



3015 (02-02-05)

ANNUAL REPORT

OF

Name: WASHBURN WATER & SEWER UTILITY

Principal Office: WASHINGTON AVENUE
P.O. BOX 638
WASHBURN, WI 54891

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 VICKI E SWANSON of
(Person responsible for accounts)

WASHBURN WATER & SEWER UTILITY, certify that I
(Utility Name)

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

(Signature of person responsible for accounts) 03/30/2006
(Date)

CLERK
(Title)

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IDENTIFICATION AND OWNERSHIP

Exact Utility Name: WASHBURN WATER & SEWER UTILITY

Utility Address: WASHINGTON AVENUE

P.O. BOX 638

WASHBURN, WI 54891

When was utility organized? 8/1/1934

Report any change in name:

Effective Date:

Utility Web Site:

Utility employee in charge of correspondence concerning this report:

Name: VICKI E SWANSON

Title: CITY CLERK TREASURER

Office Address:

CITY OF WASHBURN

WASHBURN, WI 54891

Telephone: (715) 373 - 6160

Fax Number: (715) 373 - 6148

E-mail Address:

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

Name: MARK A VAN VLACK

Title: CPA

Office Address: MAITLAND, SINGLER & VAN VLACK, S.C.

306 W 3RD ST

ASHLAND, WI 54806

Telephone: (715) 682 - 5544

Fax Number: (715) 682 - 5545

E-mail Address: mvanvlack@ncis.net

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

Name: RICHARD AVOL

Title: COUNCIL PRESIDENT

Office Address:

2 E BAYFIELD ST

WASHBURN, WI 54891

Telephone: (715) 373 - 2899

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: MARK A VAN VLACK

Title: CPA

Office Address: MAITLAND, SINGLER & VAN VLACK S.C.
306 W 3RD ST
ASHLAND, WI 54806

Telephone: (715) 682 - 5544

Fax Number: (715) 682 - 5545

E-mail Address: mvanvlack@ncis.net

Date of most recent audit report: 4/28/2005

Period covered by most recent audit: DECEMBER 31, 2004

Names and titles of utility management including manager or superintendent:

Name: MR. PETER MANN

Title: CITY ADMINISTRATOR

Office Address:

119 WASHINGTON AVENUE
P.O. BOX 638
WASHBURN, WI 54891

Telephone: (715) 373 - 6160

Fax Number: (715) 373 - 6148

E-mail Address: admin9@charter.net

Name of utility commission/committee: WASHBURN CITY COUNCIL

Names of members of utility commission/committee:

- MR RICHARD AVOL
 - MR JOHN BAREGI
 - MS IRENE BLAKELY, MAYOR
 - MS MARY MCGRATH
 - MS RUTH OPPEDAHL
 - MS CHRISTINA SAUER
 - MS ADELINE SWISTON
 - MS STEPHANIE WARGIN
-

Is sewer service rendered by the utility? YES

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

Date of Ordinance:

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

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

IDENTIFICATION AND OWNERSHIP

Firm Name:

Contact Person:

Title:

Telephone:

Fax Number:

E-mail Address:

Contract/Agreement beginning-ending dates:

Provide a brief description of the nature of Contract Operations being provided:

NONE

INCOME STATEMENT

Particulars (a)	This Year (b)	Last Year (c)	
UTILITY OPERATING INCOME			
Operating Revenues (400)	284,917	314,138	1
Operating Expenses:			
Operation and Maintenance Expense (401)	125,656	130,891	2
Depreciation Expense (403)	60,376	50,628	3
Amortization Expense (404)	0	0	4
Taxes (408)	31,561	37,730	5
Total Operating Expenses	217,593	219,249	
Net Operating Income	67,324	94,889	
Income from Utility Plant Leased to Others (412-413)	0	0	6
Utility Operating Income	67,324	94,889	
OTHER INCOME			
Income from Merchandising, Jobbing and Contract Work (415-416)	0	0	7
Nonoperating Rental Income (418)	0	0	8
Interest and Dividend Income (419)	26,452	18,673	9
Miscellaneous Nonoperating Income (421)	5,427,836	2,132,820	10
Total Other Income	5,454,288	2,151,493	
Total Income	5,521,612	2,246,382	
MISCELLANEOUS INCOME DEDUCTIONS			
Miscellaneous Amortization (425)	(5,182)	(5,182)	11
Other Income Deductions (426)	60,023	25,307	12
Total Miscellaneous Income Deductions	54,841	20,125	
Income Before Interest Charges	5,466,771	2,226,257	
INTEREST CHARGES			
Interest on Long-Term Debt (427)	360,807	206,162	13
Amortization of Debt Discount and Expense (428)	0	0	14
Amortization of Premium on Debt--Cr. (429)	0	0	15
Interest on Debt to Municipality (430)	22,373	20,721	16
Other Interest Expense (431)	0	0	17
Interest Charged to Construction--Cr. (432)	56,732	35,897	18
Total Interest Charges	326,448	190,986	
Net Income	5,140,323	2,035,271	
EARNED SURPLUS			
Unappropriated Earned Surplus (Beginning of Year) (216)	3,727,763	690,369	19
Balance Transferred from Income (433)	5,140,323	2,035,271	20
Miscellaneous Credits to Surplus (434)	0	1,105,757	21
Miscellaneous Debits to Surplus--Debit (435)	45,000	103,634	22
Appropriations of Surplus--Debit (436)	0	0	23
Appropriations of Income to Municipal Funds--Debit (439)	0	0	24
Total Unappropriated Earned Surplus End of Year (216)	8,823,086	3,727,763	

INCOME STATEMENT ACCOUNT DETAILS

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

Description of Item (a)	Earnings (216.1) (b)	Contributions (216.2) (c)	Total This Year (d)	
UTILITY OPERATING INCOME				
Operating Revenues (400):				
Derived	284,917		284,917	1
Total (Acct. 400):	284,917	0	284,917	
Operation and Maintenance Expense (401):				
Derived	125,656		125,656	2
Total (Acct. 401):	125,656	0	125,656	
Depreciation Expense (403):				
Derived	60,376		60,376	3
Total (Acct. 403):	60,376	0	60,376	
Amortization Expense (404):				
Derived	0		0	4
Total (Acct. 404):	0	0	0	
Taxes (408):				
Derived	31,561		31,561	5
Total (Acct. 408):	31,561	0	31,561	
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:	67,324	0	67,324	
OTHER INCOME				
Income from Merchandising, Jobbing and Contract Work (415-416):				
Derived	0		0	8
Total (Acct. 415-416):	0	0	0	
Nonoperating Rental Income (418):				
NONE	0		0	9
Total (Acct. 418):	0	0	0	
Interest and Dividend Income (419):				
SPECIAL ASSESSMENTS	0	13,001	13,001	10
CASH INVESTMENTS	13,451	0	13,451	11
Total (Acct. 419):	13,451	13,001	26,452	

INCOME STATEMENT ACCOUNT DETAILS

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

Description of Item (a)	Earnings (216.1) (b)	Contributions (216.2) (c)	Total This Year (d)
OTHER INCOME			
Miscellaneous Nonoperating Income (421):			
Contributed Plant - Water		2,151,092	2,151,092 12
NON REGULATED SEWER UTILITY	73,696	0	73,696 13
SEWER UTILITY CONTRIBUTED PLANT	3,201,978	0	3,201,978 14
MISC NON OPERATING INCOME	1,070	0	1,070 15
Total (Acct. 421):	3,276,744	2,151,092	5,427,836
TOTAL OTHER INCOME:	3,290,195	2,164,093	5,454,288

MISCELLANEOUS INCOME DEDUCTIONS			
Miscellaneous Amortization (425):			
Regulatory Liability (253) Amortization	(5,182)		(5,182) 16
Total (Acct. 425):	(5,182)	0	(5,182)
Other Income Deductions (426):			
Depreciation Expense on Contributed Plant - Water		60,023	60,023 17
NONE	0	0	0 18
Total (Acct. 426):	0	60,023	60,023
TOTAL MISCELLANEOUS INCOME DEDUCTIONS:	(5,182)	60,023	54,841

INTEREST CHARGES			
Interest on Long-Term Debt (427):			
Derived	360,807		360,807 19
Total (Acct. 427):	360,807	0	360,807
Amortization of Debt Discount and Expense (428):			
NONE	0		0 20
Total (Acct. 428):	0	0	0
Amortization of Premium on Debt--Cr. (429):			
NONE	0		0 21
Total (Acct. 429):	0	0	0
Interest on Debt to Municipality (430):			
Derived	22,373		22,373 22
Total (Acct. 430):	22,373	0	22,373
Other Interest Expense (431):			
Derived	0		0 23
Total (Acct. 431):	0	0	0

INCOME STATEMENT ACCOUNT DETAILS

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

Description of Item (a)	Earnings (216.1) (b)	Contributions (216.2) (c)	Total This Year (d)
INTEREST CHARGES			
Interest Charged to Construction--Cr. (432):			
WATER & SEWER UTILITY IMPROVEMENTS	56,732		56,732 24
Total (Acct. 432):	56,732	0	56,732
TOTAL INTEREST CHARGES:	326,448	0	326,448
NET INCOME:	3,036,253	2,104,070	5,140,323
EARNED SURPLUS			
Unappropriated Earned Surplus (Beginning of Year) (216):			
Derived	1,198,881	2,528,882	3,727,763 25
Total (Acct. 216):	1,198,881	2,528,882	3,727,763
Balance Transferred from Income (433):			
Derived	3,036,253	2,104,070	5,140,323 26
Total (Acct. 433):	3,036,253	2,104,070	5,140,323
Miscellaneous Credits to Surplus (434):			
NONE	0	0	0 27
Total (Acct. 434):	0	0	0
Miscellaneous Debits to Surplus--Debit (435):			
PLANT RETIREMENT LOSS	29,250	15,750	45,000 28
Total (Acct. 435)--Debit:	29,250	15,750	45,000
Appropriations of Surplus--Debit (436):			
Detail appropriations to (from) account 215	0		0 29
Total (Acct. 436)--Debit:	0	0	0
UNAPPROPRIATED EARNED SURPLUS (END OF YEAR):	4,205,884	4,617,202	8,823,086

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				0	1
Costs and Expenses of Merchandising, Jobbing and Contract Work (416):						
Cost of merchandise sold	0				0	2
Payroll	0				0	3
Materials	0				0	4
Taxes	0				0	5
Other (list by major classes):						
NONE	0				0	6
Total costs and expenses	0	0	0	0	0	
Net income (or loss)	0	0	0	0	0	

REVENUES SUBJECT TO WISCONSIN REMAINDER ASSESSMENT

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

Description (a)	Water Utility (b)	Electric Utility (c)	Sewer Utility (Regulated Only) (d)	Gas Utility (e)	Total (f)	
Total operating revenues	284,917	0	0	0	284,917	1
Less: interdepartmental sales	0	0	0	0	0	2
Less: interdepartmental rents	0	0	0		0	3
Less: return on net investment in meters charged to regulated sewer department. (Do not report if nonregulated sewer.)	0				0	4
Less: uncollectibles directly expensed as reported in water acct. 904 (690 class D), sewer acct. 843, and electric acct. 904 (590 class D) -or- Net write-offs when Accumulated Provision for Uncollectible Accounts (acct. 144) is maintained	0	0	0	0	0	5
Other Increases or (Decreases)						
to Operating Revenues - Specify:						
NONE	0	0	0	0	0	6
Revenues subject to Wisconsin Remainder Assessment	284,917	0	0	0	284,917	

BALANCE SHEET

Assets and Other Debits (a)	Balance End of Year (b)	Balance First of Year (c)	
UTILITY PLANT			
Utility Plant (100)	9,387,353	6,974,990	1
Less: Accumulated Provision for Depreciation and Amortization of Utility Plant (110)	421,150	498,756	2
Net Utility Plant	8,966,203	6,476,234	
OTHER PROPERTY AND INVESTMENTS			
Nonutility Property (121)	10,108,134	8,744,590	3
Less: Accumulated Provision for Depreciation and Amortization of Nonutility Property (122)	220,224	1,061,086	4
Net Nonutility Property	9,887,910	7,683,504	
Investment in Municipality (123)	0	0	5
Other Investments (124)	363,120	403,319	6
Special Funds (125)	309,409	595,509	7
Total Other Property and Investments	10,560,439	8,682,332	
CURRENT AND ACCRUED ASSETS			
Cash and Working Funds (131)	102,040	25,078	8
Temporary Cash Investments (132)	188,150	197,839	9
Notes Receivable (141)	0	0	10
Customer Accounts Receivable (142)	34,291	27,832	11
Other Accounts Receivable (143)	557,190	142,807	12
Accumulated Provision for Uncollectible Accounts- -Cr. (144)	0	0	13
Receivables from Municipality (145)	31,945	147,003	14
Materials and Supplies (150)	27,333	20,458	15
Prepayments (165)	2,310	3,630	16
Other Current and Accrued Assets (170)	0	0	17
Total Current and Accrued Assets	943,259	564,647	
DEFERRED DEBITS			
Unamortized Debt Discount and Expense (181)	0	0	18
Extraordinary Property Losses (182)	0	0	19
Other Deferred Debits (183)	0	0	20
Total Deferred Debits	0	0	
Total Assets and Other Debits	20,469,901	15,723,213	

BALANCE SHEET

Liabilities and Other Credits (a)	Balance End of Year (b)	Balance First of Year (c)	
PROPRIETARY CAPITAL			
Capital Paid in by Municipality (200)	1,339,095	1,335,603	21
Appropriated Earned Surplus (215)	0	0	22
Unappropriated Earned Surplus (216)	8,823,086	3,727,763	23
Total Proprietary Capital	10,162,181	5,063,366	
LONG-TERM DEBT			
Bonds (221)	9,193,944	2,455,200	24
Advances from Municipality (223)	163,765	178,104	25
Other long-Term Debt (224)	0	6,586,581	26
Total Long-Term Debt	9,357,709	9,219,885	
CURRENT AND ACCRUED LIABILITIES			
Notes Payable (231)	0	0	27
Accounts Payable (232)	688,903	832,841	28
Payables to Municipality (233)	63,245	0	29
Customer Deposits (235)	25	0	30
Taxes Accrued (236)	31,056	32,917	31
Interest Accrued (237)	68,545	51,185	32
Other Current and Accrued Liabilities (238)	4,967	4,507	33
Total Current and Accrued Liabilities	856,741	921,450	
DEFERRED CREDITS			
Unamortized Premium on Debt (251)	0	0	34
Customer Advances for Construction (252)	0	0	35
Other Deferred Credits (253)	93,270	518,512	36
Total Deferred Credits	93,270	518,512	
OPERATING RESERVES			
Miscellaneous Operating Reserves (265)	0	0	37
Total Operating Reserves	0	0	
Total Liabilities and Other Credits	20,469,901	15,723,213	

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	6,974,990	0	0	0	1
<i>(Should agree with Util. Plant Jan. 1 in Property Tax Equivalent Schedule)</i>					
Plant Accounts:					
Utility Plant in Service - Financed by Utility Operations or by the Municipality (100.1)	4,676,427	0	0	0	2
Utility Plant in Service - Contributed Plant (100.2)	4,708,603	0	0	0	3
Utility Plant Purchased or Sold (391)					4
Utility Plant in Process of Reclassification (392)					5
Utility Plant Leased to Others (393)					6
Property Held for Future Use (394)					7
Construction Work in Progress (395)	2,323				8
Utility Plant Acquisition Adjustments (396)					9
Other Utility Plant Adjustments (397)					10
Total Utility Plant	9,387,353	0	0	0	
Accumulated Provision for Depreciation and Amortization:					
Accumulated Provision for Depreciation of Utility Plant in Service - Financed by Utility Operations or by the Municipality (110.1)	267,102	0	0	0	11
Accumulated Provision for Depreciation of Utility Plant in Service - Contributed Plant (110.2)	154,048	0	0	0	12
Total Accumulated Provision	421,150	0	0	0	
Net Utility Plant	8,966,203	0	0	0	

**ACCUMULATED PROVISION FOR DEPRECIATION AND
AMORTIZATION OF UTILITY PLANT ON UTILITY PLANT
FINANCED BY UTILITY OPERATIONS OR BY THE MUNICIPALITY
(ACCT. 110.1)**

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

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

Particulars (a)	Water (b)	(c)	(d)	(e)	Total (f)	
Balance first of year (110.1)	365,083				365,083	1
Credits During Year						2
Accruals:						3
Charged depreciation expense (403)	60,376				60,376	4
Depreciation expense on meters						5
charged to sewer (see Note 3)	1,691				1,691	6
Accruals charged other						7
accounts (specify):						8
					0	9
Salvage					0	10
Other credits (specify):						11
PLANT RETIREMENT LOSS	29,250				29,250	12
					0	13
					0	14
					0	15
Total credits	91,317	0	0	0	91,317	16
Debits during year						17
Book cost of plant retired	189,298				189,298	18
Cost of removal					0	19
Other debits (specify):						20
					0	21
					0	22
					0	23
					0	24
Total debits	189,298	0	0	0	189,298	25
Balance end of year (110.1)	267,102	0	0	0	267,102	26
Composite Depreciation Rate?	No					27
If yes, what is the rate?						28

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

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

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

Particulars (a)	Water (b)	(c)	(d)	(e)	Total (f)	
Balance first of year (110.1)	133,673				133,673	1
Credits During Year						2
Accruals:						3
Charged depreciation expense (426)	60,023				60,023	4
Depreciation expense on meters						5
charged to sewer (see Note 3)					0	6
Accruals charged other						7
accounts (specify):						8
					0	9
Salvage					0	10
Other credits (specify):						11
PLANT RETIREMENT LOSS	15,750				15,750	12
					0	13
					0	14
					0	15
Total credits	75,773	0	0	0	75,773	16
Debits during year						17
Book cost of plant retired	55,398				55,398	18
Cost of removal					0	19
Other debits (specify):						20
					0	21
					0	22
					0	23
					0	24
Total debits	55,398	0	0	0	55,398	25
Balance end of year (110.1)	154,048	0	0	0	154,048	26
Composite Depreciation Rate?	No					27
If yes, what is the rate?						28

NET NONUTILITY PROPERTY (ACCTS. 121 & 122)

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

Description (a)	Balance First of Year (b)	Additions During Year (c)	Deductions During Year (d)	Balance End of Year (e)	
Nonregulated sewer plant	8,744,590	2,366,507	1,002,963	10,108,134	1
Other (specify):					
NONE	0			0	2
Total Nonutility Property (121)	8,744,590	2,366,507	1,002,963	10,108,134	
Less accum. prov. depr. & amort. (122)	1,061,086	162,101	1,002,963	220,224	3
Net Nonutility Property	7,683,504	2,204,406	0	9,887,910	

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

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

MATERIALS AND SUPPLIES

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

Account	Total End of Year	Amount Prior Year
Electric utility total	0	0
Water utility	21,058	17,969
Sewer utility	6,275	2,489
Gas utility		0
Merchandise		0
Other materials & supplies		0
Total Materials and Supplies	27,333	20,458

**UNAMORTIZED DEBT DISCOUNT & EXPENSE & PREMIUM ON DEBT
(ACCTS. 181 AND 251)**

Report net discount and expense or premium separately for each security issue.

Debt Issue to Which Related (a)	Written Off During Year		Balance End of Year (d)	
	Amount (b)	Account Charged or Credited (c)		
Unamortized debt discount & expense (181)				
NONE			0	1
Total			0	
Unamortized premium on debt (251)				
NONE			0	2
Total			0	

CAPITAL PAID IN BY MUNICIPALITY (ACCT. 200)

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

Particulars (a)	Amount (b)	
Balance first of year	1,335,603	1
Changes during year (explain):		
CITY SHARE OF PRINCPAL PAID ON LONG TERM DEBT	3,492	2
Balance end of year	<u>1,339,095</u>	

BONDS (ACCT. 221)

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

Description of Issue (a)	Date of Issue (b)	Final Maturity Date (c)	Interest Rate (d)	Principal Amount End of Year (e)	
RURAL SERVICES	11/14/1996	11/14/2036	5.00%	2,419,400	1
RURAL SERVICES SEWER REV BONDS	05/12/2005	05/12/2045	4.25%	2,645,603	2
RURAL SERVICES WATER "B" BONDS	05/12/2005	05/12/2044	4.25%	175,175	3
RURAL SERVICES WATER REV BONDS	05/12/2005	05/12/2045	4.25%	3,810,819	4
RURAL SERVICES SEWER "B" BONDS	05/12/2005	05/12/2044	4.25%	142,947	5
Total Bonds (Account 221):				9,193,944	

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)					
8TH ST SPECIAL ASSESSMENT PROJECT	07/01/2002	06/01/2012	3.25%	163,765	1
Total for Account 223				163,765	

TAXES ACCRUED (ACCT. 236)

Particulars (a)	Amount (b)	
Balance first of year	32,917	1
Accruals:		
Charged water department expense	31,561	2
Charged electric department expense	0	3
Charged sewer department expense	5,241	4
Other (explain):		
NONE		5
Total Accruals and other credits	36,802	
Taxes paid during year:		
County, state and local taxes	0	6
Social Security taxes	10,802	7
PSC Remainder Assessment	377	8
Other (explain):		
TAX EQUIVALENT	27,484	9
Total payments and other debits	38,663	
Balance end of year	31,056	

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)					
RURAL SERVICES	18,464	110,215	110,484	18,195	1
RURAL SERVICES 2005 WATER BONDS		115,315	88,820	26,495	2
RURAL SERVICES 2005 SEWER BONDS		78,546	56,492	22,054	3
Subtotal	18,464	304,076	255,796	66,744	
Advances from Municipality (223)					
1993 SEWER EXTENSION	0	0	0	0	4
8TH ST SPECIAL ASSESSMENT	551	6,586	6,621	516	5
CONSTRUCTION ADVANCES	1,318	15,787	15,820	1,285	6
Subtotal	1,869	22,373	22,441	1,801	
Other long-Term Debt (224)					
WATER & SEWER REV BOND ANTICIPATION NOTES	13,611	15,189	28,800	0	7
2004A WATER & SEWER BOND ANTICIPATION NOTES	17,241	41,542	58,783	0	8
Subtotal	30,852	56,731	87,583	0	
Notes Payable (231)					
	0			0	9
Subtotal	0	0	0	0	
Total	51,185	383,180	365,820	68,545	

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	0	1
Total (Acct. 123):	0	
Other Investments (124):		
CONTRIBUTIONS RECEIVABLE	363,120	2
Total (Acct. 124):	363,120	
Special Funds (125):		
VARIOUS FUNDS	309,409	3
Total (Acct. 125):	309,409	
Notes Receivable (141):		
NONE	0	4
Total (Acct. 141):	0	
Customer Accounts Receivable (142):		
Water	34,291	5
Electric	0	6
Sewer (Regulated)	0	7
Other (specify):		
NONE	0	8
Total (Acct. 142):	34,291	
Other Accounts Receivable (143):		
Sewer (Non-regulated)	69,195	9
Merchandising, jobbing and contract work	0	10
Other (specify):		
INTEREST RECEIVABLE	1,127	11
SUNDRY RECEIVABLES	8,125	12
GRANT RECEIVABLE	466,877	13
CONSTRUCTION ADVANCES	11,866	14
Total (Acct. 143):	557,190	
Receivables from Municipality (145):		
SPECIAL ASSESSMENTS TAX ROLL	31,945	15
Total (Acct. 145):	31,945	
Prepayments (165):		
PSC RATE INCREASE	2,310	16
Total (Acct. 165):	2,310	
Extraordinary Property Losses (182):		
NONE	0	17
Total (Acct. 182):	0	

BALANCE SHEET END-OF-YEAR ACCOUNT BALANCES

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

Particulars (a)	Balance End of Year (b)	
Other Deferred Debits (183):		
NONE	0	18
Total (Acct. 183):	0	
Payables to Municipality (233):		
CONSTRUCTION ADVANCES	63,245	19
Total (Acct. 233):	63,245	
Other Deferred Credits (253):		
Regulatory Liability	93,270	20
NONE	0	21
Total (Acct. 253):	93,270	

RETURN ON RATE BASE COMPUTATION

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

Average Rate Base (a)	Water (b)	Electric (c)	Sewer (d)	Gas (e)	Total (f)	
Add Average:						
Utility Plant in Service (100.1)	3,028,292	0	0	0	3,028,292	1
Materials and Supplies	19,513	0	0	0	19,513	2
Other (specify):						
NONE	0				0	3
Less Average:						
Reserve for Depreciation (110.1)	316,092	0	0	0	316,092	4
Customer Advances for Construction	0				0	5
Regulatory Liability	95,861	0	0	0	95,861	6
NONE	0				0	7
Average Net Rate Base	2,635,852	0	0	0	2,635,852	
Net Operating Income	67,324	0	0	0	67,324	8
Net Operating Income as a percent of						
Average Net Rate Base	2.55%	N/A	N/A	N/A	2.55%	

IMPORTANT CHANGES DURING THE YEAR

Report changes of any of the following types:

NONE

FULL-TIME EMPLOYEES (FTE)

Use FTE numbers where FTE stands for full-time employees or full-time equivalency. FTE can be computed by using total hours worked/2080 hours for a fiscal year. Estimate to the nearest tenth. If an employee works part time for more than one industry then determine FTE based on estimate of hours worked per industry.

Example: An employee worked 35% of their time on electric jobs, 30% on water jobs, 20% on sewer jobs and 15% on municipal nonutility jobs. The FTE by industry would be .4 for electric, .3 for water and .2 for sewer.

Industry (a)	FTE (b)	
Water	2	1
Electric		2
Gas		3
Sewer	2	4

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

Particulars (a)	Water (b)	Electric (c)	Sewer (d)	Gas (e)	Total (f)	
Balance First of Year	98,452	0	0	0	98,452	1
Add credits during year:					0	2
Deduct charges:						
Miscellaneous Amortization (425)	5,182	0	0	0	5,182	3
Other (specify):					0	4
Balance End of Year	93,270	0	0	0	93,270	

FINANCIAL SECTION FOOTNOTES

Interest Accrued (Acct. 237) (Page F-17)

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

THESE NOTES WERE PAID OFF DURING THE YEAR WHEN THE UTILITY RECEIVED ITS
RURAL SERVICE REVENUE BOND FINANCING.

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

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

DONE

WATER OPERATING REVENUES & EXPENSES

Particulars (a)	This Year (b)	Last Year (c)	
Operating Revenues			
Sales of Water			
Sales of Water (460-467)	281,585	230,511	1
Total Sales of Water	281,585	230,511	
Other Operating Revenues			
Forfeited Discounts (470)	1,612	617	2
Other Water Revenues (474)	1,720	83,010	3
Total Other Operating Revenues	3,332	83,627	
Total Operating Revenues	284,917	314,138	
Operation and Maintenance Expenses			
Plant Operation and Maintenance Expenses (600-660)	52,795	65,936	4
General Operating Expenses (680-690)	72,861	64,955	5
Total Operation and Maintenance Expenses	125,656	130,891	
Other Operating Expenses			
Depreciation Expense (403)	60,376	50,628	6
Amortization Expense (404)	0	0	7
Taxes (408)	31,561	37,730	8
Total Other Operating Expenses	91,937	88,358	
Total Operating Expenses	217,593	219,249	
NET OPERATING INCOME	67,324	94,889	

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	760	30,905	134,490	4
Commercial	87	8,332	29,043	5
Industrial	2	798	2,288	6
Total Metered Sales to General Customers (461)	849	40,035	165,821	
Private Fire Protection Service (462)	3		672	7
Public Fire Protection Service (463)	833		92,498	8
Other Sales to Public Authorities (464)	34	6,183	22,594	9
Sales to Irrigation Customers (465)				10
Sales for Resale (466)		0	0	11
Interdepartmental Sales (467)				12
Total Sales of Water	1,719	46,218	281,585	

SALES FOR RESALE (ACCT. 466)

Use a separate line for each delivery point.

Customer Name (a)	Point of Delivery (b)	Thousands of Gallons Sold (c)	Revenues (d)	
NONE	N/A			1
Total		<u>0</u>	<u>0</u>	

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)	92,498	1
Wholesale fire protection billed	0	2
Amount billed for fighting fires outside utility's service areas (usually per rate schedule F-2 or BW-1)	0	3
Other (specify):		
NONE	0	4
Total Public Fire Protection Service (463)	92,498	
Forfeited Discounts (470):		
Customer late payment charges	1,612	5
Other (specify):		
NONE	0	6
Total Forfeited Discounts (470)	1,612	
Other Water Revenues (474):		
Return on net investment in meters charged to sewer department	1,628	7
Other (specify):		
MISCELLANEOUS	92	8
Total Other Water Revenues (474)	1,720	

WATER OPERATION & MAINTENANCE EXPENSES

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

Particulars (a)	This Year (b)	Last Year (c)	
PLANT OPERATION AND MAINTENANCE EXPENSES			
Salaries and Wages (600)	36,280	43,413	1
Purchased Water (610)	0	0	2
Fuel or Power Purchased for Pumping (620)	10,204	12,776	3
Chemicals (630)	1,519	1,035	4
Supplies and Expenses (640)	2,162	3,357	5
Repairs of Water Plant (650)	786	3,566	6
Transportation Expenses (660)	1,844	1,789	7
Total Plant Operation and Maintenance Expenses	52,795	65,936	
GENERAL OPERATING EXPENSES			
Administrative and General Salaries (680)	26,594	32,090	8
Office Supplies and Expenses (681)	3,095	2,656	9
Outside Services Employed (682)	4,422	2,879	10
Insurance Expense (684)	5,055	2,624	11
Employees Pensions and Benefits (686)	22,205	21,562	12
Regulatory Commission Expenses (688)	2,040	2,040	13
Miscellaneous General Expenses (689)	9,450	1,104	14
Uncollectible Accounts (690)	0	0	15
Total General Operating Expenses	72,861	64,955	
Total Operation and Maintenance Expenses	125,656	130,891	

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		27,484	32,572	1
Less: Local and School Tax Equivalent on Meters Charged to Sewer Department		478	392	2
Net property tax equivalent		27,006	32,180	
Social Security	WAGES	4,178	5,240	3
PSC Remainder Assessment		377	310	4
Other (specify): NONE			0	5
Total tax expense		31,561	37,730	

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			Bayfield				1
SUMMARY OF TAX RATES							
State tax rate	mills		0.252975				2
County tax rate	mills		4.582029				3
Local tax rate	mills		9.912112				4
School tax rate	mills		10.770306				5
Voc. school tax rate	mills		1.391350				6
Other tax rate - Local	mills		0.000000				7
Other tax rate - Non-Local	mills		0.000000				8
Total tax rate	mills		26.908772				9
Less: state credit	mills		1.340131				10
Net tax rate	mills		25.568641				11
PROPERTY TAX EQUIVALENT CALCULATION							
Local Tax Rate	mills		9.912112				12
Combined School Tax Rate	mills		12.161656				13
Other Tax Rate - Local	mills		0.000000				14
Total Local & School Tax	mills		22.073768				15
Total Tax Rate	mills		26.908772				16
Ratio of Local and School Tax to Total	dec.		0.820319				17
Total tax net of state credit	mills		25.568641				18
Net Local and School Tax Rate	mills		20.974434				19
Utility Plant, Jan. 1	\$	6,974,990	6,974,990				20
Materials & Supplies	\$	17,969	17,969				21
Subtotal	\$	6,992,959	6,992,959				22
Less: Plant Outside Limits	\$	1,664,852	1,664,852				23
Taxable Assets	\$	5,328,107	5,328,107				24
Assessment Ratio	dec.		0.741498				25
Assessed Value	\$	3,950,781	3,950,781				26
Net Local & School Rate	mills		20.974434				27
Tax Equiv. Computed for Current Year	\$	82,865	82,865				28
Tax Equivalent per 1994 PSC Report	\$	27,484					29
Any lower tax equivalent as authorized by municipality (see note 6)	\$	27,484					30
Tax equiv. for current year (see note 6)	\$	27,484					31

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

1. All adjustments, corrections and reclassifications (including to/from plant financed by contributions) should be reported in Column (f), Adjustments.
2. Explain fully as a schedule footnote the nature of all entries reported in Column (f), Adjustments.
3. Explain as a schedule footnote the dollar additions and retirements reported in Columns (c) and (e) for each account over \$10,000. If applicable, provide construction authorization.
4. Use only the account titles listed. If the utility has subaccounts other than account 372.1, combine them into one total and detail by subaccount as a schedule footnote.

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	
INTANGIBLE PLANT			
Organization (301)	0		1
Franchises and Consents (302)	0		2
Miscellaneous Intangible Plant (303)	0		3
Total Intangible Plant	0	0	
SOURCE OF SUPPLY PLANT			
Land and Land Rights (310)	1,000		4
Structures and Improvements (311)	0		5
Collecting and Impounding Reservoirs (312)	0		6
Lake, River and Other Intakes (313)	0		7
Wells and Springs (314)	53,137		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	54,137	0	
PUMPING PLANT			
Land and Land Rights (320)	230		12
Structures and Improvements (321)	94,579	106,446	13
Boiler Plant Equipment (322)	0		14
Other Power Production Equipment (323)	0		15
Steam Pumping Equipment (324)	0		16
Electric Pumping Equipment (325)	82,104	232,894	17
Diesel Pumping Equipment (326)	0		18
Hydraulic Pumping Equipment (327)	0		19
Other Pumping Equipment (328)	5,528		20
Total Pumping Plant	182,441	339,340	
WATER TREATMENT PLANT			
Land and Land Rights (330)	0		21
Structures and Improvements (331)	0		22
Water Treatment Equipment (332)	3,152		23
Total Water Treatment Plant	3,152	0	

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

Accounts (d)	Retirements During Year (e)	Adjustments Increase or (Decrease) (f)	Balance End of Year (g)	
INTANGIBLE PLANT				
Organization (301)			0	1
Franchises and Consents (302)			0	2
Miscellaneous Intangible Plant (303)			0	3
Total Intangible Plant	0	0	0	
SOURCE OF SUPPLY PLANT				
Land and Land Rights (310)			1,000	4
Structures and Improvements (311)			0	5
Collecting and Impounding Reservoirs (312)			0	6
Lake, River and Other Intakes (313)			0	7
Wells and Springs (314)			53,137	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	54,137	
PUMPING PLANT				
Land and Land Rights (320)			230	12
Structures and Improvements (321)	47,289		153,736	13
Boiler Plant Equipment (322)			0	14
Other Power Production Equipment (323)			0	15
Steam Pumping Equipment (324)			0	16
Electric Pumping Equipment (325)	41,052		273,946	17
Diesel Pumping Equipment (326)			0	18
Hydraulic Pumping Equipment (327)			0	19
Other Pumping Equipment (328)			5,528	20
Total Pumping Plant	88,341	0	433,440	
WATER TREATMENT PLANT				
Land and Land Rights (330)			0	21
Structures and Improvements (331)			0	22
Water Treatment Equipment (332)			3,152	23
Total Water Treatment Plant	0	0	3,152	

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

1. All adjustments, corrections and reclassifications (including to/from plant financed by contributions) should be reported in Column (f), Adjustments.
2. Explain fully as a schedule footnote the nature of all entries reported in Column (f), Adjustments.
3. Explain as a schedule footnote the dollar additions and retirements reported in Columns (c) and (e) for each account over \$10,000. If applicable, provide construction authorization.
4. Use only the account titles listed. If the utility has subaccounts other than account 372.1, combine them into one total and detail by subaccount as a schedule footnote.

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	
TRANSMISSION AND DISTRIBUTION PLANT			
Land and Land Rights (340)	86		24
Structures and Improvements (341)	0		25
Distribution Reservoirs and Standpipes (342)	106,519		26
Transmission and Distribution Mains (343)	674,569	2,645,751	27
Fire Mains (344)	0		28
Services (345)	164,058	340,245	29
Meters (346)	60,846		30
Hydrants (348)	89,978	152,262	31
Other Transmission and Distribution Plant (349)	0		32
Total Transmission and Distribution Plant	1,096,056	3,138,258	
GENERAL PLANT			
Land and Land Rights (370)	0		33
Structures and Improvements (371)	0		34
Office Furniture and Equipment (372)	2,294		35
Computer Equipment (372.1)	2,668		36
Transportation Equipment (373)	9,412	7,969	37
Other General Equipment (379)	29,998		38
Other Tangible Property (390)	0		39
Total General Plant	44,372	7,969	
Total utility plant in service directly assignable	1,380,158	3,485,567	
Common Utility Plant Allocated to Water Department	0		40
Total utility plant in service	1,380,158	3,485,567	

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)			86 24
Structures and Improvements (341)			0 25
Distribution Reservoirs and Standpipes (342)			106,519 26
Transmission and Distribution Mains (343)	84,178		3,236,142 27
Fire Mains (344)			0 28
Services (345)	8,766		495,537 29
Meters (346)			60,846 30
Hydrants (348)	8,013		234,227 31
Other Transmission and Distribution Plant (349)			0 32
Total Transmission and Distribution Plant	100,957	0	4,133,357
GENERAL PLANT			
Land and Land Rights (370)			0 33
Structures and Improvements (371)			0 34
Office Furniture and Equipment (372)			2,294 35
Computer Equipment (372.1)			2,668 36
Transportation Equipment (373)			17,381 37
Other General Equipment (379)			29,998 38
Other Tangible Property (390)			0 39
Total General Plant	0	0	52,341
Total utility plant in service directly assignable	189,298	0	4,676,427
Common Utility Plant Allocated to Water Department			0 40
Total utility plant in service	189,298	0	4,676,427

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

1. All adjustments, corrections and reclassifications (including to/from plant financed by contributions) should be reported in Column (f), Adjustments.
2. Explain fully as a schedule footnote the nature of all entries reported in Column (f), Adjustments.
3. Explain as a schedule footnote the dollar additions and retirements reported in Columns (c) and (e) for each account over \$10,000. If applicable, provide construction authorization.
4. Use only the account titles listed. If the utility has subaccounts other than account 372.1, combine them into one total and detail by subaccount as a schedule footnote.

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	
INTANGIBLE PLANT			
Organization (301)	0		1
Franchises and Consents (302)	0		2
Miscellaneous Intangible Plant (303)	0		3
Total Intangible Plant	0	0	
SOURCE OF SUPPLY PLANT			
Land and Land Rights (310)	0		4
Structures and Improvements (311)	0		5
Collecting and Impounding Reservoirs (312)	0		6
Lake, River and Other Intakes (313)	0		7
Wells and Springs (314)	0		8
Infiltration Galleries and Tunnels (315)	0		9
Supply Mains (316)	0		10
Other Water Source Plant (317)	0		11
Total Source of Supply Plant	0	0	
PUMPING PLANT			
Land and Land Rights (320)	0		12
Structures and Improvements (321)	0	65,850	13
Boiler Plant Equipment (322)	0		14
Other Power Production Equipment (323)	0		15
Steam Pumping Equipment (324)	0		16
Electric Pumping Equipment (325)	0	143,480	17
Diesel Pumping Equipment (326)	0		18
Hydraulic Pumping Equipment (327)	0		19
Other Pumping Equipment (328)	0		20
Total Pumping Plant	0	209,330	
WATER TREATMENT PLANT			
Land and Land Rights (330)	0		21
Structures and Improvements (331)	0		22
Water Treatment Equipment (332)	0		23
Total Water Treatment Plant	0	0	

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

Accounts (d)	Retirements During Year (e)	Adjustments Increase or (Decrease) (f)	Balance End of Year (g)
INTANGIBLE PLANT			
Organization (301)			0 1
Franchises and Consents (302)			0 2
Miscellaneous Intangible Plant (303)			0 3
Total Intangible Plant	0	0	0
SOURCE OF SUPPLY PLANT			
Land and Land Rights (310)			0 4
Structures and Improvements (311)			0 5
Collecting and Impounding Reservoirs (312)			0 6
Lake, River and Other Intakes (313)			0 7
Wells and Springs (314)			0 8
Infiltration Galleries and Tunnels (315)			0 9
Supply Mains (316)			0 10
Other Water Source Plant (317)			0 11
Total Source of Supply Plant	0	0	0
PUMPING PLANT			
Land and Land Rights (320)			0 12
Structures and Improvements (321)			65,850 13
Boiler Plant Equipment (322)			0 14
Other Power Production Equipment (323)			0 15
Steam Pumping Equipment (324)			0 16
Electric Pumping Equipment (325)			143,480 17
Diesel Pumping Equipment (326)			0 18
Hydraulic Pumping Equipment (327)			0 19
Other Pumping Equipment (328)			0 20
Total Pumping Plant	0	0	209,330
WATER TREATMENT PLANT			
Land and Land Rights (330)			0 21
Structures and Improvements (331)			0 22
Water Treatment Equipment (332)			0 23
Total Water Treatment Plant	0	0	0

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

1. All adjustments, corrections and reclassifications (including to/from plant financed by contributions) should be reported in Column (f), Adjustments.
2. Explain fully as a schedule footnote the nature of all entries reported in Column (f), Adjustments.
3. Explain as a schedule footnote the dollar additions and retirements reported in Columns (c) and (e) for each account over \$10,000. If applicable, provide construction authorization.
4. Use only the account titles listed. If the utility has subaccounts other than account 372.1, combine them into one total and detail by subaccount as a schedule footnote.

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	
TRANSMISSION AND DISTRIBUTION PLANT			
Land and Land Rights (340)	0		24
Structures and Improvements (341)	0		25
Distribution Reservoirs and Standpipes (342)	0		26
Transmission and Distribution Mains (343)	2,112,075	1,636,719	27
Fire Mains (344)	0		28
Services (345)	429,124	210,483	29
Meters (346)	648		30
Hydrants (348)	71,429	94,193	31
Other Transmission and Distribution Plant (349)	0		32
Total Transmission and Distribution Plant	2,613,276	1,941,395	
GENERAL PLANT			
Land and Land Rights (370)	0		33
Structures and Improvements (371)	0		34
Office Furniture and Equipment (372)	0		35
Computer Equipment (372.1)	0		36
Transportation Equipment (373)	0		37
Other General Equipment (379)	0		38
Other Tangible Property (390)	0		39
Total General Plant	0	0	
Total utility plant in service directly assignable	2,613,276	2,150,725	
Common Utility Plant Allocated to Water Department	0		40
Total utility plant in service	2,613,276	2,150,725	

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

Accounts (d)	Retirements During Year (e)	Adjustments Increase or (Decrease) (f)	Balance End of Year (g)
TRANSMISSION AND DISTRIBUTION PLANT			
Land and Land Rights (340)			0 24
Structures and Improvements (341)			0 25
Distribution Reservoirs and Standpipes (342)			0 26
Transmission and Distribution Mains (343)	45,327		3,703,467 27
Fire Mains (344)			0 28
Services (345)	4,884		634,723 29
Meters (346)			648 30
Hydrants (348)	5,187		160,435 31
Other Transmission and Distribution Plant (349)			0 32
Total Transmission and Distribution Plant	55,398	0	4,499,273
GENERAL PLANT			
Land and Land Rights (370)			0 33
Structures and Improvements (371)			0 34
Office Furniture and Equipment (372)			0 35
Computer Equipment (372.1)			0 36
Transportation Equipment (373)			0 37
Other General Equipment (379)			0 38
Other Tangible Property (390)			0 39
Total General Plant	0	0	0
Total utility plant in service directly assignable	55,398	0	4,708,603
Common Utility Plant Allocated to Water Department			0 40
Total utility plant in service	55,398	0	4,708,603

SOURCE OF SUPPLY, PUMPING AND PURCHASED WATER STATISTICS

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

Sources of Water Supply					
Month	Purchased Water Gallons (000's)	Surface Water Gallons (000's)	Ground Water Gallons (000's)	Total Gallons All Methods (000's)	
(a)	(b)	(c)	(d)	(e)	
January			4,338	4,338	1
February			3,961	3,961	2
March			4,246	4,246	3
April			4,118	4,118	4
May			4,850	4,850	5
June			6,664	6,664	6
July			8,024	8,024	7
August			5,980	5,980	8
September			4,380	4,380	9
October			4,144	4,144	10
November			3,431	3,431	11
December			3,721	3,721	12
Total annual pumpage	0	0	57,857	57,857	
Less: Water sold				46,218	13
Volume pumped but not sold				11,639	14
Volume sold as a percent of volume pumped				80%	15
Volume used for water production, water quality and system maintenance				3,000	16
Volume related to equipment/system malfunction				1,000	17
Non-utility volume NOT included in water sales				0	18
Total volume not sold but accounted for				4,000	19
Volume pumped but unaccounted for				7,639	20
Percent of water lost				13%	21
If more than 25%, indicate causes:					22
If more than 25%, state what action has been taken to reduce water loss:					23
Maximum gallons pumped by all methods in any one day during reporting year (000 gal.)				455	24
Date of maximum: 7/13/2005					25
Cause of maximum:					26
FLUSHING MAIN FOR NEW CONSTRUCTION					
Minimum gallons pumped by all methods in any one day during reporting year (000 gal.)				45	27
Date of minimum: 11/30/2005					28
Total KWH used for pumping for the year				105,000	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)	
WELL	1	650	8	1,000,000	Yes	1
WELL	2	700	8	1,000,000	Yes	2

SOURCES OF WATER SUPPLY - SURFACE WATERS

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

PUMPING & POWER EQUIPMENT

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

Particulars (a)	Unit A (b)	Unit B (c)	Unit C (d)
Identification	1	2	1
Location	323 PUMPHOUSE RD	801 6TH AVE WEST	2
Purpose	P	P	3
Destination	D	D	4
Pump Manufacturer	LANE	LANE	5
Year Installed	1971	1977	6
Type	CENTRIFUGAL	CENTRIFUGAL	7
Actual Capacity (gpm)	425	450	8
Pump Motor or Standby Engine Mfr	US	GE	9 10
Year Installed	1982	1977	11
Type	ELECTRIC	ELECTRIC	12
Horsepower	50	50	13

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

RESERVOIRS, STANDPIPES & WATER TREATMENT

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

Particulars (a)	Unit A (b)	Unit B (c)	Unit C (d)
Identification number or name	1		1
RESERVOIRS, STANDPIPES OR ELEVATED TANKS			2
Type: R (reservoir), S (standpipe) or ET (elevated tank)	R		3
Year constructed	1971		4
Primary material (earthen, steel, concrete, other)	CONCRETE		5
Elevation difference in feet (See Headnote 3.)	375		6
Total capacity in gallons (actual)	250,000		7
WATER TREATMENT PLANT			8
Disinfection, type of equipment (gas, liquid, powder, other)	OTHER		9
Points of application (wellhouse, central facilities, booster station, other)	OTHER		10
Filters, type (gravity, pressure, other, none)	OTHER		11
Rated capacity of filter plant (m.g.d.) (note: 1,200,000 gal/day = 1.2 m.g.d.)	0.0000		12
Is a corrosion control chemical used (yes, no)?	N		13
Is water fluoridated (yes, no)?	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	1.000	3,191	0	3,191	0	0	1
M	D	2.000	7,852	0	7,852	0	0	2
M	D	4.000	7,959	0	5,521	0	2,438	3
M	D	6.000	43,572	2,384	8,878	0	37,078	4
M	D	8.000	5,544	34,473	0	0	40,017	5
M	D	10.000	7,849	402	459	0	7,792	6
M	D	12.000	6,226	10,358	0	0	16,584	7
Total Within Municipality			82,193	47,617	25,901	0	103,909	
M	D	4.000	13,269	0	0	0	13,269	8
M	D	6.000	7,000	0	0	0	7,000	9
P	D	6.000	850	0	0	0	850	10
M	D	8.000	54	0	0	0	54	11
P	D	8.000	2,169	0	0	0	2,169	12
M	D	10.000	3,400	0	0	0	3,400	13
P	D	14.000	585	0	0	0	585	14
Total Outside of Municipality			27,327	0	0	0	27,327	
Total Utility			109,520	47,617	25,901	0	131,236	

WATER SERVICES

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

Pipe Material (a)	Diameter in Inches (b)	First of Year (c)	Added During Year (d)	Removed or Permanently Disconnected During Year (e)	Adjustments Increase or (Decrease) (f)	End of Year (g)	Utility Owned Services Not In Use at End of Year (h)	
M	0.750	693	432	373	0	752		1
M	1.000	210	0	0	0	210	84	2
M	1.250	4	0	0	0	4		3
M	1.500	10	7	0	0	17		4
M	2.000	9	5	0	0	14		5
M	3.000	2	0	0	0	2		6
M	4.000	2	0	0	0	2		7
P	4.000	1	0	0	0	1		8
M	6.000	1	0	0	0	1		9
Total Utility		932	444	373	0	1,003	84	

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	897	56	0	(39)	914	56	1
0.750	13	0	0	1	14	0	2
1.000	19	0	0	(2)	17	0	3
1.250	1	0	0	0	1	0	4
1.500	9	0	0	(1)	8	0	5
2.000	11	0	0	(3)	8	0	6
3.000	3	0	0		3	0	7
4.000	1	0	0	0	1	0	8
Total:	954	56	0	(44)	966	56	

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	747	70	1	13	0	83	914	1
0.750	12	1	0	0	0	1	14	2
1.000	0	7	0	10	0	0	17	3
1.250	0	1	0	0	0	0	1	4
1.500	0	5	1	2	0	0	8	5
2.000	0	2	0	6	0	0	8	6
3.000		1	0	2	0	0	3	7
4.000	0	0	0	1	0	0	1	8
Total:	759	87	2	34	0	84	966	

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	6				6	1
Within Municipality	128	121	66	(1)	182	2
Total Fire Hydrants	134	121	66	(1)	188	
Flushing Hydrants						
	13				13	3
Total Flushing Hydrants	13	0	0	0	13	

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:	182
Number of distribution system valves end of year:	376
Number of distribution valves operated during year:	376

WATER OPERATING SECTION FOOTNOTES

Water Operation & Maintenance Expenses (Page W-05)

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

ACCOUNT 650 - THE UTILITY SPENT LESS TIME REPAIRING ITS PLANT IN 2005 BECAUSE IT WAS INVOLVED IN A MAJOR RECONSTRUCTION PROJECT FOR THE UTILITY.

ACCOUNT 689 - THE UTILITY PAID A DAMAGE SETTLEMENT TO A FORMER EMPLOYEE AND CHARGED THE WATER UTILITY'S SHARE TO THIS ACCOUNT.

ACCOUNT 684 - COST OF INSURANCE IS INCREASING.

Property Tax Equivalent (Water) - Part 2 (Page W-07)

General footnotes

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

AS PART OF A RATE INCREASE APPLICATION FILED IN FEBRUARY 2006 THE CITY INTENDS TO FREEZE THE TAX EQUIVALENT AT THE 1994 PSC AMOUNT OF 27484.

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

If Additions for Accounts OTHER than 316, 343, 345, 346 and 348 exceed \$10,000, please explain. If applicable, provide construction authorization.

ACCOUNT 321 & 325 - THE UTILITY WAS INVOLVED IN A MAJOR PROJECT TO UPGRADE ITS PLANT WHICH INCLUDED THE WELL PUMPING EQUIPMENT & STRUCTURE.

If Retirements for Accounts OTHER than 316, 343, 345, 346 or 348 exceed \$10,000, please explain.

SEE PREVIOUS EXPLANATION

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 \$10,000, please explain.

SEE EXPLANATION FOR PLANT FINANCED BY THE UTILITY.

If Retirements for Accounts OTHER than 316, 343, 345, 346 or 348 exceed \$10,000, please explain.

SEE EXPLANATION FOR PLANT FINANCED BY THE UTILITY.

Water Mains (Page W-17)

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

MAINS WERE FINANCED BY RURAL SERVICES GRANT & LOANS.

Water Services (Page W-18)

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

SERVICES WERE FINANCED BY A RURAL SERVICES GRANT & LOAN ALONG WITH A SMALL PORTION OF THE COST THROUGH SPECIAL ASSESSMENTS.

WATER OPERATING SECTION FOOTNOTES

Meters (Page W-19)

Explain all reported adjustments.

ADJUST INVENTORY TO ACTUAL METER COUNT

If Meters Additions column total is greater than zero AND Additions on both of the Plant in Service schedules (Account 346) are zero, please explain.

METERS ADDED THIS YEAR WERE FROM METERS UTILITY HAD BOUGHT IN 2005 AND HAD ON HAND AT 12/31/05

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

UTILITY WILL EITHER TEST OR REPLACE METERS EACH YEAR TO MEET THE PSC RULES STARTING IN 2006. BECAUSE OF LARGE CONSTRUCTION PROJECT THIS WAS NOT DONE THIS YEAR.

Ss. PSC 185.83(2) states "Station meters shall be maintained to ensure reasonable accuracy and shall have the accuracy checked at least once every 2 years." Are all station meters being tested every two years? Answer yes or no. If no, please explain.

YES

Hydrants and Distribution System Valves (Page W-20)

Explain all reported Adjustments.

ADJ NUMBER OF HYDRANTS TO ACTUAL
