



3015 (02-02-05)

ANNUAL REPORT

OF

Name: SPENCER MUNICIPAL WATER UTILITY

Principal Office: 105 PARK STREET
P.O. BOX 360
SPENCER, WI 54479-0360

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.

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IDENTIFICATION AND OWNERSHIP

Exact Utility Name: SPENCER MUNICIPAL WATER UTILITY

Utility Address: 105 PARK STREET

P.O. BOX 360

SPENCER, WI 54479-0360

When was utility organized? 12/1/1940

Report any change in name:

Effective Date:

Utility Web Site: Clerk@Vil.Spencer.Wi.US

Utility employee in charge of correspondence concerning this report:

Name: GERALD KOBS

Title: VILLAGE CLERK TREASURER

Office Address: VILLAGE OF SPENCER

105 PARK STREET

P.O. BOX 360

SPENCER, WI 54479

Telephone: (715) 659 - 5423

Fax Number: (715) 659 - 5358

E-mail Address: Clerk@Vil.Spencer.Wi.US.

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

Name:

Title:

Office Address:

Telephone:

Fax Number:

E-mail Address:

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

Name: DAVE BUSSE

Title: CHAIRMAN

Office Address:

1106 APPLE STREET

SPENCER, WI 54479

Telephone: (715) 659 - 3974

Fax Number:

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: MIKE FOTH

Title: MANAGER

Office Address: HAWKINS, ASH, BAPTIE AND COMPANY, LLC
101 WEST 29TH STREET
MARSHFIELD, WI 54449

Telephone: (715) 387 - 1131

Fax Number: (715) 384 - 3463

E-mail Address:

Date of most recent audit report: 3/1/2005

Period covered by most recent audit: 01/01/2004 TO 12/31/2004

Names and titles of utility management including manager or superintendent:

Name: DEAN SMITH

Title: WATER PLANT OPERATOR

Office Address: VILLAGE OF SPENCER
702 PARK STREET
P.O. BOX 360
SPENCER, WI 54479

Telephone: (715) 659 - 4644

Fax Number: (715) 659 - 3835

E-mail Address:

Name of utility commission/committee: UTILITIES COMMITTEE

Names of members of utility commission/committee:

- MR DAVID BUSSE, CHAIRMAN
- MR JIM KILTY, MEMBER
- MR JIM SWAGEL, MEMBER

Is sewer service rendered by the utility? NO

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

Date of Ordinance:

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)	343,341	335,098	1
Operating Expenses:			
Operation and Maintenance Expense (401)	125,522	170,445	2
Depreciation Expense (403)	50,660	49,724	3
Amortization Expense (404)	0	0	4
Taxes (408)	3,149	3,901	5
Total Operating Expenses	179,331	224,070	
Net Operating Income	164,010	111,028	
Income from Utility Plant Leased to Others (412-413)	0	0	6
Utility Operating Income	164,010	111,028	
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)	539	1,541	9
Miscellaneous Nonoperating Income (421)	205,961	800	10
Total Other Income	206,500	2,341	
Total Income	370,510	113,369	
MISCELLANEOUS INCOME DEDUCTIONS			
Miscellaneous Amortization (425)	(7,556)	0	11
Other Income Deductions (426)	20,824	20,824	12
Total Miscellaneous Income Deductions	13,268	20,824	
Income Before Interest Charges	357,242	92,545	
INTEREST CHARGES			
Interest on Long-Term Debt (427)	21,878	24,858	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)	0	0	18
Total Interest Charges	21,878	24,858	
Net Income	335,364	67,687	
EARNED SURPLUS			
Unappropriated Earned Surplus (Beginning of Year) (216)	1,349,576	641,914	19
Balance Transferred from Income (433)	335,364	67,687	20
Miscellaneous Credits to Surplus (434)	0	639,975	21
Miscellaneous Debits to Surplus--Debit (435)	0	0	22
Appropriations of Surplus--Debit (436)	0	0	23
Appropriations of Income to Municipal Funds--Debit (439)	0	0	24
Total Unappropriated Earned Surplus End of Year (216)	1,684,940	1,349,576	

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	343,341		343,341	1
Total (Acct. 400):	343,341	0	343,341	
Operation and Maintenance Expense (401):				
Derived	125,522		125,522	2
Total (Acct. 401):	125,522	0	125,522	
Depreciation Expense (403):				
Derived	50,660		50,660	3
Total (Acct. 403):	50,660	0	50,660	
Amortization Expense (404):				
Derived	0		0	4
Total (Acct. 404):	0	0	0	
Taxes (408):				
Derived	3,149		3,149	5
Total (Acct. 408):	3,149	0	3,149	
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:	164,010	0	164,010	
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 ON OTHER INVESTMENTS	539	0	539	10
Total (Acct. 419):	539	0	539	
Miscellaneous Nonoperating Income (421):				
Contributed Plant - Water		205,961	205,961	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):			
NONE	0	0	0 12
Total (Acct. 421):	0	205,961	205,961
TOTAL OTHER INCOME:	539	205,961	206,500

MISCELLANEOUS INCOME DEDUCTIONS			
Miscellaneous Amortization (425):			
Regulatory Liability (253) Amortization	(7,556)	[REDACTED]	(7,556) 13
NONE	0	0	0 14
Total (Acct. 425):	(7,556)	0	(7,556)
Other Income Deductions (426):			
Depreciation Expense on Contributed Plant - Water	[REDACTED]	20,824	20,824 15
NONE	0	0	0 16
Total (Acct. 426):	0	20,824	20,824
TOTAL MISCELLANEOUS INCOME DEDUCTIONS:	(7,556)	20,824	13,268

INTEREST CHARGES			
Interest on Long-Term Debt (427):			
Derived	21,878	[REDACTED]	21,878 17
Total (Acct. 427):	21,878	0	21,878
Amortization of Debt Discount and Expense (428):			
NONE	0	[REDACTED]	0 18
Total (Acct. 428):	0	0	0
Amortization of Premium on Debt--Cr. (429):			
NONE	0	[REDACTED]	0 19
Total (Acct. 429):	0	0	0
Interest on Debt to Municipality (430):			
Derived	0	[REDACTED]	0 20
Total (Acct. 430):	0	0	0
Other Interest Expense (431):			
Derived	0	[REDACTED]	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:	21,878	0	21,878
NET INCOME:	150,227	185,137	335,364
EARNED SURPLUS			
Unappropriated Earned Surplus (Beginning of Year) (216):			
Derived	729,625	619,951	1,349,576 23
Total (Acct. 216):	729,625	619,951	1,349,576
Balance Transferred from Income (433):			
Derived	150,227	185,137	335,364 24
Total (Acct. 433):	150,227	185,137	335,364
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):	879,852	805,088	1,684,940

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):					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	343,341	0	0	0	343,341	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					0	5
Other Increases or (Decreases) to Operating Revenues - Specify:						
.					0	6
Revenues subject to Wisconsin Remainder Assessment	343,341	0	0	0	343,341	

BALANCE SHEET

Assets and Other Debits (a)	Balance End of Year (b)	Balance First of Year (c)	
UTILITY PLANT			
Utility Plant (100)	3,540,237	2,998,033	1
Less: Accumulated Provision for Depreciation and Amortization of Utility Plant (110)	671,358	768,812	2
Net Utility Plant	2,868,879	2,229,221	
OTHER PROPERTY AND INVESTMENTS			
Nonutility Property (121)	1,025	1,025	3
Less: Accumulated Provision for Depreciation and Amortization of Nonutility Property (122)	0	0	4
Net Nonutility Property	1,025	1,025	
Investment in Municipality (123)	0	15,781	5
Other Investments (124)	8,017	4,879	6
Special Funds (125)	0	0	7
Total Other Property and Investments	9,042	21,685	
CURRENT AND ACCRUED ASSETS			
Cash and Working Funds (131)	156,838	13,514	8
Temporary Cash Investments (132)	0	0	9
Notes Receivable (141)	0	0	10
Customer Accounts Receivable (142)	17,278	20,252	11
Other Accounts Receivable (143)	2,221	603	12
Accumulated Provision for Uncollectible Accounts- -Cr. (144)	0	0	13
Receivables from Municipality (145)	15,967	15,434	14
Materials and Supplies (150)	17,061	14,396	15
Prepayments (165)	0	0	16
Other Current and Accrued Assets (170)			17
Total Current and Accrued Assets	209,365	64,199	
DEFERRED DEBITS			
Unamortized Debt Discount and Expense (181)	0	0	18
Extraordinary Property Losses (182)	0	0	19
Other Deferred Debits (183)	0	0	20
Total Deferred Debits	0	0	
Total Assets and Other Debits	3,087,286	2,315,105	

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)	481,781	452,313	21
Appropriated Earned Surplus (215)			22
Unappropriated Earned Surplus (216)	1,684,940	1,349,576	23
Total Proprietary Capital	2,166,721	1,801,889	
LONG-TERM DEBT			
Bonds (221)	0	0	24
Advances from Municipality (223)	74,861	78,427	25
Other long-Term Debt (224)	689,156	417,643	26
Total Long-Term Debt	764,017	496,070	
CURRENT AND ACCRUED LIABILITIES			
Notes Payable (231)	0	0	27
Accounts Payable (232)	3,476	5,994	28
Payables to Municipality (233)	0	0	29
Customer Deposits (235)			30
Taxes Accrued (236)	0	0	31
Interest Accrued (237)	9,716	11,152	32
Other Current and Accrued Liabilities (238)			33
Total Current and Accrued Liabilities	13,192	17,146	
DEFERRED CREDITS			
Unamortized Premium on Debt (251)	0	0	34
Customer Advances for Construction (252)			35
Other Deferred Credits (253)	143,356	0	36
Total Deferred Credits	143,356	0	
OPERATING RESERVES			
Miscellaneous Operating Reserves (265)			37
Total Operating Reserves	0	0	
Total Liabilities and Other Credits	3,087,286	2,315,105	

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	2,998,033	0	0	0	1
<i>(Should agree with Util. Plant Jan. 1 in Property Tax Equivalent Schedule)</i>					
Plant Accounts:					
Utility Plant in Service - Financed by Utility Operations or by the Municipality (100.1)	2,249,055	0	0	0	2
Utility Plant in Service - Contributed Plant (100.2)	790,883	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)	500,299				8
Utility Plant Acquisition Adjustments (396)					9
Other Utility Plant Adjustments (397)					10
Total Utility Plant	3,540,237	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)	478,802	0	0	0	11
Accumulated Provision for Depreciation of Utility Plant in Service - Contributed Plant (110.2)	192,556	0	0	0	12
Total Accumulated Provision	671,358	0	0	0	
Net Utility Plant	2,868,879	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)	597,080				597,080	1
Credits During Year						2
Accruals:						3
Charged depreciation expense (403)	50,660				50,660	4
Depreciation expense on meters						5
charged to sewer (see Note 3)	872				872	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	51,532	0	0	0	51,532	16
Debits during year						17
Book cost of plant retired	18,898				18,898	18
Cost of removal					0	19
Other debits (specify):						20
Est Reg Liab(253): Docket 05-US-10€	150,912				150,912	21
					0	22
					0	23
					0	24
Total debits	169,810	0	0	0	169,810	25
Balance end of year (110.1)	478,802	0	0	0	478,802	26
Composite Depreciation Rate?	Yes					27
If yes, what is the rate?	1.96%					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)	171,732				171,732	1
Credits During Year						2
Accruals:						3
Charged depreciation expense (426)	20,824				20,824	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	20,824	0	0	0	20,824	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)	192,556	0	0	0	192,556	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	1,025			1,025	1
Other (specify):					
NONE	0			0	2
Total Nonutility Property (121)	1,025	0	0	1,025	
Less accum. prov. depr. & amort. (122)	0			0	3
Net Nonutility Property	1,025	0	0	1,025	

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	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	17,061	14,396	2
Sewer utility		0	3
Gas utility		0	4
Merchandise		0	5
Other materials & supplies		0	6
Total Materials and Supplies	17,061	14,396	

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

CAPITAL PAID IN BY MUNICIPALITY (ACCT. 200)

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

Particulars (a)	Amount (b)	
Balance first of year	452,313	1
Changes during year (explain):		
TO RECLASSIFY PAYMENT FROM TIF TO OFFSET ADVANCE AND RECORD CONTRIBL	29,468	2
Balance end of year	481,781	

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)
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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)	
Advances (223)					
DUE TO GENERAL FUND	00/00/0000	00/00/0000	0.00%	74,861	1
Total for Account 223				74,861	
Other Long-Term Debt (224)					
Loan @ SSB	07/07/1995	07/03/2005	6.00%	110,931	2
Loan @ SSB	07/19/2000	07/19/2005	5.85%	224,270	3
LOAN @ SSB	04/01/2002	04/01/2007	4.50%	31,955	4
LOAN @ HERITAGE BANK	12/27/2004	11/15/2014	4.25%	322,000	5
Total for Account 224				689,156	

TAXES ACCRUED (ACCT. 236)

Particulars (a)	Amount (b)	
Balance first of year	0	1
Accruals:		
Charged water department expense	3,149	2
Charged electric department expense		3
Charged sewer department expense		4
Other (explain):		
NONE		5
Total Accruals and other credits	3,149	
Taxes paid during year:		
County, state and local taxes		6
Social Security taxes	2,780	7
PSC Remainder Assessment	369	8
Other (explain):		
NONE		9
Total payments and other debits	3,149	
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
Subtotal	0	0	0	0	
Advances from Municipality (223)					
NONE	0			0	2
Subtotal	0	0	0	0	
Other long-Term Debt (224)					
BLANK	11,152	21,878	23,314	9,716	3
Subtotal	11,152	21,878	23,314	9,716	
Notes Payable (231)					
NONE	0			0	4
Subtotal	0	0	0	0	
Total	11,152	21,878	23,314	9,716	

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):		
LOAN TO TIF DISTRICT FOR WATER MAIN	0	1
Total (Acct. 123):	0	
Other Investments (124):		
SPECIAL ASSESSMENT RECEIVABLES	8,017	2
Total (Acct. 124):	8,017	
Special Funds (125):		
NONE		3
Total (Acct. 125):	0	
Notes Receivable (141):		
NONE		4
Total (Acct. 141):	0	
Customer Accounts Receivable (142):		
Water	17,278	5
Electric		6
Sewer (Regulated)		7
Other (specify):		
NONE		8
Total (Acct. 142):	17,278	
Other Accounts Receivable (143):		
Sewer (Non-regulated)	2,221	9
Merchandising, jobbing and contract work		10
Other (specify):		
NONE		11
Total (Acct. 143):	2,221	
Receivables from Municipality (145):		
TAX ACCOUNT AND DUE FROM SEWERS	15,967	12
Total (Acct. 145):	15,967	
Prepayments (165):		
NONE		13
Total (Acct. 165):	0	
Extraordinary Property Losses (182):		
NONE		14
Total (Acct. 182):	0	
Other Deferred Debits (183):		
NONE		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):		
NONE		16
Total (Acct. 233):	0	
Other Deferred Credits (253):		
Regulatory Liability	143,356	17
NONE		18
Total (Acct. 253):	143,356	

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)	2,208,983	0	0	0	2,208,983	1
Materials and Supplies	15,728	0	0	0	15,728	2
Other (specify):					0	3
Less Average:						
Reserve for Depreciation (110.1)	537,941	0	0	0	537,941	4
Customer Advances for Construction					0	5
Regulatory Liability	71,678	0	0	0	71,678	6
					0	7
Average Net Rate Base	1,615,092	0	0	0	1,615,092	
Net Operating Income	164,010	0	0	0	164,010	8
Net Operating Income as a percent of Average Net Rate Base	10.15%	N/A	N/A	N/A	10.15%	

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	1833	1
Electric		2
Gas		3
Sewer		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	150,912	0	0	0	150,912	2
Other (specify): NONE					0	3
Deduct charges:						
Miscellaneous Amortization (425)	7,556				7,556	4
Other (specify): NONE					0	5
Balance End of Year	143,356	0	0	0	143,356	

FINANCIAL SECTION FOOTNOTES

Income Statement Account Details (Page F-02)

General footnotes

Operating Revenues (400) was more because we sold more water for the year and our other water revenue (474) was up because we received a check for a hydrant that was knocked over and a credit check for worked done on our generater at the water treatment plant. Account (401) is lower because we were able to cut expenses in chemicals (added new feed pumps), supplies and expenses were lower because we did not need as many new supplies. Account (425) Auditors reclassified prior year ciac adjustment per PSC. Account (427) we are continually paying off on the principal so therefore lower amount of interest.

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.

On page F-7 we have included the amount for depreciation expense on meters charged to sewer. On W-7 I could not find an area that stated Local and School Tax equivalent on meters charged to Sewer Dept. On W-1 the amount is included in the Depreciation expense.

Notes Payable & Miscellaneous Long-Term Debt (Page F-15)

General footnotes

The Village does not charge the Water Utility interest.

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

General footnotes

Account #123 was paid off thru taxes from the tif district. Account #124 was more because a developer paid for mains and services in subdivision he is developing. Account #142 was less because we received more payments prior to placing bills on the tax roll.

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.

Account #143 is higher because we are waiting for an individual to pay for a hydrant that was broken off at a cost of \$1,589.00. Account #145 is to adjust receivables to actual-water \$13,781.00 and depreciation expense for meter costs at \$2,186.00.

WATER OPERATING REVENUES & EXPENSES

Particulars (a)	This Year (b)	Last Year (c)	
Operating Revenues			
Sales of Water			
Sales of Water (460-467)	335,971	332,011	1
Total Sales of Water	335,971	332,011	
Other Operating Revenues			
Forfeited Discounts (470)	168	100	2
Other Water Revenues (474)	7,202	2,987	3
Total Other Operating Revenues	7,370	3,087	
Total Operating Revenues	343,341	335,098	
Operation and Maintenance Expenses			
Plant Operation and Maintenance Expenses (600-660)	76,287	107,078	4
General Operating Expenses (680-690)	49,235	63,367	5
Total Operation and Maintenance Expenses	125,522	170,445	
Other Operating Expenses			
Depreciation Expense (403)	50,660	49,724	6
Amortization Expense (404)	0	0	7
Taxes (408)	3,149	3,901	8
Total Other Operating Expenses	53,809	53,625	
Total Operating Expenses	179,331	224,070	
NET OPERATING INCOME	164,010	111,028	

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	675	24,152	157,413	4
Commercial	94	7,128	36,383	5
Industrial	9	7,263	22,684	6
Total Metered Sales to General Customers (461)	778	38,543	216,480	
Private Fire Protection Service (462)	8		7,183	7
Public Fire Protection Service (463)	1		104,883	8
Other Sales to Public Authorities (464)	12	1,647	7,425	9
Sales to Irrigation Customers (465)				10
Sales for Resale (466)		0	0	11
Interdepartmental Sales (467)				12
Total Sales of Water	799	40,190	335,971	

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)
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NONE

OTHER OPERATING REVENUES (WATER)

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

Particulars (a)	Amount (b)	
Public Fire Protection Service (463):		
Amount billed (usually per rate schedule F-1 or Fd-1)	104,883	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)	104,883	
Forfeited Discounts (470):		
Customer late payment charges		5
Other (specify): PRIVATE WELLS	168	6
Total Forfeited Discounts (470)	168	
Other Water Revenues (474):		
Return on net investment in meters charged to sewer department	872	7
Other (specify): CURB STOP TURN ON AND HOOKING UP WATER METERS	6,330	8
Total Other Water Revenues (474)	7,202	

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)	32,275	31,532	1
Purchased Water (610)		0	2
Fuel or Power Purchased for Pumping (620)	11,239	8,042	3
Chemicals (630)	5,426	8,730	4
Supplies and Expenses (640)	18,796	28,939	5
Repairs of Water Plant (650)	8,551	29,835	6
Transportation Expenses (660)	0	0	7
Total Plant Operation and Maintenance Expenses	76,287	107,078	
GENERAL OPERATING EXPENSES			
Administrative and General Salaries (680)	15,954	17,957	8
Office Supplies and Expenses (681)	10,653	5,803	9
Outside Services Employed (682)	1,850	14,621	10
Insurance Expense (684)	10,954	11,463	11
Employees Pensions and Benefits (686)	9,824	13,523	12
Regulatory Commission Expenses (688)	0	0	13
Miscellaneous General Expenses (689)	0	0	14
Uncollectible Accounts (690)	0	0	15
Total General Operating Expenses	49,235	63,367	
Total Operation and Maintenance Expenses	125,522	170,445	

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		2,780	3,503	3
PSC Remainder Assessment		369	398	4
Other (specify): NONE			0	5
Total tax expense		3,149	3,901	

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			Marathon				1
SUMMARY OF TAX RATES							2
State tax rate	mills		0.204079				3
County tax rate	mills		5.909881				4
Local tax rate	mills		8.027224				5
School tax rate	mills		7.264666				6
Voc. school tax rate	mills		1.976081				7
Other tax rate - Local	mills		0.000000				8
Other tax rate - Non-Local	mills		0.000000				9
Total tax rate	mills		23.381931				10
Less: state credit	mills		0.000000				11
Net tax rate	mills		23.381931				12
PROPERTY TAX EQUIVALENT CALCULATION							13
Local Tax Rate	mills		8.027224				14
Combined School Tax Rate	mills		9.240747				15
Other Tax Rate - Local	mills		0.000000				16
Total Local & School Tax	mills		17.267971				17
Total Tax Rate	mills		23.381931				18
Ratio of Local and School Tax to Total	dec.		0.738518				19
Total tax net of state credit	mills		23.381931				20
Net Local and School Tax Rate	mills		17.267971				21
Utility Plant, Jan. 1	\$	2,998,033	2,998,033				22
Materials & Supplies	\$	14,396	14,396				23
Subtotal	\$	3,012,429	3,012,429				24
Less: Plant Outside Limits	\$	0	0				25
Taxable Assets	\$	3,012,429	3,012,429				26
Assessment Ratio	dec.		0.980010				27
Assessed Value	\$	2,952,211	2,952,211				28
Net Local & School Rate	mills		17.267971				29
Tax Equiv. Computed for Current Year	\$	50,979	50,979				30
Tax Equivalent per 1994 PSC Report	\$	0					31
Any lower tax equivalent as authorized by municipality (see note 6)	\$	0					32 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)	400		1
Franchises and Consents (302)	134		2
Miscellaneous Intangible Plant (303)	0		3
Total Intangible Plant	534	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)	124,453		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	124,453	0	
PUMPING PLANT			
Land and Land Rights (320)	30,935		12
Structures and Improvements (321)	315,335		13
Boiler Plant Equipment (322)	0		14
Other Power Production Equipment (323)	175		15
Steam Pumping Equipment (324)	0		16
Electric Pumping Equipment (325)	31,737		17
Diesel Pumping Equipment (326)	0		18
Hydraulic Pumping Equipment (327)	0		19
Other Pumping Equipment (328)	7,900		20
Total Pumping Plant	386,082	0	
WATER TREATMENT PLANT			
Land and Land Rights (330)	0		21
Structures and Improvements (331)	0		22
Water Treatment Equipment (332)	337,395		23
Total Water Treatment Plant	337,395	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)			400	1
Franchises and Consents (302)			134	2
Miscellaneous Intangible Plant (303)			0	3
Total Intangible Plant	0	0	534	
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)			124,453	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	124,453	
PUMPING PLANT				
Land and Land Rights (320)			30,935	12
Structures and Improvements (321)			315,335	13
Boiler Plant Equipment (322)			0	14
Other Power Production Equipment (323)			175	15
Steam Pumping Equipment (324)			0	16
Electric Pumping Equipment (325)			31,737	17
Diesel Pumping Equipment (326)			0	18
Hydraulic Pumping Equipment (327)			0	19
Other Pumping Equipment (328)			7,900	20
Total Pumping Plant	0	0	386,082	
WATER TREATMENT PLANT				
Land and Land Rights (330)			0	21
Structures and Improvements (331)			0	22
Water Treatment Equipment (332)			337,395	23
Total Water Treatment Plant	0	0	337,395	

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)	0		24
Structures and Improvements (341)	0		25
Distribution Reservoirs and Standpipes (342)	92,950		26
Transmission and Distribution Mains (343)	918,260	64,418	27
Fire Mains (344)	0		28
Services (345)	151,387	12,745	29
Meters (346)	52,150	2,956	30
Hydrants (348)	98,294	17,386	31
Other Transmission and Distribution Plant (349)	0		32
Total Transmission and Distribution Plant	1,313,041	97,505	
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)	7,406	1,537	38
Other Tangible Property (390)	0		39
Total General Plant	7,406	1,537	
Total utility plant in service directly assignable	2,168,911	99,042	
Common Utility Plant Allocated to Water Department	0		40
Total utility plant in service	2,168,911	99,042	

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)			0 24
Structures and Improvements (341)			0 25
Distribution Reservoirs and Standpipes (342)			92,950 26
Transmission and Distribution Mains (343)	9,858		972,820 27
Fire Mains (344)			0 28
Services (345)			164,132 29
Meters (346)	7,540		47,566 30
Hydrants (348)	1,500		114,180 31
Other Transmission and Distribution Plant (349)			0 32
Total Transmission and Distribution Plant	18,898	0	1,391,648
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)			8,943 38
Other Tangible Property (390)			0 39
Total General Plant	0	0	8,943
Total utility plant in service directly assignable	18,898	0	2,249,055
Common Utility Plant Allocated to Water Department			0 40
Total utility plant in service	18,898	0	2,249,055

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)	287,155		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	287,155	0	
WATER TREATMENT PLANT			
Land and Land Rights (330)	0		21
Structures and Improvements (331)	0		22
Water Treatment Equipment (332)	130,000		23
Total Water Treatment Plant	130,000	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)			287,155 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	287,155
WATER TREATMENT PLANT			
Land and Land Rights (330)			0 21
Structures and Improvements (331)			0 22
Water Treatment Equipment (332)			130,000 23
Total Water Treatment Plant	0	0	130,000

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)	294,246		27
Fire Mains (344)	0		28
Services (345)	48,799		29
Meters (346)	30,683		30
Hydrants (348)	0		31
Other Transmission and Distribution Plant (349)	0		32
Total Transmission and Distribution Plant	373,728	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	790,883	0	
Common Utility Plant Allocated to Water Department	0		40
Total utility plant in service	790,883	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)			294,246 27
Fire Mains (344)			0 28
Services (345)			48,799 29
Meters (346)		(30,683)	0 30
Hydrants (348)		30,683	30,683 31
Other Transmission and Distribution Plant (349)			0 32
Total Transmission and Distribution Plant	0	0	373,728
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	790,883
Common Utility Plant Allocated to Water Department			0 40
Total utility plant in service	0	0	790,883

SOURCE OF SUPPLY, PUMPING AND PURCHASED WATER STATISTICS

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

Sources of Water Supply					
Month	Purchased Water Gallons (000's)	Surface Water Gallons (000's)	Ground Water Gallons (000's)	Total Gallons All Methods (000's)	
(a)	(b)	(c)	(d)	(e)	
January			4,028	4,028	1
February			3,341	3,341	2
March			3,778	3,778	3
April			3,766	3,766	4
May			3,974	3,974	5
June			3,754	3,754	6
July			3,970	3,970	7
August			4,024	4,024	8
September			3,901	3,901	9
October			3,865	3,865	10
November			3,440	3,440	11
December			3,422	3,422	12
Total annual pumpage	0	0	45,263	45,263	
Less: Water sold				40,190	13
Volume pumped but not sold				5,073	14
Volume sold as a percent of volume pumped				89%	15
Volume used for water production, water quality and system maintenance				1,501	16
Volume related to equipment/system malfunction				375	17
Non-utility volume NOT included in water sales					18
Total volume not sold but accounted for				1,876	19
Volume pumped but unaccounted for				3,197	20
Percent of water lost				7%	21
If more than 25%, indicate causes:					22
If more than 25%, state what action has been taken to reduce water loss:					23
Maximum gallons pumped by all methods in any one day during reporting year (000 gal.)				246	24
Date of maximum: 5/11/2004					25
Cause of maximum:					26
Hydrant Flushing					
Minimum gallons pumped by all methods in any one day during reporting year (000 gal.)				139	27
Date of minimum: 2/22/2004					28
Total KWH used for pumping for the year				138,976	29
If water is purchased: Vendor Name:					30
Point of Delivery:					31

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)	
307 SOUTH LASALLE	1	42	30	60,471	Yes	1
406 JEFFERSON	3	33	26	0	No	2
404 SOUTH LASALLE	4	44	30	67,904	Yes	3

SOURCES OF WATER SUPPLY - SURFACE WATERS

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

PUMPING & POWER EQUIPMENT

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

Particulars (a)	Unit A (b)	Unit B (c)	Unit C (d)	
Identification	1	3	4	1
Location	307 SOUTH LASALLE	406 JEFFERSON	404 SOUTH LASALLE	2
Purpose	P	P	P	3
Destination	T	T	T	4
Pump Manufacturer	PONOMA	LAYNE	PONOMA	5
Year Installed	1940	1992	1981	6
Type	VERTICAL TURBINE	VERTICAL TURBINE	VERTICAL TURBINE	7
Actual Capacity (gpm)	100	150	150	8
Pump Motor or Standby Engine Mfr	WESTINGHOUSE	GE	FAIRBANKS MORSE	9 10
Year Installed	1940	1974	1981	11
Type	ELECTRIC	ELECTRIC	ELECTRIC	12
Horsepower	7	7	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)
Identification number or name	1	2	1
RESERVOIRS, STANDPIPES OR ELEVATED TANKS			2 3
Type: R (reservoir), S (standpipe) or ET (elevated tank)	ET	ET	4 5
Year constructed	1940	1967	6
Primary material (earthen, steel, concrete, other)	STEEL	STEEL	7 8
Elevation difference in feet (See Headnote 3.)	123	124	9 10
Total capacity in gallons (actual)	50,000	200,000	11
WATER TREATMENT PLANT			12
Disinfection, type of equipment (gas, liquid, powder, other)	LIQUID	LIQUID	13 14
Points of application (wellhouse, central facilities, booster station, other)	OTHER	OTHER	15 16 17
Filters, type (gravity, pressure, other, none)	GRAVITY	GRAVITY	18 19
Rated capacity of filter plant (m.g.d.) (note: 1,200,000 gal/day = 1.2 m.g.d.)	0.0360	0.0216	20 21 22
Is a corrosion control chemical used (yes, no)?	Y	Y	23 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	4.000	1,800	0	0	0	1,800	1
M	D	6.000	48,483	0	1,643	0	46,840	2
P	T	6.000	0	1,504			1,504	3
M	D	8.000	15,469	0	0	0	15,469	4
P	D	8.000	0	1,508			1,508	5
M	D	10.000	10,859	0	0	0	10,859	6
P	D	10.000	0	560			560	7
Total Within Municipality			76,611	3,572	1,643	0	78,540	
Total Utility			76,611	3,572	1,643	0	78,540	

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	670	0	0	0	670	54	1
M	1.000	74	14	0	0	88	22	2
M	1.250	4	0	0	0	4		3
M	1.500	12	0	0	0	12		4
M	2.000	14	0	0	0	14	7	5
M	3.000	1	0	0	0	1		6
Total Utility		775	14	0	0	789	83	

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	922	0	113	0	809	0	1
1.000	9	2		0	11	0	2
1.250	2	0	0	0	2	0	3
1.500	9	1	1	0	9	2	4
2.000	8	1	2	0	7	1	5
4.000	5	0	0	0	5	0	6
6.000	0	2			2		7
Total:	955	6	116	0	845	3	

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	675	73	4	5	0	52	809	1
1.000	1	5	2	3	0	0	11	2
1.250	0	2	0	0	0	0	2	3
1.500	0	5	1	2	0	1	9	4
2.000	0	3	3	1	0	0	7	5
4.000	0	0	0	5	0	0	5	6
6.000				2			2	7
Total:	676	88	10	18	0	53	845	

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	1				1	1
Within Municipality	119	7	2		124	2
Total Fire Hydrants	120	7	2	0	125	
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:	127
Number of distribution system valves end of year:	278
Number of distribution valves operated during year:	125

WATER OPERATING SECTION FOOTNOTES

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

General footnotes

Public Fire Protection revenue is up because the water utility placed in more mains and added additional hydrants in 2004.

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.

The additional revenue in Account 474 came from rent of the water tower (we allow a communication company to rent space on the top of the tower \$2,200), we also received payment from an individual that broke a hydrant off (\$1,589.00) and received credit back on a warranty work a company did on a generator at one of our Wells (\$638.60)

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.

In Account #630 we used a smaller amount of chemicals to lower our expenses. In account #640 and #650 we didn't have a lot of repair work so that kept the cost of supplies and expense down also. In Account #680 and #686 is less because we lost our full time deputy clerk to illness for the year so we had no salary cost and benefit cost. In account #681 the cost is up because we spent more on support fees for our software programs including our new reader. In account #682 we did not have any engineering fees this year other than on Well #5 so that kept our expense down.

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

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

The Village Board at their December 20, 2004 meeting approved to forgive local and school tax equivalents for the Water Utility to the Village for the year 2004 and tax amount to the Water Utility will be zero.

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

If Adjustments for any account are nonzero, please explain.

We made the adjustment to Hydrants (348) for \$30,683 per your letter dated 12/17/04 from the 2003 annual report.

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.

We added 1504' of 6" main and 560' of 10" main during the Well #5 project. The project was financed with a loan thru our local bank and a grant from CDBG. We also added 452' of 8" main in a new subdivision and was paid for by the developer. We also placed 1056' of 8" main on West Main street and was paid for by the Water Utility.

Water Services (Page W-18)

General footnotes

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.

We added 14 new services of which eight services are in the new subdivision and financed by the developer and the other six were financed thru the Water Utility. The eight water services that were placed in by the developer will be recorded with the debit going to Fixed Assets and the credit going to Contributions in Aid to Construction. On the six water services placed in by the Village the debit will go to Fixed Asset account and the credit will go to the Cash Account.

Meters (Page W-19)

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

The Village of Spencer in the last ten years has replaced all meters with new touch read meters. As the dates come forward to have these tested we will do so.

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.

We added new 6" meters this year and we added a new 4" meter last year so we will have these tested in 2006. The other four inch meters were not tested the last two years so I will have our water operator test these also in 2006.

Hydrants and Distribution System Valves (Page W-20)

General footnotes

Dean Smith our Water Operator related he only exercised 125 valves because he spent time helping with the Well #5 project.
