



3015 (02-02-05)

ANNUAL REPORT

OF

Name: CITY OF HAYWARD WATERWORKS AND SEWER UTILITY

Principal Office: 15889W THIRD ST.
P.O. BOX 969
HAYWARD, WI 54843

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.

SIGNATURE PAGE

I LUCILLE A GUNTHER of
(Person responsible for accounts)

CITY OF HAYWARD WATERWORKS AND SEWER UTILITY, certify that I
(Utility Name)

am the person responsible for accounts; that I have examined the following report and, to the best of my knowledge, information and belief, it is a correct statement of the business and affairs of said utility for the period covered by the report in respect to each and every matter set forth therein.

(Signature of person responsible for accounts) 03/30/2005
(Date)

CLERK-TREASURER
(Title)

TABLE OF CONTENTS

Schedule Name	Page
General Rules for Reporting	i
Signature Page	ii
Table of Contents	iii
Identification and Ownership	iv
FINANCIAL SECTION	
Income Statement	F-01
Income Statement Account Details	F-02
Income from Merchandising, Jobbing & Contract Work (Accts. 415-416)	F-03
Revenues Subject to Wisconsin Remainder Assessment	F-04
Balance Sheet	F-05
Net Utility Plant	F-06
Accumulated Provision for Depreciation and Amortization of Utility Plant (Acct. 110.1)	F-07
Accumulated Provision for Depreciation and Amortization of Utility Plant (Acct. 110.2)	F-08
Net Nonutility Property (Accts. 121 & 122)	F-09
Accumulated Provision for Uncollectible Accounts-Cr. (Acct. 144)	F-10
Materials and Supplies	F-11
Unamortized Debt Discount & Expense & Premium on Debt (Accts. 181 and 251)	F-12
Capital Paid in by Municipality (Acct. 200)	F-13
Bonds (Acct. 221)	F-14
Notes Payable & Miscellaneous Long-Term Debt	F-15
Taxes Accrued (Acct. 236)	F-16
Interest Accrued (Acct. 237)	F-17
Balance Sheet End-of-Year Account Balances	F-18
Return on Rate Base Computation	F-19
Important Changes During the Year	F-20
Full-Time Employees (FTE)	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

TABLE OF CONTENTS

Schedule Name	Page
SEWER OPERATING SECTION	
Sewer Operating Revenues & Expenses	S-01
Sewage Operating Revenues	S-02
High Strength Contributors	S-03
Other Operating Revenues (Sewer)	S-04
Sewer Operation & Maintenance Expenses	S-05
Taxes (Acct. 408 - Sewer)	S-06
Sewer Utility Plant in Service --Plant Financed by Utility or Municipality--	S-07
Sewer Utility Plant in Service --Plant Financed by Contributions--	S-09
Sewer Services	S-11
Sewer Mains	S-12
Sewer Operating Section Footnotes	S-13

IDENTIFICATION AND OWNERSHIP

Exact Utility Name: CITY OF HAYWARD WATERWORKS AND SEWER UTILITY

Utility Address: 15889W THIRD ST.
P.O. BOX 969
HAYWARD, WI 54843

When was utility organized? 1/1/1915

Report any change in name:

Effective Date:

Utility Web Site:

Utility employee in charge of correspondence concerning this report:

Name: MRS LUCILLE A GUNTHER

Title: CITY CLERK TREASURER

Office Address:

15889 W THIRD ST
P.O. BOX 969
HAYWARD, WI 54843

Telephone: (715) 634 - 2311

Fax Number: (715) 634 - 5868

E-mail Address: CTYCLERK@CENTURYTEL.NET

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

Name: MRS LUCILLE A GUNTHER

Title: CITY CLERK TREASURER

Office Address:

15889 W THIRD ST
P.O. BOX 969
HAYWARD, WI 54843-0969

Telephone: (715) 634 - 2311

Fax Number: (715) 634 - 5868

E-mail Address: CTYCLERK@CENTURYTEL.NET

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

Name: WILLIAM L SWINTKOWSKI

Title: CHAIRPERSON

Office Address:

10680 BEAL AVENUE
HAYWARD, WI 54843

Telephone: (715) 634 - 2311

Fax Number: (715) 634 - 5868

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: ANDERSON HAGER & MOE SC
15766 SOUTH FIRST STREET
P.O. BOX 986
HAYWARD, WI 54843-0986

Telephone: (715) 634 - 2653

Fax Number: (715) 634 - 4858

E-mail Address: MHAGER@AHMCPA.COM

Date of most recent audit report: 6/4/2004

Period covered by most recent audit: 01/01/2003 THRU 12/31/2003

Names and titles of utility management including manager or superintendent:

Name: MR JOHN C MCCUE

Title: PUBLIC WORKS DIRECTOR

Office Address:

15889 W THIRD ST
P.O. BOX 969
HAYWARD, WI 54843

Telephone: (715) 634 - 4612

Fax Number: (715) 634 - 5868

E-mail Address:

Name: MRS. LUCILLE A GUNTHER

Title: SUPERINTENDENT

Office Address:

15889 W THIRD ST
P.O. BOX 969
HAYWARD, WI 54843

Telephone: (715) 634 - 2311

Fax Number: (715) 634 - 5868

E-mail Address: CTYCLERK@CENTURYTEL.NET

Name of utility commission/committee: PUBLIC WORKS COMMITTEE

Names of members of utility commission/committee:

- MR CHARLES MUNICH
 - MR WILLIAM L SWINTKOWSKI
 - MR ALLEN VOIGHT
-

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? YES

Date of Ordinance: 9/5/1990

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)	793,598	771,350	1
Operating Expenses:			
Operation and Maintenance Expense (401)	602,525	540,116	2
Depreciation Expense (403)	112,349	87,026	3
Amortization Expense (404)	8,307	8,307	4
Taxes (408)	60,318	57,121	5
Total Operating Expenses	783,499	692,570	
Net Operating Income	10,099	78,780	
Income from Utility Plant Leased to Others (412-413)	0	0	6
Utility Operating Income	10,099	78,780	
OTHER INCOME			
Income from Merchandising, Jobbing and Contract Work (415-416)	2,761	514	7
Nonoperating Rental Income (418)	0	0	8
Interest and Dividend Income (419)	26,277	20,403	9
Miscellaneous Nonoperating Income (421)	60,999	333,494	10
Total Other Income	90,037	354,411	
Total Income	100,136	433,191	
MISCELLANEOUS INCOME DEDUCTIONS			
Miscellaneous Amortization (425)	(60,248)	0	11
Other Income Deductions (426)	66,789	64,090	12
Total Miscellaneous Income Deductions	6,541	64,090	
Income Before Interest Charges	93,595	369,101	
INTEREST CHARGES			
Interest on Long-Term Debt (427)	33,578	33,391	13
Amortization of Debt Discount and Expense (428)	0	0	14
Amortization of Premium on Debt--Cr. (429)	0	0	15
Interest on Debt to Municipality (430)	0	0	16
Other Interest Expense (431)	0	0	17
Interest Charged to Construction--Cr. (432)	2,295	1,726	18
Total Interest Charges	31,283	31,665	
Net Income	62,312	337,436	
EARNED SURPLUS			
Unappropriated Earned Surplus (Beginning of Year) (216)	2,989,077	30,589	19
Balance Transferred from Income (433)	62,312	337,436	20
Miscellaneous Credits to Surplus (434)	0	2,649,543	21
Miscellaneous Debits to Surplus--Debit (435)	0	28,491	22
Appropriations of Surplus--Debit (436)	0	0	23
Appropriations of Income to Municipal Funds--Debit (439)	0	0	24
Total Unappropriated Earned Surplus End of Year (216)	3,051,389	2,989,077	

INCOME STATEMENT ACCOUNT DETAILS

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

Description of Item (a)	Earnings (216.1) (b)	Contributions (216.2) (c)	Total This Year (d)	
UTILITY OPERATING INCOME				
Operating Revenues (400):				
Derived	793,598	█	793,598	1
Total (Acct. 400):	793,598	0	793,598	
Operation and Maintenance Expense (401):				
Derived	602,525	█	602,525	2
Total (Acct. 401):	602,525	0	602,525	
Depreciation Expense (403):				
Derived	112,349	█	112,349	3
Total (Acct. 403):	112,349	0	112,349	
Amortization Expense (404):				
Derived	8,307	█	8,307	4
Total (Acct. 404):	8,307	0	8,307	
Taxes (408):				
Derived	60,318	█	60,318	5
Total (Acct. 408):	60,318	0	60,318	
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:	10,099	0	10,099	
OTHER INCOME				
Income from Merchandising, Jobbing and Contract Work (415-416):				
Derived	2,761	█	2,761	8
Total (Acct. 415-416):	2,761	0	2,761	
Nonoperating Rental Income (418):				
NONE	0	█	0	9
Total (Acct. 418):	0	0	0	
Interest and Dividend Income (419):				
SPECIAL ASSESSMENT INTEREST	23,740	0	23,740	10
CHECKING AND SAVINGS ACCOUNTS INTEREST	877	0	877	11
SPECIAL ACCOUNTS INTEREST	1,660	0	1,660	12
Total (Acct. 419):	26,277	0	26,277	

INCOME STATEMENT ACCOUNT DETAILS

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

Description of Item (a)	Earnings (216.1) (b)	Contributions (216.2) (c)	Total This Year (d)
OTHER INCOME			
Miscellaneous Nonoperating Income (421):			
Contributed Plant - Water	█	35,600	35,600 13
Contributed Plant - Sewer	█	25,264	25,264 14
BAD CHECK CHARGES - WATER	68	0	68 15
BAC CHECK CHARGES - SEWER	67	0	67 16
Total (Acct. 421):	135	60,864	60,999
TOTAL OTHER INCOME:	29,173	60,864	90,037

MISCELLANEOUS INCOME DEDUCTIONS			
Miscellaneous Amortization (425):			
Regulatory Liability (253) Amortization	(60,248)	█	(60,248) 17
Total (Acct. 425):	(60,248)	0	(60,248)
Other Income Deductions (426):			
Depreciation Expense on Contributed Plant - Water	█	21,909	21,909 18
Depreciation Expense on Contributed Plant - Sewer	█	44,880	44,880 19
NONE	0	0	0 20
Total (Acct. 426):	0	66,789	66,789
TOTAL MISCELLANEOUS INCOME DEDUCTIONS:	(60,248)	66,789	6,541

INTEREST CHARGES			
Interest on Long-Term Debt (427):			
Derived	33,578	█	33,578 21
Total (Acct. 427):	33,578	0	33,578
Amortization of Debt Discount and Expense (428):			
NONE	0	█	0 22
Total (Acct. 428):	0	0	0
Amortization of Premium on Debt--Cr. (429):			
NONE	0	█	0 23
Total (Acct. 429):	0	0	0
Interest on Debt to Municipality (430):			
Derived	0	█	0 24
Total (Acct. 430):	0	0	0
Other Interest Expense (431):			
Derived	0	█	0 25
Total (Acct. 431):	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 Miscellaneous Nonoperating Income, Account 421.

Description of Item (a)	Earnings (216.1) (b)	Contributions (216.2) (c)	Total This Year (d)
INTEREST CHARGES			
Interest Charged to Construction--Cr. (432):			
WELL EXPLORATION	2,295		2,295 26
Total (Acct. 432):	2,295	0	2,295
TOTAL INTEREST CHARGES:	31,283	0	31,283
NET INCOME:	68,237	(5,925)	62,312
EARNED SURPLUS			
Unappropriated Earned Surplus (Beginning of Year) (216):			
Derived	70,250	2,918,827	2,989,077 27
Total (Acct. 216):	70,250	2,918,827	2,989,077
Balance Transferred from Income (433):			
Derived	68,237	(5,925)	62,312 28
Total (Acct. 433):	68,237	(5,925)	62,312
Miscellaneous Credits to Surplus (434):			
NONE	0	0	0 29
Total (Acct. 434):	0	0	0
Miscellaneous Debits to Surplus--Debit (435):			
NONE	0	0	0 30
Total (Acct. 435)--Debit:	0	0	0
Appropriations of Surplus--Debit (436):			
Detail appropriations to (from) account 215			0 31
Total (Acct. 436)--Debit:	0	0	0
UNAPPROPRIATED EARNED SURPLUS (END OF YEAR):	138,487	2,912,902	3,051,389

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

Particulars (a)	Water (b)	Electric (c)	Sewer (d)	Gas (e)	Total (f)	
Revenues (account 415)	4,510		702		5,212	1
Costs and Expenses of Merchandising, Jobbing and Contract Work (416):						
Cost of merchandise sold	1,830		621		2,451	2
Payroll					0	3
Materials					0	4
Taxes					0	5
Other (list by major classes):						
NONE					0	6
Total costs and expenses	1,830	0	621	0	2,451	
Net income (or loss)	2,680	0	81	0	2,761	

REVENUES SUBJECT TO WISCONSIN REMAINDER ASSESSMENT

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

Description (a)	Water Utility (b)	Electric Utility (c)	Sewer Utility (Regulated Only) (d)	Gas Utility (e)	Total (f)	
Total operating revenues	417,900	0	375,698	0	793,598	1
Less: interdepartmental sales	0		0	0	0	2
Less: interdepartmental rents					0	3
Less: return on net investment in meters charged to regulated sewer department. (Do not report if nonregulated sewer.)	2,100				2,100	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	415,800	0	375,698	0	791,498	

BALANCE SHEET

Assets and Other Debits (a)	Balance End of Year (b)	Balance First of Year (c)	
UTILITY PLANT			
Utility Plant (100)	8,908,811	8,448,916	1
Less: Accumulated Provision for Depreciation and Amortization of Utility Plant (110)	2,676,770	3,715,412	2
Net Utility Plant	6,232,041	4,733,504	
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)	62,326	63,735	6
Special Funds (125)	98,619	91,205	7
Total Other Property and Investments	160,945	154,940	
CURRENT AND ACCRUED ASSETS			
Cash and Working Funds (131)	75,797	43,580	8
Temporary Cash Investments (132)	0	0	9
Notes Receivable (141)	300,831	387,972	10
Customer Accounts Receivable (142)	202,151	197,775	11
Other Accounts Receivable (143)	4,269	25,176	12
Accumulated Provision for Uncollectible Accounts- -Cr. (144)	0	0	13
Receivables from Municipality (145)	0	46,239	14
Materials and Supplies (150)	18,325	21,708	15
Prepayments (165)	3,056	3,510	16
Other Current and Accrued Assets (170)	0		17
Total Current and Accrued Assets	604,429	725,960	
DEFERRED DEBITS			
Unamortized Debt Discount and Expense (181)	0	0	18
Extraordinary Property Losses (182)	24,920	33,227	19
Other Deferred Debits (183)	0	0	20
Total Deferred Debits	24,920	33,227	
Total Assets and Other Debits	7,022,335	5,647,631	

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)	1,483,339	1,483,339	21
Appropriated Earned Surplus (215)			22
Unappropriated Earned Surplus (216)	3,051,389	2,989,077	23
Total Proprietary Capital	4,534,728	4,472,416	
LONG-TERM DEBT			
Bonds (221)	0	0	24
Advances from Municipality (223)	0	0	25
Other long-Term Debt (224)	1,020,159	842,150	26
Total Long-Term Debt	1,020,159	842,150	
CURRENT AND ACCRUED LIABILITIES			
Notes Payable (231)	0	0	27
Accounts Payable (232)	42,344	19,819	28
Payables to Municipality (233)	213,788	244,457	29
Customer Deposits (235)			30
Taxes Accrued (236)	45,004	44,333	31
Interest Accrued (237)	21,589	24,456	32
Other Current and Accrued Liabilities (238)			33
Total Current and Accrued Liabilities	322,725	333,065	
DEFERRED CREDITS			
Unamortized Premium on Debt (251)	0	0	34
Customer Advances for Construction (252)			35
Other Deferred Credits (253)	1,144,723	0	36
Total Deferred Credits	1,144,723	0	
OPERATING RESERVES			
Miscellaneous Operating Reserves (265)			37
Total Operating Reserves	0	0	
Total Liabilities and Other Credits	7,022,335	5,647,631	

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	3,454,936	4,993,980	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 (100.1)	2,230,815	2,177,264	0	0	2
Utility Plant in Service - Contributed Plant (100.2)	1,400,676	2,844,540	0	0	3
Utility Plant Purchased or Sold (391)					4
Utility Plant in Process of Reclassification (392)					5
Utility Plant Leased to Others (393)					6
Property Held for Future Use (394)					7
Construction Work in Progress (395)	254,976	540			8
Utility Plant Acquisition Adjustments (396)					9
Other Utility Plant Adjustments (397)					10
Total Utility Plant	3,886,467	5,022,344	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)	472,889	868,031	0	0	11
Accumulated Provision for Depreciation of Utility Plant in Service - Contributed Plant (110.2)	288,690	1,047,160	0	0	12
Total Accumulated Provision	761,579	1,915,191	0	0	
Net Utility Plant	3,124,888	3,107,153	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)	Sewer (c)	(d)	(e)	Total (f)	
Balance first of year (110.1)	681,949	1,764,402			2,446,351	1
Credits During Year						2
Accruals:						3
Charged depreciation expense (403)	47,706	64,643			112,349	4
Depreciation expense on meters						5
charged to sewer (see Note 3)	2,440	(2,440)			0	6
Accruals charged other						7
accounts (specify):						8
					0	9
Salvage	3,863				3,863	10
Other credits (specify):						11
					0	12
					0	13
					0	14
					0	15
Total credits	54,009	62,203	0	0	116,212	16
Debits during year						17
Book cost of plant retired	16,672	0			16,672	18
Cost of removal					0	19
Other debits (specify):						20
Est Reg Liab(253): Docket 05-US-10€	246,397	958,574			1,204,971	21
					0	22
					0	23
					0	24
Total debits	263,069	958,574	0	0	1,221,643	25
Balance end of year (110.1)	472,889	868,031	0	0	1,340,920	26
Composite Depreciation Rate?	No	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)	Sewer (c)	(d)	(e)	Total (f)	
Balance first of year (110.1)	266,781	1,002,280			1,269,061	1
Credits During Year						2
Accruals:						3
Charged depreciation expense (403)	21,909	44,880			66,789	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	21,909	44,880	0	0	66,789	16
Debits during year						17
Book cost of plant retired	0	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)	288,690	1,047,160	0	0	1,335,850	26
Composite Depreciation Rate?	No	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	<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	11,255	14,648
Sewer utility	7,070	7,060
Gas utility	0	0
Merchandise	0	0
Other materials & supplies	0	0
Total Materials and Supplies	18,325	21,708

**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)				
NONE				1
Total			<u>0</u>	
Unamortized premium on debt (251)				
NONE				2
Total			<u>0</u>	

CAPITAL PAID IN BY MUNICIPALITY (ACCT. 200)

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

Particulars (a)	Amount (b)	
Balance first of year	1,483,339	1
Changes during year (explain):		
NONE		2
Balance end of year	<u><u>1,483,339</u></u>	

BONDS (ACCT. 221)

- 1. Report hereunder information required for each separate issue of bonds.
- 2. If there is more than one interest rate for an aggregate obligation issue, average the interest rates and report one rate.
- 3. Proceeds advanced by the municipality from sale of general obligation bonds, if repayable by utility, should be included in account 223.

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

NONE

NOTES PAYABLE & MISCELLANEOUS LONG-TERM DEBT

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

Account and Description of Obligation (a and b)	Date of Issue (c)	Final Maturity Date (d)	Interest Rate (e)	Principal Amount End of Year (f)	
Other Long-Term Debt (224)					
BOND REFINANCE-WATER EXTENSION	11/01/2000	11/30/2010	4.10%	19,749	1
DNR PROJECT -WATER & SEWER EXTENSION	05/13/2002	02/24/2012	3.49%	200,000	2
HISTORYLAND-WATER & SEWER EXTENSION	10/11/2002	02/25/2012	3.25%	260,000	3
HWY B WATER MAIN	06/17/2004	07/17/2005	2.95%	240,000	4
NEW RESERVOIR/WELL #6	06/01/1999	06/25/2009	4.10%	102,468	5
RIVER CROSSING	06/23/1999	02/25/2009	4.10%	121,899	6
WELL EXPLORATION	06/17/2004	07/17/2005	2.95%	50,000	7
BOND REFINANCE-SEWER EXTENSION	11/01/2000	11/30/2010	4.10%	26,043	8
Total for Account 224				<u>1,020,159</u>	

TAXES ACCRUED (ACCT. 236)

Particulars (a)	Amount (b)	
Balance first of year	44,333	1
Accruals:		
Charged water department expense	52,035	2
Charged electric department expense		3
Charged sewer department expense	8,283	4
Other (explain):		
NONE		5
Total Accruals and other credits	60,318	
Taxes paid during year:		
County, state and local taxes	44,333	6
Social Security taxes	14,397	7
PSC Remainder Assessment	917	8
Other (explain):		
NONE		9
Total payments and other debits	59,647	
Balance end of year	45,004	

INTEREST ACCRUED (ACCT. 237)

1. Report below interest accrued on each utility obligation.
 2. Report Customer Deposits under Account 231.

Description of Issue (a)	Interest Accrued Balance First of Year (b)	Interest Accrued During Year (c)	Interest Paid During Year (d)	Interest Accrued Balance End of Year (e)	
Bonds (221)					
NONE	0			0	1
Subtotal	0	0	0	0	
Advances from Municipality (223)					
NONE	0			0	2
Subtotal	0	0	0	0	
Other long-Term Debt (224)					
WELL EXPLORATION	0	2,295	2,234	61	3
HWY B WATER MAIN	0	3,596	3,301	295	4
RIVER CROSSING	5,134	5,175	6,064	4,245	5
NEW WATER RESERVOIR	4,268	4,342	5,042	3,568	6
DNR PROJECT WATER & SEWER EXTENSION	6,740	7,232	7,961	6,011	7
REFINANCE WATER & SEWER BONDS	184	2,183	2,208	159	8
HISTORYLAND WATER & SEWER EXTENSION	8,130	8,755	9,635	7,250	9
Subtotal	24,456	33,578	36,445	21,589	
Notes Payable (231)					
NONE	0			0	10
Subtotal	0	0	0	0	
Total	24,456	33,578	36,445	21,589	

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):		
BARRON ELECTRIC CAPITAL CREDITS	62,326	2
Total (Acct. 124):	62,326	
Special Funds (125):		
EQUIPMENT REPLACEMENT FUNDS	98,619	3
Total (Acct. 125):	98,619	
Notes Receivable (141):		
CUSTOMER SPECIAL ASSESSMENTS	300,831	4
Total (Acct. 141):	300,831	
Customer Accounts Receivable (142):		
Water	106,841	5
Electric		6
Sewer (Regulated)	95,310	7
Other (specify):		
NONE		8
Total (Acct. 142):	202,151	
Other Accounts Receivable (143):		
Sewer (Non-regulated)		9
Merchandising, jobbing and contract work	674	10
Other (specify):		
CONTRIBUTION IN AID OF CONSTRUCTION	3,595	11
Total (Acct. 143):	4,269	
Receivables from Municipality (145):		
NONE	0	12
Total (Acct. 145):	0	
Prepayments (165):		
PREPAID INSURANCE	3,056	13
Total (Acct. 165):	3,056	
Extraordinary Property Losses (182):		
ABANDONMENT OF WELL SITES	24,920	14
Total (Acct. 182):	24,920	
Other Deferred Debits (183):		
NONE	0	15
Total (Acct. 183):	0	

BALANCE SHEET END-OF-YEAR ACCOUNT BALANCES

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

Particulars (a)	Balance End of Year (b)	
Payables to Municipality (233):		
PAYROLL AND FRINGE BENEFITS	54,425	16
2004 INSURANCE PAID BY CITY	10,927	17
DEBT PAYMENTS PAID BY CITY	148,436	18
Total (Acct. 233):	213,788	
Other Deferred Credits (253):		
Regulatory Liability	1,144,723	19
	0	20
Total (Acct. 253):	1,144,723	

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 (100.1)	2,101,191	0	2,175,713	0	4,276,904	1
Materials and Supplies	12,951	0	7,065	0	20,016	2
Other (specify):						
NONE					0	3
Less Average:						
Reserve for Depreciation (110.1)	577,419	0	1,316,216	0	1,893,635	4
Customer Advances for Construction					0	5
Regulatory Liability	117,038	0	455,323	0	572,361	6
NONE					0	7
Average Net Rate Base	1,419,685	0	411,239	0	1,830,924	
Net Operating Income	45,413	0	(35,314)	0	10,099	8
Net Operating Income as a percent of						
Average Net Rate Base	3.20%	N/A	-8.59%	N/A	0.55%	

IMPORTANT CHANGES DURING THE YEAR

Report changes of any of the following types:

NONE

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	3.4	1
Electric	0	2
Gas	0	3
Sewer	3.1	4

**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	246,397	0	958,574	0	1,204,971	2
Other (specify):						
NONE					0	3
Deduct charges:						
Miscellaneous Amortization (425)	12,320		47,928		60,248	4
Other (specify):						
NONE					0	5
Balance End of Year	234,077	0	910,646	0	1,144,723	

FINANCIAL SECTION FOOTNOTES

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

Extraordinary Property Losses (Acct 182): amortization requires PSC authorization. Provide date of authorization.

JULY 7, 2003

Please explain amounts in Accounts 143, 145 and/or 233 in excess of \$2,000, providing a short list or detail using other than terms such as "other revenues" "general" "miscellaneous" or repeating the account title.

(143) UTILITY INSTALLED SEWER LATERALS IN LATE DECEMBER AT THE REQUEST OF PROPERTY OWNER WITH THE AGREEMENT TO PAY ONE HALF OF COST RATHER THAN WAITING UNTIL SPRING. BILLED \$3,595, BUT PAYMENT NOT RECEIVED UNTIL EARLY 2005.

(233) PAYABLES TO MUNICIPALITY. PAYROLL AND FRINGE BENEFITS \$54, 425. UTILITY PAYS ALL HEALTH INSURANCE, ETC. DURING CALENDAR YEAR. EXACT AMOUNT DUE FROM UTILITY IS DETERMINED BASED ON ACTUAL SPLIT OF PAYROLL.

(233) PAYABLES TO MUNICIPALITY. 2004 INSURANCE PAID BY CITY \$10,927. CITY PAYS ALL PROPERTY AND WORKERS COMP INSURANCE DURING YEAR. EXACT AMOUNT DUR FROM UTILITY IS DETERMINED BASED ON PAYROLL AND UTILITY OWNED EQUIPMENT.

(233) PAYABLES TO MUNICIPALITY. DEBT PAYMENTS PAID BY CITY \$148,436. ALL DEBT SERVICE IS PAID FROM DEBT SERVICE ACCOUNT DURING YEAR. UTILITY REIMBURSES DEBT SERVICE FOR THOSE PAYMENTS.

WATER OPERATING REVENUES & EXPENSES

Particulars (a)	This Year (b)	Last Year (c)	
Operating Revenues			
Sales of Water			
Sales of Water (460-467)	406,244	380,257	1
Total Sales of Water	406,244	380,257	
Other Operating Revenues			
Forfeited Discounts (470)	2,651	1,819	2
Other Water Revenues (474)	9,005	8,680	3
Total Other Operating Revenues	11,656	10,499	
Total Operating Revenues	417,900	390,756	
Operation and Maintenance Expenses			
Plant Operation and Maintenance Expenses (600-660)	155,745	155,412	4
General Operating Expenses (680-690)	108,694	103,021	5
Total Operation and Maintenance Expenses	264,439	258,433	
Other Operating Expenses			
Depreciation Expense (403)	47,706	45,567	6
Amortization Expense (404)	8,307	8,307	7
Taxes (408)	52,035	49,574	8
Total Other Operating Expenses	108,048	103,448	
Total Operating Expenses	372,487	361,881	
NET OPERATING INCOME	45,413	28,875	

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				2
Industrial				3
Total Unmetered Sales to General Customers (460)	0	0	0	
Metered Sales to General Customers (461)				
Residential	679	28,933	103,857	4
Commercial	329	54,364	126,390	5
Industrial	3	27,175	30,923	6
Total Metered Sales to General Customers (461)	1,011	110,472	261,170	
Private Fire Protection Service (462)	23		9,493	7
Public Fire Protection Service (463)	1,058		118,904	8
Other Sales to Public Authorities (464)	29	6,424	16,677	9
Sales to Irrigation Customers (465)				10
Sales for Resale (466)		0	0	11
Interdepartmental Sales (467)				12
 Total Sales of Water	 2,121	 116,896	 406,244	

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)	118,904	1
Wholesale fire protection billed	0	2
Amount billed for fighting fires outside utility's service areas (usually per rate schedule F-2 or BW-1)	0	3
Other (specify):		
NONE	0	4
Total Public Fire Protection Service (463)	118,904	
Forfeited Discounts (470):		
Customer late payment charges	2,651	5
Other (specify):		
NONE		6
Total Forfeited Discounts (470)	2,651	
Other Water Revenues (474):		
Return on net investment in meters charged to sewer department	2,100	7
Other (specify):		
TOWER RENTAL	5,060	8
WATER RECONNECTIONS	1,845	9
Total Other Water Revenues (474)	9,005	

WATER OPERATION & MAINTENANCE EXPENSES

Each expense account that has an increase or a decrease when compared to the previous year of greater than 30 percent, but not less than \$2,000, shall be fully explained in the schedule footnotes.

Particulars (a)	This Year (b)	Last Year (c)	
PLANT OPERATION AND MAINTENANCE EXPENSES			
Salaries and Wages (600)	33,189	27,195	1
Purchased Water (610)	0	0	2
Fuel or Power Purchased for Pumping (620)	21,870	23,545	3
Chemicals (630)	21,875	31,470	4
Supplies and Expenses (640)	908	120	5
Repairs of Water Plant (650)	75,747	71,349	6
Transportation Expenses (660)	2,156	1,733	7
Total Plant Operation and Maintenance Expenses	155,745	155,412	
GENERAL OPERATING EXPENSES			
Administrative and General Salaries (680)	38,297	35,879	8
Office Supplies and Expenses (681)	6,290	7,579	9
Outside Services Employed (682)	17,639	14,516	10
Insurance Expense (684)	5,377	4,591	11
Employees Pensions and Benefits (686)	36,350	31,677	12
Regulatory Commission Expenses (688)	0	1,660	13
Miscellaneous General Expenses (689)	4,741	7,119	14
Uncollectible Accounts (690)	0	0	15
Total General Operating Expenses	108,694	103,021	
Total Operation and Maintenance Expenses	264,439	258,433	

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	MILL RATE WORKSHEET	45,004	44,333	1
Less: Local and School Tax Equivalent on Meters Charged to Sewer Department	1/2 VALUE OF METERS	547	546	2
Net property tax equivalent		44,457	43,787	
Social Security	GROSS PAYROLL	7,096	5,285	3
PSC Remainder Assessment	OPERATING REVENUE	482	502	4
Other (specify): NONE			0	5
Total tax expense		52,035	49,574	

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			Sawyer				1
SUMMARY OF TAX RATES							2
State tax rate	mills		0.195741				3
County tax rate	mills		2.836955				4
Local tax rate	mills		6.160123				5
School tax rate	mills		6.103014				6
Voc. school tax rate	mills		1.065320				7
Other tax rate - Local	mills		0.000000				8
Other tax rate - Non-Local	mills		0.000000				9
Total tax rate	mills		16.361153				10
Less: state credit	mills		0.778439				11
Net tax rate	mills		15.582714				12
PROPERTY TAX EQUIVALENT CALCULATION							13
Local Tax Rate	mills		6.160123				14
Combined School Tax Rate	mills		7.168334				15
Other Tax Rate - Local	mills		0.000000				16
Total Local & School Tax	mills		13.328457				17
Total Tax Rate	mills		16.361153				18
Ratio of Local and School Tax to Total	dec.		0.814640				19
Total tax net of state credit	mills		15.582714				20
Net Local and School Tax Rate	mills		12.694309				21
Utility Plant, Jan. 1	\$	3,454,936	3,454,936				22
Materials & Supplies	\$	14,648	14,648				23
Subtotal	\$	3,469,584	3,469,584				24
Less: Plant Outside Limits	\$	0	0				25
Taxable Assets	\$	3,469,584	3,469,584				26
Assessment Ratio	dec.		1.021800				27
Assessed Value	\$	3,545,221	3,545,221				28
Net Local & School Rate	mills		12.694309				29
Tax Equiv. Computed for Current Year	\$	45,004	45,004				30
Tax Equivalent per 1994 PSC Report	\$	41,056					31
Any lower tax equivalent as authorized by municipality (see note 6)	\$						32 33
Tax equiv. for current year (see note 6)	\$	45,004					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 \$10,000. If applicable, provide construction authorization.
4. Use only the account titles listed. If the utility has subaccounts other than account 372.1, combine them into one total and detail by subaccount as a schedule footnote.

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	
INTANGIBLE PLANT			
Organization (301)	0		1
Franchises and Consents (302)	0		2
Miscellaneous Intangible Plant (303)	0		3
Total Intangible Plant	0	0	
SOURCE OF SUPPLY PLANT			
Land and Land Rights (310)	1,466		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)	198,671		8
Infiltration Galleries and Tunnels (315)	0		9
Supply Mains (316)	20,879		10
Other Water Source Plant (317)	0		11
Total Source of Supply Plant	221,016	0	
PUMPING PLANT			
Land and Land Rights (320)	0		12
Structures and Improvements (321)	75,208		13
Boiler Plant Equipment (322)	0		14
Other Power Production Equipment (323)	0		15
Steam Pumping Equipment (324)	0		16
Electric Pumping Equipment (325)	39,146		17
Diesel Pumping Equipment (326)	0		18
Hydraulic Pumping Equipment (327)	0		19
Other Pumping Equipment (328)	3,633		20
Total Pumping Plant	117,987	0	
WATER TREATMENT PLANT			
Land and Land Rights (330)	0		21
Structures and Improvements (331)	0		22
Water Treatment Equipment (332)	27,374		23
Total Water Treatment Plant	27,374	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)			1,466	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)			198,671	8
Infiltration Galleries and Tunnels (315)			0	9
Supply Mains (316)			20,879	10
Other Water Source Plant (317)			0	11
Total Source of Supply Plant	0	0	221,016	
PUMPING PLANT				
Land and Land Rights (320)			0	12
Structures and Improvements (321)			75,208	13
Boiler Plant Equipment (322)			0	14
Other Power Production Equipment (323)			0	15
Steam Pumping Equipment (324)			0	16
Electric Pumping Equipment (325)			39,146	17
Diesel Pumping Equipment (326)			0	18
Hydraulic Pumping Equipment (327)			0	19
Other Pumping Equipment (328)			3,633	20
Total Pumping Plant	0	0	117,987	
WATER TREATMENT PLANT				
Land and Land Rights (330)			0	21
Structures and Improvements (331)			0	22
Water Treatment Equipment (332)			27,374	23
Total Water Treatment Plant	0	0	27,374	

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 \$10,000. If applicable, provide construction authorization.
4. Use only the account titles listed. If the utility has subaccounts other than account 372.1, combine them into one total and detail by subaccount as a schedule footnote.

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	
TRANSMISSION AND DISTRIBUTION PLANT			
Land and Land Rights (340)	17,014		24
Structures and Improvements (341)	2,015		25
Distribution Reservoirs and Standpipes (342)	414,857		26
Transmission and Distribution Mains (343)	799,661	254,385	27
Fire Mains (344)	0		28
Services (345)	122,217	4,518	29
Meters (346)	84,267	8,886	30
Hydrants (348)	93,456	7,766	31
Other Transmission and Distribution Plant (349)	1,370		32
Total Transmission and Distribution Plant	1,534,857	275,555	
GENERAL PLANT			
Land and Land Rights (370)	0		33
Structures and Improvements (371)	0		34
Office Furniture and Equipment (372)	1,259		35
Computer Equipment (372.1)	16,075	365	36
Transportation Equipment (373)	11,127		37
Other General Equipment (379)	41,872		38
Other Tangible Property (390)	0		39
Total General Plant	70,333	365	
Total utility plant in service directly assignable	1,971,567	275,920	
Common Utility Plant Allocated to Water Department	0		40
Total utility plant in service	1,971,567	275,920	

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)			17,014 24
Structures and Improvements (341)			2,015 25
Distribution Reservoirs and Standpipes (342)			414,857 26
Transmission and Distribution Mains (343)	13,098		1,040,948 27
Fire Mains (344)			0 28
Services (345)			126,735 29
Meters (346)	0		93,153 30
Hydrants (348)	3,574		97,648 31
Other Transmission and Distribution Plant (349)			1,370 32
Total Transmission and Distribution Plant	16,672	0	1,793,740
GENERAL PLANT			
Land and Land Rights (370)			0 33
Structures and Improvements (371)			0 34
Office Furniture and Equipment (372)			1,259 35
Computer Equipment (372.1)			16,440 36
Transportation Equipment (373)		(1,462)	9,665 37
Other General Equipment (379)		1,462	43,334 38
Other Tangible Property (390)			0 39
Total General Plant	0	0	70,698
Total utility plant in service directly assignable	16,672	0	2,230,815
Common Utility Plant Allocated to Water Department			0 40
Total utility plant in service	16,672	0	2,230,815

**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 \$10,000. If applicable, provide construction authorization.
4. Use only the account titles listed. If the utility has subaccounts other than account 372.1, combine them into one total and detail by subaccount as a schedule footnote.

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	
INTANGIBLE PLANT			
Organization (301)	0		1
Franchises and Consents (302)	0		2
Miscellaneous Intangible Plant (303)	0		3
Total Intangible Plant	0	0	
SOURCE OF SUPPLY PLANT			
Land and Land Rights (310)	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 \$10,000. If applicable, provide construction authorization.
4. Use only the account titles listed. If the utility has subaccounts other than account 372.1, combine them into one total and detail by subaccount as a schedule footnote.

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	
TRANSMISSION AND DISTRIBUTION PLANT			
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)	1,082,174	7,713	27
Fire Mains (344)	0		28
Services (345)	163,247	22,618	29
Meters (346)	0		30
Hydrants (348)	123,190	1,734	31
Other Transmission and Distribution Plant (349)	0		32
Total Transmission and Distribution Plant	1,368,611	32,065	
GENERAL PLANT			
Land and Land Rights (370)	0		33
Structures and Improvements (371)	0		34
Office Furniture and Equipment (372)	0		35
Computer Equipment (372.1)	0		36
Transportation Equipment (373)	0		37
Other General Equipment (379)	0		38
Other Tangible Property (390)	0		39
Total General Plant	0	0	
Total utility plant in service directly assignable	1,368,611	32,065	
Common Utility Plant Allocated to Water Department	0		40
Total utility plant in service	1,368,611	32,065	

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)			1,089,887 27
Fire Mains (344)			0 28
Services (345)			185,865 29
Meters (346)			0 30
Hydrants (348)			124,924 31
Other Transmission and Distribution Plant (349)			0 32
Total Transmission and Distribution Plant	0	0	1,400,676
GENERAL PLANT			
Land and Land Rights (370)			0 33
Structures and Improvements (371)			0 34
Office Furniture and Equipment (372)			0 35
Computer Equipment (372.1)			0 36
Transportation Equipment (373)			0 37
Other General Equipment (379)			0 38
Other Tangible Property (390)			0 39
Total General Plant	0	0	0
Total utility plant in service directly assignable	0	0	1,400,676
Common Utility Plant Allocated to Water Department			0 40
Total utility plant in service	0	0	1,400,676

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			10,736	10,736	1
February			10,800	10,800	2
March			10,179	10,179	3
April			8,627	8,627	4
May			10,894	10,894	5
June			11,755	11,755	6
July			13,956	13,956	7
August			12,641	12,641	8
September			10,837	10,837	9
October			12,617	12,617	10
November			9,453	9,453	11
December			9,022	9,022	12
Total annual pumpage	0	0	131,517	131,517	
Less: Water sold				116,896	13
Volume pumped but not sold				14,621	14
Volume sold as a percent of volume pumped				89%	15
Volume used for water production, water quality and system maintenance				885	16
Volume related to equipment/system malfunction				0	17
Non-utility volume NOT included in water sales				0	18
Total volume not sold but accounted for				885	19
Volume pumped but unaccounted for				13,736	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.)				658	23
Date of maximum: 10/15/2004					24
Cause of maximum: FLUSHING OF HYDRANTS					25
Minimum gallons pumped by all methods in any one day during reporting year (000 gal.)				147	26
Date of minimum: 3/11/2004					27
Total KWH used for pumping for the year				314,639	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)	
BAY STREET	1	365	12	430,000	Yes	1
BAY STREET BACK UP	2	330	6	430,000	No	2
JOHNSON STREET	3	44	6	720,000	Yes	3
LEIN ROAD	6	1,147	8	144,000	Yes	4

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	DEEP 1	DEEP 3		L 1
Location	BAY STREET	JOHNSON STREET	LEIN ROAD	2
Purpose	S	P		P 3
Destination	D	D		R 4
Pump Manufacturer	LAYNE	GRUNDFOS	AIRMOTOR	5
Year Installed	1915	2004	1999	6
Type	VERTICAL TURBINE	SUBMERSIBLE	SUBMERSIBLE	7
Actual Capacity (gpm)	500	100	110	8
Pump Motor or Standby Engine Mfr	US ELECTRICAL	FRANKLIN	FRANKLIN	9 10
Year Installed	1915	2004	1999	11
Type	ELECTRIC	ELECTRIC	ELECTRIC	12
Horsepower	30	15	15	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 23
Year Installed				24
Type				25
Horsepower				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)	1
Identification number or name	1	2	3	1
RESERVOIRS, STANDPIPES OR ELEVATED TANKS				2
Type: R (reservoir), S (standpipe) or ET (elevated tank)	ET	ET	R	3
Year constructed	1915	1971	1998	4
Primary material (earthen, steel, concrete, other)	STEEL	STEEL	OTHER	5
Elevation difference in feet (See Headnote 3.)	120	120	53	6
Total capacity in gallons (actual)	50,600	150,000	510,000	7
WATER TREATMENT PLANT				8
Disinfection, type of equipment (gas, liquid, powder, other)	OTHER			9
Points of application (wellhouse, central facilities, booster station, other)	OTHER			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)?	Y			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)	
A	D	4.000	6,638	0	0	0	6,638	1
M	D	4.000	7,158	0	0	0	7,158	2
P	D	4.000	720	0	0	0	720	3
A	D	6.000	21,575	0	0	0	21,575	4
M	D	6.000	7,112	0	0	0	7,112	5
P	D	6.000	20,398	1,444	0	0	21,842	6
A	D	8.000	2,380	0	0	0	2,380	7
M	D	8.000	1,610	0	0	0	1,610	8
P	D	8.000	25,627	133	0	0	25,760	9
P	S	8.000	1,110	0	0	0	1,110	10
A	D	10.000	9,714	0	2,865	0	6,849	11
M	D	10.000	377	0	0	0	377	12
M	T	10.000	100	0	0	0	100	13
P	D	10.000	32,089	2,548	0	0	34,637	14
A	D	12.000	1,574	0	0	0	1,574	15
P	D	12.000	2,632	0	0	0	2,632	16
P	T	12.000	2,480	0	0	0	2,480	17
Total Within Municipality			143,294	4,125	2,865	0	144,554	
Total Utility			143,294	4,125	2,865	0	144,554	

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	0.625	595	0	0	0	595	115	1
M	0.750	99	0	0	0	99	14	2
M	1.000	501	33	0	0	534	131	3
M	1.250	12	0	0	0	12		4
M	1.500	27	0	0	0	27	9	5
M	2.000	49	0	0	0	49	2	6
M	2.500	1	0	0	0	1		7
M	3.000	3	0	0	0	3		8
P	4.000	6	1	0	0	7		9
P	6.000	3	1	0	0	4		10
P	8.000	1	0	0	0	1		11
Total Utility		1,297	35	0	0	1,332	271	

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	926	50	0	(10)	966	111	1
0.750	25	1	0	0	26	2	2
1.000	74	8	0	(4)	78	11	3
1.250	7	0	0	0	7	0	4
1.500	31	0	0	0	31	16	5
2.000	23	2	0	1	26	6	6
3.000	5	2	0	0	7	2	7
4.000	3	0	0	0	3	0	8
6.000	3	0	0	0	3	1	9
Total:	1,097	63	0	(13)	1,147	149	

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	701	207	0	9	0	49	966	1
0.750	8	16	0	1	0	1	26	2
1.000	8	56	2	10	0	2	78	3
1.250	0	6	0	1	0	0	7	4
1.500	0	28	0	2	0	1	31	5
2.000	1	17	2	4	0	2	26	6
3.000	0	2	0	3	2	0	7	7
4.000	0	1	0	1	1	0	3	8
6.000	0	1	0	0	2	0	3	9
Total:	718	334	4	31	5	55	1,147	

HYDRANTS AND DISTRIBUTION SYSTEM VALVES

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

Hydrant Type (a)	Number In Service First of Year (b)	Added During Year (c)	Removed During Year (d)	Adjustments Increase or (Decrease) (e)	Number In Service End of Year (f)	
Fire Hydrants						
Outside of Municipality	0				0	1
Within Municipality	273	6	3		276	2
Total Fire Hydrants	273	6	3	0	276	
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:	276
Number of distribution system valves end of year:	660
Number of distribution valves operated during year:	148

WATER OPERATING SECTION FOOTNOTES

Other Operating Revenues (Water) (Page W-04)

Please explain amounts in Account 474 in excess of \$2,000, including like items grouped. Please provide, for example, a short list or detail using other than terms such as "other revenues" "general" "miscellaneous" or repeating the account title.

ROW: OTHER WATER REVENUES (474) - RETURN ON NET INVESTMENT IN METERS CHARGED TO SEWER DEPARTMENT. 1/2 OF AVERAGE NET INVESTMENT OF METERS \$69,991.58 X 6%

ROW: OTHER WATER REVENUES (474) - TOWER RENTAL. LEASE OF WATER TOWER FOR COMMUNICATIONS ATENAE @ \$460/MONTH

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 30%, but not less \$2,000, please explain.

(630) CHEMICALS 2003 = 31,470 2004 = 21,875 CHANGE: - 9595 = 30.5%
WELL #3 WAS DOWN FOR 3 MONTHS. CHEMICAL PROVIDER DETERMINED THAT THERE WAS EXTRA PRODUCT BEING DISPENSED, THUS PRODUCT BEING WASTED, AND ADJUSTED FLOW SO THAT LESS PRODUCT WAS USED.

(689) MISC. EXPENSE 2003 = 7,119 2004 = 4,741 CHANGE: - 2378 = 33.4%
2003 CONTAINED ONE TIME EXPENSE FOR DEMOLITION. LAB TESTING WAS \$3486 IN 2003 AND ONLY \$2541 IN 2004.

Water Utility Plant in Service --Plant Financed by Utility or Municipality-- (Page W-08)

General footnotes

(343) additions 2865' of main on Hwy B at a cost of \$254,385. \$240,000 borrowed from local lending institution, balance from working capital.

(343) retirements 2865' of main on Hwy B at cost of \$13,098. Engineer provided cost based on material and date of installation.

If Adjustments for any account are nonzero, please explain.

(373) TRANSPORTATION EQUIPMENT -1462, CORRECT ITEM INCORRECTLY CLASSIFIED AS TRANSPORTATION EQUIPMENT IN A PREVIOUS YEAR.

(379) OTHER GENERAL EQUIPMENT +1462, CORRECT ITEM INCORRECTLY CLASSIFIED AS TRANSPORTATION EQUIPMENT IN A PREVIOUS YEAR.

Water Utility Plant in Service --Plant Financed by Contributions-- (Page W-10)

General footnotes

(345) 3 services @ \$766 per schedule Cz-1. 33 financed by developer who paid contractor which provided the installation. Dollar amounts supplied by contractor and developer.

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.

1260' 6.00" FOR MOBILE HOME PARK FINANCED BY DEVELOPER.

2865' 10.00" COUNTY HWY B REPLACED WITH 184' 6.00" + 133' 8.00" + 2548 10.00" BY THE UTILITY, WHICH WAS FINANCED WITH BORROWING FROM LOCAL FINANCIAL INSTITUTION.

WATER OPERATING SECTION FOOTNOTES

Water Services (Page W-18)

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

3 FINANCED BY PROPERTY OWNER BY APPLICATION OF CZ-1. 3 @ 755 = 2265

1 FINANCED BY UTILITY, COST (\$617). EXISTING SERVICE OFF OF HWY 63 WAS REMOVED AND REPLACED WITH SERVICE OFF OF RAILROAD STREET.

30 FINANCED BY OWNER/DEVELOPER. COSTS WERE PROVIDED BY CONTRACTOR.

Meters (Page W-19)

Explain all reported adjustments.

2003 reported adjustments included +10 5/8" meters and +4 1" meters based on an actual count. These meters should not have been added, because they were old meters which had been removed from service in prior years. They were sold as scrap metal in 2004. An actual count of meters in 2004 resulted in a count of 26 2" meters. In 2003 we counted 23 and purchased 2 in 2004.

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

These meters are removed and tested on a 7 year cycle for high and low flow, which must test within 3%. Any quarterly reading which seems above or below normal, also results in that meter being tested.

If 2-inch or greater meters are reported as residential, please explain.

On new residential customer wanted a 2" meter. He has six inch service and wanted this for lawn sprinkling.

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

Hydrants and Distribution System Valves (Page W-20)

General footnotes

DISTRIBUTION VALVES OPERATED DURING YEAR LESS THAN 50%. MANPOWER INSUFFICIENT TO OPERATE ALL VALVES. DEVELOPING SCHEDULE TO OPERATE MORE EACH YEAR.

SEWER OPERATING REVENUES & EXPENSES

Particulars (a)	This Year (b)	Last Year (c)	
Operating Revenues			
Sewage Operating Revenues			
Sewage Operating Revenues (621-626)	373,483	378,624	1
Total Sewage Operating Revenues	373,483	378,624	
Other Operating Revenues			
Forfeited Discounts (631)	2,215	1,970	2
Servicing of Customers Laterals (632)	0	0	3
Sale of Fertilizer (633)	0	0	4
Rent from Sewerage Properties (634)	0	0	5
Miscellaneous Operating Revenues (635)	0	0	6
Amortization of Construction Grants (636)	0	0	7
Total Other Operating Revenues	2,215	1,970	
Total Operating Revenues	375,698	380,594	
Operation and Maintenance Expenses			
Operation Expenses (820-829)	113,427	107,104	8
Maintenance Expenses (831-834)	114,465	61,778	9
Customer Accounting & Collection Expenses (840-843)	23,492	17,427	10
Administrative and General Expenses (850-857)	86,702	95,374	11
Total Operation and Maintenance Expenses	338,086	281,683	
Other Operating Expenses			
Depreciation Expense (403)	64,643	41,459	12
Amortization Expense (404)	0	0	13
Taxes (408)	8,283	7,547	14
Total Other Operating Expenses	72,926	49,006	
Total Operating Expenses	411,012	330,689	
NET OPERATING INCOME	(35,314)	49,905	

SEWAGE OPERATING REVENUES

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

Particulars (a)	Average No. Customers (b)	Thousands of Gallons Billed (c)	Amounts (d)	
Operating Revenues				
Sewage Operating Revenues				
Flat Rate Service to General Customers (621)				
Residential Revenues	21	974	4,273	1
Commercial Revenues	1	46	206	2
Industrial Revenues				3
Revenues from Public Authorities				4
Total Flat Rate Service to General Customers (621)	22	1,020	4,479	
Measured Service to General Customers (622)				
Residential Revenues	677	28,450	120,530	5
Commercial Revenues	329	60,218	221,580	6
Industrial Revenues	2	911	3,213	7
Revenues from Public Authorities	28	6,315	23,681	8
Total Measured Service to General Customers (622)	1,036	95,894	369,004	
Service to Public Authorities (623)				9
Service to Other Systems (624)				10
Other Sewerage Service (625)				11
Interdepartmental Service (626)				12
Total Sewage Operating Revenues	1,058	96,914	373,483	

HIGH STRENGTH CONTRIBUTORS

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

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

NONE

OTHER OPERATING REVENUES (SEWER)

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

Particulars (a)	Amount (b)	
Customers Forfeited Discounts (631):		
Customer late payment charges	2,215	1
Other (specify):		
NONE		2
Total Customers Forfeited Discounts (631)	2,215	
Servicing of Customers Laterals (632):		
NONE		3
Total Servicing of Customers Laterals (632)	0	
Sale of Fertilizer (633):		
NONE		4
Total Sale of Fertilizer (633)	0	
Rent from Sewerage Property (634):		
NONE		5
Total Rent from Sewerage Property (634)	0	
Miscellaneous Operating Revenues (635):		
NONE		6
Total Miscellaneous Operating Revenues (635)	0	
Amortization of Construction Grants (636):		
NONE		7
Total Amortization of Construction Grants (636)	0	

SEWER OPERATION & MAINTENANCE EXPENSES

Each expense account that has an increase or a decrease when compared to the previous year of greater than 30 percent, but not less than \$2,000, shall be fully explained in the schedule footnotes.

Particulars (a)	This Year (b)	Last Year (c)	
OPERATION EXPENSES			
Supervision and Labor (820)	39,842	40,551	1
Power and Fuel for Pumping (821)	15,946	14,559	2
Power and Fuel for Aeration Equipment (822)	45,435	39,782	3
Chlorine (823)	0	0	4
Phosphorous Removal Chemicals (824)	0	0	5
Sludge Conditioning Chemicals (825)	0	0	6
Other Chemicals for Sewage Treatment (826)	0	0	7
Other Operating Supplies and Expenses (827)	9,537	9,888	8
Transportation Expenses (828)	2,667	2,324	9
Rents (829)	0	0	10
Total Operation Expenses	113,427	107,104	
MAINTENANCE EXPENSES			
Maintenance of Sewage Collection System (831)	31,210	29,481	11
Maintenance of Collection System Pumping Equipment (832)	36,588	6,464	12
Maintenance of Treatment and Disposal Plant Equipment (833)	38,844	17,711	13
Maintenance of General Plant Structures and Equipment (834)	7,823	8,122	14
Total Maintenance Expenses	114,465	61,778	
CUSTOMER ACCOUNTING & COLLECTION EXPENSES			
Billing, Collecting and Accounting (840)	14,834	9,788	15
Flat Rate Inspections (841)	0	0	16
Meter Reading (842)	8,658	7,639	17
Uncollectible Accounts (843)	0	0	18
Total Customer Accounting & Collection Expenses	23,492	17,427	
ADMINISTRATIVE AND GENERAL EXPENSES			
Administrative and General Salaries (850)	23,496	21,822	19
Office Supplies and Expenses (851)	2,991	3,943	20
Outside Services Employed (852)	8,272	18,891	21
Insurance Expense (853)	5,377	4,591	22
Employees Pensions and Benefits (854)	42,024	38,786	23

SEWER OPERATION & MAINTENANCE EXPENSES

Each expense account that has an increase or a decrease when compared to the previous year of greater than 30 percent, but not less than \$2,000, shall be fully explained in the schedule footnotes.

Particulars (a)	This Year (b)	Last Year (c)	
ADMINISTRATIVE AND GENERAL EXPENSES			
Regulatory Commission Expenses (855)	0	1,660	24
Miscellaneous General Expenses (856)	4,542	5,681	25
Rents (857)	0	0	26
Total Administrative and General Expenses	86,702	95,374	
Total Operation and Maintenance Expenses	338,086	281,683	

TAXES (ACCT. 408 - SEWER)

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

Description of Tax (a)	Method Used to Allocate Between Departments (b)	This Year (c)	Last Year (d)	
Social Security	GROSS PAYROLL	7,301	6,510	1
Local and School Tax Equivalent on Meters Charged by Water Department		547	546	2
PSC Remainder Assessment	OPERATING REVENUES	435	491	3
Other (specify): NONE			0	4
Total tax expense		8,283	7,547	

SEWER 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 \$10,000. If applicable, provide construction authorization.
4. Use only the account titles listed. If the utility has subaccounts, combine them into one total and detail by subaccount as a schedule footnote.

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	
INTANGIBLE PLANT			
Organization (301)	0		1
Franchises and Consents (302)	0		2
Miscellaneous Intangible Plant (303)	0		3
Total Intangible Plant	0	0	
COLLECTION SYSTEM			
Land and Land Rights (310)	18,465		4
Structures and Improvements (311)	0		5
Service Connections, Traps, and Accessories (312)	59,358	208	6
Collecting Mains and Accessories (313)	590,065	1,356	7
Interceptor Mains and Accessories (314)	0		8
Force Mains (315)	101,777		9
Other Collecting System Equipment (316)	0		10
Total Collection System	769,665	1,564	
COLLECTION SYSTEM PUMPING INSTALLATIONS			
Land and Land Rights (320)	0		11
Structures and Improvements (321)	9,878		12
Receiving Wells (322)	0		13
Electric Pumping Equipment (323)	386,262		14
Other Power Pumping Equipment (324)	0		15
Miscellaneous Pumping Equipment (325)	0		16
Total Collection System Pumping Installations	396,140	0	
TREATMENT AND DISPOSAL PLANT			
Land and Land Rights (330)	68,208		17
Structures and Improvements (331)	152,020		18
Preliminary Treatment Equipment (332)	0		19
Primary Treatment Equipment (333)	141,672		20
Secondary Treatment Equipment (334)	475,754		21
Advanced Treatment Equipment (335)	0		22
Chlorination Equipment (336)	5,990		23
Sludge Treatment and Disposal Equipment (337)	0		24
Plant Site Piping (338)	36,895	1,172	25
Flow Metering and Monitoring Equipment (339)	32,194		26

SEWER 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	
COLLECTION SYSTEM				
Land and Land Rights (310)			18,465	4
Structures and Improvements (311)			0	5
Service Connections, Traps, and Accessories (312)			59,566	6
Collecting Mains and Accessories (313)			591,421	7
Interceptor Mains and Accessories (314)			0	8
Force Mains (315)			101,777	9
Other Collecting System Equipment (316)			0	10
Total Collection System	0	0	771,229	
COLLECTION SYSTEM PUMPING INSTALLATIONS				
Land and Land Rights (320)			0	11
Structures and Improvements (321)			9,878	12
Receiving Wells (322)			0	13
Electric Pumping Equipment (323)			386,262	14
Other Power Pumping Equipment (324)			0	15
Miscellaneous Pumping Equipment (325)			0	16
Total Collection System Pumping Installations	0	0	396,140	
TREATMENT AND DISPOSAL PLANT				
Land and Land Rights (330)			68,208	17
Structures and Improvements (331)			152,020	18
Preliminary Treatment Equipment (332)			0	19
Primary Treatment Equipment (333)			141,672	20
Secondary Treatment Equipment (334)			475,754	21
Advanced Treatment Equipment (335)			0	22
Chlorination Equipment (336)			5,990	23
Sludge Treatment and Disposal Equipment (337)			0	24
Plant Site Piping (338)			38,067	25
Flow Metering and Monitoring Equipment (339)			32,194	26

SEWER 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 \$10,000. If applicable, provide construction authorization.
4. Use only the account titles listed. If the utility has subaccounts, combine them into one total and detail by subaccount as a schedule footnote.

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	
TREATMENT AND DISPOSAL PLANT			
Outfall Sewer Pipes (340)	0		27
Other Treatment and Disposal Plant Equipment (341)	8,498		28
Total Treatment and Disposal Plant	921,231	1,172	
GENERAL PLANT			
Land and Land Rights (370)	0		29
Structures and Improvements (371)	0		30
Office Furniture and Equipment (372)	1,259		31
Computer Equipment (372.1)	8,198	365	32
Transportation Equipment (373)	9,666		33
Other General Equipment (379)	68,004		34
Other Tangible Property (390)	0		35
Total General Plant	87,127	365	
Total utility plant in service directly assignable	2,174,163	3,101	
Common Utility Plant Allocated to Sewer Department	0		36
Total utility plant in service	2,174,163	3,101	

SEWER 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)
TREATMENT AND DISPOSAL PLANT			
Outfall Sewer Pipes (340)			0 27
Other Treatment and Disposal Plant Equipment (341)			8,498 28
Total Treatment and Disposal Plant	0	0	922,403
GENERAL PLANT			
Land and Land Rights (370)			0 29
Structures and Improvements (371)			0 30
Office Furniture and Equipment (372)			1,259 31
Computer Equipment (372.1)			8,563 32
Transportation Equipment (373)			9,666 33
Other General Equipment (379)			68,004 34
Other Tangible Property (390)			0 35
Total General Plant	0	0	87,492
Total utility plant in service directly assignable	0	0	2,177,264
Common Utility Plant Allocated to Sewer Department			0 36
Total utility plant in service	0	0	2,177,264

**SEWER 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 \$10,000. If applicable, provide construction authorization.
4. Use only the account titles listed. If the utility has subaccounts, combine them into one total and detail by subaccount as a schedule footnote.

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	
INTANGIBLE PLANT			
Organization (301)	0		1
Franchises and Consents (302)	0		2
Miscellaneous Intangible Plant (303)	0		3
Total Intangible Plant	0	0	
COLLECTION SYSTEM			
Land and Land Rights (310)	0		4
Structures and Improvements (311)	0		5
Service Connections, Traps, and Accessories (312)	159,542	19,970	6
Collecting Mains and Accessories (313)	1,660,632	5,293	7
Interceptor Mains and Accessories (314)	0		8
Force Mains (315)	307,473		9
Other Collecting System Equipment (316)	0		10
Total Collection System	2,127,647	25,263	
COLLECTION SYSTEM PUMPING INSTALLATIONS			
Land and Land Rights (320)	0		11
Structures and Improvements (321)	0		12
Receiving Wells (322)	0		13
Electric Pumping Equipment (323)	0		14
Other Power Pumping Equipment (324)	0		15
Miscellaneous Pumping Equipment (325)	0		16
Total Collection System Pumping Installations	0	0	
TREATMENT AND DISPOSAL PLANT			
Land and Land Rights (330)	0		17
Structures and Improvements (331)	261,023		18
Preliminary Treatment Equipment (332)	0		19
Primary Treatment Equipment (333)	179,031		20
Secondary Treatment Equipment (334)	61,241		21
Advanced Treatment Equipment (335)	0		22
Chlorination Equipment (336)	0		23
Sludge Treatment and Disposal Equipment (337)	0		24
Plant Site Piping (338)	124,785		25
Flow Metering and Monitoring Equipment (339)	24,442		26

SEWER 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
COLLECTION SYSTEM			
Land and Land Rights (310)			0 4
Structures and Improvements (311)			0 5
Service Connections, Traps, and Accessories (312)			179,512 6
Collecting Mains and Accessories (313)			1,665,925 7
Interceptor Mains and Accessories (314)			0 8
Force Mains (315)			307,473 9
Other Collecting System Equipment (316)			0 10
Total Collection System	0	0	2,152,910
COLLECTION SYSTEM PUMPING INSTALLATIONS			
Land and Land Rights (320)			0 11
Structures and Improvements (321)			0 12
Receiving Wells (322)			0 13
Electric Pumping Equipment (323)			0 14
Other Power Pumping Equipment (324)			0 15
Miscellaneous Pumping Equipment (325)			0 16
Total Collection System Pumping Installations	0	0	0
TREATMENT AND DISPOSAL PLANT			
Land and Land Rights (330)			0 17
Structures and Improvements (331)			261,023 18
Preliminary Treatment Equipment (332)			0 19
Primary Treatment Equipment (333)			179,031 20
Secondary Treatment Equipment (334)			61,241 21
Advanced Treatment Equipment (335)			0 22
Chlorination Equipment (336)			0 23
Sludge Treatment and Disposal Equipment (337)			0 24
Plant Site Piping (338)			124,785 25
Flow Metering and Monitoring Equipment (339)			24,442 26

**SEWER 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 \$10,000. If applicable, provide construction authorization.
4. Use only the account titles listed. If the utility has subaccounts, combine them into one total and detail by subaccount as a schedule footnote.

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	
TREATMENT AND DISPOSAL PLANT			
Outfall Sewer Pipes (340)	0		27
Other Treatment and Disposal Plant Equipment (341)	41,108		28
Total Treatment and Disposal Plant	691,630	0	
GENERAL PLANT			
Land and Land Rights (370)	0		29
Structures and Improvements (371)	0		30
Office Furniture and Equipment (372)	0		31
Computer Equipment (372.1)	0		32
Transportation Equipment (373)	0		33
Other General Equipment (379)	0		34
Other Tangible Property (390)	0		35
Total General Plant	0	0	
Total utility plant in service directly assignable	2,819,277	25,263	
Common Utility Plant Allocated to Sewer Department	0		36
Total utility plant in service	2,819,277	25,263	

SEWER 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)
TREATMENT AND DISPOSAL PLANT			
Outfall Sewer Pipes (340)			0 27
Other Treatment and Disposal Plant Equipment (341)			41,108 28
Total Treatment and Disposal Plant	0	0	691,630
GENERAL PLANT			
Land and Land Rights (370)			0 29
Structures and Improvements (371)			0 30
Office Furniture and Equipment (372)			0 31
Computer Equipment (372.1)			0 32
Transportation Equipment (373)			0 33
Other General Equipment (379)			0 34
Other Tangible Property (390)			0 35
Total General Plant	0	0	0
Total utility plant in service directly assignable	0	0	2,844,540
Common Utility Plant Allocated to Sewer Department			0 36
Total utility plant in service	0	0	2,844,540

SEWER SERVICES

1. Explain all reported adjustments as a schedule footnote.
2. Report in column (h) the number of utility-owned services included in columns (c) through (g) which are temporarily disconnected or otherwise not in use at end of year.
3. For services added during the year in column (d), as a schedule footnote:
 - a. Explain how the additions were financed.
 - b. If assessed against property owners, explain the basis of the assessments.
 - c. If installed by a property owner or developer, explain the basis of recording the cost of the additions, the total amount and the number of services recorded under this method.
 - d. If any were financed by application of Cz-1, provide the total amount recorded and the number of services recorded under this method.
4. Report services separately by diameter; pipe materials do not need to be specified.

Pipe Material (a)	Diameter in Inches (b)	First of Year (c)	Added During Year (d)	Removed or Permanently Disconnected During Year (e)	Adjustments Increase or (Decrease) (f)	End of Year (g)	Utility Owned Services Not In Use at End of Year (h)	
Sewer	2.000	2	0	0	0	2		1
Sewer	4.000	1,079	34	0	0	1,113	91	2
Sewer	6.000	69	0	0	0	69	11	3
Sewer	8.000	4	0	0	0	4	0	4
Total Utility		1,154	34	0	0	1,188	102	

SEWER MAINS

1. Report mains separately by diameter. Pipe materials do not need to be specified.
2. Explain all reported adjustments as a schedule footnote.
3. For main additions reported in column (c), as a schedule footnote:
 - a. Explain how the additions were financed.
 - b. If assessed against property owners, explain the basis of the assessments.
 - c. If the assessments are deferred, explain.

Number of Feet						
Diameter in Inches (a)	First of Year (b)	Added During Year (c)	Retired During Year (d)	Adjustments Increase or (Decrease) (e)	End of Year (f)	
4.000	7,887	0	0	0	7,887	1
6.000	16,446	0	0	0	16,446	2
8.000	88,906	1,260	0	0	90,166	3
10.000	15,571	0	0	0	15,571	4
12.000	13,616	0	0	0	13,616	5
15.000	175	0	0	0	175	6
18.000	1,848	0	0	0	1,848	7
24.000	538	0	0	0	538	8
Total Utility	144,987	1,260	0	0	146,247	

SEWER OPERATING SECTION FOOTNOTES

Sewer Operation & Maintenance Expenses (Page S-05)

For values that represent an increase or a decrease when compared to the previous year of greater than 30%, but not less \$2,000, please explain.

(832) Braun Pump: Main Lift \$10,421 Labor field service install panel and conduit & cables for floats and control panel, control panel & floats; Pine Point Lift \$21,126 Labor field service & electrical, 2 pumps, control panel, relay for lift installed in 1982. Industrial Lift \$3,927 Labor field service check lift, install riser. Additional checks \$750

(833) S.E.H. Inc., \$33,844 Operation and needs report required by DNR

(840) 2004 \$14,834 2003 \$9,788 Additional employee for part of year to learn position of billing clerk who was returning.

(52) 2003 was high \$18,891. 2002 was \$11,875. 2004 normal, no extral legal proceedings, so just normal attorney's fees.

Sewer Utility Plant in Service --Plant Financed by Contributions-- (Page S-09)

If Additions for any Accounts exceed \$10,000, please explain.

(312) Paid by private developer, installed by others \$16,077. Dollar amounts provided by developers and contractors.

One commercial installation installed by Utility paid \$3,893

3 @ 766 per schedule Cz-1.

Sewer Services (Page S-11)

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

30 were installed by private contractors and paid by the developers.

1 commercial was installed by Utility and paid one half \$3,893 by customer, per agreement in order to have installed during winter while ground was frozen.

3 @ \$766 per schedule Cz-1, installed by Utility

Sewer Mains (Page S-12)

If Added During Year is greater than zero, please explain financing (see schedule headnote No. 3 regarding financing of mains).

All 1260' were installed for one developer by outside contractor. He paid contractor.
