerfield High School.					
Minimum gallons pumped by all methods in any one day during reporting year (000 gal.)				86	26
Date of minimum: 11/27/2004					27
Total KWH used for pumping for the year				97,568	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)	
7 WEST DEERFIELD STREET	WELL 1	526	8	576,000	Yes	1
401 WASHBURN ROAD	WELL 3	865	12	504,000	Yes	2

SOURCES OF WATER SUPPLY - SURFACE WATERS

Location (a)	Intakes			
	Identification Number (b)	Distance From Shore in feet (c)	Depth Below Surface in feet (d)	Diameter in inches (e)
NONE				

PUMPING & POWER EQUIPMENT

1. Use a separate column for each pump.
2. Indicate purpose of pump by: P for primary (from source to reservoir, treatment or distribution system), B for booster (from reservoir or treatment to distribution system, or within distribution system), or S for standby pumping equipment.
3. Indicate destination (of water pumped) by: R for reservoir, T for treatment or D for distribution system.

Particulars (a)	Unit A (b)	Unit B (c)	Unit C (d)	
Identification	1	3	BOOSTER PUMP 2	1
Location	WEST DEERFIELD STREET	401 WASHBURN ROAD	5 BRICTSON STREET	2
Purpose	P	P	P	3
Destination	D	D	D	4
Pump Manufacturer	CTW	GOULDS	USED MCO	5
Year Installed	1981	1996	1974	6
Type	VERTICAL TURBINE	VERTICAL TURBINE	VERTICAL TURBINE	7
Actual Capacity (gpm)	350	350	500	8
Pump Motor or Standby Engine Mfr	GE	FORD	GE	10
Year Installed	1997	1997	1997	11
Type	ELECTRIC	NATURAL GAS	ELECTRIC	12
Horsepower	30	83	20	13

Particulars (a)	Unit D (b)	Unit E (c)	Unit F (d)	
Identification				14
Location				15
Purpose				16
Destination				17
Pump Manufacturer				18
Year Installed				19
Type				20
Actual Capacity (gpm)				21
Pump Motor or Standby Engine Mfr				22
Year Installed				23
Type				24
Horsepower				25
				26

RESERVOIRS, STANDPIPES & WATER TREATMENT

1. Identify as R (reservoir), S (standpipe) & ET (elevated tank).
2. Use a separate column for each using additional copies if necessary.
3. Enter elevation difference between highest water level in S or ET, (or R only on an elevated site) and the water main where the connection to the storage begins branching into the distribution system.

Particulars (a)	Unit A (b)	Unit B (c)	Unit C (d)	
Identification number or name	1	2		1
RESERVOIRS, STANDPIPES OR ELEVATED TANKS				2
Type: R (reservoir), S (standpipe) or ET (elevated tank)	ET	R		3
Year constructed	2000	1977		4
Primary material (earthen, steel, concrete, other)	STEEL	STEEL		5
Elevation difference in feet (See Headnote 3.)	45	1		6
Total capacity in gallons (actual)	660,000	5,000		7
WATER TREATMENT PLANT				8
Disinfection, type of equipment (gas, liquid, powder, other)		LIQUID		9
Points of application (wellhouse, central facilities, booster station, other)		WELLHOUSE		10
Filters, type (gravity, pressure, other, none)		NONE		11
Rated capacity of filter plant (m.g.d.) (note: 1,200,000 gal/day = 1.2 m.g.d.)		1.0000		12
Is a corrosion control chemical used (yes, no)?		N		13
Is water fluoridated (yes, no)?		Y		14

WATER MAINS

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

Number of Feet								
Pipe Material (a)	Main Function (b)	Diameter in Inches (c)	First of Year (d)	Added During Year (e)	Retired During Year (f)	Adjustments Increase or (Decrease) (g)	End of Year (h)	
M	D	4.000	4,311	0	810	0	3,501	1
M	D	6.000	26,193	170	0	0	26,363	2
M	D	8.000	29,523	0	0	0	29,523	3
P	D	8.000	150	1,430	0	0	1,580	4
M	D	10.000	4,805	0	0	0	4,805	5
P	D	10.000	1,868	1,050	0	0	2,918	6
M	D	12.000	4,539	0	0	0	4,539	7
Total Within Municipality			71,389	2,650	810	0	73,229	
M	D	12.000	2,489	0	0	0	2,489	8
Total Outside of Municipality			2,489	0	0	0	2,489	
Total Utility			73,878	2,650	810	0	75,718	

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)	
L	0.750	47	0	0	0	47		1
M	0.750	300	0	0	0	300		2
M	1.000	351	40	13	0	378	27	3
L	1.000	3	0	0	0	3		4
M	1.500	12	0	0	0	12		5
M	2.000	11	0	0	0	11		6
L	8.000	1	0	0	0	1		7
M	8.000	1	0	0	0	1		8
M	10.000	1	0	0	0	1		9
L	10.000	1	0	0	0	1		10
Total Utility		728	40	13	0	755	27	

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	799	114	63	0	850	850	1
1.000	20	2	0	0	22	22	2
1.500	11	3	0	0	14	14	3
2.000	11	0	1	0	10	10	4
3.000	1	0	0	0	1	1	5
4.000	4	0	0	0	4	4	6
Total:	846	119	64	0	901	901	

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	768	45	4	7	0	26	850	1
1.000	0	13	3	2	0	4	22	2
1.500	0	5	1	2	0	6	14	3
2.000	0	2	3	1	0	4	10	4
3.000	0	0	0	1	0	0	1	5
4.000	0	0	1	2	0	1	4	6
Total:	768	65	12	15	0	41	901	

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	3				3	1
Within Municipality	149	5	2		152	2
Total Fire Hydrants	152	5	2	0	155	
Flushing Hydrants						
	17	2			19	3
Total Flushing Hydrants	17	2	0	0	19	

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:	111
Number of distribution system valves end of year:	410
Number of distribution valves operated during year:	10

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.

Account 926- Employee pensions and benefits increased in 2004 due to the replacement of one employee who had single health insurance coverage with one who has a family plan.

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.

Additions were financed by the utility and developers.

Water Services (Page W-18)

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

Additions were financed by the utility and developers.

Meters (Page W-19)

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.

The utility currently tests their two pumps every five years. One of which was tested in 2004. Management understands the two year requirement and will now be testing every two years.
