3015 (02-02-05)

ANNUAL REPORT

OF

Name: MARION MUNICIPAL WATER AND SEWER UTILITY

Principal Office: 217 N MAIN STREET
P.O. BOX 127
MARION, WI 54950-0127

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 CYNTHIA NOACK of
(Person responsible for accounts)

Marion Municipal Water 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) 03/31/2005
(Date)

CITY CLERK/TREASURER
(Title)

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IDENTIFICATION AND OWNERSHIP

Exact Utility Name: MARION MUNICIPAL WATER AND SEWER UTILITY
Utility Address: 217 N MAIN STREET
P.O. BOX 127
MARION, WI 54950-0127
When was utility organized? 1/1/1928
Report any change in name:
Effective Date:
Utility Web Site:

Utility employee in charge of correspondence concerning this report:

Name: MS CYNTHIA NOACK
Title: CLERK-TREASURER
Office Address:
217 N MAIN STREET
P.O. BOX 127
MARION, WI 54950-0127
Telephone: (715) 754 - 2124
Fax Number: (715) 754 - 5420
E-mail Address:

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

Name: MICHAEL S LENSMIRE, CPA
Title: PARTNER
Office Address: CLIFTON GUNDERSON LLP
201 FRONTENAC AVENUE
P.O. BOX 106
STEVENS POINT, WI 54481
Telephone: (715) 344 - 4984
Fax Number: (715) 344 - 8544
E-mail Address: mike.lensmire@cliftoncpa.com

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

Name: BRUCE STUHR
Title: CHAIRPERSON
Office Address:
217 N MAIN STREET
P.O. BOX 127
MARION, WI 54950-0127
Telephone: (715) 754 - 2124
Fax Number: (715) 754 - 5420
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: MICHAEL S. LENSMIRE,CPA
Title: PARTNER
Office Address: CLIFTON GUNDERSON LLP
201 FRONTENAC AVENUE
P.O. BOX 106
STEVENS POINT, WI 54481
Telephone: (715) 344 - 4984
Fax Number: (715) 344 - 8544
E-mail Address: mike.lensmire@cliftoncpa.com
Date of most recent audit report: 2/10/2005
Period covered by most recent audit: YEAR ENDED DECEMBER 31, 2004

Names and titles of utility management including manager or superintendent:

Name: MR JOHN BORK
Title: SUPERINTENDENT
Office Address:
217 N MAIN STREET
P.O. BOX 127
MARION, WI 54950-0127
Telephone: (715) 754 - 2124
Fax Number: (715) 754 - 5420
E-mail Address:

Name of utility commission/committee: UTILITY BOARD

Names of members of utility commission/committee:

MRS AUDREY BUSS
MR ROBERT EGGLESTON
MR HARLAN RADTKE
MR BRUCE STUHR, CHAIR
MR GERALD WILIE

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)	277,583	264,442	**1**
Operating Expenses:			
Operation and Maintenance Expense (401)	78,880	63,417	**2**
Depreciation Expense (403)	48,780	48,841	**3**
Amortization Expense (404)	0	0	**4**
Taxes (408)	1,633	1,438	**5**
Total Operating Expenses	**129,293**	**113,696**	
Net Operating Income	**148,290**	**150,746**	
Income from Utility Plant Leased to Others (412-413)	0	0	**6**
Utility Operating Income	**148,290**	**150,746**	
OTHER INCOME			
Income from Merchandising, Jobbing and Contract Work (415-416)	0	0	**7**
Nonoperating Rental Income (418)	0	0	**8**
Interest and Dividend Income (419)	20,963	14,778	**9**
Miscellaneous Nonoperating Income (421)	1,034,127	1,528,459	**10**
Total Other Income	**1,055,090**	**1,543,237**	
Total Income	**1,203,380**	**1,693,983**	
MISCELLANEOUS INCOME DEDUCTIONS			
Miscellaneous Amortization (425)	(2,102)	0	**11**
Other Income Deductions (426)	4,389	1,244	**12**
Total Miscellaneous Income Deductions	**2,287**	**1,244**	
Income Before Interest Charges	**1,201,093**	**1,692,739**	
INTEREST CHARGES			
Interest on Long-Term Debt (427)	262,507	281,017	**13**
Amortization of Debt Discount and Expense (428)	3,119	3,120	**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)	0	0	**18**
Total Interest Charges	**265,626**	**284,137**	
Net Income	**935,467**	**1,408,602**	
EARNED SURPLUS			
Unappropriated Earned Surplus (Beginning of Year) (216)	5,872,798	2,930,713	**19**
Balance Transferred from Income (433)	935,467	1,408,602	**20**
Miscellaneous Credits to Surplus (434)	0	1,533,483	**21**
Miscellaneous Debits to Surplus--Debit (435)	0	0	**22**
Appropriations of Surplus--Debit (436)	0	0	**23**
Appropriations of Income to Municipal Funds--Debit (439)			**24**
Total Unappropriated Earned Surplus End of Year (216)	**6,808,265**	**5,872,798**	

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	277,583		**277,583**	**1**
Total (Acct. 400):	**277,583**	**0**	**277,583**	
Operation and Maintenance Expense (401):				
Derived	78,880		**78,880**	**2**
Total (Acct. 401):	**78,880**	**0**	**78,880**	
Depreciation Expense (403):				
Derived	48,780		**48,780**	**3**
Total (Acct. 403):	**48,780**	**0**	**48,780**	
Amortization Expense (404):				
Derived	0		**0**	**4**
Total (Acct. 404):	**0**	**0**	**0**	
Taxes (408):				
Derived	1,633		**1,633**	**5**
Total (Acct. 408):	**1,633**	**0**	**1,633**	
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:	**148,290**	**0**	**148,290**	
OTHER INCOME				
Income from Merchandising, Jobbing and Contract Work (415-416):				
Derived	0		**0**	**8**
Total (Acct. 415-416):	**0**	**0**	**0**	
Nonoperating Rental Income (418):				
NONE	0		**0**	**9**
Total (Acct. 418):	**0**	**0**	**0**	
Interest and Dividend Income (419):				
INTEREST INCOME-VARIOUS FINANCIAL INSTITUTIONS	20,963	0	**20,963**	**10**
Total (Acct. 419):	**20,963**	**0**	**20,963**	
Miscellaneous Nonoperating Income (421):				
Contributed Plant - Water			**0**	**11**

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):				
NON-REGULATED SEWER NET INCOME	1,034,127	0	**1,034,127**	**12**
Total (Acct. 421):	**1,034,127**	**0**	**1,034,127**	
TOTAL OTHER INCOME:	**1,055,090**	**0**	**1,055,090**	
MISCELLANEOUS INCOME DEDUCTIONS				
Miscellaneous Amortization (425):				
Regulatory Liability (253) Amortization	(2,102)		**(2,102)**	**13**
NONE	0	0	**0**	**14**
Total (Acct. 425):	**(2,102)**	**0**	**(2,102)**	
Other Income Deductions (426):				
Depreciation Expense on Contributed Plant - Water		4,389	**4,389**	**15**
NONE	0	0	**0**	**16**
Total (Acct. 426):	**0**	**4,389**	**4,389**	
TOTAL MISCELLANEOUS INCOME DEDUCTIONS:	**(2,102)**	**4,389**	**2,287**	
INTEREST CHARGES				
Interest on Long-Term Debt (427):				
Derived	262,507		**262,507**	**17**
Total (Acct. 427):	**262,507**	**0**	**262,507**	
Amortization of Debt Discount and Expense (428):				
AMORTIZATION EXPENSE	3,119		**3,119**	**18**
Total (Acct. 428):	**3,119**	**0**	**3,119**	
Amortization of Premium on Debt--Cr. (429):				
NONE	0		**0**	**19**
Total (Acct. 429):	**0**	**0**	**0**	
Interest on Debt to Municipality (430):				
Derived	0		**0**	**20**
Total (Acct. 430):	**0**	**0**	**0**	
Other Interest Expense (431):				
Derived	0		**0**	**21**
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):				
NONE	0		**0**	**22**
Total (Acct. 432):	**0**	**0**	**0**	
TOTAL INTEREST CHARGES:	**265,626**	**0**	**265,626**	
NET INCOME:	**939,856**	**(4,389)**	**935,467**	
EARNED SURPLUS				
Unappropriated Earned Surplus (Beginning of Year) (216):				
Derived	4,340,559	1,532,239	**5,872,798**	**23**
Total (Acct. 216):	**4,340,559**	**1,532,239**	**5,872,798**	
Balance Transferred from Income (433):				
Derived	939,856	(4,389)	**935,467**	**24**
Total (Acct. 433):	**939,856**	**(4,389)**	**935,467**	
Miscellaneous Credits to Surplus (434):				
NONE	0	0	**0**	**25**
Total (Acct. 434):	**0**	**0**	**0**	
Miscellaneous Debits to Surplus--Debit (435):				
NONE	0	0	**0**	**26**
Total (Acct. 435)--Debit:	**0**	**0**	**0**	
Appropriations of Surplus--Debit (436):				
Detail appropriations to (from) account 215			**0**	**27**
Total (Acct. 436)--Debit:	**0**	**0**	**0**	
UNAPPROPRIATED EARNED SURPLUS (END OF YEAR):	**5,280,415**	**1,527,850**	**6,808,265**	

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

Particulars (a)	Water (b)	Electric (c)	Sewer (d)	Gas (e)	Total (f)	
Revenues (account 415)					0	1
Costs and Expenses of Merchandising, Jobbing and Contract Work (416):						
Cost of merchandise sold					0	2
Payroll					0	3
Materials					0	4
Taxes					0	5
Other (list by major classes):						
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

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	277,583	0	0	0	**277,583**	**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.)	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	311				**311**	**5**
Other Increases or (Decreases) to Operating Revenues - Specify: NONE					**0**	**6**
Revenues subject to Wisconsin Remainder Assessment	**277,272**	**0**	**0**	**0**	**277,272**	

BALANCE SHEET

Assets and Other Debits (a)	Balance End of Year (b)	Balance First of Year (c)	
UTILITY PLANT			
Utility Plant (100)	2,783,257	2,402,329	1
Less: Accumulated Provision for Depreciation and Amortization of Utility Plant (110)	418,801	454,734	2
Net Utility Plant	**2,364,456**	**1,947,595**	
OTHER PROPERTY AND INVESTMENTS			
Nonutility Property (121)	10,473,662	9,977,380	3
Less: Accumulated Provision for Depreciation and Amortization of Nonutility Property (122)	1,373,309	1,163,505	4
Net Nonutility Property	**9,100,353**	**8,813,875**	
Investment in Municipality (123)	981,501	1,085,691	5
Other Investments (124)	43,146	14,438	6
Special Funds (125)	0	0	7
Total Other Property and Investments	**10,125,000**	**9,914,004**	
CURRENT AND ACCRUED ASSETS			
Cash and Working Funds (131)	1,965,245	1,755,339	8
Temporary Cash Investments (132)			9
Notes Receivable (141)	0	0	10
Customer Accounts Receivable (142)	44,203	39,472	11
Other Accounts Receivable (143)	319,092	207,529	12
Accumulated Provision for Uncollectible Accounts- -Cr. (144)	0	0	13
Receivables from Municipality (145)	0	0	14
Materials and Supplies (150)	10,011	10,840	15
Prepayments (165)	0	0	16
Other Current and Accrued Assets (170)			17
Total Current and Accrued Assets	**2,338,551**	**2,013,180**	
DEFERRED DEBITS			
Unamortized Debt Discount and Expense (181)	46,796	49,915	18
Extraordinary Property Losses (182)	0	0	19
Other Deferred Debits (183)	0	0	20
Total Deferred Debits	**46,796**	**49,915**	
Total Assets and Other Debits	**14,874,803**	**13,924,694**	

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)	1,142,728	1,142,728	**21**
Appropriated Earned Surplus (215)			**22**
Unappropriated Earned Surplus (216)	6,808,265	5,872,798	**23**
Total Proprietary Capital	**7,950,993**	**7,015,526**	
LONG-TERM DEBT			
Bonds (221)	6,617,142	6,768,134	**24**
Advances from Municipality (223)	0	0	**25**
Other long-Term Debt (224)	0	0	**26**
Total Long-Term Debt	**6,617,142**	**6,768,134**	
CURRENT AND ACCRUED LIABILITIES			
Notes Payable (231)	0	0	**27**
Accounts Payable (232)	151,966	36,999	**28**
Payables to Municipality (233)	30,956	18,953	**29**
Customer Deposits (235)			**30**
Taxes Accrued (236)	0	0	**31**
Interest Accrued (237)	83,800	85,082	**32**
Other Current and Accrued Liabilities (238)			**33**
Total Current and Accrued Liabilities	**266,722**	**141,034**	
DEFERRED CREDITS			
Unamortized Premium on Debt (251)	0	0	**34**
Customer Advances for Construction (252)			**35**
Other Deferred Credits (253)	39,946	0	**36**
Total Deferred Credits	**39,946**	**0**	
OPERATING RESERVES			
Miscellaneous Operating Reserves (265)			**37**
Total Operating Reserves	**0**	**0**	
Total Liabilities and Other Credits	**14,874,803**	**13,924,694**	

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	2,402,329	0	0	0	**1**
(Should agree with Util. Plant Jan. 1 in Property Tax Equivalent Schedule)					
Plant Accounts:					
Utility Plant in Service - Financed by Utility Operations or by the Municipality (100.1)	2,384,302	0	0	0	**2**
Utility Plant in Service - Contributed Plant (100.2)	398,955	0	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)					**8**
Utility Plant Acquisition Adjustments (396)					**9**
Other Utility Plant Adjustments (397)					**10**
Total Utility Plant	2,783,257	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)	350,265	0	0	0	**11**
Accumulated Provision for Depreciation of Utility Plant in Service - Contributed Plant (110.2)	68,536	0	0	0	**12**
Total Accumulated Provision	418,801	0	0	0	
Net Utility Plant	2,364,456	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)	411,442				**411,442**	1
Credits During Year						2
Accruals:						3
Charged depreciation expense (403)	48,780				**48,780**	4
Depreciation expense on meters						5
charged to sewer (see Note 3)	1,466				**1,466**	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	**50,246**	**0**	**0**	**0**	**50,246**	16
Debits during year						17
Book cost of plant retired	48,520				**48,520**	18
Cost of removal					**0**	19
Other debits (specify):						20
Est Reg Liab(253): Docket 05-US-105	42,048				**42,048**	21
correction of prior allocation	20,855				**20,855**	22
					0	23
					0	24
Total debits	**111,423**	**0**	**0**	**0**	**111,423**	25
Balance end of year (110.1)	**350,265**	**0**	**0**	**0**	**350,265**	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)	43,292				**43,292**	1
Credits During Year						2
Accruals:						3
Charged depreciation expense (403)	4,389				**4,389**	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
Correction of allocation	20,855				**20,855**	12
					0	13
					0	14
					0	15
Total credits	**25,244**	**0**	**0**	**0**	**25,244**	16
Debits during year						17
Book cost of plant retired	0				**0**	18
Cost of removal					**0**	19
Other debits (specify):						20
					0	21
					0	22
					0	23
					0	24
Total debits	**0**	**0**	**0**	**0**	**0**	25
Balance end of year (110.1)	**68,536**	**0**	**0**	**0**	**68,536**	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	9,977,380	527,652	31,370	**10,473,662**	**1**
Other (specify):					
NONE	0			**0**	**2**
Total Nonutility Property (121)	**9,977,380**	**527,652**	**31,370**	**10,473,662**	
Less accum. prov. depr. & amort. (122)	1,163,505	241,174	31,370	**1,373,309**	**3**
Net Nonutility Property	**8,813,875**	**286,478**	**0**	**9,100,353**	

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	10,011	10,840	**2**
Sewer utility		0	**3**
Gas utility		0	**4**
Merchandise		0	**5**
Other materials & supplies		0	**6**
Total Materials and Supplies	**10,011**	**10,840**	

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: Amount (b)	Written Off During Year: Account Charged or Credited (c)	Balance End of Year (d)	
Unamortized debt discount & expense (181)				
1998 Revenue BANS	3,119	428	46,796	1
Total			**46,796**	
Unamortized premium on debt (251)				
NONE				2
Total			**0**	

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	1,142,728	1
Changes during year (explain):		
		2
Balance end of year	**1,142,728**	

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 W&S Revenue BANS Series B	12/01/1998	05/01/2019	4.50%	2,295,000	1
2002 SEWER REVENUE BONDS	09/12/2002	09/01/2042	4.50%	4,322,142	2
		Total Bonds (Account 221):		**6,617,142**	

NOTES PAYABLE & MISCELLANEOUS LONG-TERM DEBT

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

Account and Description of Obligation (a and b)	Date of Issue (c)	Final Maturity Date (d)	Interest Rate (e)	Principal Amount End of Year (f)

NONE

TAXES ACCRUED (ACCT. 236)

Particulars (a)	Amount (b)	
Balance first of year	0	1
Accruals:		
Charged water department expense		2
Charged electric department expense		3
Charged sewer department expense		4
Other (explain):		
		5
Total Accruals and other credits	**0**	
Taxes paid during year:		
County, state and local taxes		6
Social Security taxes		7
PSC Remainder Assessment		8
Other (explain):		
		9
Total payments and other debits	**0**	
Balance end of year	**0**	

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**
1998 W&S Revenue BANS Series B	18,982	75,165	75,915	**18,232**	**2**
1998 W&S Revenue BANS Series A	0			**0**	**3**
2002 SEWER REVENUE BONDS	66,100	187,342	187,874	**65,568**	**4**
Subtotal	**85,082**	**262,507**	**263,789**	**83,800**	
Advances from Municipality (223)					
NONE	0			**0**	**5**
Subtotal	**0**	**0**	**0**	**0**	
Other long-Term Debt (224)					
NOTE PAYABLE-WASTE WATER TREATMENT PLANT	0			**0**	**6**
Subtotal	**0**	**0**	**0**	**0**	
Notes Payable (231)					
NONE	0			**0**	**7**
Subtotal	**0**	**0**	**0**	**0**	
Total	**85,082**	**262,507**	**263,789**	**83,800**	

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):		
DUE FROM THE TIF FUNDS	981,501	1
Total (Acct. 123):	**981,501**	
Other Investments (124):		
DEFERRED SPECIAL ASSESSMENTS-WATER	32,895	2
DEFERRED SPECIAL ASSESSMENTS-SEWER	10,251	3
Total (Acct. 124):	**43,146**	
Special Funds (125):		
NONE		4
Total (Acct. 125):	**0**	
Notes Receivable (141):		
NONE		5
Total (Acct. 141):	**0**	
Customer Accounts Receivable (142):		
Water	44,203	6
Electric		7
Sewer (Regulated)		8
Other (specify):		
NONE		9
Total (Acct. 142):	**44,203**	
Other Accounts Receivable (143):		
Sewer (Non-regulated)	204,104	10
Merchandising, jobbing and contract work		11
Other (specify):		
GRANT RECEIVABLE-USDA	114,988	12
Total (Acct. 143):	**319,092**	
Receivables from Municipality (145):		
NONE		13
Total (Acct. 145):	**0**	
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):		
DUE TO THE GENERAL FUND	30,956	17
Total (Acct. 233):	**30,956**	
Other Deferred Credits (253):		
Regulatory Liability	39,946	18
NONE		19
Total (Acct. 253):	**39,946**	

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)	2,259,974	0	0	0	**2,259,974**	**1**
Materials and Supplies	10,425	0	0	0	**10,425**	**2**
Other (specify):						
					0	**3**
Less Average:						
Reserve for Depreciation (110.1)	391,281	0	0	0	**391,281**	**4**
Customer Advances for Construction					**0**	**5**
Regulatory Liability	19,973	0	0	0	**19,973**	**6**
					0	**7**
Average Net Rate Base	**1,859,145**	**0**	**0**	**0**	**1,859,145**	
Net Operating Income	148,290	0	0	0	**148,290**	**8**
Net Operating Income as a percent of Average Net Rate Base	**7.98%**	**N/A**	**N/A**	**N/A**	**7.98%**	

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	1	1
Electric		2
Gas		3
Sewer	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	42,048	0	0	0	**42,048**	**2**
Other (specify):						
NONE					**0**	**3**
Deduct charges:						
Miscellaneous Amortization (425)	2,102				**2,102**	**4**
Other (specify):						
NONE					**0**	**5**
Balance End of Year	**39,946**	**0**	**0**	**0**	**39,946**	

FINANCIAL SECTION FOOTNOTES

Accumulated Provision for Depreciation and Amortization of Utility Plant on Utility Plant Financed by Ut

Depreciation Expense on Meters Charged to Sewer has related fields in the Taxes schedule and Other Operating Revenues (Water) schedule. If amounts are reported in any one or two of these three fields, but not all three, please explain.

The water utility does not charge the sewer for property tax equivalent on meters as the City does not charge the water utility for the property tax equivalent.

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

General footnotes

The Due From TIF funds reported in account 123 relates to amounts paid for water assets in the TIF district that will be recovered through future tax increments.

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.

The balance in account 233 is for current year salaries, benefits and insurance paid by the general fund on behalf of the water and sewer fund.

Identification and Ownership - Contacts (Page iv)

General footnotes

Members of the City Council
City of Marion
Marion, Wisconsin

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

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

This report is presented in accordance with the requirements of the Public Service Commission which differ from generally accepted accounting principles. Accordingly, this report is not designed for those who are not informed about such differences.

CLIFTON GUNDERSON LLP

Stevens Point, Wisconsin
February 10, 2005

WATER OPERATING REVENUES & EXPENSES

Particulars (a)	This Year (b)	Last Year (c)	
Operating Revenues			
Sales of Water			
Sales of Water (460-467)	275,789	263,224	1
Total Sales of Water	**275,789**	**263,224**	
Other Operating Revenues			
Forfeited Discounts (470)	630	1,218	2
Other Water Revenues (474)	1,164	0	3
Total Other Operating Revenues	**1,794**	**1,218**	
Total Operating Revenues	**277,583**	**264,442**	
Operation and Maintenenance Expenses			
Plant Operation and Maintenance Expenses (600-660)	41,393	34,934	4
General Operating Expenses (680-690)	37,487	28,483	5
Total Operation and Maintenenance Expenses	**78,880**	**63,417**	
Other Operating Expenses			
Depreciation Expense (403)	48,780	48,841	6
Amortization Expense (404)		0	7
Taxes (408)	1,633	1,438	8
Total Other Operating Expenses	**50,413**	**50,279**	
Total Operating Expenses	**129,293**	**113,696**	
NET OPERATING INCOME	**148,290**	**150,746**	

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	495	17,358	58,165	4
Commercial	74	6,700	18,433	5
Industrial	12	68,329	93,331	6
Total Metered Sales to General Customers (461)	**581**	**92,387**	**169,929**	
Private Fire Protection Service (462)	6		4,149	7
Public Fire Protection Service (463)	1		94,265	8
Other Sales to Public Authorities (464)	17	2,542	7,446	9
Sales to Irrigation Customers (465)				10
Sales for Resale (466)		0	0	11
Interdepartmental Sales (467)				12
Total Sales of Water	**605**	**94,929**	**275,789**	

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)	94,265	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)	**94,265**	
Forfeited Discounts (470):		
Customer late payment charges	630	5
Other (specify):		
NONE		6
Total Forfeited Discounts (470)	**630**	
Other Water Revenues (474):		
Return on net investment in meters charged to sewer department	1,089	7
Other (specify):		
MISCELLANEOUS CHARGES	75	8
Total Other Water Revenues (474)	**1,164**	

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)	22,298	16,848	1
Purchased Water (610)		0	2
Fuel or Power Purchased for Pumping (620)	13,048	11,607	3
Chemicals (630)	1,893	2,008	4
Supplies and Expenses (640)		0	5
Repairs of Water Plant (650)	4,154	4,471	6
Transportation Expenses (660)		0	7
Total Plant Operation and Maintenance Expenses	**41,393**	**34,934**	
GENERAL OPERATING EXPENSES			
Administrative and General Salaries (680)	5,000	3,194	8
Office Supplies and Expenses (681)	10,571	9,947	9
Outside Services Employed (682)	4,785	4,114	10
Insurance Expense (684)	4,073	3,865	11
Employees Pensions and Benefits (686)	11,846	7,308	12
Regulatory Commission Expenses (688)		0	13
Miscellaneous General Expenses (689)	901	55	14
Uncollectible Accounts (690)	311	0	15
Total General Operating Expenses	**37,487**	**28,483**	
Total Operation and Maintenance Expenses	**78,880**	**63,417**	

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		0	0	1
Less: Local and School Tax Equivalent on Meters Charged to Sewer Department			0	2
Net property tax equivalent		**0**	**0**	
Social Security		1,479	1,289	3
PSC Remainder Assessment		154	149	4
Other (specify): NONE			0	5
Total tax expense		**1,633**	**1,438**	

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			Shawano	Waupaca			1
SUMMARY OF TAX RATES							2
State tax rate	mills		0.209926	0.227344			3
County tax rate	mills		5.365581	6.493716			4
Local tax rate	mills		11.565485	12.348974			5
School tax rate	mills		9.030659	9.779920			6
Voc. school tax rate	mills		1.808229	1.958247			7
Other tax rate - Local	mills		0.000000	0.000000			8
Other tax rate - Non-Local	mills		0.000000	0.000000			9
Total tax rate	mills		**27.979880**	**30.808201**			10
Less: state credit	mills		0.190500	1.080000			11
Net tax rate	mills		**27.789380**	**29.728201**			12
PROPERTY TAX EQUIVALENT CALCULATION							13
Local Tax Rate	mills		**11.565485**	**12.348974**			14
Combined School Tax Rate	mills		**10.838888**	**11.738167**			15
Other Tax Rate - Local	mills		**0.000000**	**0.000000**			16
Total Local & School Tax	mills		**22.404373**	**24.087141**			17
Total Tax Rate	mills		**27.979880**	**30.808201**			18
Ratio of Local and School Tax to Total	dec.		**0.800732**	**0.781842**			19
Total tax net of state credit	mills		**27.789380**	**29.728201**			20
Net Local and School Tax Rate	mills		**22.251834**	**23.242752**			21
Utility Plant, Jan. 1	$	**2,402,329**	2,380,434	21,895			22
Materials & Supplies	$	**10,840**	10,840	0			23
Subtotal	$	**2,413,169**	**2,391,274**	**21,895**			24
Less: Plant Outside Limits	$	**0**		0			25
Taxable Assets	$	**2,413,169**	**2,391,274**	**21,895**			26
Assessment Ratio	dec.		0.952717	0.879725			27
Assessed Value	$	**2,297,469**	**2,278,207**	**19,262**			28
Net Local & School Rate	mills		**22.251834**	**23.242752**			29
Tax Equiv. Computed for Current Year	$	**51,142**	**50,694**	**448**			30
Tax Equivalent per 1994 PSC Report	$	23,140					31
Any lower tax equivalent as authorized							32
by municipality (see note 6)	$	0					33
Tax equiv. for current year (see note 6)	$	**0**					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)	414		1
Franchises and Consents (302)	0		2
Miscellaneous Intangible Plant (303)	0		3
Total Intangible Plant	**414**	**0**	
SOURCE OF SUPPLY PLANT			
Land and Land Rights (310)	679		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)	20,628		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	**21,307**	**0**	
PUMPING PLANT			
Land and Land Rights (320)	0		12
Structures and Improvements (321)	75,999		13
Boiler Plant Equipment (322)	0		14
Other Power Production Equipment (323)	0		15
Steam Pumping Equipment (324)	0		16
Electric Pumping Equipment (325)	226,131		17
Diesel Pumping Equipment (326)	0		18
Hydraulic Pumping Equipment (327)	0		19
Other Pumping Equipment (328)	50,736		20
Total Pumping Plant	**352,866**	**0**	
WATER TREATMENT PLANT			
Land and Land Rights (330)	0		21
Structures and Improvements (331)	0		22
Water Treatment Equipment (332)	44,895		23
Total Water Treatment Plant	**44,895**	**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)			**414**	**1**
Franchises and Consents (302)			**0**	**2**
Miscellaneous Intangible Plant (303)			**0**	**3**
Total Intangible Plant	**0**	**0**	**414**	
SOURCE OF SUPPLY PLANT				
Land and Land Rights (310)			**679**	**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)			**20,628**	**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**	**21,307**	
PUMPING PLANT				
Land and Land Rights (320)			**0**	**12**
Structures and Improvements (321)			**75,999**	**13**
Boiler Plant Equipment (322)			**0**	**14**
Other Power Production Equipment (323)			**0**	**15**
Steam Pumping Equipment (324)			**0**	**16**
Electric Pumping Equipment (325)			**226,131**	**17**
Diesel Pumping Equipment (326)			**0**	**18**
Hydraulic Pumping Equipment (327)			**0**	**19**
Other Pumping Equipment (328)			**50,736**	**20**
Total Pumping Plant	**0**	**0**	**352,866**	
WATER TREATMENT PLANT				
Land and Land Rights (330)			**0**	**21**
Structures and Improvements (331)			**0**	**22**
Water Treatment Equipment (332)			**44,895**	**23**
Total Water Treatment Plant	**0**	**0**	**44,895**	

 See attached schedule footnote.

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)	191		24
Structures and Improvements (341)	0		25
Distribution Reservoirs and Standpipes (342)	591,162		26
Transmission and Distribution Mains (343)	806,528	352,245	27
Fire Mains (344)	0		28
Services (345)	72,274	60,690	29
Meters (346)	58,051	1,513	30
Hydrants (348)	118,898	15,000	31
Other Transmission and Distribution Plant (349)	0		32
Total Transmission and Distribution Plant	**1,647,104**	**429,448**	
GENERAL PLANT			
Land and Land Rights (370)	0		33
Structures and Improvements (371)	0		34
Office Furniture and Equipment (372)	5,996		35
Computer Equipment (372.1)	0		36
Transportation Equipment (373)	21,133		37
Other General Equipment (379)	41,932		38
Other Tangible Property (390)	0		39
Total General Plant	**69,061**	**0**	
Total utility plant in service directly assignable	**2,135,647**	**429,448**	
Common Utility Plant Allocated to Water Department	0		40
Total utility plant in service	**2,135,647**	**429,448**	

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)			**191**	**24**
Structures and Improvements (341)			**0**	**25**
Distribution Reservoirs and Standpipes (342)			**591,162**	**26**
Transmission and Distribution Mains (343)	31,370	(132,273)	**995,130**	**27**
Fire Mains (344)			**0**	**28**
Services (345)	8,100		**124,864**	**29**
Meters (346)	1,050		**58,514**	**30**
Hydrants (348)	8,000		**125,898**	**31**
Other Transmission and Distribution Plant (349)			**0**	**32**
Total Transmission and Distribution Plant	**48,520**	**(132,273)**	**1,895,759**	
GENERAL PLANT				
Land and Land Rights (370)			**0**	**33**
Structures and Improvements (371)			**0**	**34**
Office Furniture and Equipment (372)			**5,996**	**35**
Computer Equipment (372.1)			**0**	**36**
Transportation Equipment (373)			**21,133**	**37**
Other General Equipment (379)			**41,932**	**38**
Other Tangible Property (390)			**0**	**39**
Total General Plant	**0**	**0**	**69,061**	
Total utility plant in service directly assignable	**48,520**	**(132,273)**	**2,384,302**	
Common Utility Plant Allocated to Water Department			**0**	**40**
Total utility plant in service	**48,520**	**(132,273)**	**2,384,302**	

 See attached schedule footnote.

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	

 See attached schedule footnote.

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)	266,682		27
Fire Mains (344)	0		28
Services (345)	0		29
Meters (346)	0		30
Hydrants (348)	0		31
Other Transmission and Distribution Plant (349)	0		32
Total Transmission and Distribution Plant	**266,682**	**0**	
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	**266,682**	**0**	
Common Utility Plant Allocated to Water Department	0		40
Total utility plant in service	**266,682**	**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)	
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)		132,273	**398,955**	**27**
Fire Mains (344)			**0**	**28**
Services (345)			**0**	**29**
Meters (346)			**0**	**30**
Hydrants (348)			**0**	**31**
Other Transmission and Distribution Plant (349)			**0**	**32**
Total Transmission and Distribution Plant	**0**	**132,273**	**398,955**	
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**	**132,273**	**398,955**	
Common Utility Plant Allocated to Water Department			**0**	**40**
Total utility plant in service	**0**	**132,273**	**398,955**	

 See attached schedule footnote.

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.

Month (a)	Sources of Water Supply: Purchased Water Gallons (000's) (b)	Surface Water Gallons (000's) (c)	Ground Water Gallons (000's) (d)	Total Gallons All Methods (000's) (e)	
January			7,210	**7,210**	1
February			7,254	**7,254**	2
March			7,868	**7,868**	3
April			7,431	**7,431**	4
May			9,253	**9,253**	5
June			8,364	**8,364**	6
July			10,838	**10,838**	7
August			10,752	**10,752**	8
September			9,321	**9,321**	9
October			10,794	**10,794**	10
November			9,048	**9,048**	11
December			9,608	**9,608**	12
Total annual pumpage	**0**	**0**	**107,741**	**107,741**	
Less: Water sold				94,929	13
Volume pumped but not sold				**12,812**	14
Volume sold as a percent of volume pumped				**88%**	15
Volume used for water production, water quality and system maintenance				1,285	16
Volume related to equipment/system malfunction				250	17
Non-utility volume NOT included in water sales					18
Total volume not sold but accounted for				**1,535**	19
Volume pumped but unaccounted for				**11,277**	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.)				554	23
Date of maximum: 10/5/2004					24
Cause of maximum: Flushing fire hydrants					25
Minimum gallons pumped by all methods in any one day during reporting year (000 gal.)				101	26
Date of minimum: 2/15/2004					27
Total KWH used for pumping for the year				143,000	28
If water is purchased: Vendor Name:					29
Point of Delivery:					30

SOURCES OF WATER SUPPLY - GROUND WATERS

Location (a)	Identification Number (b)	Depth in feet (c)	Well Diameter in inches (d)	Yield Per Day in gallons (e)	Currently In Service? (f)	
WELL NO.1-IV EAST 2ND STREET	1	98	12	170,000	Yes	**1**
WELL NO. 2-IV EAST 2ND STREET	2	76	16	84,000	Yes	**2**

SOURCES OF WATER SUPPLY - SURFACE WATERS

	Intakes				
Location (a)	Identification Number (b)	Distance From Shore in feet (c)	Depth Below Surface in feet (d)	Diameter in inches (e)	
NONE					1

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	HIGHLIFT #1	HIGHLIFT #2	NO.1	1
Location	HIGHLIFT #1	HIGHLIFT #2	WELL #1	2
Purpose	B	B	P	3
Destination	D	D	R	4
Pump Manufacturer	SIMMONS	SIMMONS	LAYNE N.W.	5
Year Installed	1990	1990	1935	6
Type	VERTICAL TURBINE	VERTICAL TURBINE	VERTICAL TURBINE	7
Actual Capacity (gpm)	550	550	450	8
Pump Motor or				9
Standby Engine Mfr	U.S.	U.S.	U.S.	10
Year Installed	1990	1990	1996	11
Type	ELECTRIC	ELECTRIC	ELECTRIC	12
Horsepower	40	40	10	13

Particulars (a)	Unit D (b)	Unit E (c)	Unit F (d)	
Identification	NO.2			14
Location	WELL NO. 2			15
Purpose	P			16
Destination	R			17
Pump Manufacturer	LAYNE N.W.			18
Year Installed	1957			19
Type	VERTICAL TURBINE			20
Actual Capacity (gpm)	300			21
Pump Motor or				22
Standby Engine Mfr	U.S.			23
Year Installed	1996			24
Type	ELECTRIC			25
Horsepower	7			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				2
OR ELEVATED TANKS				3
Type: R (reservoir), S (standpipe)				4
or ET (elevated tank)	R	ET		5
Year constructed	1990	1997		6
Primary material (earthen, steel,				7
concrete, other)	CONCRETE	STEEL		8
Elevation difference in feet				9
(See Headnote 3.)	6	128		10
Total capacity in gallons (actual)	100,000	250,000		11
WATER TREATMENT PLANT				12
Disinfection, type of equipment				13
(gas, liquid, powder, other)	GAS			14
Points of application				15
(wellhouse, central facilities,				16
booster station, other)	BOOSTER STATION			17
Filters, type (gravity, pressure,				18
other, none)	NONE			19
Rated capacity of filter plant				20
(m.g.d.) (note: 1,200,000 gal/day				21
= 1.2 m.g.d.)	1.5120			22
Is a corrosion control chemical				23
used (yes, no)?	N	N		24
Is water fluoridated (yes, no)?	Y	Y		25

WATER MAINS

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

			Number of Feet					
Pipe Material (a)	**Main Function (b)**	**Diameter in Inches (c)**	**First of Year (d)**	**Added During Year (e)**	**Retired During Year (f)**	**Adjustments Increase or (Decrease) (g)**	**End of Year (h)**	
M	D	6.000	32,910	198	1,233	0	**31,875**	**1**
M	D	8.000	11,660	16	1,904	0	**9,772**	**2**
M	D	10.000	18,001	2,724	0	0	**20,725**	**3**
M	D	12.000	1,975	0	0	0	**1,975**	**4**
Total Within Municipality			**64,546**	**2,938**	**3,137**	**0**	**64,347**	
Total Utility			**64,546**	**2,938**	**3,137**	**0**	**64,347**	

See attached schedule footnote.

WATER SERVICES

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

Pipe Material (a)	Diameter in Inches (b)	First of Year (c)	Added During Year (d)	Removed or Permanently Disconnected During Year (e)	Adjustments Increase or (Decrease) (f)	End of Year (g)	Utility Owned Services Not In Use at End of Year (h)	
M	0.750	527	0	79	0	448	22	1
M	1.000	95	79	2	0	172	47	2
M	1.250	2	0	0	0	2		3
M	1.500	8	0	0	0	8	2	4
M	2.000	19	2	0	0	21	11	5
M	3.000	2	0	0	0	2		6
M	4.000	4	0	0	0	4		7
Total Utility		**657**	**81**	**81**	**0**	**657**	**82**	

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)	
0.750	628	24	21	0	**631**	21	**1**
1.000	23	1	0	0	**24**	0	**2**
1.250	1	0	0	0	**1**	0	**3**
1.500	12	0	0	0	**12**	0	**4**
2.000	10	0	0	0	**10**	0	**5**
3.000	4	0	0	0	**4**	0	**6**
4.000	2	0	0	0	**2**	0	**7**
Total:	**680**	**25**	**21**	**0**	**684**	**21**	

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)	
0.750	492	47	3	7	0	82	**631**	**1**
1.000	1	14	1	4	1	3	**24**	**2**
1.250	0	0	1	0	0	0	**1**	**3**
1.500	0	7	1	2	1	1	**12**	**4**
2.000	0	3	4	2	0	1	**10**	**5**
3.000	0	0	0	2	1	1	**4**	**6**
4.000	0	0	1	1	0	0	**2**	**7**
Total:	**493**	**71**	**11**	**18**	**3**	**88**	**684**	

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	102	6	4		104	**2**
Total Fire Hydrants	**102**	**6**	**4**	**0**	**104**	
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:	104
Number of distribution system valves end of year:	159
Number of distribution valves operated during year:	50

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

The increase in salaries and wages and employee benefits is due to more time being allocated to the water utility than in 2003. In 2003 the City was setting up the new wastewater treatment plant and more time was allocated to the sewer department. The employee benefits increased proportionately to the salaries and wages and the cost of health insurance has increased.

Property Tax Equivalent (Water) (Page W-07)

If Lower Tax Equivalent authorized by municipality is greater than or equal to zero, please explain.

The City Council approved not charging the property tax equivalent on June 2, 1997.

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

If Adjustments for any account are nonzero, please explain.

The adjustment is to correct the allocation of assets contributed per our correspondence.

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

If Adjustments for any account are nonzero, please explain.

The adjustment to water mains is due to our correspondence concerning the allocation made in 2003. This adjustment should bring the balance to the proper amount.

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.

The water mains added in 2004 were part of the HWY 110 project and were financed through user fees and the replacement fund.

Water Services (Page W-18)

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

The additions to services were part of the HWY 110 project and were financed through user fees.

Meters (Page W-19)

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

The City was short staffed in 2004 and as such didn't have the staff to complete the required amount of testing, however they will do additional testing in 2005 to compensate for the shortfall in 2004.

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

WATER OPERATING SECTION FOOTNOTES

Hydrants and Distribution System Valves (Page W-20)

General footnotes

The City experienced a shortage of staff and some large street projects which the utility employees were required to assist with which did not leave enough time to test the required number of hydrant valves. The city will do the required testing in 2005.

SEWER OPERATING REVENUES & EXPENSES

Particulars (a)	This Year (b)	Last Year (c)	
Operating Revenues			
Sewage Operating Revenues			
Sewage Operating Revenues (621-626)	839,646	839,197	1
Total Sewage Operating Revenues	**839,646**	**839,197**	
Other Operating Revenues			
Forfeited Discounts (631)	2,960	2,833	2
Servicing of Customers Lateral (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	**2,960**	**2,833**	
Total Operating Revenues	**842,606**	**842,030**	
Operation and Maintenenance Expenses			
Operation Expenses (820-829)	89,374	95,831	8
Maintenance Expenses (831-834)	19,332	1,104	9
Customer Accounting & Collection Expenses (840-843)	5,089	4,394	10
Administrative and General Expenses (850-857)	48,324	14,735	11
Total Operation and Maintenenance Expenses	**162,119**	**116,064**	
Other Operating Expenses			
Depreciation Expense (403)	242,640	230,007	12
Amortization Expense (404)		0	13
Taxes (408)	2,563	2,418	14
Total Other Operating Expenses	**245,203**	**232,425**	
Total Operating Expenses	**407,322**	**348,489**	
NET OPERATING INCOME	**435,284**	**493,541**	

SEWAGE OPERATING REVENUES

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

Particulars (a)	Average No. Customers (b)	Thousands of Gallons Billed (c)	Amounts (d)	
Operating Revenues				
Sewage Operating Revenues				
Flat Rate Service to General Customers (621)				
Residential Revenues				1
Commercial Revenues				2
Industrial Revenues				3
Revenues from Public Authorities				4
Total Flat Rate Service to General Customers (621)	**0**	**0**	**0**	
Measured Service to General Customers (622)				
Residential Revenues	504	16,865	245,444	5
Commercial Revenues	72	6,791	106,073	6
Industrial Revenues	14	27,803	464,068	7
Revenues from Public Authorities				8
Total Measured Service to General Customers (622)	**590**	**51,459**	**815,585**	
Service to Public Authorities (623)	14	1,574	24,061	9
Service to Other Systems (624)				10
Other Sewerage Service (625)				11
Interdepartmental Service (626)				12
Total Sewage Operating Revenues	**604**	**53,033**	**839,646**	

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 phosphorpus.
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)	
INDUSTRIAL	15,571				**1**

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.

Particulars (a)	Amount (b)	
Customers Forfeited Discounts (631):		
Customer late payment charges	2,960	1
Other (specify):		
NONE		2
Total Customers Forfeited Discounts (631)	**2,960**	
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)	39,082	39,852	1
Power and Fuel for Pumping (821)	24,706	26,154	2
Power and Fuel for Aeration Equipment (822)		0	3
Chlorine (823)		1,398	4
Phosphorous Removal Chemicals (824)		0	5
Sludge Conditioning Chemicals (825)		0	6
Other Chemicals for Sewage Treatment (826)		0	7
Other Operating Supplies and Expenses (827)	25,586	28,427	8
Transportation Expenses (828)		0	9
Rents (829)		0	10
Total Operation Expenses	**89,374**	**95,831**	
MAINTENANCE EXPENSES			
Maintenance of Sewage Collection System (831)		0	11
Maintenance of Collection System Pumping Equipment (832)		0	12
Maintenance of Treatment and Disposal Plant Equipment (833)	1,945	549	13
Maintenance of General Plant Structures and Equipment (834)	17,387	555	14
Total Maintenance Expenses	**19,332**	**1,104**	
CUSTOMER ACCOUNTING & COLLECTION EXPENSES			
Billing, Collecting and Accounting (840)	3,500	4,394	15
Flat Rate Inspections (841)		0	16
Meter Reading (842)		0	17
Uncollectible Accounts (843)	1,589	0	18
Total Customer Accounting & Collection Expenses	**5,089**	**4,394**	
ADMINISTRATIVE AND GENERAL EXPENSES			
Administrative and General Salaries (850)	1,500	1,500	19
Office Supplies and Expenses (851)		1,298	20
Outside Services Employed (852)	25,797	1,233	21
Insurance Expense (853)	4,953	2,355	22
Employees Pensions and Benefits (854)	14,915	8,141	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	**24**
Miscellaneous General Expenses (856)	1,159	208	**25**
Rents (857)		0	**26**
Total Administrative and General Expenses	**48,324**	**14,735**	
Total Operation and Maintenance Expenses	**162,119**	**116,064**	

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		2,409	2,269	1
Local and School Tax Equivalent on Meters Charged by Water Department			0	2
PSC Remainder Assessment		154	149	3
Other (specify): NONE			0	4
Total tax expense		**2,563**	**2,418**	

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 other than accounts 391.1 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**	
COLLECTION SYSTEM			
Land and Land Rights (310)	179,600		4
Structures and Improvements (311)	63,595		5
Service Connections, Traps, and Accessories (312)	0		6
Collecting Mains and Accessories (313)	755,744		7
Interceptor Mains and Accessories (314)	0		8
Force Mains (315)	0		9
Other Collecting System Equipment (316)	0		10
Total Collection System	**998,939**	**0**	
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)	5,873,741		18
Preliminary Treatment Equipment (332)	466,418		19
Primary Treatment Equipment (333)	0		20
Secondary Treatment Equipment (334)	475,104		21
Advanced Treatment Equipment (335)	38,999		22
Chlorination Equipment (336)	30,636		23
Sludge Treatment and Disposal Equipment (337)	12,364		24
Plant Site Piping (338)	0		25
Flow Metering and Monitoring Equipment (339)	18,962		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)			179,600	4
Structures and Improvements (311)			63,595	5
Service Connections, Traps, and Accessories (312)			0	6
Collecting Mains and Accessories (313)			755,744	7
Interceptor Mains and Accessories (314)			0	8
Force Mains (315)			0	9
Other Collecting System Equipment (316)			0	10
Total Collection System	0	0	998,939	
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)			5,873,741	18
Preliminary Treatment Equipment (332)			466,418	19
Primary Treatment Equipment (333)			0	20
Secondary Treatment Equipment (334)			475,104	21
Advanced Treatment Equipment (335)			38,999	22
Chlorination Equipment (336)			30,636	23
Sludge Treatment and Disposal Equipment (337)			12,364	24
Plant Site Piping (338)			0	25
Flow Metering and Monitoring Equipment (339)			18,962	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 other than accounts 391.1 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)	
TREATMENT AND DISPOSAL PLANT			
Outfall Sewer Pipes (340)	63,983		**27**
Other Treatment and Disposal Plant Equipment (341)	129,421		**28**
Total Treatment and Disposal Plant	**7,109,628**	**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)	15,348		**33**
Other General Equipment (379)	11,748		**34**
Other Tangible Property (390)	0		**35**
Total General Plant	**27,096**	**0**	
Total utility plant in service directly assignable	**8,135,663**	**0**	
Common Utility Plant Allocated to Sewer Department	0		**36**
Total utility plant in service	**8,135,663**	**0**	

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)			**63,983**	**27**
Other Treatment and Disposal Plant Equipment (341)			**129,421**	**28**
Total Treatment and Disposal Plant	**0**	**0**	**7,109,628**	
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)			**15,348**	**33**
Other General Equipment (379)			**11,748**	**34**
Other Tangible Property (390)			**0**	**35**
Total General Plant	**0**	**0**	**27,096**	
Total utility plant in service directly assignable	**0**	**0**	**8,135,663**	
Common Utility Plant Allocated to Sewer Department			**0**	**36**
Total utility plant in service	**0**	**0**	**8,135,663**	

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 other than accounts 391.1 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**	
COLLECTION SYSTEM			
Land and Land Rights (310)	0		4
Structures and Improvements (311)	0		5
Service Connections, Traps, and Accessories (312)	0		6
Collecting Mains and Accessories (313)	1,013,630	463,239	7
Interceptor Mains and Accessories (314)	0		8
Force Mains (315)	0		9
Other Collecting System Equipment (316)	0		10
Total Collection System	**1,013,630**	**463,239**	
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)	828,089	64,413	18
Preliminary Treatment Equipment (332)	0		19
Primary Treatment Equipment (333)	0		20
Secondary Treatment Equipment (334)	0		21
Advanced Treatment Equipment (335)	0		22
Chlorination Equipment (336)	0		23
Sludge Treatment and Disposal Equipment (337)	0		24
Plant Site Piping (338)	0		25
Flow Metering and Monitoring Equipment (339)	0		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)			**0**	**6**
Collecting Mains and Accessories (313)	31,370		**1,445,499**	**7**
Interceptor Mains and Accessories (314)			**0**	**8**
Force Mains (315)			**0**	**9**
Other Collecting System Equipment (316)			**0**	**10**
Total Collection System	**31,370**	**0**	**1,445,499**	
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)			**892,502**	**18**
Preliminary Treatment Equipment (332)			**0**	**19**
Primary Treatment Equipment (333)			**0**	**20**
Secondary Treatment Equipment (334)			**0**	**21**
Advanced Treatment Equipment (335)			**0**	**22**
Chlorination Equipment (336)			**0**	**23**
Sludge Treatment and Disposal Equipment (337)			**0**	**24**
Plant Site Piping (338)			**0**	**25**
Flow Metering and Monitoring Equipment (339)			**0**	**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 other than accounts 391.1 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)	
TREATMENT AND DISPOSAL PLANT			
Outfall Sewer Pipes (340)	0		27
Other Treatment and Disposal Plant Equipment (341)	0		28
Total Treatment and Disposal Plant	**828,089**	**64,413**	
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	**1,841,719**	**527,652**	
Common Utility Plant Allocated to Sewer Department	0		36
Total utility plant in service	**1,841,719**	**527,652**	

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)			**0**	**28**
Total Treatment and Disposal Plant	**0**	**0**	**892,502**	
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	**31,370**	**0**	**2,338,001**	
Common Utility Plant Allocated to Sewer Department			**0**	**36**
Total utility plant in service	**31,370**	**0**	**2,338,001**	

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)

NONE

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)

NONE

SEWER OPERATING SECTION FOOTNOTES

NONE