



3013 (02-02-05)

ANNUAL REPORT

OF

Name: RACINE WATER UTILITY

Principal Office: 800 CENTER ST RM 227
RACINE, WI 53403-1481

For the Year Ended: DECEMBER 31, 2005

**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 KENNETH M. SCOLARO of
(Person responsible for accounts)

RACINE WATER 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) 03/31/2006
(Date)

ADMINISTRATIVE MANAGER
(Title)

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IDENTIFICATION AND OWNERSHIP

Exact Utility Name: RACINE WATER UTILITY

Utility Address: 800 CENTER ST RM 227
RACINE, WI 53403-1481

When was utility organized? 4/29/1886

Report any change in name:

Effective Date:

Utility Web Site:

Utility employee in charge of correspondence concerning this report:

Name: THOMAS J BUNKER

Title: GENERAL MANAGER

Office Address:

800 CENTER ST RM 227
RACINE, WI 53403-1481

Telephone: (262) 636 - 9430

Fax Number: (262) 636 - 3933

E-mail Address: tom.bunker@cityofracine.org

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: RONALD HART

Title: PRESIDENT - RACINE WATERWORKS COMMISSION

Office Address:

4420 REPUBLIC AVE.
RACINE, WI 53405

Telephone: (262) 633 - 7147

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: JAMES L. BURDICK

Title: CPA

Office Address: CLIFTON GUNDERSON LLP

222 MAIN STREET

P.O. BOX 1347

RACINE, WI 53401

Telephone: (262) 637 - 9351

Fax Number: (262) 637 - 0734

E-mail Address: jim.burdick@cliftoncpa.com

Date of most recent audit report: 12/31/2005

Period covered by most recent audit: 01/01/2005 THROUGH 12/31/2005

Names and titles of utility management including manager or superintendent:

Name: KEITH E HAAS

Title: CHIEF OF OPERATIONS

Office Address:

800 CENTER ST RM 227

RACINE, WI 53403-1481

Telephone: (262) 636 - 9434

Fax Number: (262) 636 - 3933

E-mail Address: keith.haas@cityofracine.org

Name: KENNETH M SCOLARO

Title: ADMINISTRATIVE MANAGER

Office Address:

800 CENTER ST RM 227

RACINE, WI 53403-1481

Telephone: (262) 636 - 9433

Fax Number: (262) 636 - 3933

E-mail Address: ken.scolaro@cityofracine.org

Name: MIKE KOSTERMAN

Title: PLANT SUPERINTENDENT

Office Address:

100 HUBBARD STREET

RACINE, WI 53402

Telephone: (262) 636 - 9534

Fax Number: (262) 636 - 9542

E-mail Address: mike.kosterman@cityofracine.org

IDENTIFICATION AND OWNERSHIP

Names and titles of utility management including manager or superintendent:

Name: THOMAS J BUNKER

Title: GENERAL MANAGER

Office Address:

800 CENTER STREET
RACINE, WI 53403-1481

Telephone: (262) 636 - 9430

Name of utility commission/committee: BOARD OF WATER WORKS COMMISSIONERS

Names of members of utility commission/committee:

- MR BRIAN L ANDERSON, CITIZEN
- MR GARY BECKER, MAYOR
- MR THOMAS FRIEDEL, ALDERMAN
- MR RONALD D HART, ALDERMAN
- MR WILLIAM PUGH, CITIZEN
- MR JOHN ROTE, CITIZEN
- MR MICHAEL STAECK, CITIZEN

Is sewer service rendered by the utility? NO

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

Date of Ordinance: [REDACTED]

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

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

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)	14,755,307	13,697,057	1
Operating Expenses:			
Operation and Maintenance Expense (401-402)	8,300,881	7,617,634	2
Depreciation Expense (403)	1,749,983	1,766,827	3
Amortization Expense (404-407)	0	0	4
Taxes (408)	1,864,874	1,665,121	5
Total Operating Expenses	11,915,738	11,049,582	
Net Operating Income	2,839,569	2,647,475	
Income from Utility Plant Leased to Others (412-413)	0	0	6
Utility Operating Income	2,839,569	2,647,475	
OTHER INCOME			
Income from Merchandising, Jobbing and Contract Work (415-416)	0	0	7
Income from Nonutility Operations (417)	0	0	8
Nonoperating Rental Income (418)	0	0	9
Interest and Dividend Income (419)	693,824	372,238	10
Miscellaneous Nonoperating Income (421)	4,594,785	4,564,830	11
Total Other Income	5,288,609	4,937,068	
Total Income	8,128,178	7,584,543	
MISCELLANEOUS INCOME DEDUCTIONS			
Miscellaneous Amortization (425)	(163,368)	(163,368)	12
Other Income Deductions (426)	466,703	366,022	13
Total Miscellaneous Income Deductions	303,335	202,654	
Income Before Interest Charges	7,824,843	7,381,889	
INTEREST CHARGES			
Interest on Long-Term Debt (427)	2,297,726	1,796,392	14
Amortization of Debt Discount and Expense (428)	101,170	101,839	15
Amortization of Premium on Debt--Cr. (429)	24,372	27,121	16
Interest on Debt to Municipality (430)	49,820	53,708	17
Other Interest Expense (431)	0	0	18
Interest Charged to Construction--Cr. (432)	0	135,255	19
Total Interest Charges	2,424,344	1,789,563	
Net Income	5,400,499	5,592,326	
EARNED SURPLUS			
Unappropriated Earned Surplus (Beginning of Year) (216)	63,742,315	58,349,989	20
Balance Transferred from Income (433)	5,400,499	5,592,326	21
Miscellaneous Credits to Surplus (434)	0	0	22
Miscellaneous Debits to Surplus--Debit (435)	0	0	23
Appropriations of Surplus--Debit (436)	0	0	24
Appropriations of Income to Municipal Funds--Debit (439)	200,000	200,000	25
Total Unappropriated Earned Surplus End of Year (216)	68,942,814	63,742,315	

INCOME STATEMENT ACCOUNT DETAILS

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

Description of Item (a)	Earnings (216.1) (b)	Contributions (216.2) (c)	Total This Year (d)	
UTILITY OPERATING INCOME				
Operating Revenues (400):				
Derived	14,755,307		14,755,307	1
Total (Acct. 400):	14,755,307	0	14,755,307	
Operation and Maintenance Expense (401-402):				
Derived	8,300,881		8,300,881	2
Total (Acct. 401-402):	8,300,881	0	8,300,881	
Depreciation Expense (403):				
Derived	1,749,983		1,749,983	3
Total (Acct. 403):	1,749,983	0	1,749,983	
Amortization Expense (404-407):				
Derived	0		0	4
Total (Acct. 404-407):	0	0	0	
Taxes (408):				
Derived	1,864,874		1,864,874	5
Total (Acct. 408):	1,864,874	0	1,864,874	
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:	2,839,569	0	2,839,569	

OTHER INCOME

Income from Merchandising, Jobbing and Contract Work (415-416):				
Derived	0		0	8
Total (Acct. 415-416):	0	0	0	
Income from Nonutility Operations (417):				
NONE	0		0	9
Total (Acct. 417):	0	0	0	
Nonoperating Rental Income (418):				
NONE	0		0	10
Total (Acct. 418):	0	0	0	

INCOME STATEMENT ACCOUNT DETAILS

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

Description of Item (a)	Earnings (216.1) (b)	Contributions (216.2) (c)	Total This Year (d)
OTHER INCOME			
Interest and Dividend Income (419):			
INTEREST EARNED FROM INVESTMENTS	693,824	0	693,824 11
Total (Acct. 419):	693,824	0	693,824
Miscellaneous Nonoperating Income (421):			
Contributed Plant - Water	██████████	4,594,785	4,594,785 12
NONE	0	0	0 13
Total (Acct. 421):	0	4,594,785	4,594,785
TOTAL OTHER INCOME:	693,824	4,594,785	5,288,609

MISCELLANEOUS INCOME DEDUCTIONS			
Miscellaneous Amortization (425):			
Regulatory Liability (253) Amortization	(163,368)	██████████	(163,368) 14
NONE	0	0	0 15
Total (Acct. 425):	(163,368)	0	(163,368)
Other Income Deductions (426):			
Depreciation Expense on Contributed Plant - Water	██████████	466,703	466,703 16
NONE	0	0	0 17
Total (Acct. 426):	0	466,703	466,703
TOTAL MISCELLANEOUS INCOME DEDUCTIONS:	(163,368)	466,703	303,335

INTEREST CHARGES			
Interest on Long-Term Debt (427):			
Derived	2,297,726	██████████	2,297,726 18
Total (Acct. 427):	2,297,726	0	2,297,726
Amortization of Debt Discount and Expense (428):			
WATERWORKS REVENUE BONDS	101,170	██████████	101,170 19
Total (Acct. 428):	101,170	0	101,170
Amortization of Premium on Debt--Cr. (429):			
WATERWORKS REVENUE BONDS	24,372	██████████	24,372 20
Total (Acct. 429):	24,372	0	24,372
Interest on Debt to Municipality (430):			
Derived	49,820	██████████	49,820 21
Total (Acct. 430):	49,820	0	49,820

INCOME STATEMENT ACCOUNT DETAILS

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

Description of Item (a)	Earnings (216.1) (b)	Contributions (216.2) (c)	Total This Year (d)
INTEREST CHARGES			
Other Interest Expense (431):			
Derived	0		0 22
Total (Acct. 431):	0	0	0
Interest Charged to Construction--Cr. (432):			
NONE	0		0 23
Total (Acct. 432):	0	0	0
TOTAL INTEREST CHARGES:	2,424,344	0	2,424,344
NET INCOME:	1,272,417	4,128,082	5,400,499
EARNED SURPLUS			
Unappropriated Earned Surplus (Beginning of Year) (216):			
Derived	39,974,816	23,767,499	63,742,315 24
Total (Acct. 216):	39,974,816	23,767,499	63,742,315
Balance Transferred from Income (433):			
Derived	1,272,417	4,128,082	5,400,499 25
Total (Acct. 433):	1,272,417	4,128,082	5,400,499
Miscellaneous Credits to Surplus (434):			
NONE	0	0	0 26
Total (Acct. 434):	0	0	0
Miscellaneous Debits to Surplus--Debit (435):			
NONE	0	0	0 27
Total (Acct. 435)--Debit:	0	0	0
Appropriations of Surplus--Debit (436):			
Detail appropriations to (from) account 215			0 28
Total (Acct. 436)--Debit:	0	0	0
Appropriations of Income to Municipal Funds--Debit (439):			
APPROPRIATION OF INCOME TO THE CITY OF RACINE	200,000	0	200,000 29
Total (Acct. 439)--Debit:	200,000	0	200,000
UNAPPROPRIATED EARNED SURPLUS (END OF YEAR):	41,047,233	27,895,581	68,942,814

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

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

Description (a)	Water Utility (b)	Electric Utility (c)	Sewer Utility (Regulated Only) (d)	Gas Utility (e)	Total (f)	
Total operating revenues	14,755,307	0	0	0	14,755,307	1
Less: interdepartmental sales	0		0	0	0	2
Less: interdepartmental rents	0	0		0	0	3
Less: return on net investment in meters charged to regulated sewer department. (Do not report if nonregulated sewer.)	0				0	4
Less: uncollectibles directly expensed as reported in water acct. 904 (690 class D), sewer acct. 843, and electric acct. 904 (590 class D) -or- Net write-offs when Accumulated Provision for Uncollectible Accounts (acct. 144) is maintained	9,992				9,992	5
Other Increases or (Decreases) to Operating Revenues - Specify: NONE					0	6
Revenues subject to Wisconsin Remainder Assessment	14,745,315	0	0	0	14,745,315	

DISTRIBUTION OF TOTAL PAYROLL

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

Accounts Charged (a)	Direct Payroll Distribution (b)	Allocation of Amounts Charged Clearing Accts. (c)	Total (d)	
Water operating expenses	2,854,604		2,854,604	1
Electric operating expenses			0	2
Gas operating expenses			0	3
Heating operating expenses			0	4
Sewer operating expenses	187,602		187,602	5
Merchandising and jobbing			0	6
Other nonutility expenses			0	7
Water utility plant accounts	186,474		186,474	8
Electric utility plant accounts			0	9
Gas utility plant accounts			0	10
Heating utility plant accounts			0	11
Sewer utility plant accounts			0	12
Accum. prov. for depreciation of water plant	6,468		6,468	13
Accum. prov. for depreciation of electric plant			0	14
Accum. prov. for depreciation of gas plant			0	15
Accum. prov. for depreciation of heating plant			0	16
Accum. prov. for depreciation of sewer plant			0	17
Clearing accounts			0	18
All other accounts	71,004		71,004	19
Total Payroll	3,306,152	0	3,306,152	

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	63.7	1
Electric		2
Gas		3
Sewer		4

BALANCE SHEET

Assets and Other Debits (a)	Balance End of Year (b)	Balance First of Year (c)	
UTILITY PLANT			
Utility Plant (101-107)	135,926,811	119,849,225	1
Less: Accumulated Provision for Depreciation and Amortization (111-116)	24,833,988	22,937,883	2
Net Utility Plant	111,092,823	96,911,342	
Utility Plant Acquisition Adjustments (117-118)			3
Other Utility Plant Adjustments (119)			4
Total Net Utility Plant	111,092,823	96,911,342	
OTHER PROPERTY AND INVESTMENTS			
Nonutility Property (121)	0	0	5
Less: Accumulated Provision for Depreciation and Amortization of Nonutility Property (122)	0	0	6
Net Nonutility Property	0	0	
Investment in Municipality (123)	0	0	7
Other Investments (124)	0	0	8
Special Funds (125-128)	6,722,592	5,992,187	9
Total Other Property and Investments	6,722,592	5,992,187	
CURRENT AND ACCRUED ASSETS			
Cash and Working Funds (131)	5,430,650	6,900,843	10
Special Deposits (132-134)	0	0	11
Working Funds (135)	1,400	1,400	12
Temporary Cash Investments (136)	13,158,996	25,981,781	13
Notes Receivable (141)	0	0	14
Customer Accounts Receivable (142)	3,804,417	3,156,865	15
Other Accounts Receivable (143)	909,654	3,648,883	16
Accumulated Provision for Uncollectible Accounts- -Cr. (144)	70,008	80,000	17
Receivables from Municipality (145)	1,220,180	1,220,551	18
Materials and Supplies (151-163)	267,221	246,609	19
Prepayments (165)	4,084	7,445	20
Interest and Dividends Receivable (171)	120,142	74,774	21
Accrued Utility Revenues (173)			22
Miscellaneous Current and Accrued Assets (174)			23
Total Current and Accrued Assets	24,846,736	41,159,151	
DEFERRED DEBITS			
Unamortized Debt Discount and Expense (181)	297,556	382,691	24
Other Deferred Debits (182-186)	892,563	942,150	25
Total Deferred Debits	1,190,119	1,324,841	
Total Assets and Other Debits	143,852,270	145,387,521	

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)	0	0	26
Appropriated Earned Surplus (215)			27
Unappropriated Earned Surplus (216)	68,942,814	63,742,315	28
Total Proprietary Capital	68,942,814	63,742,315	
LONG-TERM DEBT			
Bonds (221-222)	62,373,079	71,903,880	29
Advances from Municipality (223)	953,875	953,875	30
Other Long-Term Debt (224)	0	0	31
Total Long-Term Debt	63,326,954	72,857,755	
CURRENT AND ACCRUED LIABILITIES			
Notes Payable (231)	0	0	32
Accounts Payable (232)	2,831,975	1,278,499	33
Payables to Municipality (233)	2,515,935	1,370,044	34
Customer Deposits (235)			35
Taxes Accrued (236)	1,628,347	1,449,101	36
Interest Accrued (237)	682,559	596,400	37
Matured Long-Term Debt (239)			38
Matured Interest (240)			39
Tax Collections Payable (241)	12		40
Miscellaneous Current and Accrued Liabilities (242)	559,218	541,210	41
Total Current and Accrued Liabilities	8,218,046	5,235,254	
DEFERRED CREDITS			
Unamortized Premium on Debt (251)	423,836	448,209	42
Customer Advances for Construction (252)			43
Other Deferred Credits (253)	2,940,620	3,103,988	44
Total Deferred Credits	3,364,456	3,552,197	
OPERATING RESERVES			
Property Insurance Reserve (261)			45
Injuries and Damages Reserve (262)			46
Pensions and Benefits Reserve (263)			47
Miscellaneous Operating Reserves (265)			48
Total Operating Reserves	0	0	
Total Liabilities and Other Credits	143,852,270	145,387,521	

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	119,849,225	0	0	0	1
<i>(Should agree with Util. Plant Jan. 1 in Property Tax Equivalent Schedule)</i>					
Plant Accounts:					
Utility Plant in Service - Financed by Utility Operations or by the Municipality (101.1)	78,760,572	0	0	0	2
Utility Plant in Service - Contributed Plant (101.2)	33,537,069	0	0	0	3
Utility Plant Purchased or Sold (102)					4
Utility Plant in Process of Reclassification (103)					5
Utility Plant Leased to Others (104)					6
Property Held for Future Use (105)					7
Completed Construction not Classified (106)					8
Construction Work in Progress (107)	23,629,170				9
Total Utility Plant	135,926,811	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 (111.1)	20,355,804	0	0	0	10
Accumulated Provision for Depreciation of Utility Plant in Service - Contributed Plant (111.2)	4,478,184	0	0	0	11
Accumulated Provision for Depreciation of Utility Plant Leased to Others (112)					12
Accumulated Provision for Depreciation of Property Held for Future Use (113)					13
Accumulated Provision for Amortization of Utility Plant in Service (114)					14
Accumulated Provision for Amortization of Utility Plant Leased to Others (115)					15
Accumulated Provision for Amortization of Property Held for Future Use (116)					16
Total Accumulated Provision	24,833,988	0	0	0	
Net Utility Plant	111,092,823	0	0	0	

**ACCUMULATED PROVISION FOR DEPRECIATION AND
AMORTIZATION OF UTILITY PLANT ON UTILITY PLANT
FINANCED BY UTILITY OPERATIONS OR BY THE MUNICIPALITY
(ACCT. 111.1)**

Depreciation Accruals (Credits) during the year (111.1):

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 (111.1)	18,926,402				18,926,402	1
Credits During Year						2
Accruals:						3
Charged depreciation expense (403)	1,749,983				1,749,983	4
Depreciation expense on meters						5
charged to sewer (see Note 3)	92,472				92,472	6
Accruals charged other						7
accounts (specify):						8
Vehicles & Power Op Equipment	183,774				183,774	9
Salvage	37,215				37,215	10
Other credits (specify):						11
					0	12
					0	13
					0	14
					0	15
Total credits	2,063,444	0	0	0	2,063,444	16
Debits during year						17
Book cost of plant retired	627,573				627,573	18
Cost of removal	6,469				6,469	19
Other debits (specify):						20
					0	
					0	
					0	23
					0	24
Total debits	634,042	0	0	0	634,042	25
Balance end of year (111.1)	20,355,804	0	0	0	20,355,804	26

ACCUMULATED PROVISION FOR DEPRECIATION AND AMORTIZATION OF UTILITY PLANT ON CONTRIBUTED PLANT IN SERVICE (ACCT. 111.2)

Depreciation Accruals (Credits) during the year (111.1):

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 (111.1)	4,011,481				4,011,481	1
Credits During Year						2
Accruals:						3
Charged depreciation expense (426)	466,703				466,703	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				0	10
Other credits (specify):						11
					0	12
					0	13
					0	14
					0	15
Total credits	466,703	0	0	0	466,703	16
Debits during year						17
Book cost of plant retired	0				0	18
Cost of removal	0				0	19
Other debits (specify):						20
					0	
					0	
					0	23
					0	24
Total debits	0	0	0	0	0	25
Balance end of year (111.1)	4,478,184	0	0	0	4,478,184	26

NET NONUTILITY PROPERTY (ACCTS. 121 & 122)

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

Description (a)	Balance First of Year (b)	Additions During Year (c)	Deductions During Year (d)	Balance End of Year (e)	
Nonregulated sewer plant	0			0	1
Other (specify):	0			0	2
Total Nonutility Property (121)	0	0	0	0	
Less accum. prov. depr. & amort. (122)	0			0	3
Net Nonutility Property	0	0	0	0	

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

Particulars (a)	Amount (b)	
Balance first of year	80,000	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	9,992	5
Accounts written off during the year: Others		6
Total accounts written off	9,992	
Balance end of year	70,008	

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 (151)					0	0
Fuel stock expenses (152)					0	0
Plant mat. & oper. sup. (154)					0	0
Total Electric Utility					0	0

Account	Total End of Year	Amount Prior Year
Electric utility total	0	0
Water utility (154)	267,221	246,609
Sewer utility (154)		0
Heating utility (154)		0
Gas utility (154)		0
Merchandise (155)		0
Other materials & supplies (156)		0
Stores expense (163)		0
Total Materials and Supplies	267,221	246,609

**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)				
WATERWORKS REFUNDING BONDS - 2001	89,103	428	228,459	1
WATERWORKS REVENUE BONDS - 1993	4,193	428	0	2
WATERWORKS REVENUE BONDS - 1995	3,930	428	7,860	3
WATERWORKS REVENUE BONDS - 1999	1,150	428	15,094	4
WATERWORKS REVENUE BONDS - 2001	1,964	428	30,938	5
WATERWORKS REVENUE BONDS - 2005	829	428	15,205	6
Total			297,556	
Unamortized premium on debt (251)				
WATERWORKS BOND ANTICIPATION NOTES - 2003	1,667	429	0	7
WATERWORKS REVENUE BONDS - 2004	22,706	429	423,836	8
Total			423,836	

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	0 1
Changes during year (explain):	
Balance end of year	0 2

BONDS (ACCTS. 221 AND 222)

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)	
REVENUE BONDS - 1995	02/01/1995	09/01/2007	6.00%	355,000	1
REVENUE BONDS - 1999	02/10/1999	05/01/2018	2.64%	8,930,131	2
REFUNDING BONDS - 2001	04/15/2001	09/01/2015	4.00%	5,500,000	3
REVENUE BONDS - 2001	10/01/2001	09/01/2021	4.92%	10,565,000	4
REVENUE BONDS - 2004	11/01/2004	09/01/2024	4.66%	22,140,000	5
REVENUE BONDS - 2005	12/22/2004	05/01/2024	2.37%	14,882,948	6
Total Bonds (Account 221):				62,373,079	
Total Reacquired Bonds (Account 222)				0	7

Net amount of bonds outstanding December 31: 62,373,079

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)					
CITY OF RACINE UNFUNDED PENSION BOND	11/07/2003	06/01/2023	5.39%	953,875	1
Total for Account 223				953,875	

TAXES ACCRUED (ACCT. 236)

Particulars (a)	Amount (b)	
Balance first of year	1,449,101	1
Accruals:		
Charged water department expense	1,864,874	2
Charged electric department expense		3
Charged sewer department expense		4
Other (explain):		
Property tax equivalent on shared meters with sewer utility	23,586	5
Total Accruals and other credits	1,888,460	
Taxes paid during year:		
County, state and local taxes	1,449,101	6
Social Security taxes	247,820	7
PSC Remainder Assessment	12,293	8
Other (explain):		
NONE		9
Total payments and other debits	1,709,214	
Balance end of year	1,628,347	

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)					
REVENUE BONDS - 2004	154,229	974,449	806,199	322,479	1
REVENUE BONDS - 1993	3,117	6,233	9,350	0	2
REVENUE BONDS - 1995	10,678	28,635	32,035	7,278	3
REVENUE BONDS - 1999	41,799	240,769	243,275	39,293	4
BOND ANTICIPATION NOTES - 2003	117,230	24,181	141,411	0	5
REVENUE BONDS - 2005	3,606	235,606	182,073	57,139	6
REVENUE BONDS - 2001	175,023	519,878	525,070	169,831	7
REFUNDING BONDS - 2001	90,718	267,975	272,154	86,539	8
Subtotal	596,400	2,297,726	2,211,567	682,559	
Advances from Municipality (223)					
UNFUNDED PENSION LIABILITY	0	49,820	49,820	0	9
Subtotal	0	49,820	49,820	0	
Other Long-Term Debt (224)					
NONE	0			0	10
Subtotal	0	0	0	0	
Notes Payable (231)					
NONE	0			0	11
Subtotal	0	0	0	0	
Total	596,400	2,347,546	2,261,387	682,559	

BALANCE SHEET END-OF-YEAR ACCOUNT BALANCES

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

Particulars (a)	Balance End of Year (b)	
Investment in Municipality (123):		
NONE		1
Total (Acct. 123):	0	
Other Investments (124):		
NONE		2
Total (Acct. 124):	0	
Sinking Funds (125):		
BOND REDEMPTION & RESERVE FUNDS	6,722,592	3
Total (Acct. 125):	6,722,592	
Depreciation Fund (126):		
NONE		4
Total (Acct. 126):	0	
Other Special Funds (128):		
NONE		5
Total (Acct. 128):	0	
Interest Special Deposits (132):		
NONE		6
Total (Acct. 132):	0	
Other Special Deposits (134):		
NONE		7
Total (Acct. 134):	0	
Notes Receivable (141):		
NONE		8
Total (Acct. 141):	0	
Customer Accounts Receivable (142):		
Water	3,804,417	9
Electric		10
Sewer (Regulated)		11
Other (specify):		
NONE		12
Total (Acct. 142):	3,804,417	
Other Accounts Receivable (143):		
Sewer (Non-regulated)	548,170	13
Merchandising, jobbing and contract work	361,484	14
Other (specify):		
NONE		15
Total (Acct. 143):	909,654	

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)	
Receivables from Municipality (145):		
MUNICIPAL FIRE PROTECTION	1,220,180	16
Total (Acct. 145):	1,220,180	
Prepayments (165):		
PREPAID POSTAGE	4,084	17
Total (Acct. 165):	4,084	
Extraordinary Property Losses (182):		
NONE		18
Total (Acct. 182):	0	
Preliminary Survey and Investigation Charges (183):		
NONE		19
Total (Acct. 183):	0	
Clearing Accounts (184):		
NONE		20
Total (Acct. 184):	0	
Temporary Facilities (185):		
NONE		21
Total (Acct. 185):	0	
Miscellaneous Deferred Debits (186):		
UNFUNDED PENSION EXPENSE	892,563	22
Total (Acct. 186):	892,563	
Payables to Municipality (233):		
ACCRUED PAYROLL, SEWER COLLECT, ANNUAL SLUDGE	2,515,935	23
Total (Acct. 233):	2,515,935	
Other Deferred Credits (253):		
Regulatory Liability	2,940,620	24
NONE		25
Total (Acct. 253):	2,940,620	

RETURN ON RATE BASE COMPUTATION

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

Average Rate Base (a)	Water (b)	Electric (c)	Sewer (d)	Gas (e)	Total (f)	
Add Average:						
Utility Plant in Service (101.1)	76,906,269	0	0	0	76,906,269	1
Materials and Supplies	256,915	0	0	0	256,915	2
Other (specify):					0	3
Less Average:						
Reserve for Depreciation (111.1)	19,641,103	0	0	0	19,641,103	4
Customer Advances for Construction					0	5
Regulatory Liability	3,022,304	0	0	0	3,022,304	6
					0	7
Average Net Rate Base	54,499,777	0	0	0	54,499,777	
Net Operating Income	2,839,569	0	0	0	2,839,569	8
Net Operating Income as a percent of						
Average Net Rate Base	5.21%	N/A	N/A	N/A	5.21%	

IMPORTANT CHANGES DURING THE YEAR

Report changes of any of the following types:

NONE

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

Particulars (a)	Water (b)	Electric (c)	Sewer (d)	Gas (e)	Total (f)	
Balance First of Year	3,103,988	0	0	0	3,103,988	1
Add credits during year:					0	2
Deduct charges:						
Miscellaneous Amortization (425)	163,368	0	0	0	163,368	3
Other (specify):					0	4
Balance End of Year	2,940,620	0	0	0	2,940,620	

FINANCIAL SECTION FOOTNOTES

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

Miscellaneous Deferred Debits (Acct 186): amortization requires PSC authorization. Provide date of authorization.

A request to Defer and Amortize a 2003 Payment to the Wisconsin Retirement Fund for Prior Service Obligation was granted by the PSC on 6/15/2004 per Bruce Manthey.

Please explain amounts in Accounts 143, 145 and/or 233 in excess of \$10,000, providing a short list or detail using other than terms such as "other revenues" "general" "miscellaneous" or repeating the account title.

The \$548,170 is made-up of misc. items owed from the Wastewater Utility. The largest single item amounting to \$480,261.44 is the annual shared expenses that include salaries, supplies, and equipment that benefited both Utilities, but was paid in full by the Water utility in 2005. The Wastewater Utility will payback this amount to the Water Utility in early 2006. (143)

The \$361,484 includes charges for new taps made to contractors, charges for repairs to hydrants, and other misc. items such as REC fees from other municipalities. (143)

The 2005 Municipal Fire Protection amounting to \$ 1,220,180 was paid by the City of Racine in early 2006. (145)

At December 31, 2005 the Water Utility owed the Wastewater Utility \$511,993 for December cash receipts from customer accounts and \$828,984 for the annual sludge backwash invoice. Also because the City of Racine processes the Utility's payroll, a balance was due to the city for December payrolls, and our water union's two year retro settlement that had recently been processed. These along with smaller items make up the \$2,515,935 total payable to Municipality at yearend. (233)

WATER OPERATING REVENUES & EXPENSES

Particulars (a)	This Year (b)	Last Year (c)	
Operating Revenues			
Sales of Water			
Sales of Water (460-467)	14,331,848	13,285,436	1
Total Sales of Water	14,331,848	13,285,436	
Other Operating Revenues			
Forfeited Discounts (470)	218,548	195,782	2
Miscellaneous Service Revenues (471)	0	0	3
Rents from Water Property (472)	131,630	114,837	4
Interdepartmental Rents (473)	0	0	5
Other Water Revenues (474)	73,281	101,002	6
Total Other Operating Revenues	423,459	411,621	
Total Operating Revenues	14,755,307	13,697,057	
Operation and Maintenance Expenses			
Source of Supply Expense (600-617)	0	0	7
Pumping Expenses (620-633)	1,122,126	1,004,008	8
Water Treatment Expenses (640-652)	2,051,909	1,704,505	9
Transmission and Distribution Expenses (660-678)	2,180,161	2,026,910	10
Customer Accounts Expenses (901-905)	267,957	320,035	11
Sales Expenses (910)	0	0	12
Administrative and General Expenses (920-932)	2,678,728	2,562,176	13
Total Operation and Maintenance Expenses	8,300,881	7,617,634	
Other Operating Expenses			
Depreciation Expense (403)	1,749,983	1,766,827	14
Amortization Expense (404-407)		0	15
Taxes (408)	1,864,874	1,665,121	16
Total Other Operating Expenses	3,614,857	3,431,948	
Total Operating Expenses	11,915,738	11,049,582	
NET OPERATING INCOME	2,839,569	2,647,475	

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	28,234	2,072,082	5,361,952	4
Commercial	2,987	976,708	1,880,615	5
Industrial	300	2,675,571	4,104,302	6
Total Metered Sales to General Customers (461)	31,521	5,724,361	11,346,869	
Private Fire Protection Service (462)	501		207,262	7
Public Fire Protection Service (463)	4		1,305,030	8
Other Sales to Public Authorities (464)	128	272,656	325,186	9
Sales to Irrigation Customers (465)				10
Sales for Resale (466)	23	860,873	1,147,501	11
Interdepartmental Sales (467)				12
 Total Sales of Water	 32,177	 6,857,890	 14,331,848	

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)	
CALEDONIA UTILITY DISTRICT #1	Rapids & Greenbay; 3Mile & Douglas	216,793	261,911	1
NORTH PARK SANITATION DISTRICT	3Mi & Douglas; Charles; N Main	364,019	498,469	2
STURTEVANT WATER UTILITY	CTH "H" & STH "20"	280,061	387,121	3
Total		860,873	1,147,501	

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)	1,220,180	1
Wholesale fire protection billed	84,850	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)	1,305,030	
Forfeited Discounts (470):		
Customer late payment charges	218,548	5
Other (specify): NONE		6
Total Forfeited Discounts (470)	218,548	
Miscellaneous Service Revenues (471):		
NONE		7
Total Miscellaneous Service Revenues (471)	0	
Rents from Water Property (472):		
CELLULAR ANTENNAS ON TANKS AND LAND RENTAL TO YACHT CLUB	131,630	8
Total Rents from Water Property (472)	131,630	
Interdepartmental Rents (473):		
NONE		9
Total Interdepartmental Rents (473)	0	
Other Water Revenues (474):		
Return on net investment in meters charged to sewer department	65,871	10
Other (specify): LABORATORY TEST FEES	7,410	11
Total Other Water Revenues (474)	73,281	

WATER OPERATION & MAINTENANCE EXPENSES

Each expense account that has an increase or a decrease when compared to the previous year of greater than 15 percent, but not less than \$10,000, shall be fully explained in the schedule footnotes.

Particulars (a)	This Year (b)	Last Year (c)	
SOURCE OF SUPPLY EXPENSES			
Operation Supervision and Engineering (600)	0		1
Operation Labor and Expenses (601)	0		2
Purchased Water (602)	0		3
Miscellaneous Expenses (603)	0		4
Rents (604)	0		5
Maintenance Supervision and Engineering (610)	0		6
Maintenance of Structures and Improvements (611)	0		7
Maintenance of Collecting and Impounding Reservoirs (612)	0		8
Maintenance of Lake, River and Other Intakes (613)	0		9
Maintenance of Wells and Springs (614)	0		10
Maintenance of Infiltration Galleries and Tunnels (615)	0		11
Maintenance of Supply Mains (616)	0		12
Maintenance of Miscellaneous Water Source Plant (617)	0		13
Total Source of Supply Expenses	0	0	
PUMPING EXPENSES			
Operation Supervision and Engineering (620)	66,931	40,381	14
Fuel for Power Production (621)	0		15
Power Production Labor and Expenses (622)	0		16
Fuel or Power Purchased for Pumping (623)	549,055	517,527	17
Pumping Labor and Expenses (624)	266,544	242,300	18
Expenses Transferred--Credit (625)	0		19
Miscellaneous Expenses (626)	48,284	53,482	20
Rents (627)	0		21
Maintenance Supervision and Engineering (630)	65,025	64,048	22
Maintenance of Structures and Improvements (631)	16,838	32,647	23
Maintenance of Power Production Equipment (632)	15,752	4,958	24
Maintenance of Pumping Equipment (633)	93,697	48,665	25
Total Pumping Expenses	1,122,126	1,004,008	
WATER TREATMENT EXPENSES			
Operation Supervision and Engineering (640)	67,228	40,354	26
Chemicals (641)	275,100	216,841	27

WATER OPERATION & MAINTENANCE EXPENSES

Each expense account that has an increase or a decrease when compared to the previous year of greater than 15 percent, but not less than \$10,000, shall be fully explained in the schedule footnotes.

Particulars (a)	This Year (b)	Last Year (c)	
WATER TREATMENT EXPENSES			
Operation Labor and Expenses (642)	1,381,828	1,124,008	28
Miscellaneous Expenses (643)	76,801	60,555	29
Rents (644)		0	30
Maintenance Supervision and Engineering (650)	65,053	63,924	31
Maintenance of Structures and Improvements (651)	88,126	61,113	32
Maintenance of Water Treatment Equipment (652)	97,773	137,710	33
Total Water Treatment Expenses	2,051,909	1,704,505	
TRANSMISSION AND DISTRIBUTION EXPENSES			
Operation Supervision and Engineering (660)	270,815	268,548	34
Storage Facilities Expenses (661)	31,734	22,389	35
Transmission and Distribution Lines Expenses (662)	312	303	36
Meter Expenses (663)	115,109	104,847	37
Customer Installations Expenses (664)	119,117	101,340	38
Miscellaneous Expenses (665)	55,390	60,892	39
Rents (666)		0	40
Maintenance Supervision and Engineering (670)	145,293	145,251	41
Maintenance of Structures and Improvements (671)		0	42
Maintenance of Distribution Reservoirs and Standpipes (672)	243,864	160,212	43
Maintenance of Transmission and Distribution Mains (673)	749,400	782,396	44
Maintenance of Fire Mains (674)		0	45
Maintenance of Services (675)	364,772	312,451	46
Maintenance of Meters (676)	42,472	42,054	47
Maintenance of Hydrants (677)	41,883	26,227	48
Maintenance of Miscellaneous Plant (678)		0	49
Total Transmission and Distribution Expenses	2,180,161	2,026,910	
CUSTOMER ACCOUNTS EXPENSES			
Supervision (901)		0	50
Meter Reading Labor (902)	84,559	82,096	51
Customer Records and Collection Expenses (903)	183,398	181,832	52
Uncollectible Accounts (904)		56,107	53

WATER OPERATION & MAINTENANCE EXPENSES

Each expense account that has an increase or a decrease when compared to the previous year of greater than 15 percent, but not less than \$10,000, shall be fully explained in the schedule footnotes.

Particulars (a)	This Year (b)	Last Year (c)	
CUSTOMER ACCOUNTS EXPENSES			
Miscellaneous Customer Accounts Expenses (905)		0	54
Total Customer Accounts Expenses	267,957	320,035	
SALES EXPENSES			
Sales Expenses (910)		0	55
Total Sales Expenses	0	0	
ADMINISTRATIVE AND GENERAL EXPENSES			
Administrative and General Salaries (920)	139,933	138,254	56
Office Supplies and Expenses (921)	10,484	7,156	57
Administrative Expenses Transferred--Credit (922)		0	58
Outside Services Employed (923)	292,437	379,239	59
Property Insurance (924)	66,787	53,128	60
Injuries and Damages (925)	217,469	139,273	61
Employee Pensions and Benefits (926)	1,419,034	1,485,014	62
Regulatory Commission Expenses (928)	88,520	31,293	63
Duplicate Charges--Credit (929)	80,438	75,940	64
Miscellaneous General Expenses (930)	32,833	14,439	65
Rents (931)	21,281	20,700	66
Maintenance of General Plant (932)	470,388	369,620	67
Total Administrative and General Expenses	2,678,728	2,562,176	
Total Operation and Maintenance Expenses	8,300,881	7,617,634	

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		1,628,346	1,449,101	1
Less: Local and School Tax Equivalent on Meters Charged to Sewer Department		23,585	24,735	2
Net property tax equivalent		1,604,761	1,424,366	
Social Security		247,820	225,057	3
PSC Remainder Assessment		12,293	15,698	4
Other (specify): NONE			0	5
Total tax expense		<u>1,864,874</u>	<u>1,665,121</u>	

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			Racine				1
SUMMARY OF TAX RATES							2
State tax rate	mills		0.193700				3
County tax rate	mills		3.497200				4
Local tax rate	mills		11.842700				5
School tax rate	mills		6.981200				6
Voc. school tax rate	mills		1.373700				7
Other tax rate - Local	mills		0.000000				8
Other tax rate - Non-Local	mills		0.000000				9
Total tax rate	mills		23.888500				10
Less: state credit	mills		0.895800				11
Net tax rate	mills		22.992700				12
PROPERTY TAX EQUIVALENT CALCULATION							13
Local Tax Rate	mills		11.842700				14
Combined School Tax Rate	mills		8.354900				15
Other Tax Rate - Local	mills		0.000000				16
Total Local & School Tax	mills		20.197600				17
Total Tax Rate	mills		23.888500				18
Ratio of Local and School Tax to Total	dec.		0.845495				19
Total tax net of state credit	mills		22.992700				20
Net Local and School Tax Rate	mills		19.440206				21
Utility Plant, Jan. 1	\$	119,849,225	119,849,225				22
Materials & Supplies	\$	246,609	246,609				23
Subtotal	\$	120,095,834	120,095,834				24
Less: Plant Outside Limits	\$	33,580,524	33,580,524				25
Taxable Assets	\$	86,515,310	86,515,310				26
Assessment Ratio	dec.		0.968173				27
Assessed Value	\$	83,761,787	83,761,787				28
Net Local & School Rate	mills		19.440206				29
Tax Equiv. Computed for Current Year	\$	1,628,346	1,628,346				30
Tax Equivalent per 1994 PSC Report	\$	1,075,080					31
Any lower tax equivalent as authorized by municipality (see note 6)	\$						32
Tax equiv. for current year (see note 6)	\$	1,628,346					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 \$100,000. 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	
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)	2,204,376		7
Wells and Springs (314)	0		8
Infiltration Galleries and Tunnels (315)	0		9
Supply Mains (316)	36,217		10
Other Water Source Plant (317)	0		11
Total Source of Supply Plant	2,240,593	0	
PUMPING PLANT			
Land and Land Rights (320)	0		12
Structures and Improvements (321)	1,644,474		13
Boiler Plant Equipment (322)	0		14
Other Power Production Equipment (323)	1,868,256		15
Steam Pumping Equipment (324)	0		16
Electric Pumping Equipment (325)	5,031,049	57,790	17
Diesel Pumping Equipment (326)	0		18
Hydraulic Pumping Equipment (327)	0		19
Other Pumping Equipment (328)	0		20
Total Pumping Plant	8,543,779	57,790	
WATER TREATMENT PLANT			
Land and Land Rights (330)	1,088,698		21
Structures and Improvements (331)	17,715,334	77,010	22
Water Treatment Equipment (332)	9,226,911	64,521	23
Total Water Treatment Plant	28,030,943	141,531	

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

Accounts (d)	Retirements During Year (e)	Adjustments Increase or (Decrease) (f)	Balance End of Year (g)
INTANGIBLE PLANT			
Organization (301)			0 1
Franchises and Consents (302)			0 2
Miscellaneous Intangible Plant (303)			0 3
Total Intangible Plant	0	0	0
SOURCE OF SUPPLY PLANT			
Land and Land Rights (310)			0 4
Structures and Improvements (311)			0 5
Collecting and Impounding Reservoirs (312)			0 6
Lake, River and Other Intakes (313)			2,204,376 7
Wells and Springs (314)			0 8
Infiltration Galleries and Tunnels (315)			0 9
Supply Mains (316)			36,217 10
Other Water Source Plant (317)			0 11
Total Source of Supply Plant	0	0	2,240,593
PUMPING PLANT			
Land and Land Rights (320)			0 12
Structures and Improvements (321)			1,644,474 13
Boiler Plant Equipment (322)			0 14
Other Power Production Equipment (323)			1,868,256 15
Steam Pumping Equipment (324)			0 16
Electric Pumping Equipment (325)			5,088,839 17
Diesel Pumping Equipment (326)			0 18
Hydraulic Pumping Equipment (327)			0 19
Other Pumping Equipment (328)			0 20
Total Pumping Plant	0	0	8,601,569
WATER TREATMENT PLANT			
Land and Land Rights (330)			1,088,698 21
Structures and Improvements (331)			17,792,344 22
Water Treatment Equipment (332)	4,760		9,286,672 23
Total Water Treatment Plant	4,760	0	28,167,714

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 \$100,000. 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)	
TRANSMISSION AND DISTRIBUTION PLANT			
Land and Land Rights (340)	1,346,313		24
Structures and Improvements (341)	0		25
Distribution Reservoirs and Standpipes (342)	1,959,489		26
Transmission and Distribution Mains (343)	22,043,020	2,664,162	27
Fire Mains (344)	0		28
Services (345)	1,504,001	630,656	29
Meters (346)	3,477,835	211,929	30
Hydrants (348)	1,697,599	331,886	31
Other Transmission and Distribution Plant (349)	0		32
Total Transmission and Distribution Plant	32,028,257	3,838,633	
GENERAL PLANT			
Land and Land Rights (389)	0		33
Structures and Improvements (390)	736,869		34
Office Furniture and Equipment (391)	146,601		35
Computer Equipment (391.1)	850,035	28,460	36
Transportation Equipment (392)	896,844	99,879	37
Stores Equipment (393)	0		38
Tools, Shop and Garage Equipment (394)	574,075	67,019	39
Laboratory Equipment (395)	95,691		40
Power Operated Equipment (396)	686,322	88,774	41
Communication Equipment (397)	221,957	14,093	42
SCADA Equipment (397.1)	0		43
Miscellaneous Equipment (398)	0		44
Other Tangible Property (399)	0		45
Total General Plant	4,208,394	298,225	
Total utility plant in service directly assignable	75,051,966	4,336,179	
Common Utility Plant Allocated to Water Department	0		46
Total utility plant in service	75,051,966	4,336,179	

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)			1,346,313	24
Structures and Improvements (341)			0	25
Distribution Reservoirs and Standpipes (342)			1,959,489	26
Transmission and Distribution Mains (343)	359,785		24,347,397	27
Fire Mains (344)			0	28
Services (345)	2,634		2,132,023	29
Meters (346)	52,784		3,636,980	30
Hydrants (348)	38,178		1,991,307	31
Other Transmission and Distribution Plant (349)			0	32
Total Transmission and Distribution Plant	453,381	0	35,413,509	
GENERAL PLANT				
Land and Land Rights (389)			0	33
Structures and Improvements (390)			736,869	34
Office Furniture and Equipment (391)	4,644		141,957	35
Computer Equipment (391.1)	29,339		849,156	36
Transportation Equipment (392)	64,036		932,687	37
Stores Equipment (393)			0	38
Tools, Shop and Garage Equipment (394)	4,493		636,601	39
Laboratory Equipment (395)	5,797		89,894	40
Power Operated Equipment (396)			775,096	41
Communication Equipment (397)	61,123		174,927	42
SCADA Equipment (397.1)			0	43
Miscellaneous Equipment (398)			0	44
Other Tangible Property (399)			0	45
Total General Plant	169,432	0	4,337,187	
Total utility plant in service directly assignable	627,573	0	78,760,572	
Common Utility Plant Allocated to Water Department				0 46
Total utility plant in service	627,573	0	78,760,572	

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 \$100,000. 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	
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)	315,000		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	315,000	0	
PUMPING PLANT			
Land and Land Rights (320)	0		12
Structures and Improvements (321)	0	1,001,862	13
Boiler Plant Equipment (322)	0		14
Other Power Production Equipment (323)	446,687		15
Steam Pumping Equipment (324)	0		16
Electric Pumping Equipment (325)	550,216	212,636	17
Diesel Pumping Equipment (326)	0		18
Hydraulic Pumping Equipment (327)	0		19
Other Pumping Equipment (328)	0		20
Total Pumping Plant	996,903	1,214,498	
WATER TREATMENT PLANT			
Land and Land Rights (330)	0		21
Structures and Improvements (331)	1,578,942		22
Water Treatment Equipment (332)	0		23
Total Water Treatment Plant	1,578,942	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)			315,000 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	315,000
PUMPING PLANT			
Land and Land Rights (320)			0 12
Structures and Improvements (321)			1,001,862 13
Boiler Plant Equipment (322)			0 14
Other Power Production Equipment (323)			446,687 15
Steam Pumping Equipment (324)			0 16
Electric Pumping Equipment (325)			762,852 17
Diesel Pumping Equipment (326)			0 18
Hydraulic Pumping Equipment (327)			0 19
Other Pumping Equipment (328)			0 20
Total Pumping Plant	0	0	2,211,401
WATER TREATMENT PLANT			
Land and Land Rights (330)			0 21
Structures and Improvements (331)			1,578,942 22
Water Treatment Equipment (332)			0 23
Total Water Treatment Plant	0	0	1,578,942

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 \$100,000. 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)	
TRANSMISSION AND DISTRIBUTION PLANT			
Land and Land Rights (340)	538,162		24
Structures and Improvements (341)	0		25
Distribution Reservoirs and Standpipes (342)	0		26
Transmission and Distribution Mains (343)	23,128,419	1,861,802	27
Fire Mains (344)	0		28
Services (345)	1,547,637	189,110	29
Meters (346)	0		30
Hydrants (348)	1,905,508	261,088	31
Other Transmission and Distribution Plant (349)	0		32
Total Transmission and Distribution Plant	27,119,726	2,312,000	
GENERAL PLANT			
Land and Land Rights (389)	0		33
Structures and Improvements (390)	0		34
Office Furniture and Equipment (391)	0		35
Computer Equipment (391.1)	0		36
Transportation Equipment (392)	0		37
Stores Equipment (393)	0		38
Tools, Shop and Garage Equipment (394)	0		39
Laboratory Equipment (395)	0		40
Power Operated Equipment (396)	0		41
Communication Equipment (397)	0		42
SCADA Equipment (397.1)	0		43
Miscellaneous Equipment (398)	0		44
Other Tangible Property (399)	0		45
Total General Plant	0	0	
Total utility plant in service directly assignable	30,010,571	3,526,498	
Common Utility Plant Allocated to Water Department	0		46
Total utility plant in service	30,010,571	3,526,498	

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)			538,162 24
Structures and Improvements (341)			0 25
Distribution Reservoirs and Standpipes (342)			0 26
Transmission and Distribution Mains (343)			24,990,221 27
Fire Mains (344)			0 28
Services (345)			1,736,747 29
Meters (346)			0 30
Hydrants (348)			2,166,596 31
Other Transmission and Distribution Plant (349)			0 32
Total Transmission and Distribution Plant	0	0	29,431,726
GENERAL PLANT			
Land and Land Rights (389)			0 33
Structures and Improvements (390)			0 34
Office Furniture and Equipment (391)			0 35
Computer Equipment (391.1)			0 36
Transportation Equipment (392)			0 37
Stores Equipment (393)			0 38
Tools, Shop and Garage Equipment (394)			0 39
Laboratory Equipment (395)			0 40
Power Operated Equipment (396)			0 41
Communication Equipment (397)			0 42
SCADA Equipment (397.1)			0 43
Miscellaneous Equipment (398)			0 44
Other Tangible Property (399)			0 45
Total General Plant	0	0	0
Total utility plant in service directly assignable	0	0	33,537,069
Common Utility Plant Allocated to Water Department			0 46
Total utility plant in service	0	0	33,537,069

ACCUMULATED PROVISION FOR DEPRECIATION - WATER

--Plant Financed by Utility or Municipality--

1. 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 in a schedule footnote.
 2. If more than one depreciation rate is used, report the average rate in column (c).

Primary Plant Accounts (a)	Balance First of Year (b)	Rate % Used (c)	Accruals During Year (d)	
SOURCE OF SUPPLY PLANT				
Structures and Improvements (311)	0			1
Collecting and Impounding Reservoirs (312)	0			2
Lake, River and Other Intakes (313)	880,031	2.30%	50,701	3
Wells and Springs (314)	0			4
Infiltration Galleries and Tunnels (315)	0			5
Supply Mains (316)	36,216	1.50%		6
Other Water Source Plant (317)	0			7
Total Source of Supply Plant	916,247		50,701	
PUMPING PLANT				
Structures and Improvements (321)	660,727	2.80%	46,045	8
Boiler Plant Equipment (322)	0			9
Other Power Production Equipment (323)	744,538	4.40%	82,203	10
Steam Pumping Equipment (324)	0			11
Electric Pumping Equipment (325)	2,378,023	4.40%	222,638	12
Diesel Pumping Equipment (326)	0			13
Hydraulic Pumping Equipment (327)	0			14
Other Pumping Equipment (328)	0			15
Total Pumping Plant	3,783,288		350,886	
WATER TREATMENT PLANT				
Structures and Improvements (331)	3,056,176	2.50%	443,846	16
Water Treatment Equipment (332)	3,558,938	2.70%	249,934	17
Total Water Treatment Plant	6,615,114		693,780	
TRANSMISSION AND DISTRIBUTION PLANT				
Structures and Improvements (341)	0			18
Distribution Reservoirs and Standpipes (342)	1,159,456	1.60%	31,352	19
Transmission and Distribution Mains (343)	2,113,474	1.20%	278,342	20
Fire Mains (344)	0			21
Services (345)	767,810	2.20%	39,996	22
Meters (346)	564,474	6.30%	224,116	23
Hydrants (348)	296,069	1.60%	29,512	24

ACCUMULATED PROVISION FOR DEPRECIATION - WATER (cont.)
--Plant Financed by Utility or Municipality--

Account (e)	Book Cost of Plant Retired (f)	Cost of Removal (g)	Salvage (h)	Adjustments Increase or (Decrease) (i)	Balance End of Year (j)	
311					0	1
312					0	2
313					930,732	3
314					0	4
315					0	5
316					36,216	6
317					0	7
	0	0	0	0	966,948	
321					706,772	8
322					0	9
323					826,741	10
324					0	11
325					2,600,661	12
326					0	13
327					0	14
328					0	15
	0	0	0	0	4,134,174	
331					3,500,022	16
332	4,760				3,804,112	17
	4,760	0	0	0	7,304,134	
341					0	18
342					1,190,808	19
343	359,785	688			2,031,343	20
344					0	21
345	2,634				805,172	22
346	52,784		9,209		745,015	23
348	38,178	5,781			281,622	24

ACCUMULATED PROVISION FOR DEPRECIATION - WATER
--Plant Financed by Utility or Municipality--

1. 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 in a schedule footnote.
 2. If more than one depreciation rate is used, report the average rate in column (c).

Primary Plant Accounts (a)	Balance First of Year (b)	Rate % Used (c)	Accruals During Year (d)	
TRANSMISSION AND DISTRIBUTION PLANT				
Other Transmission and Distribution Plant (349)	0			25
Total Transmission and Distribution Plant	4,901,283		603,318	
GENERAL PLANT				
Structures and Improvements (390)	439,018	4.30%	31,685	26
Office Furniture and Equipment (391)	81,388	5.80%	8,368	27
Computer Equipment (391.1)	831,740	15.00%	46,755	28
Transportation Equipment (392)	659,592	13.30%	121,663	29
Stores Equipment (393)	0			30
Tools, Shop and Garage Equipment (394)	313,707	5.80%	35,110	31
Laboratory Equipment (395)	50,976	5.80%	5,382	32
Power Operated Equipment (396)	216,452	8.50%	62,110	33
Communication Equipment (397)	117,597	8.30%	16,471	34
SCADA Equipment (397.1)	0			35
Miscellaneous Equipment (398)	0			36
Other Tangible Property (399)	0			37
Total General Plant	2,710,470		327,544	
Total accum. prov. directly assignable	18,926,402		2,026,229	
Common Utility Plant Allocated to Water Department	0			38
Total accum. prov. for depreciation	18,926,402		2,026,229	

ACCUMULATED PROVISION FOR DEPRECIATION - WATER (cont.)
--Plant Financed by Utility or Municipality--

Account (e)	Book Cost of Plant Retired (f)	Cost of Removal (g)	Salvage (h)	Adjustments Increase or (Decrease) (i)	Balance End of Year (j)
349					0 25
	453,381	6,469	9,209	0	5,053,960
390					470,703 26
391	4,644				85,112 27
391.1	29,339				849,156 28
392	64,036		24,217		741,436 29
393					0 30
394	4,493		3,789		348,113 31
395	5,797				50,561 32
396					278,562 33
397	61,123				72,945 34
397.1					0 35
398					0 36
399					0 37
	169,432	0	28,006	0	2,896,588
	627,573	6,469	37,215	0	20,355,804
					0 38
	627,573	6,469	37,215	0	20,355,804

ACCUMULATED PROVISION FOR DEPRECIATION - WATER

--Plant Financed by Contributions--

1. 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 in a schedule footnote.
 2. If more than one depreciation rate is used, report the average rate in column (c).

Primary Plant Accounts (a)	Balance First of Year (b)	Rate % Used (c)	Accruals During Year (d)	
SOURCE OF SUPPLY PLANT				
Structures and Improvements (311)	0			1
Collecting and Impounding Reservoirs (312)	0			2
Lake, River and Other Intakes (313)	63,520	2.30%	7,245	3
Wells and Springs (314)	0			4
Infiltration Galleries and Tunnels (315)	0			5
Supply Mains (316)	0			6
Other Water Source Plant (317)	0			7
Total Source of Supply Plant	63,520		7,245	
PUMPING PLANT				
Structures and Improvements (321)	0	2.80%	14,026	8
Boiler Plant Equipment (322)	0			9
Other Power Production Equipment (323)	29,481	4.40%	19,654	10
Steam Pumping Equipment (324)	0			11
Electric Pumping Equipment (325)	45,392	4.40%	28,888	12
Diesel Pumping Equipment (326)	0			13
Hydraulic Pumping Equipment (327)	0			14
Other Pumping Equipment (328)	0			15
Total Pumping Plant	74,873		62,568	
WATER TREATMENT PLANT				
Structures and Improvements (331)	115,533	2.50%	39,473	16
Water Treatment Equipment (332)	0			17
Total Water Treatment Plant	115,533		39,473	
TRANSMISSION AND DISTRIBUTION PLANT				
Structures and Improvements (341)	0			18
Distribution Reservoirs and Standpipes (342)	0			19
Transmission and Distribution Mains (343)	3,251,216	1.20%	288,712	20
Fire Mains (344)	0			21
Services (345)	235,086	2.20%	36,128	22
Meters (346)	0			23
Hydrants (348)	271,253	1.60%	32,577	24

ACCUMULATED PROVISION FOR DEPRECIATION - WATER (cont.)
--Plant Financed by Contributions--

Account (e)	Book Cost of Plant Retired (f)	Cost of Removal (g)	Salvage (h)	Adjustments Increase or (Decrease) (i)	Balance End of Year (j)	
311					0	1
312					0	2
313					70,765	3
314					0	4
315					0	5
316					0	6
317					0	7
	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>70,765</u>	
321					14,026	8
322					0	9
323					49,135	10
324					0	11
325					74,280	12
326					0	13
327					0	14
328					0	15
	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>137,441</u>	
331					155,006	16
332					0	17
	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>155,006</u>	
341					0	18
342					0	19
343					3,539,928	20
344					0	21
345					271,214	22
346					0	23
348					303,830	24

ACCUMULATED PROVISION FOR DEPRECIATION - WATER
--Plant Financed by Contributions--

1. 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 in a schedule footnote.
 2. If more than one depreciation rate is used, report the average rate in column (c).

Primary Plant Accounts (a)	Balance First of Year (b)	Rate % Used (c)	Accruals During Year (d)
TRANSMISSION AND DISTRIBUTION PLANT			
Other Transmission and Distribution Plant (349)	0		25
Total Transmission and Distribution Plant	3,757,555		357,417
GENERAL PLANT			
Structures and Improvements (390)	0		26
Office Furniture and Equipment (391)	0		27
Computer Equipment (391.1)	0		28
Transportation Equipment (392)	0		29
Stores Equipment (393)	0		30
Tools, Shop and Garage Equipment (394)	0		31
Laboratory Equipment (395)	0		32
Power Operated Equipment (396)	0		33
Communication Equipment (397)	0		34
SCADA Equipment (397.1)	0		35
Miscellaneous Equipment (398)	0		36
Other Tangible Property (399)	0		37
Total General Plant	0		0
Total accum. prov. directly assignable	4,011,481		466,703
Common Utility Plant Allocated to Water Department	0		38
Total accum. prov. for depreciation	4,011,481		466,703

**ACCUMULATED PROVISION FOR DEPRECIATION - WATER (cont.)
--Plant Financed by Contributions--**

Account (e)	Book Cost of Plant Retired (f)	Cost of Removal (g)	Salvage (h)	Adjustments Increase or (Decrease) (i)	Balance End of Year (j)
349					0 25
	0	0	0	0	4,114,972
390					0 26
391					0 27
391.1					0 28
392					0 29
393					0 30
394					0 31
395					0 32
396					0 33
397					0 34
397.1					0 35
398					0 36
399					0 37
	0	0	0	0	0
	0	0	0	0	4,478,184
					0 38
	0	0	0	0	4,478,184

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		578,435		578,435	1
February		524,802		524,802	2
March		583,607		583,607	3
April		609,047		609,047	4
May		653,554		653,554	5
June		851,570		851,570	6
July		956,558		956,558	7
August		927,842		927,842	8
September		813,079		813,079	9
October		670,249		670,249	10
November		574,579		574,579	11
December		572,127		572,127	12
Total annual pumpage	0	8,315,449	0	8,315,449	
Less: Water sold				6,857,890	13
Volume pumped but not sold				1,457,559	14
Volume sold as a percent of volume pumped				82%	15
Volume used for water production, water quality and system maintenance				275,817	16
Volume related to equipment/system malfunction				50,000	17
Non-utility volume NOT included in water sales				1,000	18
Total volume not sold but accounted for				326,817	19
Volume pumped but unaccounted for				1,130,742	20
Percent of water lost				14%	21
If more than 15%, indicate causes:					22
If more than 15%, 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.)				37,311	24
Date of maximum: 8/2/2005					25
Cause of maximum:					26
Air Conditioning & Lawn Watering					
Minimum gallons pumped by all methods in any one day during reporting year (000 gal.)				14,097	27
Date of minimum: 12/25/2005					28
Total KWH used for pumping for the year				8,692,933	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)
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NONE

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)	
LAKE MICHIGAN	1928	1	6,400	29	36	1
LAKE MICHIGAN	1971	1	4,100	23	54	2
LAKE MICHIGAN	1886	1	6,000	39	24	3

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	#10	#11	#12	1
Location	CLEAR WELL	CLEAR WELL	CLEAR WELL	2
Purpose	P	P	P	3
Destination	D	D	D	4
Pump Manufacturer	WORTHINGTON	WORTHINGTON	WORTHINGTON	5
Year Installed	1933	1933	1933	6
Type	CENTRIFUGAL	CENTRIFUGAL	CENTRIFUGAL	7
Actual Capacity (gpm)	7,764	12,992	16,996	8
Pump Motor or Standby Engine Mfr	G.E.	G.E.	G.E.	9 10
Year Installed	1933	1933	1933	11
Type	ELECTRIC	ELECTRIC	ELECTRIC	12
Horsepower	540	740	950	13

Particulars (a)	Unit D (b)	Unit E (c)	Unit F (d)	
Identification	#2	#3	#4	14
Location	SUCTION WELL	SUCTION WELL	SUCTION WELL	15
Purpose	P	P	P	16
Destination	T	T	T	17
Pump Manufacturer	ALLIS CHALMERS	ALLIS CHALMERS	ALLIS CHALMERS	18
Year Installed	2001	2001	2002	19
Type	CENTRIFUGAL	CENTRIFUGAL	CENTRIFUGAL	20
Actual Capacity (gpm)	13,050	14,691	13,114	21
Pump Motor or Standby Engine Mfr	U.S. MOTORS	U.S. MOTORS	U.S. MOTORS	22 23
Year Installed	2001	2001	2002	24
Type	ELECTRIC	ELECTRIC	ELECTRIC	25
Horsepower	300	300	300	26

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	#5	#9	B-1	1
Location	SUCTION WELL	CLEAR WELL	BASIN SLUDGE	2
Purpose	P	P	P	3
Destination	T	D	T	4
Pump Manufacturer	ALLIS CHALMERS	PATTERSON	MOYNO	5
Year Installed	1958	1980	1991	6
Type	CENTRIFUGAL	CENTRIFUGAL	OTHER	7
Actual Capacity (gpm)	15,793	19,842	300	8
Pump Motor or Standby Engine Mfr	ALLIS CHALMERS	IDEAL	RELIANCE ELEC.	9 10
Year Installed	1958	1980	1991	11
Type	ELECTRIC	ELECTRIC	ELECTRIC	12
Horsepower	250	1,250	30	13

Particulars (a)	Unit D (b)	Unit E (c)	Unit F (d)	
Identification	B-2	B-3	B-4	14
Location	BASIN SLUDGE	RETENTION BASIN	RETENTION BASIN	15
Purpose	P	P	P	16
Destination	T	T	T	17
Pump Manufacturer	MOYNO	FLYGT	FLYGT	18
Year Installed	1991	1994	1994	19
Type	OTHER	SUBMERSIBLE	SUBMERSIBLE	20
Actual Capacity (gpm)	300	750	750	21
Pump Motor or Standby Engine Mfr	RELIANCE ELEC.	RELIANCE ELEC.	RELIANCE ELEC.	22 23
Year Installed	1991	1994	1994	24
Type	ELECTRIC	ELECTRIC	ELECTRIC	25
Horsepower	30	20	20	26

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	F-1	F-2	F-29	1
Location	BACKWASH	BACKWASH	SMALL BACKWASH	2
Purpose	P	P	P	3
Destination	T	T	T	4
Pump Manufacturer	ALLIS CHAM.	ALLIS CHAM.	ALLIS CHAM.	5
Year Installed	1958	1958	1936	6
Type	CENTRIFUGAL	CENTRIFUGAL	CENTRIFUGAL	7
Actual Capacity (gpm)	10,876	10,876	1,500	8
Pump Motor or Standby Engine Mfr	ALLIS CHAM.	ALLIS CHAM.	WESTINGHOUSE	9 10
Year Installed	1958	1958	1936	11
Type	ELECTRIC	ELECTRIC	ELECTRIC	12
Horsepower	300	300	25	13

Particulars (a)	Unit D (b)	Unit E (c)	Unit F (d)	
Identification	F-3	F-30	F-4	14
Location	BACKWASH	SMALL BACKWASH	SURFACE WASH	15
Purpose	P	P	P	16
Destination	T	T	T	17
Pump Manufacturer	ALLIS CHALM	AMER. WELL	ALLIS CHAM.	18
Year Installed	1990	1945	1958	19
Type	CENTRIFUGAL	CENTRIFUGAL	CENTRIFUGAL	20
Actual Capacity (gpm)	10,876	2,000	1,333	21
Pump Motor or Standby Engine Mfr	G.E.	G.E.	ALLIS CHAM.	22 23
Year Installed	1990	1945	1958	24
Type	ELECTRIC	ELECTRIC	ELECTRIC	25
Horsepower	300	40	100	26

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	S-1	S-2	S-3	1
Location	STAND PIPE	STAND PIPE	STAND PIPE	2
Purpose	B	B	B	3
Destination	D	D	D	4
Pump Manufacturer	INGERSOLL-DRESSER	INGERSOLL-DRESSER	INGERSOLL-DRESSER	5
Year Installed	1999	1999	1999	6
Type	CENTRIFUGAL	CENTRIFUGAL	CENTRIFUGAL	7
Actual Capacity (gpm)	2,253	2,309	2,238	8
Pump Motor or Standby Engine Mfr	U.S. ELECTRICAL	U.S. ELECTRICAL	U.S. ELECTRICAL	9 10
Year Installed	1999	1999	1999	11
Type	ELECTRIC	ELECTRIC	ELECTRIC	12
Horsepower	100	100	100	13

Particulars (a)	Unit D (b)	Unit E (c)	Unit F (d)	
Identification	S-4	S-5	S-6	14
Location	STAND PIPE	STAND PIPE	STAND PIPE	15
Purpose	B	B	B	16
Destination	D	D	D	17
Pump Manufacturer	GOULDS	GOULDS	GOULDS	18
Year Installed	1981	1981	1981	19
Type	CENTRIFUGAL	CENTRIFUGAL	CENTRIFUGAL	20
Actual Capacity (gpm)	2,294	2,337	2,337	21
Pump Motor or Standby Engine Mfr	WESTINGHOUSE	WESTINGHOUSE	WESTINGHOUSE	22 23
Year Installed	1981	1981	1981	24
Type	ELECTRIC	ELECTRIC	ELECTRIC	25
Horsepower	100	100	100	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	CLEARWELL- WEST	CLEARWELL-CENTER	CLEARWELL-EAST	1
RESERVOIRS, STANDPIPES OR ELEVATED TANKS				2
Type: R (reservoir), S (standpipe) or ET (elevated tank)	R	R	R	3
Year constructed	1921	1939	1958	4
Primary material (earthen, steel, concrete, other)	CONCRETE	CONCRETE	CONCRETE	5
Elevation difference in feet (See Headnote 3.)	10	10	10	6
Total capacity in gallons (actual)	825,400	563,700	1,368,600	7
WATER TREATMENT PLANT				8
Disinfection, type of equipment (gas, liquid, powder, other)	GAS	GAS	GAS	9
Points of application (wellhouse, central facilities, booster station, other)	CENTRAL FACILITIES	CENTRAL FACILITIES	CENTRAL FACILITIES	10
Filters, type (gravity, pressure, other, none)	GRAVITY	GRAVITY	GRAVITY	11
Rated capacity of filter plant (m.g.d.) (note: 1,200,000 gal/day = 1.2 m.g.d.)	12.0000	8.0000	20.0000	12
Is a corrosion control chemical used (yes, no)?	Y	Y	Y	13
Is water fluoridated (yes, no)?	Y	Y	Y	14

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	COOLIDGE AVE	EAST SHORE CLEARWELL	PERRY AVE	1
RESERVOIRS, STANDPIPES OR ELEVATED TANKS				2
Type: R (reservoir), S (standpipe) or ET (elevated tank)	ET	R	S	3
Year constructed	1958	1928	1931	4
Primary material (earthen, steel, concrete, other)	STEEL	CONCRETE	STEEL	5
Elevation difference in feet (See Headnote 3.)	155	10	71	6
Total capacity in gallons (actual)	1,500,000	2,338,300	2,750,000	7
WATER TREATMENT PLANT				8
Disinfection, type of equipment (gas, liquid, powder, other)	OTHER	OTHER	OTHER	9
Points of application (wellhouse, central facilities, booster station, other)	OTHER	CENTRAL FACILITIES	OTHER	10
Filters, type (gravity, pressure, other, none)	NONE	OTHER	OTHER	11
Rated capacity of filter plant (m.g.d.) (note: 1,200,000 gal/day = 1.2 m.g.d.)	8.0000	12.0000	8.0000	12
Is a corrosion control chemical used (yes, no)?	N	Y	N	13
Is water fluoridated (yes, no)?	N	Y	N	14

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	REGENCY MALL	SUMMIT AVE	1
RESERVOIRS, STANDPIPES OR ELEVATED TANKS			2
Type: R (reservoir), S (standpipe) or ET (elevated tank)	ET	ET	3
Year constructed	1982	1958	4
Primary material (earthen, steel, concrete, other)	STEEL	STEEL	5
Elevation difference in feet (See Headnote 3.)	141	135	6
Total capacity in gallons (actual)	2,000,000	1,500,000	7
WATER TREATMENT PLANT			8
Disinfection, type of equipment (gas, liquid, powder, other)	OTHER	OTHER	9
Points of application (wellhouse, central facilities, booster station, other)	OTHER	OTHER	10
Filters, type (gravity, pressure, other, none)	NONE	NONE	11
Rated capacity of filter plant (m.g.d.) (note: 1,200,000 gal/day = 1.2 m.g.d.)	8.0000	8.0000	12
Is a corrosion control chemical used (yes, no)?	N	N	13
Is water fluoridated (yes, no)?	N	N	14

WATER MAINS

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

Number of Feet								
Pipe Material (a)	Main Function (b)	Diameter in Inches (c)	First of Year (d)	Added During Year (e)	Retired During Year (f)	Adjustments Increase or (Decrease) (g)	End of Year (h)	
M	D	3.000	2,279	0	122	0	2,157	1
M	D	4.000	7,048	0	0	0	7,048	2
M	D	6.000	611,151	11	5,634	0	605,528	3
M	D	8.000	447,783	9,808	4,141	0	453,450	4
M	D	10.000	11,183	0	657	0	10,526	5
M	D	12.000	220,388	1,238	475	0	221,151	6
P	D	16.000	73,867	2,177	2,194	0	73,850	7
M	D	18.000	663	0	0	0	663	8
M	D	20.000	8,952	2,723	0	0	11,675	9
M	D	24.000	11,253	0	0	0	11,253	10
P	T	24.000	23,499	0	0	0	23,499	11
M	D	30.000	7,080	0	0	0	7,080	12
P	T	30.000	28,872	0	0	0	28,872	13
P	T	36.000	11,000	0	0	0	11,000	14
P	T	48.000	1,765	0	0	0	1,765	15
Total Within Municipality			1,466,783	15,957	13,223	0	1,469,517	
M	D	3.000	619	0	0	0	619	16
M	D	4.000	274	0	0	0	274	17
M	D	6.000	52,145	0	892	0	51,253	18
M	D	8.000	253,218	25,756	931	(1,729)	276,314	19
M	D	10.000	696	0	0	0	696	20
M	D	12.000	154,818	7,895	0	(1,270)	161,443	21
M	D	15.000	13,001	0	0	(13,001)	0	22
M	D	16.000	51,553	207	53	13,001	64,708	23
M	D	20.000	14,159	0	0	0	14,159	24
P	T	20.000	11,479	0	0	0	11,479	25
M	D	24.000	20,496	0	0	0	20,496	26
P	T	24.000	12,828	0	0	(2,358)	10,470	27
Total Outside of Municipality			585,286	33,858	1,876	(5,357)	611,911	
Total Utility			2,052,069	49,815	15,099	(5,357)	2,081,428	

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	0.500	159	0	0	0	159		1
L	0.500	4,592	0	36	0	4,556		2
L	0.750	281	0	15	0	266		3
M	0.750	18,806	0	10	0	18,796	15	4
L	1.000	30	0	0	0	30		5
M	1.000	6,050	318	2	0	6,366	19	6
L	1.250	25	0	0	0	25		7
M	1.250	82	0	0	0	82		8
L	1.500	5	0	0	0	5		9
M	1.500	497	6	1	0	502	15	10
M	2.000	435	6	1	0	440	10	11
M	3.000	64	0	0	0	64	2	12
M	4.000	177	1	0	0	178		13
M	6.000	189	2	0	0	191	2	14
M	8.000	137	0	0	0	137		15
M	10.000	4	0	0	0	4		16
M	12.000	23	0	0	0	23		17
M	16.000	2	0	0	0	2		18
Total Utility		31,558	333	65	0	31,826	63	

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	27,015	479	589	0	26,905	720	1
0.750	3,097	536	31	0	3,602	44	2
1.000	889	79	12	0	956	20	3
1.250	3	0	0	0	3	0	4
1.500	521	23	4	0	540	4	5
2.000	465	37	8	0	494	5	6
3.000	103	4	0	0	107	1	7
4.000	55	5	3	0	57	2	8
6.000	24	6	0	0	30	0	9
8.000	4	1	0	0	5	0	10
10.000	10	0	0	0	10	0	11
12.000	4	0	0	0	4	0	12
Total:	32,190	1,170	647	0	32,713	796	

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	25,093	1,414	46	8	0	344	26,905	1
0.750	2,884	314	31	4	0	369	3,602	2
1.000	374	420	60	13	2	87	956	3
1.250	0	2	0	1	0	0	3	4
1.500	31	414	41	21	0	33	540	5
2.000	6	354	62	26	15	31	494	6
3.000	0	54	23	26	0	4	107	7
4.000	0	14	20	20	0	3	57	8
6.000	0	5	9	8	3	5	30	9
8.000	0	1	2	1	1	0	5	10
10.000	0	0	3	0	7	0	10	11
12.000	0	1	1	0	2	0	4	12
Total:	28,388	2,993	298	128	30	876	32,713	

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	1,131	89	6	(12)	1,202	1
Within Municipality	1,937	59	45		1,951	2
Total Fire Hydrants	3,068	148	51	(12)	3,153	
Flushing Hydrants						
	308		4		304	3
Total Flushing Hydrants	308	0	4	0	304	

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: 957
 Number of distribution system valves end of year: 6,164
 Number of distribution valves operated during year: 1,274

WATER OPERATING SECTION FOOTNOTES

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

Please explain amounts in Account 474 in excess of \$10,000, 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 return on net investment in meters charged to our wastewater utility is calculated by finding the net average meters on the water utility's books, times the allowed PSC rate of return, and then times the percent share of meters used by the wastewater utility. In this case amounting to \$65,871.

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 15%, but not less \$10,000, please explain.

Acct. (651) Maintenance of Structures. In 2005 our Utility hired Baughman Industrial Painting for a fee of \$29,320 to epoxy coat our basins #4 & #5.

Acct. (930) Misc. General Expenses. In 2005 the City of Racine began charging an annual Stormwater fee amounting to \$4,532. Also the Utility sent more staff to out of state training and conferences than in the past years. This includes membrane training in Colorado, and Automated Meter Reading conferences in California and St. Louis.

Acct. (633) Maint. of Pumping Equipment. In 2005 a Worthington pump in our clearwell originally installed in 1933 was sent out to be overhauled. The total cost amounted to \$ 27,152.

Acct. (675) Maint. of Services. There was a combination of things that caused this account to increase over 15%. First, the labor cost went up around 3%. The price of gas to fuel the vehicles, and the cost of concrete went up significantly. There was also an increase in vehicle maint. covering the maint. of services department.

Acct. (664) Customer Installations. There are many new subdivisions going up in our utility's service area. This caused a shift of our staff to allocate more of their labor cost to this account.

Acct. (677) Hydrant Maintenance. More equipment was purchased to assist with the flushing of the hydrants than in past years. Also more effort was made to increase the number of hydrants painted in 2005 resulting in some higher labor and supplies accounts.

Acct. (643) Misc. Treatment Expenses. In 2005 a \$3,700 supply of diesel fuel and a supply of backup batteries amounting to \$4,050 was purchased for our new engine generator power facility. Also \$ 5,371 was used to purchase jet nozzles used in the cleaning of the basins.

Acct. (924) Property Insurance. Due to the addition of the engine generator facility, and a new booster station facility, our property insurance premium has increased.

Acct. (925) Injuries & Damages. Misc. Claims filed against the Utility increase by \$41,922 over the previous year. Mainly due to a few staff involved in automobile accidents. Also our Workers Comp premium is included in this account which increased \$38,568 due to the state classification rating for water employees and our own modification rating increasing.

Acct. (642) O & M Expenses. Due to much higher rates at our wastewater utility, the annual invoice for sludge and backwash sent to the wastewater plant increased \$261,491 over 2004 for a total amount of \$828,984.

Acct. (631) Pump Building Maint. A decrease is due to our own staff spending less time maintaining the pumps than the year before.

Acct. (932) General Plant Maint. A new full time maintenance position was hired due to the new additions of the engine generator facility, the membrane facility, and the booster stations. Also \$13,960 was used for masonry repairs on a wall at the plant, and \$12,644 was used to repair

WATER OPERATING SECTION FOOTNOTES

fiberglass panels used as skylights at the plant.

Acct. (904) Uncollectible Accounts. In 2004 our auditors recommended we substantially increase the allowance account for uncollectibles and as a result the expenditure ended up in 2004. In 2005 the allowance account was reduced by some writeoffs, however the expense was already recorded in 2004.

Acct. (632) Power Production Equip. With our three new Catapillar backup generators recently added, a new outside service contract was needed to properly maintain the equipment. This contract was for \$8,814.

Acct. (928) Regulatory Commission Expenses. Our Utility's latest rate case which was submitted in late 2004, was contested by our wholesale customers. After spending a substantial amount of funds for additional consultants, outside legal council, and the many invoices covering PSC staff time, the rate case was finally approved in Sept. of 2005.

Acct. (672) Maint. of Reservoirs and Standpipes. Starting in 2005, our Utility hired an outside contractor to maintain two of our water tanks. The Coolidge Ave Tank contract was for \$90,372 and the Summit Ave. tank contract amounted to \$68,733. The cost of the existing service contracts with our other two tanks went down in 2005.

Acct. (640) Operation Supervision. A new full time operations supervisor position was added in late 2004. The entire 2005 salary expense is split between this account and (620).

Acct. (923) Outside Consultants. In 2005 the utility did not need to hire consultants any longer in the attempt to receive Federal EPA grant funds to help cover the Membrane facility project. Past years expenditures with these consultants paid off with the Utility receiving close to \$4,000,000 in EPA grants.

Acct. (620) Operation Supervision. A new full time operations supervisor position was added in late 2004. The entire 2005 salary expense is split between this account and (640).

Acct. (641) Chemicals. While the cost of all chemicals went up, two of them were much higher than others. The amount spent on Ferric Sulfate increased by \$23,760, and the amount spent on Aquadene increased \$17,571.

Acct. (652) Treatment Equip. Maint. This decrease is due to our own staff spending less time maintaining equipment in this area than in past years and right with it, less supplies were also need in this area.

WATER OPERATING SECTION FOOTNOTES

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

If Additions for Accounts OTHER than 316, 343, 345, 346 and 348 exceed \$100,000, please explain.

Acct. (321) Structures & Improvements In 2005 the new HWY 20 Booster Station Building was completed. This new facility is being financed 100% by contributions through our REC fees.

Acct. (325) Electric Pumping Equipment In 2005 the new HWY 20 Booster Station was completed which included six new pumps. This new facility is being financed 100% by contributions through our REC fees.

Water Mains (Page W-21)

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

Water mains added during the year were part of the water utility's capital improvement program with financing from current year revenue, prior year surplus, or long term debt. Water mains added also include mains installed and financed by developers, who turn them over as contributions-in-aid.

Explain all reported Adjustments.

Our Utility does not have any 15" mains in the system. Went back all the way to 1995 and found that a mistake was made listing the 16" mains as 15". It remained wrong over the next ten years. The adjustment made this year moves the 13,001 feet listed wrong as 15" to the correct size of 16".

The other adjustments shown for the 8" and 12" mains are in a subdivision called Jamestown that had been turned over to our Utility. It was determined this year that part of these mains are not ours but part of Caledonia's water district.

Water Services (Page W-22)

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

The majority of additional services were installed and financed by developers, who then turned them over as contributions-in-aid. Our cost basis for these services is an estimate based on our cost to install a particular size service for a particular year. For the few that are not handled as above, the property owner is invoiced directly for actual cost.

Meters (Page W-23)

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

Our Utility went to the twenty year replacement cycle a few years ago. We were at a 7 to 10 year replacement cycle. We have a very small quantity of meters older than 1/1/1990. Actually only 60 meters of the 31,837 in service or .19% are older than 1/1/1990. We are always replacing some meters every year, but we will be increasing the quantity in a few years.

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

There are a few homes in Racine that are very large and have elaborate lawn sprinkling systems that require a larger meter and service than most residential residence.

WATER OPERATING SECTION FOOTNOTES

Meters (Page W-23)

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 is has been tested and is scheduled to be tested again in 2006.

If 6-inch or larger meters in commercial, industrial or public authority classifications have not been tested, please explain.

With many new subdivisions being added to our system, the demand for our staff in the meter department has been extremely high. Also one of our meter department staff was permanently transfered to our maintenance department. Our Utility understand that meters 6" and over must be tested every year, and our meter supervisor promised they all would be in 2006.

Hydrants and Distribution System Valves (Page W-24)

Explain all reported Adjustments.

The adjustments shown for the hydrants are in a subdivision called Jamestown that had been turned over to our Utility. It was determined this year that part of these mains are not ours but part of Caledonia's water district. These 12 hydrants were removed from our books and should be on Caledonia's.
