



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, 2006

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) 03/15/2007
(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: 9/8/2006

Period covered by most recent audit: DECEMBER 31, 2005

Names and titles of utility management including manager or superintendent:

Name: MR CHARLES GUSKI

Title: DIRECTOR OF PUBLIC WORKS

Office Address:

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

Telephone: (715) 373 - 6171

Fax Number: (715) 373 - 6148

E-mail Address: dpwwashburn@charter.net

Name of utility commission/committee: WASHBURN CITY COUNCIL

Names of members of utility commission/committee:

- MS RUTH AMRAEN
- MR RICHARD AVOL
- MR JOHN BAREGI
- MS IRENE BLAKELY, MAYOR
- MS MARY MCGRATH
- 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)	349,621	284,917	1
Operating Expenses:			
Operation and Maintenance Expense (401)	166,778	125,656	2
Depreciation Expense (403)	90,777	60,376	3
Amortization Expense (404)	0	0	4
Taxes (408)	33,360	31,561	5
Total Operating Expenses	290,915	217,593	
Net Operating Income	58,706	67,324	
Income from Utility Plant Leased to Others (412-413)	0	0	6
Utility Operating Income	58,706	67,324	
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)	30,332	26,452	9
Miscellaneous Nonoperating Income (421)	554,786	5,427,836	10
Total Other Income	585,118	5,454,288	
Total Income	643,824	5,521,612	
MISCELLANEOUS INCOME DEDUCTIONS			
Miscellaneous Amortization (425)	(5,182)	(5,182)	11
Other Income Deductions (426)	78,552	60,023	12
Total Miscellaneous Income Deductions	73,370	54,841	
Income Before Interest Charges	570,454	5,466,771	
INTEREST CHARGES			
Interest on Long-Term Debt (427)	393,485	360,807	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)	21,547	22,373	16
Other Interest Expense (431)	0	0	17
Interest Charged to Construction--Cr. (432)	0	56,732	18
Total Interest Charges	415,032	326,448	
Net Income	155,422	5,140,323	
EARNED SURPLUS			
Unappropriated Earned Surplus (Beginning of Year) (216)	8,823,086	3,727,763	19
Balance Transferred from Income (433)	155,422	5,140,323	20
Miscellaneous Credits to Surplus (434)	0	0	21
Miscellaneous Debits to Surplus--Debit (435)	0	45,000	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)	8,978,508	8,823,086	

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	349,621		349,621	1
Total (Acct. 400):	349,621	0	349,621	
Operation and Maintenance Expense (401):				
Derived	166,778		166,778	2
Total (Acct. 401):	166,778	0	166,778	
Depreciation Expense (403):				
Derived	90,777		90,777	3
Total (Acct. 403):	90,777	0	90,777	
Amortization Expense (404):				
Derived	0		0	4
Total (Acct. 404):	0	0	0	
Taxes (408):				
Derived	33,360		33,360	5
Total (Acct. 408):	33,360	0	33,360	
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:	58,706	0	58,706	
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	12,407	12,407	10
CASH INVESTMENTS	17,925	0	17,925	11
Total (Acct. 419):	17,925	12,407	30,332	

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		148,701	148,701 12
NON REGULATED SEWER UTILITY	109,905	0	109,905 13
SEWER UTILITY CONTRIBUTIONS	294,681	0	294,681 14
MISC NON OPERATING INCOME	1,499	0	1,499 15
Total (Acct. 421):	406,085	148,701	554,786
TOTAL OTHER INCOME:	424,010	161,108	585,118

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		78,552	78,552 17
NONE	0	0	0 18
Total (Acct. 426):	0	78,552	78,552
TOTAL MISCELLANEOUS INCOME DEDUCTIONS:	(5,182)	78,552	73,370

INTEREST CHARGES			
Interest on Long-Term Debt (427):			
Derived	393,485		393,485 19
Total (Acct. 427):	393,485	0	393,485
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	21,547		21,547 22
Total (Acct. 430):	21,547	0	21,547
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):			
NONE	0		0 24
Total (Acct. 432):	0	0	0
TOTAL INTEREST CHARGES:	415,032	0	415,032
NET INCOME:	72,866	82,556	155,422
EARNED SURPLUS			
Unappropriated Earned Surplus (Beginning of Year) (216):			
Derived	4,205,884	4,617,202	8,823,086 25
Total (Acct. 216):	4,205,884	4,617,202	8,823,086
Balance Transferred from Income (433):			
Derived	72,866	82,556	155,422 26
Total (Acct. 433):	72,866	82,556	155,422
Miscellaneous Credits to Surplus (434):			
NONE	0	0	0 27
Total (Acct. 434):	0	0	0
Miscellaneous Debits to Surplus--Debit (435):			
NONE	0	0	0 28
Total (Acct. 435)--Debit:	0	0	0
Appropriations of Surplus--Debit (436):			
Detail appropriations to (from) account 215			0 29
Total (Acct. 436)--Debit:	0	0	0
UNAPPROPRIATED EARNED SURPLUS (END OF YEAR):	4,278,750	4,699,758	8,978,508

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

Particulars (a)	Water (b)	Electric (c)	Sewer (d)	Gas (e)	Total (f)	
Revenues (account 415)					0	1
Costs and Expenses of Merchandising, Jobbing and Contract Work (416):						
Cost of merchandise sold					0	2
Payroll					0	3
Materials					0	4
Taxes					0	5
Other (list by major classes):					0	6
Total costs and expenses	0	0	0	0	0	
Net income (or loss)	0	0	0	0	0	

REVENUES SUBJECT TO WISCONSIN REMAINDER ASSESSMENT

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

Description (a)	Water Utility (b)	Electric Utility (c)	Sewer Utility (Regulated Only) (d)	Gas Utility (e)	Total (f)	
Total operating revenues	349,621	0	0	0	349,621	1
Less: interdepartmental sales	0		0	0	0	2
Less: interdepartmental rents					0	3
Less: return on net investment in meters charged to regulated sewer department. (Do not report if nonregulated sewer.)	0				0	4
Less: uncollectibles directly expensed as reported in water acct. 904 (690 class D), sewer acct. 843, and electric acct. 904 (590 class D) -or- Net write-offs when Accumulated Provision for Uncollectible Accounts (acct. 144) is maintained					0	5
Other Increases or (Decreases) to Operating Revenues - Specify:						
.					0	6
Revenues subject to Wisconsin Remainder Assessment	349,621	0	0	0	349,621	

BALANCE SHEET

Assets and Other Debits (a)	Balance End of Year (b)	Balance First of Year (c)	
UTILITY PLANT			
Utility Plant (100)	9,505,773	9,387,353	1
Less: Accumulated Provision for Depreciation and Amortization of Utility Plant (110)	589,471	421,150	2
Net Utility Plant	8,916,302	8,966,203	
OTHER PROPERTY AND INVESTMENTS			
Nonutility Property (121)	10,210,922	10,108,134	3
Less: Accumulated Provision for Depreciation and Amortization of Nonutility Property (122)	424,422	220,224	4
Net Nonutility Property	9,786,500	9,887,910	
Investment in Municipality (123)	0	0	5
Other Investments (124)	349,585	363,120	6
Special Funds (125)	350,844	309,409	7
Total Other Property and Investments	10,486,929	10,560,439	
CURRENT AND ACCRUED ASSETS			
Cash and Working Funds (131)	41,161	102,040	8
Temporary Cash Investments (132)	196,563	188,150	9
Notes Receivable (141)	0	0	10
Customer Accounts Receivable (142)	45,289	34,291	11
Other Accounts Receivable (143)	241,439	557,190	12
Accumulated Provision for Uncollectible Accounts- -Cr. (144)	0	0	13
Receivables from Municipality (145)	33,066	31,945	14
Materials and Supplies (150)	24,698	27,333	15
Prepayments (165)	4,864	2,310	16
Other Current and Accrued Assets (170)	0	0	17
Total Current and Accrued Assets	587,080	943,259	
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	19,990,311	20,469,901	

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)	1,342,770	1,339,095	21
Appropriated Earned Surplus (215)	0	0	22
Unappropriated Earned Surplus (216)	8,978,508	8,823,086	23
Total Proprietary Capital	10,321,278	10,162,181	
LONG-TERM DEBT			
Bonds (221)	9,083,369	9,193,944	24
Advances from Municipality (223)	148,671	163,765	25
Other long-Term Debt (224)	0	0	26
Total Long-Term Debt	9,232,040	9,357,709	
CURRENT AND ACCRUED LIABILITIES			
Notes Payable (231)	0	0	27
Accounts Payable (232)	184,094	688,903	28
Payables to Municipality (233)	67,867	63,245	29
Customer Deposits (235)	0	25	30
Taxes Accrued (236)	25,540	31,056	31
Interest Accrued (237)	65,847	68,545	32
Other Current and Accrued Liabilities (238)	5,557	4,967	33
Total Current and Accrued Liabilities	348,905	856,741	
DEFERRED CREDITS			
Unamortized Premium on Debt (251)	0	0	34
Customer Advances for Construction (252)	0	0	35
Other Deferred Credits (253)	88,088	93,270	36
Total Deferred Credits	88,088	93,270	
OPERATING RESERVES			
Miscellaneous Operating Reserves (265)	0	0	37
Total Operating Reserves	0	0	
Total Liabilities and Other Credits	19,990,311	20,469,901	

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	9,387,353	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)	4,678,526	0	0	0	2
Utility Plant in Service - Contributed Plant (100.2)	4,709,603	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)	117,644				8
Utility Plant Acquisition Adjustments (396)					9
Other Utility Plant Adjustments (397)					10
Total Utility Plant	9,505,773	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)	356,871	0	0	0	11
Accumulated Provision for Depreciation of Utility Plant in Service - Contributed Plant (110.2)	232,600	0	0	0	12
Total Accumulated Provision	589,471	0	0	0	
Net Utility Plant	8,916,302	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)	267,102				267,102	1
Credits During Year						2
Accruals:						3
Charged depreciation expense (403)	90,777				90,777	4
Depreciation expense on meters						5
charged to sewer (see Note 3)	1,729				1,729	6
Accruals charged other						7
accounts (specify):						8
					0	9
Salvage					0	10
Other credits (specify):						11
					0	12
					0	13
					0	14
					0	15
Total credits	92,506	0	0	0	92,506	16
Debits during year						17
Book cost of plant retired	2,737				2,737	18
Cost of removal					0	19
Other debits (specify):						20
					0	21
					0	22
					0	23
					0	24
Total debits	2,737	0	0	0	2,737	25
Balance end of year (110.1)	356,871	0	0	0	356,871	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)	154,048				154,048	1
Credits During Year						2
Accruals:						3
Charged depreciation expense (426)	78,552				78,552	4
Depreciation expense on meters						5
charged to sewer (see Note 3)	0				0	6
Accruals charged other						7
accounts (specify):						8
					0	9
Salvage					0	10
Other credits (specify):						11
					0	12
					0	13
					0	14
					0	15
Total credits	78,552	0	0	0	78,552	16
Debits during year						17
Book cost of plant retired	0				0	18
Cost of removal					0	19
Other debits (specify):						20
					0	21
					0	22
					0	23
					0	24
Total debits	0	0	0	0	0	25
Balance end of year (110.1)	232,600	0	0	0	232,600	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	10,108,134	102,788		10,210,922	1
Other (specify):					
NONE	0			0	2
Total Nonutility Property (121)	10,108,134	102,788	0	10,210,922	
Less accum. prov. depr. & amort. (122)	220,224	204,198		424,422	3
Net Nonutility Property	9,887,910	(101,410)	0	9,786,500	

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	21,084	21,058
Sewer utility	3,614	6,275
Gas utility		0
Merchandise		0
Other materials & supplies		0
Total Materials and Supplies	24,698	27,333

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

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

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

CAPITAL PAID IN BY MUNICIPALITY (ACCT. 200)

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

Particulars (a)	Amount (b)	
Balance first of year	1,339,095	1
Changes during year (explain):		
CITY SHARE OF PRINCIPAL PAID ON LONG TERM DEBT	3,675	2
Balance end of year	<u>1,342,770</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%	2,382,000	1
RURAL SERVICES SEWER REV BONDS	05/12/2005	05/12/2045	4.25%	2,618,961	2
RURAL SERVICES WATER "B" BONDS	05/12/2005	05/12/2044	4.25%	170,683	3
RURAL SERVICES WATER REV BONDS	05/12/2005	05/12/2045	4.25%	3,772,443	4
RURAL SERVICES SEWER "B" BONDS	05/12/2005	05/12/2044	4.25%	139,282	5
Total Bonds (Account 221):				9,083,369	

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%	148,671	1
Total for Account 223				148,671	

TAXES ACCRUED (ACCT. 236)

Particulars (a)	Amount (b)	
Balance first of year	31,056	1
Accruals:		
Charged water department expense	33,360	2
Charged electric department expense		3
Charged sewer department expense	5,706	4
Other (explain):		
NONE		5
Total Accruals and other credits	39,066	
Taxes paid during year:		
County, state and local taxes		6
Social Security taxes	11,395	7
PSC Remainder Assessment	187	8
Other (explain):		
TAX EQUIVALENT	33,000	9
Total payments and other debits	44,582	
Balance end of year	25,540	

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	18,195	108,796	108,873	18,118	1
RURAL SERVICES 2005 WATER BONDS	26,495	169,326	169,001	26,820	2
RURAL SERVICES 2005 SEWER BONDS	22,054	115,363	118,234	19,183	3
Subtotal	66,744	393,485	396,108	64,121	
Advances from Municipality (223)					
NONE	0			0	4
8TH ST SPECIAL ASSESSMENT	516	6,154	6,192	478	5
LONG TERM DEBT	1,285	15,393	15,430	1,248	6
Subtotal	1,801	21,547	21,622	1,726	
Other long-Term Debt (224)					
NONE	0			0	7
Subtotal	0	0	0	0	
Notes Payable (231)					
	0			0	8
Subtotal	0	0	0	0	
Total	68,545	415,032	417,730	65,847	

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	349,585	2
Total (Acct. 124):	349,585	
Special Funds (125):		
VARIOUS FUNDS	350,844	3
Total (Acct. 125):	350,844	
Notes Receivable (141):		
NONE	0	4
Total (Acct. 141):	0	
Customer Accounts Receivable (142):		
Water	45,289	5
Electric		6
Sewer (Regulated)		7
Other (specify):		
NONE	0	8
Total (Acct. 142):	45,289	
Other Accounts Receivable (143):		
Sewer (Non-regulated)	76,710	9
Merchandising, jobbing and contract work		10
Other (specify):		
INTEREST RECEIVABLE	2,377	11
GRANT RECEIVABLE	162,322	12
SUNDRY RECEIVABLE	30	13
Total (Acct. 143):	241,439	
Receivables from Municipality (145):		
SPECIAL ASSESSMENTS TAX ROLL	33,066	14
Total (Acct. 145):	33,066	
Prepayments (165):		
PSC RATE INCREASE	4,864	15
Total (Acct. 165):	4,864	
Extraordinary Property Losses (182):		
NONE	0	16
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	17
Total (Acct. 183):	0	
Payables to Municipality (233):		
CONSTRUCTION ADVANCES	67,867	18
Total (Acct. 233):	67,867	
Other Deferred Credits (253):		
Regulatory Liability	88,088	19
NONE		20
Total (Acct. 253):	88,088	

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)	4,677,476	0	0	0	4,677,476	1
Materials and Supplies	21,071	0	0	0	21,071	2
Other (specify):					0	3
Less Average:						
Reserve for Depreciation (110.1)	311,986	0	0	0	311,986	4
Customer Advances for Construction					0	5
Regulatory Liability	90,679	0	0	0	90,679	6
					0	7
Average Net Rate Base	4,295,882	0	0	0	4,295,882	
Net Operating Income	58,706	0	0	0	58,706	8
Net Operating Income as a percent of Average Net Rate Base	1.37%	N/A	N/A	N/A	1.37%	

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	2.5	1
Electric		2
Gas		3
Sewer	1	4

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

Particulars (a)	Water (b)	Electric (c)	Sewer (d)	Gas (e)	Total (f)	
Balance First of Year	93,270	0	0	0	93,270	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	88,088	0	0	0	88,088	

FINANCIAL SECTION FOOTNOTES

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)	343,129	281,585	1
Total Sales of Water	343,129	281,585	
Other Operating Revenues			
Forfeited Discounts (470)	1,546	1,612	2
Other Water Revenues (474)	4,946	1,720	3
Total Other Operating Revenues	6,492	3,332	
Total Operating Revenues	349,621	284,917	
Operation and Maintenance Expenses			
Plant Operation and Maintenance Expenses (600-660)	77,110	52,795	4
General Operating Expenses (680-690)	89,668	72,861	5
Total Operation and Maintenance Expenses	166,778	125,656	
Other Operating Expenses			
Depreciation Expense (403)	90,777	60,376	6
Amortization Expense (404)	0	0	7
Taxes (408)	33,360	31,561	8
Total Other Operating Expenses	124,137	91,937	
Total Operating Expenses	290,915	217,593	
NET OPERATING INCOME	58,706	67,324	

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	1	100	800	2
Industrial				3
Total Unmetered Sales to General Customers (460)	1	100	800	
Metered Sales to General Customers (461)				
Residential	761	27,611	165,947	4
Commercial	87	7,737	33,433	5
Industrial	2	938	2,980	6
Total Metered Sales to General Customers (461)	850	36,286	202,360	
Private Fire Protection Service (462)	3		768	7
Public Fire Protection Service (463)	834		113,809	8
Other Sales to Public Authorities (464)	34	6,563	25,392	9
Sales to Irrigation Customers (465)				10
Sales for Resale (466)		0	0	11
Interdepartmental Sales (467)				12
 Total Sales of Water	 1,722	 42,949	 343,129	

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		0	0	

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)	113,809	1
Wholesale fire protection billed		2
Amount billed for fighting fires outside utility's service areas (usually per rate schedule F-2 or BW-1)		3
Other (specify): NONE		4
Total Public Fire Protection Service (463)	113,809	
Forfeited Discounts (470):		
Customer late payment charges	1,546	5
Other (specify): NONE		6
Total Forfeited Discounts (470)	1,546	
Other Water Revenues (474):		
Return on net investment in meters charged to sewer department	1,029	7
Other (specify): VARIOUS MISCELLANEOUS SOURCES	3,917	8
Total Other Water Revenues (474)	4,946	

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)	48,591	36,280	1
Purchased Water (610)	0	0	2
Fuel or Power Purchased for Pumping (620)	13,091	10,204	3
Chemicals (630)	0	1,519	4
Supplies and Expenses (640)	4,935	2,162	5
Repairs of Water Plant (650)	8,212	786	6
Transportation Expenses (660)	2,281	1,844	7
Total Plant Operation and Maintenance Expenses	77,110	52,795	
GENERAL OPERATING EXPENSES			
Administrative and General Salaries (680)	29,193	26,594	8
Office Supplies and Expenses (681)	4,379	3,095	9
Outside Services Employed (682)	4,875	4,422	10
Insurance Expense (684)	8,947	5,055	11
Employees Pensions and Benefits (686)	32,007	22,205	12
Regulatory Commission Expenses (688)	2,933	2,040	13
Miscellaneous General Expenses (689)	7,334	9,450	14
Uncollectible Accounts (690)	0	0	15
Total General Operating Expenses	89,668	72,861	
Total Operation and Maintenance Expenses	166,778	125,656	

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	27,484	1
Less: Local and School Tax Equivalent on Meters Charged to Sewer Department		466	478	2
Net property tax equivalent		27,018	27,006	
Social Security	WAGES	6,155	4,178	3
PSC Remainder Assessment		187	377	4
Other (specify): NONE		0	0	5
Total tax expense		33,360	31,561	

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							2
State tax rate	mills		0.169383				3
County tax rate	mills		2.981868				4
Local tax rate	mills		7.021099				5
School tax rate	mills		7.626863				6
Voc. school tax rate	mills		0.943757				7
Other tax rate - Local	mills		0.000000				8
Other tax rate - Non-Local	mills		0.000000				9
Total tax rate	mills		18.742970				10
Less: state credit	mills		1.164070				11
Net tax rate	mills		17.578900				12
PROPERTY TAX EQUIVALENT CALCULATION							13
Local Tax Rate	mills		7.021099				14
Combined School Tax Rate	mills		8.570620				15
Other Tax Rate - Local	mills		0.000000				16
Total Local & School Tax	mills		15.591719				17
Total Tax Rate	mills		18.742970				18
Ratio of Local and School Tax to Total	dec.		0.831870				19
Total tax net of state credit	mills		17.578900				20
Net Local and School Tax Rate	mills		14.623364				21
Utility Plant, Jan. 1	\$	9,387,353	9,387,353				22
Materials & Supplies	\$	21,058	21,058				23
Subtotal	\$	9,408,411	9,408,411				24
Less: Plant Outside Limits	\$	1,664,852	1,664,852				25
Taxable Assets	\$	7,743,559	7,743,559				26
Assessment Ratio	dec.		1.036800				27
Assessed Value	\$	8,028,522	8,028,522				28
Net Local & School Rate	mills		14.623364				29
Tax Equiv. Computed for Current Year	\$	117,404	117,404				30
Tax Equivalent per 1994 PSC Report	\$	27,484					31
Any lower tax equivalent as authorized by municipality (see note 6)	\$	27,484					32 33
Tax equiv. for current year (see note 6)	\$	27,484					34

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

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

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	
INTANGIBLE PLANT			
Organization (301)	0		1
Franchises and Consents (302)	0		2
Miscellaneous Intangible Plant (303)	0		3
Total Intangible Plant	0	0	
SOURCE OF SUPPLY PLANT			
Land and Land Rights (310)	1,000		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)	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)	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	433,440	0	
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)			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)			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	0	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)	3,236,142		27
Fire Mains (344)	0		28
Services (345)	495,537		29
Meters (346)	60,846	4,128	30
Hydrants (348)	234,227		31
Other Transmission and Distribution Plant (349)	0		32
Total Transmission and Distribution Plant	4,133,357	4,128	
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	708	38
Other Tangible Property (390)	0		39
Total General Plant	52,341	708	
Total utility plant in service directly assignable	4,676,427	4,836	
Common Utility Plant Allocated to Water Department	0		40
Total utility plant in service	4,676,427	4,836	

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)			3,236,142 27
Fire Mains (344)			0 28
Services (345)			495,537 29
Meters (346)	2,737		62,237 30
Hydrants (348)			234,227 31
Other Transmission and Distribution Plant (349)			0 32
Total Transmission and Distribution Plant	2,737	0	4,134,748
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)			30,706 38
Other Tangible Property (390)			0 39
Total General Plant	0	0	53,049
Total utility plant in service directly assignable	2,737	0	4,678,526
Common Utility Plant Allocated to Water Department			0 40
Total utility plant in service	2,737	0	4,678,526

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)	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	209,330	0	
WATER TREATMENT PLANT			
Land and Land Rights (330)	0		21
Structures and Improvements (331)	0		22
Water Treatment Equipment (332)	0		23
Total Water Treatment Plant	0	0	

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

Accounts (d)	Retirements During Year (e)	Adjustments Increase or (Decrease) (f)	Balance End of Year (g)
INTANGIBLE PLANT			
Organization (301)			0 1
Franchises and Consents (302)			0 2
Miscellaneous Intangible Plant (303)			0 3
Total Intangible Plant	0	0	0
SOURCE OF SUPPLY PLANT			
Land and Land Rights (310)			0 4
Structures and Improvements (311)			0 5
Collecting and Impounding Reservoirs (312)			0 6
Lake, River and Other Intakes (313)			0 7
Wells and Springs (314)			0 8
Infiltration Galleries and Tunnels (315)			0 9
Supply Mains (316)			0 10
Other Water Source Plant (317)			0 11
Total Source of Supply Plant	0	0	0
PUMPING PLANT			
Land and Land Rights (320)			0 12
Structures and Improvements (321)			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)	3,703,467		27
Fire Mains (344)	0		28
Services (345)	634,723	1,000	29
Meters (346)	648		30
Hydrants (348)	160,435		31
Other Transmission and Distribution Plant (349)	0		32
Total Transmission and Distribution Plant	4,499,273	1,000	
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	4,708,603	1,000	
Common Utility Plant Allocated to Water Department	0		40
Total utility plant in service	4,708,603	1,000	

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)			3,703,467 27
Fire Mains (344)			0 28
Services (345)			635,723 29
Meters (346)			648 30
Hydrants (348)			160,435 31
Other Transmission and Distribution Plant (349)			0 32
Total Transmission and Distribution Plant	0	0	4,500,273
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	0	0	4,709,603
Common Utility Plant Allocated to Water Department			0 40
Total utility plant in service	0	0	4,709,603

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			3,422	3,422	1
February			3,383	3,383	2
March			3,687	3,687	3
April			3,673	3,673	4
May			4,165	4,165	5
June			5,118	5,118	6
July			5,729	5,729	7
August			5,228	5,228	8
September			4,364	4,364	9
October			4,187	4,187	10
November			3,595	3,595	11
December			3,950	3,950	12
Total annual pumpage	0	0	50,501	50,501	
Less: Water sold				42,949	13
Volume pumped but not sold				7,552	14
Volume sold as a percent of volume pumped				85%	15
Volume used for water production, water quality and system maintenance				1,000	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				2,000	19
Volume pumped but unaccounted for				5,552	20
Percent of water lost				11%	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.)				233	24
Date of maximum: 7/20/2006					25
Cause of maximum:					26
HIGH SEASONAL USE - TOURIST EVENT					
Minimum gallons pumped by all methods in any one day during reporting year (000 gal.)				62	27
Date of minimum: 1/11/2006					28
Total KWH used for pumping for the year				110,414	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
Year Installed	1982	1977	10
Type	ELECTRIC	ELECTRIC	11
Horsepower	50	50	12

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
Year Installed			23
Type			24
Horsepower			25

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	0	0	0	0	0	1
M	D	2.000	0	0	0	0	0	2
M	D	4.000	2,438	0	0	0	2,438	3
M	D	6.000	37,078	0	0	0	37,078	4
M	D	8.000	40,017	0	0	0	40,017	5
M	D	10.000	7,792	0	0	0	7,792	6
M	D	12.000	16,584	0	0	0	16,584	7
Total Within Municipality			103,909	0	0	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			131,236	0	0	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	752	0	0	0	752		1
M	1.000	210	1	0	0	211	84	2
M	1.250	4	0	0	0	4		3
M	1.500	17	0	0	0	17		4
M	2.000	14	0	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		1,003	1	0	0	1,004	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	914	48	43	0	919	62	1
0.750	14	1	0	0	15	0	2
1.000	17	0	0	0	17	0	3
1.250	1	0	0	0	1	0	4
1.500	8	0	0	0	8	0	5
2.000	8	0	0	0	8	0	6
3.000	3	0	0	0	3	0	7
4.000	1	0	0	0	1	0	8
Total:	966	49	43	0	972	62	

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	88	919	1
0.750	13	1	0	0	0	1	15	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	0	1	0	2	0	0	3	7
4.000	0	0	0	1	0	0	1	8
Total:	760	87	2	34	0	89	972	

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	182				182	2
Total Fire Hydrants	188	0	0	0	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

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

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

2005 REIMBURSEMENT OF EXPENSES FROM FORTUNE 500 COMPANY RELATING TO WATER MAIN THEY INSTALLED AND GAVE TO CITY IN PRIOR YEAR \$3372

REMAINING BALANCE CONSISTS OF MISC FEES FOR SERVICES PERFORMED

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 600 & 686 - MORE TIME SPENT ON WATER UTILITY MATTERS BY CITY EMPLOYEES. ALSO THERE WAS A SIGNIFICANT INCREASE IN HEALTH INSURANCE COSTS.

ACCOUNT 684 - INSURANCE COST INCREASE.

ACCOUNT 640 & 650 - 3 MAJOR WATER BREAKS BECAUSE OF WEATHER ISSUES

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

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

UTILITY AUTHORIZED TAX EQUIVALENT TO STAY AT 1994 AMOUNT.

Water Services (Page W-18)

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

PAID BY CUSTOMER

Meters (Page W-19)

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

VARIES ON ANNUAL BASIS - TRY TO TEST AMND REPLACE A CERTAIN AMOUNT EACH 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
