



3013 (02-05-09)

ANNUAL REPORT

OF

Name: RACINE WATER UTILITY

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

For the Year Ended: DECEMBER 31, 2008

**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.

GENERAL RULES FOR REPORTING

1. Prepare the report in conformity with the Uniform System of Accounts prescribed by the Public Service Commission of Wisconsin.
2. Numeric items shall contain digits (0-9). A minus sign "-" shall be entered in the software program to indicate negative values. Parentheses shall not be used for numeric items. The program will convert the minus sign to parentheses for hard copy annual report purposes. Negative values may not be allowed for certain entries in the annual report due to restrictions contained in the software program.
3. The annual report should be complete in itself in all particulars. Reference to reports of former years should not be made to take the place of required entries except as otherwise specifically authorized.
4. Whenever schedules call for data from the previous year, the data reported must be based upon those shown by the annual report of the previous year or an appropriate explanation given why different data is being reported for the current year. Where available, use an adjustment column.
5. All dollar amounts will be reported in whole dollars.
6. Wherever information is required to be shown as text, the information shall be shown in the space provided using other than account titles. In each case, the information shall be properly identified. Footnote capability is included in the annual report software program and shall be utilized where necessary to further explain particulars of a schedule.

SIGNATURE PAGE

I KENNETH M SCOLARO of
(Person responsible for accounts)

RACINE WATER UTILITY, certify that I
(Utility Name)

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

(Signature of person responsible for accounts) 03/31/2009
(Date)

ADMINISTRATIVE MANAGER
(Title)

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IDENTIFICATION AND OWNERSHIP

Exact Utility Name: RACINE WATER UTILITY

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

When was utility organized? 4/29/1886

Report any change in name:

Effective Date:

Utility Web Site:

Utility employee in charge of correspondence concerning this report:

Name: KENNETH SCOLARO

Title: ADMINISTRATIVE MANAGER

Office Address:

800 CENTER ST RM 227
RACINE, WI 53403-1481

Telephone: (262) 636 - 9433

Fax Number: (262) 636 - 3933

Email Address: ken.scolaro@cityofracine.org

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

Name: KATHLEEN DEMATTHEW

Title: PRESIDENT

Office Address:

2908 CHATHAM ST.
RACINE, WI 53402

Telephone:

Fax Number:

Email Address:

Are records of utility audited by individuals or firms, other than utility employee? YES

Individual or firm, if other than utility employee, auditing utility records:

Name: RENEE MESSING, CPA

Title: PARTNER

Office Address: CLIFTON GUNDERSON LLP

222 MAIN STREET
P.O. BOX 1347
RACINE, WI 53401

Telephone: (262) 637 - 9351

Fax Number: (262) 637 - 0734

Email Address: renee.messing@cliftoncpa.com

Date of most recent audit report: 12/31/2008

Period covered by most recent audit: 01/01/2008 THROUGH 12/31/2008

IDENTIFICATION AND OWNERSHIP

Names and titles of utility management including manager or superintendent:

Name: KEITH E HAAS

Title: GENERAL MANAGER

Office Address:

800 CENTER ST RM 227
RACINE, WI 53403-1481

Telephone: (262) 636 - 9434

Fax Number: (262) 636 - 3933

Email Address: keith.haas@cityofracine.org

Name: KENNETH M SCOLARO

Title: ADMINISTRATIVE MANAGER

Office Address:

800 CENTER ST RM 227
RACINE, WI 53403-1481

Telephone: (262) 636 - 9433

Fax Number: (262) 636 - 3933

Email Address: ken.scolaro@cityofracine.org

Name: MIKE KOSTERMAN

Title: PLANT SUPERINTENDENT

Office Address:

100 HUBBARD STREET
RACINE, WI 53402

Telephone: (262) 636 - 9534

Fax Number: (262) 636 - 9542

Email Address: mike.kosterman@cityofracine.org

Name: MIKE GITTER

Title: CHIEF OF OPERATIONS

Office Address:

800 CENTER ST RM 227
RACINE, WI 53403-1481

Telephone: (262) 636 - 9430

Fax Number: (262) 636 - 3933

Email Address: mike.gitter@cityofracine.org

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

Names of members of utility commission/committee:

- MR BRIAN L ANDERSON, CITIZEN
- MRS KATHLEEN DEMATTHEW, CITIZEN
- MR THOMAS FRIEDEL, ALDERMAN
- MR RONALD D HART, ALDERMAN
- MR VICTOR PUENTE, CITIZEN
- MR MICHAEL STAECK, CITIZEN
- VACANT

IDENTIFICATION AND OWNERSHIP

Is sewer service rendered by the utility? NO

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

Date of Ordinance:

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

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

Firm Name: NONE

Contact Person:

Title:

Telephone:

Fax Number:

Email Address:

Contract/Agreement beginning-ending dates:

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

INCOME STATEMENT

Particulars (a)	This Year (b)	Last Year (c)	
UTILITY OPERATING INCOME			
Operating Revenues (400)	16,776,767	16,028,625	1
Operating Expenses:			
Operation and Maintenance Expense (401-402)	9,182,123	9,584,691	2
Depreciation Expense (403)	2,699,771	2,574,135	3
Amortization Expense (404-407)	0	0	4
Taxes (408)	2,235,664	2,101,317	5
Total Operating Expenses	14,117,558	14,260,143	
Net Operating Income	2,659,209	1,768,482	
Income from Utility Plant Leased to Others (412-413)	0	0	6
Utility Operating Income	2,659,209	1,768,482	
OTHER INCOME			
Income from Merchandising, Jobbing and Contract Work (415-416)	0	0	7
Income from Nonutility Operations (417)	0	0	8
Nonoperating Rental Income (418)	0	0	9
Interest and Dividend Income (419)	431,236	986,552	10
Miscellaneous Nonoperating Income (421)	737,111	10,038,683	11
Total Other Income	1,168,347	11,025,235	
Total Income	3,827,556	12,793,717	
MISCELLANEOUS INCOME DEDUCTIONS			
Miscellaneous Amortization (425)	(163,367)	(163,368)	12
Other Income Deductions (426)	1,083,999	1,068,357	13
Total Miscellaneous Income Deductions	920,632	904,989	
Income Before Interest Charges	2,906,924	11,888,728	
INTEREST CHARGES			
Interest on Long-Term Debt (427)	2,570,449	2,530,760	14
Amortization of Debt Discount and Expense (428)	55,172	80,665	15
Amortization of Premium on Debt--Cr. (429)	22,706	22,706	16
Interest on Debt to Municipality (430)	47,391	48,414	17
Other Interest Expense (431)	0	0	18
Interest Charged to Construction--Cr. (432)	0	0	19
Total Interest Charges	2,650,306	2,637,133	
Net Income	256,618	9,251,595	
EARNED SURPLUS			
Unappropriated Earned Surplus (Beginning of Year) (216)	81,321,935	72,300,340	20
Balance Transferred from Income (433)	256,618	9,251,595	21
Miscellaneous Credits to Surplus (434)	0	0	22
Miscellaneous Debits to Surplus--Debit (435)	0	0	23
Appropriations of Surplus--Debit (436)	0	0	24
Appropriations of Income to Municipal Funds--Debit (439)	229,997	230,000	25
Total Unappropriated Earned Surplus End of Year (216)	81,348,556	81,321,935	

DETAILS OF INCOME STATEMENT ACCOUNTS

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

Description of Item (a)	Earnings (216.1) (b)	Contributions (216.2) (c)	Total This Year (d)	
UTILITY OPERATING INCOME				
Operating Revenues (400):				
Derived	16,776,767	0	16,776,767	1
Total (Acct. 400):	16,776,767	0	16,776,767	
Operation and Maintenance Expense (401-402):				
Derived	9,182,123	0	9,182,123	2
Total (Acct. 401-402):	9,182,123	0	9,182,123	
Depreciation Expense (403):				
Derived	2,699,771	0	2,699,771	3
Total (Acct. 403):	2,699,771	0	2,699,771	
Amortization Expense (404-407):				
Derived	0	0	0	4
Total (Acct. 404-407):	0	0	0	
Taxes (408):				
Derived	2,235,664	0	2,235,664	5
Total (Acct. 408):	2,235,664	0	2,235,664	
Revenues from Utility Plant Leased to Others (412):				
NONE			0	6
Total (Acct. 412):	0	0	0	
Expenses of Utility Plant Leased to Others (413):				
NONE			0	7
Total (Acct. 413):	0	0	0	
TOTAL UTILITY OPERATING INCOME:	2,659,209	0	2,659,209	
OTHER INCOME				
Income from Merchandising, Jobbing and Contract Work (415-416):				
Derived	0	0	0	8
Total (Acct. 415-416):	0	0	0	
Income from Nonutility Operations (417):				
NONE			0	9
Total (Acct. 417):	0	0	0	
Nonoperating Rental Income (418):				
NONE			0	10
Total (Acct. 418):	0	0	0	
Interest and Dividend Income (419):				
INTEREST EARNED FROM INVESTMENTS	431,236		431,236	11
Total (Acct. 419):	431,236	0	431,236	
Miscellaneous Nonoperating Income (421):				
Contributed Plant - Water		737,111	737,111	12
NONE			0	13
Total (Acct. 421):	0	737,111	737,111	
TOTAL OTHER INCOME:	431,236	737,111	1,168,347	

DETAILS OF INCOME STATEMENT ACCOUNTS

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

Description of Item (a)	Earnings (216.1) (b)	Contributions (216.2) (c)	Total This Year (d)	
MISCELLANEOUS INCOME DEDUCTIONS				
Miscellaneous Amortization (425):				
Regulatory Liability (253) Amortization	(163,367)	0	(163,367)	14
NONE			0	15
Total (Acct. 425):	(163,367)	0	(163,367)	
Other Income Deductions (426):				
Depreciation Expense on Contributed Plant - Water	0	1,083,999	1,083,999	16
NONE			0	17
Total (Acct. 426):	0	1,083,999	1,083,999	
TOTAL MISCELLANEOUS INCOME DEDUCTIONS:	(163,367)	1,083,999	920,632	
INTEREST CHARGES				
Interest on Long-Term Debt (427):				
Derived	2,570,449	0	2,570,449	18
Total (Acct. 427):	2,570,449	0	2,570,449	
Amortization of Debt Discount and Expense (428):				
WATERWORKS REVENUE BONDS	55,172		55,172	19
Total (Acct. 428):	55,172	0	55,172	
Amortization of Premium on Debt--Cr. (429):				
WATERWORKS REVENUE BONDS	22,706		22,706	20
Total (Acct. 429):	22,706	0	22,706	
Interest on Debt to Municipality (430):				
Derived	47,391	0	47,391	21
Total (Acct. 430):	47,391	0	47,391	
Other Interest Expense (431):				
Derived	0	0	0	22
Total (Acct. 431):	0	0	0	
Interest Charged to Construction--Cr. (432):				
NONE			0	23
Total (Acct. 432):	0	0	0	
TOTAL INTEREST CHARGES:	2,650,306	0	2,650,306	
NET INCOME:	603,506	(346,888)	256,618	
EARNED SURPLUS				
Unappropriated Earned Surplus (Beginning of Year) (216):				
Derived	42,455,249	38,866,686	81,321,935	24
Total (Acct. 216):	42,455,249	38,866,686	81,321,935	
Balance Transferred from Income (433):				
Derived	603,506	(346,888)	256,618	25
Total (Acct. 433):	603,506	(346,888)	256,618	
Miscellaneous Credits to Surplus (434):				
NONE			0	26
Total (Acct. 434):	0	0	0	

DETAILS OF INCOME STATEMENT ACCOUNTS

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

Description of Item (a)	Earnings (216.1) (b)	Contributions (216.2) (c)	Total This Year (d)	
EARNED SURPLUS				
Miscellaneous Debits to Surplus--Debit (435):				
NONE			0	27
Total (Acct. 435)--Debit:	0	0	0	
Appropriations of Surplus--Debit (436):				
Detail appropriations to (from) account 215			0	28
Total (Acct. 436)--Debit:	0	0	0	
Appropriations of Income to Municipal Funds--Debit (439):				
CITY OF RACINE	229,997		229,997	29
Total (Acct. 439)--Debit:	229,997	0	229,997	
UNAPPROPRIATED EARNED SURPLUS (END OF YEAR):	42,828,758	38,519,798	81,348,556	

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	16,776,767	0	0	0	16,776,767	1
Less: interdepartmental sales	0		0	0	0	2
Less: interdepartmental rents	0	0		0	0	3
Less: return on net investment in meters charged to regulated sewer department. (Do not report if nonregulated sewer.)	0				0	4
Less: uncollectibles directly expensed as reported in water acct. 904 (690 class D), sewer acct. 843, and electric acct. 904 -or- Net write-offs when Accumulated Provision for Uncollectible Accounts (acct. 144) is maintained	20,366				20,366	5
Other Increases or (Decreases)						
to Operating Revenues - Specify:						
NONE					0	6
Revenues subject to Wisconsin Remainder Assessment	16,756,401	0	0	0	16,756,401	

DISTRIBUTION OF TOTAL PAYROLL

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

Accounts Charged (a)	Direct Payroll Distribution (b)	Allocation of Amounts Charged Clearing Accts. (c)	Total (d)	
Water operating expenses	3,289,402	0	3,289,402	1
Electric operating expenses	0	0	0	2
Gas operating expenses	0	0	0	3
Heating operating expenses	0	0	0	4
Sewer operating expenses	226,142	0	226,142	5
Merchandising and jobbing	0	0	0	6
Other nonutility expenses	0	0	0	7
Water utility plant accounts	198,555	0	198,555	8
Electric utility plant accounts	0	0	0	9
Gas utility plant accounts	0	0	0	10
Heating utility plant accounts	0	0	0	11
Sewer utility plant accounts	0	0	0	12
Accum. prov. for depreciation of water plant	1,537	0	1,537	13
Accum. prov. for depreciation of electric plant	0	0	0	14
Accum. prov. for depreciation of gas plant	0	0	0	15
Accum. prov. for depreciation of heating plant	0	0	0	16
Accum. prov. for depreciation of sewer plant	0	0	0	17
Clearing accounts	0	0	0	18
All other accounts	65,737	0	65,737	19
Total Payroll	3,781,373	0	3,781,373	

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	58.4	1
Electric		2
Gas		3
Sewer		4

BALANCE SHEET

Assets and Other Debits (a)	Balance End of Year (b)	Balance First of Year (c)	
UTILITY PLANT			
Utility Plant (101)	167,039,380	163,747,225	1
Less: Accumulated Provision for Depreciation and Amortization of Utility Plant (111)	34,572,205	32,722,281	2
Utility Plant Acquisition Adjustments (117-118)			3
Other Utility Plant Adjustments (119)			4
Total Net Utility Plant	132,467,175	131,024,944	
OTHER PROPERTY AND INVESTMENTS			
Nonutility Property (121)	0	0	5
Less: Accumulated Provision for Depreciation and Amortization of Nonutility Property (122)	0	0	6
Net Nonutility Property	0	0	
Investment in Municipality (123)	0	0	7
Other Investments (124)	0	0	8
Sinking Funds (125)	7,250,023	7,617,150	9
Depreciation Fund (126)	798,913	784,554	10
Other Special Funds (128)	0	0	11
Total Other Property and Investments	8,048,936	8,401,704	
CURRENT AND ACCRUED ASSETS			
Cash (131)	6,120,300	5,947,570	12
Special Deposits (134)	0		13
Working Funds (135)	1,250	1,250	14
Temporary Cash Investments (136)	1,990,649	6,923,234	15
Notes Receivable (141)	0	0	16
Customer Accounts Receivable (142)	3,924,671	4,017,751	17
Other Accounts Receivable (143)	893,383	1,195,694	18
Accumulated Provision for Uncollectible Accounts- -Cr. (144)	34,324	54,690	19
Receivables from Municipality (145)	1,223,715	1,223,715	20
Plant Materials and Operating Supplies (154)	361,259	253,449	21
Merchandise (155)	0	0	22
Other Materials and Supplies (156)	0	0	23
Stores Expense (163)	0	0	24
Prepayments (165)	12,105	7,022	25
Interest and Dividends Receivable (171)	47,317	162,788	26
Accrued Utility Revenues (173)			27
Miscellaneous Current and Accrued Assets (174)			28
Total Current and Accrued Assets	14,540,325	19,677,783	
DEFERRED DEBITS			
Unamortized Debt Discount and Expense (181)	727,077	812,484	29
Extraordinary Property Losses (182)	0		30
Preliminary Survey and Investigation Charges (183)	0		31
Clearing Accounts (184)	0		32
Temporary Facilities (185)	0		33
Miscellaneous Deferred Debits (186)	745,999	793,389	34
Total Deferred Debits	1,473,076	1,605,873	
Total Assets and Other Debits	156,529,512	160,710,304	

BALANCE SHEET

Liabilities and Other Credits (a)	Balance End of Year (b)	Balance First of Year (c)	
PROPRIETARY CAPITAL			
Capital Paid in by Municipality (200)	0	0	35
Appropriated Earned Surplus (215)			36
Unappropriated Earned Surplus (216)	81,348,556	81,321,935	37
Total Proprietary Capital	81,348,556	81,321,935	
LONG-TERM DEBT			
Bonds (221)	65,307,875	68,839,738	38
Advances from Municipality (223)	876,978	904,861	39
Other Long-Term Debt (224)	0	0	40
Total Long-Term Debt	66,184,853	69,744,599	
CURRENT AND ACCRUED LIABILITIES			
Notes Payable (231)	0	0	41
Accounts Payable (232)	404,625	866,060	42
Payables to Municipality (233)	1,874,617	1,859,418	43
Customer Deposits (235)			44
Taxes Accrued (236)	1,970,224	1,836,885	45
Interest Accrued (237)	743,751	781,256	46
Tax Collections Payable (241)	11	144	47
Miscellaneous Current and Accrued Liabilities (242)	617,842	698,666	48
Total Current and Accrued Liabilities	5,611,070	6,042,429	
DEFERRED CREDITS			
Unamortized Premium on Debt (251)	906,166	959,107	49
Customer Advances for Construction (252)			50
Other Deferred Credits (253)	2,450,517	2,613,884	51
Total Deferred Credits	3,356,683	3,572,991	
OPERATING RESERVES			
Property Insurance Reserve (261)			52
Injuries and Damages Reserve (262)	28,350	28,350	53
Pensions and Benefits Reserve (263)			54
Miscellaneous Operating Reserves (265)			55
Total Operating Reserves	28,350	28,350	
Total Liabilities and Other Credits	156,529,512	160,710,304	

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	163,747,225	0	0	0	1
<i>(Should agree with Util. Plant Jan. 1 in Property Tax Equivalent Schedule)</i>					
Plant Accounts:					
Utility Plant in Service - Financed by Utility Operations or by the Municipality (101.1)	106,764,029	0	0	0	2
Utility Plant in Service - Contributed Plant (101.2)	58,366,510	0	0	0	3
Utility Plant Purchased or Sold (102)					4
Utility Plant Leased to Others (104)					5
Property Held for Future Use (105)					6
Completed Construction not Classified (106)					7
Construction Work in Progress (107)	1,908,841				8
Total Utility Plant	167,039,380	0	0	0	
Accumulated Provision for Depreciation and Amortization:					
Accumulated Provision for Depreciation of Utility Plant in Service - Financed by Utility Operations or by the Municipality (111.1)	25,942,196	0	0	0	9
Accumulated Provision for Depreciation of Utility Plant in Service - Contributed Plant (111.2)	8,630,009	0	0	0	10
Accumulated Provision for Depreciation of Utility Plant Leased to Others (112)					11
Accumulated Provision for Depreciation of Property Held for Future Use (113)					12
Accumulated Provision for Amortization of Utility Plant in Service (114)					13
Accumulated Provision for Amortization of Utility Plant Leased to Others (115)					14
Accumulated Provision for Amortization of Property Held for Future Use (116)					15
Total Accumulated Provision	34,572,205	0	0	0	
Other Utility Plant Accounts:					
Utility Plant Acquisition Adjustments (117)					16
Accumulated Provision for Amortization of Utility Plant Acquisition Adjustments (118)					17
Other Utility Plant Adjustments (119)					18
Total Other Utility Plant Accounts	0	0	0	0	
Net Utility Plant	132,467,175	0	0	0	

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

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

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

Particulars (a)	Water (b)	(c)	(d)	(e)	Total (f)	
Balance first of year (111.1)	25,176,271				25,176,271	1
Credits During Year						2
Accruals:						3
Charged depreciation expense (403)	2,699,771				2,699,771	4
Depreciation expense on meters						5
charged to sewer (see Note 3)	105,491				105,491	6
Accruals charged other						7
accounts (specify):						8
Vehicles & Power Op Equipment	224,510				224,510	9
Salvage	66,395				66,395	10
Other credits (specify):						11
					0	12
					0	13
					0	14
					0	15
Total credits	3,096,167	0	0	0	3,096,167	16
Debits during year						17
Book cost of plant retired	2,328,706				2,328,706	18
Cost of removal	1,536				1,536	19
Other debits (specify):						20
					0	21
					0	22
					0	23
					0	24
Total debits	2,330,242	0	0	0	2,330,242	25
Balance end of year (111.1)	25,942,196	0	0	0	25,942,196	26
Footnotes						27

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

Depreciation Accruals (Credits) during the year (111.2):

1. Report the amounts charged in the operating sections to Other Income Deductions (426).
2. If sewer operations are nonregulated, do not report sewer depreciation on this schedule.
3. Report the Depreciation Expense on Meters charged to sewer operations as an addition in the Water column.
If the sewer is also a regulated utility by the PSC, report an equal amount as a reduction in the Sewer column.
4. Report all other accruals charged to other accounts, such as to clearing accounts.

Particulars (a)	Water (b)	(c)	(d)	(e)	Total (f)	
Balance first of year (111.2)	7,546,010				7,546,010	1
Credits During Year						2
Accruals:						3
Charged Other Income Deductions (426)	1,083,999				1,083,999	4
Depreciation expense on meters						5
charged to sewer (see Note 3)					0	6
Accruals charged other						7
accounts (specify):						8
					0	9
Salvage	0				0	10
Other credits (specify):						11
					0	12
					0	13
					0	14
					0	15
Total credits	1,083,999	0	0	0	1,083,999	16
Debits during year						17
Book cost of plant retired	0				0	18
Cost of removal	0				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 (111.2)	8,630,009	0	0	0	8,630,009	26
Footnotes						27

NET NONUTILITY PROPERTY (ACCTS. 121 & 122)

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

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

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

Particulars (a)	Amount (b)	
Balance first of year	54,690	1
Additions:		
Provision for uncollectibles during year		2
Collection of accounts previously written off: Utility Customers		3
Collection of accounts previously written off: Others		4
Total Additions	0	
Deductions:		
Accounts written off during the year: Utility Customers	20,366	5
Accounts written off during the year: Others		6
Total accounts written off	20,366	
Balance end of year	34,324	

MATERIALS AND SUPPLIES

Account (a)	Generation (b)	Transmission (c)	Distribution (d)	Other (e)	Total End of Year (f)	Amount Prior Year (g)	
Electric Utility							
Fuel (151)					0	0	1
Fuel stock expenses (152)					0	0	2
Plant mat. & oper. sup. (154)					0	0	3
Total Electric Utility					0	0	

Account	Total End of Year	Amount Prior Year	
Electric utility total	0	0	1
Water utility (154)	361,259	253,449	2
Sewer utility (154)		0	3
Heating utility (154)		0	4
Gas utility (154)		0	5
Merchandise (155)		0	6
Other materials & supplies (156)		0	7
Stores expense (163)		0	8
Total Materials and Supplies	361,259	253,449	

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

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

Debt Issue to Which Related (a)	Written Off During Year		Balance End of Year (d)	
	Amount (b)	Account Charged or Credited (c)		
Unamortized debt discount & expense (181)				
WATERWORKS REFUNDING BONDS - 2001	39,219	428	52,646	1
WATERWORKS REVENUE BONDS - 1999	1,150	428	11,644	2
WATERWORKS REVENUE BONDS - 2001	1,964	428	5,893	3
WATERWORKS REVENUE BONDS - 2005	829	428	12,717	4
WATERWORKS REVENUE BONDS - 2007	42,245	428	644,177	5
Total			727,077	
Unamortized premium on debt (251)				
WATERWORKS REVENUE BONDS - 2004	22,706	429	355,720	6
WATERWORKS REVENUE BONDS - 2007	30,235	429	550,446	7
Total			906,166	

CAPITAL PAID IN BY MUNICIPALITY (ACCT. 200)

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

Particulars (a)	Amount (b)	
Balance first of year	0	1
Changes during year (explain):		
Balance end of year	0	2

BONDS (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)	
REVENUE BONDS - 1999	02/10/1999	05/01/2018	2.63%	7,129,235	1
REFUNDING BONDS - 2001R	04/15/2001	09/01/2015	4.34%	3,760,000	2
REFUNDING BONDS - 2001	10/01/2001	09/01/2011	4.25%	1,640,000	3
REVENUE BONDS - 2004	11/01/2004	09/01/2024	2.99%	19,645,000	4
REVENUE BONDS - 2005	12/22/2004	05/01/2024	2.37%	14,608,640	5
REVENUE BONDS - 2007	04/02/2007	09/01/2026	3.99%	18,525,000	6
Total Bonds (Account 221):				65,307,875	

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 from Municipality (223)					
CITY OF RACINE UNFUNDED PENSION BOND	11/07/2003	06/01/2023	5.38%	876,978	1
Total for Account 223				876,978	
Other Long-Term Debt (224)					
NONE	00/00/0000	00/00/0000	0.00%		2
Total for Account 224				0	
Notes Payable (231)					
NONE	00/00/0000	00/00/0000	0.00%		3
Total for Account 231				0	

TAXES ACCRUED (ACCT. 236)

Particulars (a)	Amount (b)	
Balance first of year	1,836,885	1
Accruals:		
Charged water department expense	2,235,663	2
Charged electric department expense		3
Charged sewer department expense	25,876	4
Other (explain):		
NONE		5
Total Accruals and other credits	2,261,539	
Taxes paid during year:		
County, state and local taxes	1,836,885	6
Social Security taxes	277,857	7
PSC Remainder Assessment	13,458	8
Other (explain):		
NONE		9
Total payments and other debits	2,128,200	
Balance end of year	1,970,224	

INTEREST ACCRUED (ACCT. 237)

1. Report below interest accrued on each utility obligation.
 2. Report Customer Deposits under Account 235.

Description of Issue (a)	Interest Accrued Balance First of Year (b)	Interest Accrued During Year (c)	Interest Paid During Year (d)	Interest Accrued Balance End of Year (e)	
Bonds (221)					
REVENUE BONDS - 1999	34,079	193,633	196,343	31,369	1
REVENUE BONDS - 2001	30,325	83,892	90,975	23,242	2
REFUNDING BONDS - 2001	72,160	206,208	216,479	61,889	3
REVENUE BONDS - 2004	307,429	913,739	922,289	298,879	4
REVENUE BONDS - 2005	60,807	349,275	352,499	57,583	5
REVENUE BONDS - 2007	276,456	823,702	829,369	270,789	6
Subtotal	781,256	2,570,449	2,607,954	743,751	
Advances from Municipality (223)					
UNFUNDED PENSION LIABILITY	0	47,391	47,391	0	7
Subtotal	0	47,391	47,391	0	
Other Long-Term Debt (224)					
NONE	0			0	8
Subtotal	0	0	0	0	
Notes Payable (231)					
NONE	0			0	9
Subtotal	0	0	0	0	
Total	781,256	2,617,840	2,655,345	743,751	

DETAIL OF OTHER BALANCE SHEET ACCOUNTS

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

Particulars (a)	Balance End of Year (b)	
Investment in Municipality (123):		
NONE		1
Total (Acct. 123):	0	
Other Investments (124):		
NONE		2
Total (Acct. 124):	0	
Sinking Funds (125):		
BOND REDEMPTION & RESERVE FUNDS	7,250,023	3
Total (Acct. 125):	7,250,023	
Depreciation Fund (126):		
BOND REQUIREMENT	798,913	4
Total (Acct. 126):	798,913	
Other Special Funds (128):		
NONE		5
Total (Acct. 128):	0	
Special Deposits (134):		
NONE		6
Total (Acct. 134):	0	
Notes Receivable (141):		
NONE		7
Total (Acct. 141):	0	
Customer Accounts Receivable (142):		
Water	3,924,671	8
Electric		9
Sewer (Regulated)		10
Other (specify):		
NONE		11
Total (Acct. 142):	3,924,671	
Other Accounts Receivable (143):		
Sewer (Non-regulated)	562,014	* 12
Merchandising, jobbing and contract work	331,369	* 13
Other (specify):		
NONE		14
Total (Acct. 143):	893,383	
Receivables from Municipality (145):		
MUNICIPAL FIRE PROTECTION	1,223,715	* 15
Total (Acct. 145):	1,223,715	
Prepayments (165):		
PREPAID POSTAGE	12,105	16
Total (Acct. 165):	12,105	

DETAIL OF OTHER BALANCE SHEET ACCOUNTS

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)	
Extraordinary Property Losses (182):		
NONE		17
Total (Acct. 182):	0	
Preliminary Survey and Investigation Charges (183):		
NONE		18
Total (Acct. 183):	0	
Clearing Accounts (184):		
NONE		19
Total (Acct. 184):	0	
Temporary Facilities (185):		
NONE		20
Total (Acct. 185):	0	
Miscellaneous Deferred Debits (186):		
UNFUNDED PENSION EXPENSE	745,999	* 21
Total (Acct. 186):	745,999	
Payables to Municipality (233):		
ACCRUED PAYROLL, SEWER COLLECT, ANNUAL SLUDGE INVOICE	1,874,617	* 22
Total (Acct. 233):	1,874,617	
Other Deferred Credits (253):		
Regulatory Liability	2,450,517	23
NONE		24
Total (Acct. 253):	2,450,517	

DETAIL OF OTHER BALANCE SHEET ACCOUNTS

Detail of Other Balance Sheet Accounts (Page F-22)

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

A request to defer and amortize a 2003 payment to the Wisconsin Retirement Fund for prior service obligations was granted by the PSC on 6/15/2004 per Bruce Manthey.

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

The \$562,014 is made-up of misc. items owed from the Wastewater utility. The largest single item amounting to \$516,556 is the annual shared expenses that include salaries, supplies, and equipment that benefited both utilities, but was paid in full by the Water Utility in 2008. The Wastewater Utility will payback this amount to the Water Utility in early 2009. (143)

The \$331,369 includes charges for new taps made for contractors, charges for repairs to hydrants, and other misc. items such as REC fees from other municipalities. (143)

The 2008 Municipal Fire Protection amounting to \$1,223,715 was paid by the City of Racine in early 2009. (145)

At December 31, 2008 the Water Utility owed the Wastewater Utility \$527,582 for December cash receipts from customer accounts and \$763,347 for the annual sludge backwash invoice. Also \$295,305 was owed to the City of Racine for reimbursement on a water main replacement project that the City had paid the contractor directly. This along with smaller items make up the \$1,874,617 total payable to Municipality at yearend. (233)

RETURN ON RATE BASE COMPUTATION

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

Average Rate Base (a)	Water (b)	Electric (c)	Sewer (d)	Gas (e)	Total (f)	
Add Average:						
Utility Plant in Service (101.1)	106,223,543	0	0	0	106,223,543	1
Materials and Supplies	307,354	0	0	0	307,354	2
Other (specify):						
NONE					0	3
Less Average:						
Reserve for Depreciation (111.1)	25,559,233	0	0	0	25,559,233	4
Customer Advances for Construction					0	5
Regulatory Liability	2,532,200	0	0	0	2,532,200	6
NONE					0	7
Average Net Rate Base	78,439,464	0	0	0	78,439,464	
Net Operating Income	2,659,209	0	0	0	2,659,209	8
Net Operating Income as a percent of						
Average Net Rate Base	3.39%	N/A	N/A	N/A	3.39%	

**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	2,613,884	0	0	0	2,613,884	1
Add credits during year:						
NONE					0	2
Deduct charges:						
Miscellaneous Amortization (425)	163,367	0	0	0	163,367	3
Other (specify):						
NONE					0	4
Balance End of Year	2,450,517	0	0	0	2,450,517	

IMPORTANT CHANGES DURING THE YEAR

Report changes of any of the following types:

1. Acquisitions.

2. Leaseholder changes.

3. Extensions of service.

4. Estimated changes in revenues due to rate changes.

5. Obligations incurred or assumed, excluding commercial paper.

6. Formal proceedings with the Public Service Commission.

7. Any additional matters.

WATER OPERATING REVENUES & EXPENSES

Particulars (a)	This Year (b)	Last Year (c)	
Operating Revenues			
Sales of Water			
Sales of Water (460-467)	15,901,412	15,510,751	1
Total Sales of Water	15,901,412	15,510,751	
Other Operating Revenues			
Forfeited Discounts (470)	270,074	277,494	2
Rents from Water Property (472)	189,263	167,165	3
Interdepartmental Rents (473)	0	0	4
Other Water Revenues (474)	416,018	73,215	5
Total Other Operating Revenues	875,355	517,874	
Total Operating Revenues	16,776,767	16,028,625	
Operation and Maintenance Expenses			
Source of Supply Expense (600-617)	0	0	6
Pumping Expenses (620-633)	1,283,213	1,180,599	7
Water Treatment Expenses (640-652)	2,472,390	2,658,724	8
Transmission and Distribution Expenses (660-678)	2,695,704	2,687,693	9
Customer Accounts Expenses (901-906)	286,720	278,675	10
Sales Expenses (910)	0	0	11
Administrative and General Expenses (920-932)	2,444,096	2,779,000	12
Total Operation and Maintenance Expenses	9,182,123	9,584,691	
Other Operating Expenses			
Depreciation Expense (403)	2,699,771	2,574,135	13
Amortization Expense (404-407)		0	14
Taxes (408)	2,235,664	2,101,317	15
Total Other Operating Expenses	4,935,435	4,675,452	
Total Operating Expenses	14,117,558	14,260,143	
NET OPERATING INCOME	2,659,209	1,768,482	

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 (Account 461).
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 (460.1)				1
Commercial (460.2)				2
Industrial (460.3)				3
Public Authority (460.4)				4
Total Unmetered Sales to General Customers (460)	0	0	0	
Metered Sales to General Customers (461)				
Residential (461.1)	30,305	1,905,180	5,757,897	5
Commercial (461.2)	3,230	952,037	2,213,685	6
Industrial (461.3)	314	2,894,179	4,796,400	7
Public Authority (461.4)	152	308,457	577,431	8
Total Metered Sales to General Customers (461)	34,001	6,059,853	13,345,413	
Private Fire Protection Service (462)	529		199,323	9
Public Fire Protection Service (463)	2		1,318,215	10
Other Water Sales (465)				11
Sales for Resale (466)	1	546,086	1,038,461	12
Interdepartmental Sales (467)				13
Total Sales of Water	34,533	6,605,939	15,901,412	

SALES FOR RESALE (ACCT. 466)

Use a separate line for each delivery point.

Customer Name (a)	Point of Delivery (b)	Thousands of Gallons Sold (c)	Revenues (d)	
CALEDONIA WATER UTILITY	Rapids & Greenbay; 3Mile & Douglas	546,086	1,038,461	1
Total		546,086	1,038,461	

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 for fighting fires outside utility's service areas (usually per rate schedule F-2 or BW-1)		1
Other (specify):		
Wholesale fire protection billed	94,500	2
Amount billed (usually per rate schedule F-1 or Fd-1)	1,223,715	3
NONE		4
Total Public Fire Protection Service (463)	1,318,215	
Forfeited Discounts (470):		
NONE		5
Customer late payment charges	270,074	6
Other (specify):		
Total Forfeited Discounts (470)	270,074	
Rents from Water Property (472):		
CELLULAR ANTENNAS ON TANKS AND LAND RENTAL TO YACHT CLUB	189,263	7
Total Rents from Water Property (472)	189,263	
Interdepartmental Rents (473):		
NONE		8
Total Interdepartmental Rents (473)	0	
Other Water Revenues (474):		
REAL ESTATE CLOSING ACCOUNT FEE	18,209	9
HOMELAND SECURITY GRANT	344,120	10
LABORATORY TEST FEES	5,220	11
Return on net investment in meters charged to sewer department	48,469	12
Other (specify):		
Total Other Water Revenues (474)	416,018	

OTHER OPERATING REVENUES (WATER)

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

Please explain amounts in Account 474 in excess of \$10,000, including like items grouped. Please provide, for example, a short list or detail using other than terms such as "other revenues" "general" "miscellaneous" or repeating the account title.

The return on net investment in meters charged to our wastewater utility is calculated by finding the net average meters on the water utility's books, times the allowed PSC rate of return, and then times the percent share of meters used by the wastewater utility. In 2008 this amounted to \$48,469. (474)

A \$12 charge was approved by the PSC in connection with real estate closings. \$18,209 was collected in 2008. (474)

In 2008 the Water Utility received a Homeland Security Grant provided through the State of Wisconsin in the amount of \$344,120. This grant was used for fencing around storage tanks and booster stations, new security locks on all external doors, and a video security system at the plant and remote sites. (474)

WATER OPERATION & MAINTENANCE EXPENSES

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

Particulars (a)	This Year (b)	Last Year (c)	
SOURCE OF SUPPLY EXPENSES			
Operation Supervision and Engineering (600)	0	0	1
Operation Labor and Expenses (601)	0	0	2
Purchased Water (602)	0	0	3
Miscellaneous Expenses (603)	0	0	4
Rents (604)	0	0	5
Maintenance Supervision and Engineering (610)	0	0	6
Maintenance of Structures and Improvements (611)	0	0	7
Maintenance of Collecting and Impounding Reservoirs (612)	0	0	8
Maintenance of Lake, River and Other Intakes (613)	0	0	9
Maintenance of Wells and Springs (614)	0	0	10
Maintenance of Supply Mains (616)	0	0	11
Maintenance of Miscellaneous Water Source Plant (617)	0	0	12
Total Source of Supply Expenses	0	0	
PUMPING EXPENSES			
Operation Supervision and Engineering (620)	75,828	72,268	13
Fuel for Power Production (621)	0	0	14
Power Production Labor and Expenses (622)	0	0	15
Fuel or Power Purchased for Pumping (623)	596,318	563,740	16
Pumping Labor and Expenses (624)	283,214	256,466	17
Expenses Transferred--Credit (625)	0	0	18
Miscellaneous Expenses (626)	118,357	96,475	* 19
Rents (627)	0	0	20
Maintenance Supervision and Engineering (630)	74,563	70,745	21
Maintenance of Structures and Improvements (631)	19,653	22,705	22
Maintenance of Power Production Equipment (632)	19,575	13,631	23
Maintenance of Pumping Equipment (633)	95,705	84,569	24
Total Pumping Expenses	1,283,213	1,180,599	
WATER TREATMENT EXPENSES			
Operation Supervision and Engineering (640)	76,009	72,268	25
Chemicals (641)	384,224	328,731	* 26
Operation Labor and Expenses (642)	1,344,115	1,650,570	* 27
Miscellaneous Expenses (643)	277,760	279,132	28
Rents (644)	0	0	29
Maintenance Supervision and Engineering (650)	73,893	70,745	30
Maintenance of Structures and Improvements (651)	118,564	84,532	* 31
Maintenance of Water Treatment Equipment (652)	197,825	172,746	32
Total Water Treatment Expenses	2,472,390	2,658,724	

WATER OPERATION & MAINTENANCE EXPENSES

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

Particulars (a)	This Year (b)	Last Year (c)	
TRANSMISSION AND DISTRIBUTION EXPENSES			
Operation Supervision and Engineering (660)	272,267	267,557	33
Storage Facilities Expenses (661)	47,757	44,772	34
Transmission and Distribution Lines Expenses (662)	341	426	35
Meter Expenses (663)	212,736	185,366	36
Customer Installations Expenses (664)	110,746	109,401	37
Miscellaneous Expenses (665)	74,416	50,159	* 38
Rents (666)	0	0	39
Maintenance Supervision and Engineering (670)	167,140	162,712	40
Maintenance of Structures and Improvements (671)	0	0	41
Maintenance of Distribution Reservoirs and Standpipes (672)	401,279	395,981	42
Maintenance of Transmission and Distribution Mains (673)	946,137	1,055,563	43
Maintenance of Services (675)	368,966	336,197	44
Maintenance of Meters (676)	41,388	39,300	45
Maintenance of Hydrants (677)	52,531	40,259	* 46
Maintenance of Miscellaneous Plant (678)		0	47
Total Transmission and Distribution Expenses	2,695,704	2,687,693	
CUSTOMER ACCOUNTS EXPENSES			
Supervision (901)		0	48
Meter Reading Expenses (902)	81,155	79,715	49
Customer Records and Collection Expenses (903)	205,565	198,960	50
Uncollectible Accounts (904)		0	51
Miscellaneous Customer Accounts Expenses (905)		0	52
Customer Service and Information Expenses (906)			53
Total Customer Accounts Expenses	286,720	278,675	
SALES EXPENSES			
Sales Expenses (910)		0	54
Total Sales Expenses	0	0	
ADMINISTRATIVE AND GENERAL EXPENSES			
Administrative and General Salaries (920)	149,974	158,201	55
Office Supplies and Expenses (921)	11,427	9,941	56
Administrative Expenses Transferred--Credit (922)	0	0	57
Outside Services Employed (923)	289,485	358,621	* 58
Property Insurance (924)	46,845	55,704	59
Injuries and Damages (925)	243,228	260,768	60
Employee Pensions and Benefits (926)	1,218,620	1,532,233	* 61
Regulatory Commission Expenses (928)	24,878	25,568	62
Duplicate Charges--Credit (929)		88,704	* 63

WATER OPERATION & MAINTENANCE EXPENSES

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

Particulars (a)	This Year (b)	Last Year (c)	
ADMINISTRATIVE AND GENERAL EXPENSES			
Miscellaneous General Expenses (930)	21,848	24,257	64
Rents (931)	23,843	23,042	65
Maintenance of General Plant (932)	413,948	419,369	66
Total Administrative and General Expenses	2,444,096	2,779,000	
 Total Operation and Maintenance Expenses	9,182,123	9,584,691	

WATER OPERATION & MAINTENANCE EXPENSES

Water Operation & Maintenance Expenses (Page W-05)

For values that represent an increase or a decrease when compared to the previous year of greater than 15%, but not less \$10,000, please explain.

(626) Misc. Expenses Building Maint. Pumping. Expenses were higher mainly due to natural gas cost to heat the building. Natural gas allocated to this account was \$14,000 more in 2008 than in 2007.

(641) Chemicals. The expense is higher this year simply due to price increases in the various chemicals. The Utility is looking into different chemicals that would provide similar or better results at less cost.

(642) Water Treatment Labor & Expenses. The water utility changes procedures in dealing with the back washing of the filter beds, and handling of the sludge. In past years back washing was done more frequently with all water and sludge sent to the wastewater plant. Now back washing is not done as often, and the sludge is hauled away by a private contractor. This reduced the annual invoice from the wastewater utility from \$1,039,444 in 2007 to \$763,347 in 2008. It will be further reduced in 2009.

(651) Water Treatment Structures. In 2008 the Utility expensed \$59,460 for the painting of filter beds # 14 & 16. Also \$24,000 was spent on repairing loose brick in the filter bed area.

(665) Misc. Expenses. The utility has a maps and records salary account that is included in this line item. In 2008 more effort was made by our engineering department to update and better utilize our GIS mapping system. There salaries was charge more to this account than others as in past years.

(677) Maintenance of Hydrants. In 2008, more effort was made towards hydrant maintenance. More were checked, painted, and operated than the previous year.

(923) Outside Services Employed. In 2008, less was used for consulting services in negotiating a retail water agreement with the Caledonia Water Utility. While negotiaions still continue, they are at a much smaller pace with less consulting services that are necessary.

(926) Employee Pensions and Benefits. In 2008 the Water Utility changed heath care administrators with the main reason to save money. A combination of this switch along with smaller claims filed by retirees and current employees reduced the heath care expense from \$1,062,991 in 2007 to \$736,762 in 2008.

(929) Duplicate Charges. After discussions with the PSC during a rate case review, it was suggested that our water utility no longer invoice itself for water usage and utilize the Duplicate charge account to offset the revenue that was invoiced. 2008 was the first year this change began.

TAXES (ACCT. 408 - WATER)

When allocation of taxes is made between departments, explain method used.

Description of Tax (a)	Method Used to Allocate Between Departments (b)	This Year (c)	Last Year (d)	
Property Tax Equivalent		1,970,224	1,836,885	1
Less: Local and School Tax Equivalent on Meters Charged to Sewer Department		25,876	23,866	2
Net property tax equivalent		1,944,348	1,813,019	
Social Security		277,857	270,135	3
PSC Remainder Assessment		13,459	18,163	4
Other (specify): NONE			0	5
Total tax expense		2,235,664	2,101,317	

PROPERTY TAX EQUIVALENT (WATER)

1. No property tax equivalent shall be determined for sewer utilities or town sanitary district water utilities.
2. Tax rates are those issued in November (usually) of the year being reported and are available from the municipal treasurer. Report the tax rates in mills to six (6) decimal places.
3. The assessment ratio is available from the municipal treasurer. Report the ratio as a decimal to six (6) places.
4. The utility plant balance first of year should include the gross book values of plant in service (total of utility financed and contributed plant), property held for future use and construction work in progress.
5. An "other tax rate" is included in the "Net Local and School Tax Rate Calculation" to the extent that it is local. An example is a local library tax. Fully explain the rate in the Property Tax Equivalent schedule footnotes.
6. The Property Tax Equivalent to be reported for the year is determined pursuant to Wis. Stat § 66.0811(2). Report the higher of the current year calculation or the tax equivalent reported in the 1994 PSC annual report, unless, the municipality has authorized a lower amount, then that amount is reported as the property tax equivalent.
7. If the municipality has authorized a lower amount, the authorization description and date of the authorization must be reported in the Property Tax Equivalent schedule footnotes.

Particulars (a)	Units (b)	Total (c)	County A (d)	County B (e)	County C (f)	County D (g)	
County name			Racine				1
SUMMARY OF TAX RATES							2
State tax rate	mills		0.168500				3
County tax rate	mills		3.083600				4
Local tax rate	mills		11.341000				5
School tax rate	mills		7.166100				6
Voc. school tax rate	mills		1.218000				7
Other tax rate - Local	mills		0.000000				8
Other tax rate - Non-Local	mills		0.000000				9
Total tax rate	mills		22.977200				10
Less: state credit	mills		1.171500				11
Net tax rate	mills		21.805700				12
PROPERTY TAX EQUIVALENT CALCULATION							13
Local Tax Rate	mills		11.341000				14
Combined School Tax Rate	mills		8.384100				15
Other Tax Rate - Local	mills		0.000000				16
Total Local & School Tax	mills		19.725100				17
Total Tax Rate	mills		22.977200				18
Ratio of Local and School Tax to Total	dec.		0.858464				19
Total tax net of state credit	mills		21.805700				20
Net Local and School Tax Rate	mills		18.719409				21
Utility Plant, Jan. 1	\$	163,747,225	163,747,225				22
Materials & Supplies	\$	253,449	253,449				23
Subtotal	\$	164,000,674	164,000,674				24
Less: Plant Outside Limits	\$	59,477,009	59,477,009				25
Taxable Assets	\$	104,523,665	104,523,665				26
Assessment Ratio	dec.		1.006952				27
Assessed Value	\$	105,250,314	105,250,314				28
Net Local & School Rate	mills		18.719409				29
Tax Equiv. Computed for Current Year	\$	1,970,224	1,970,224				30
Tax Equivalent per 1994 PSC Report	\$	1,075,080					31
Any lower tax equivalent as authorized by municipality (see note 6)	\$						32 33
Tax equiv. for current year (see note 6)	\$	1,970,224					34
Footnotes							35

WATER UTILITY PLANT IN SERVICE

--Plant Financed by Utility or Municipality--

1. All adjustments, corrections and reclassifications (including to/from plant financed by contributions) should be reported in Column (f), Adjustments.
2. Explain fully as a schedule footnote the nature of all entries reported in Column (f), Adjustments.
3. Explain as a schedule footnote the dollar additions and retirements reported in Columns (c) and (e) for each account over \$100,000. If applicable, provide construction authorization.
4. Use only the account titles listed. If the utility has subaccounts other than accounts 391.1 and 397.1, combine them into one total and detail by subaccount as a schedule footnote.

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	Retirements During Year (e)	Adjustments Increase or (Decrease) (f)	Balance End of Year (g)	
INTANGIBLE PLANT						
Organization (301)	0				0	1
Franchises and Consents (302)	0				0	2
Miscellaneous Intangible Plant (303)	0				0	3
Total Intangible Plant	0	0	0	0	0	
SOURCE OF SUPPLY PLANT						
Land and Land Rights (310)	0				0	4
Structures and Improvements (311)	0				0	5
Collecting and Impounding Reservoirs (312)	0				0	6
Lake, River and Other Intakes (313)	2,204,376				2,204,376	7
Wells and Springs (314)	0				0	8
Supply Mains (316)	36,217				36,217	9
Other Water Source Plant (317)	0				0	10
Total Source of Supply Plant	2,240,593	0	0	0	2,240,593	
PUMPING PLANT						
Land and Land Rights (320)	0				0	11
Structures and Improvements (321)	2,703,098		13,062		2,690,036	12
Other Power Production Equipment (323)	1,868,256		557,233		1,311,023	* 13
Electric Pumping Equipment (325)	5,396,729		82,009		5,314,720	14
Diesel Pumping Equipment (326)	0				0	15
Other Pumping Equipment (328)	0				0	16
Total Pumping Plant	9,968,083	0	652,304	0	9,315,779	
WATER TREATMENT PLANT						
Land and Land Rights (330)	1,088,698				1,088,698	17
Structures and Improvements (331)	25,247,914	72,451	203,863		25,116,502	* 18
Sand or Other Media Filtration Equipment (332)	17,349,354	160,381	977,446	(3,595,436)	12,936,853	* 19
Membrane Filtration Equipment (333)				3,595,436	3,595,436	* 20
Other Water Treatment Equipment (334)					0	21
Total Water Treatment Plant	43,685,966	232,832	1,181,309	0	42,737,489	
TRANSMISSION AND DISTRIBUTION PLANT						
Land and Land Rights (340)	1,346,313				1,346,313	22
Structures and Improvements (341)	0				0	23
Distribution Reservoirs and Standpipes (342)	2,691,121				2,691,121	24
Transmission and Distribution Mains (343)	31,528,662	1,843,974	30,336		33,342,300	25
Services (345)	2,938,182	418,028	3,011		3,353,199	26
Meters (346)	4,196,626	415,940	81,236		4,531,330	27
Hydrants (348)	2,378,082	146,956	6,060		2,518,978	28

WATER UTILITY PLANT IN SERVICE

--Plant Financed by Utility or Municipality--

1. All adjustments, corrections and reclassifications (including to/from plant financed by contributions) should be reported in Column (f), Adjustments.
2. Explain fully as a schedule footnote the nature of all entries reported in Column (f), Adjustments.
3. Explain as a schedule footnote the dollar additions and retirements reported in Columns (c) and (e) for each account over \$100,000. If applicable, provide construction authorization.
4. Use only the account titles listed. If the utility has subaccounts other than accounts 391.1 and 397.1, combine them into one total and detail by subaccount as a schedule footnote.

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	Retirements During Year (e)	Adjustments Increase or (Decrease) (f)	Balance End of Year (g)	
TRANSMISSION AND DISTRIBUTION PLANT						
Other Transmission and Distribution Plant (349)	0				0	29
Total Transmission and Distribution Plant	45,078,986	2,824,898	120,643	0	47,783,241	
GENERAL PLANT						
Land and Land Rights (389)	0				0	30
Structures and Improvements (390)	736,869		106,442		630,427	* 31
Office Furniture and Equipment (391)	165,196				165,196	32
Computer Equipment (391.1)	939,342	112,067	41,529		1,009,880	* 33
Transportation Equipment (392)	1,171,519	191,660	161,647		1,201,532	* 34
Stores Equipment (393)	0				0	35
Tools, Shop and Garage Equipment (394)	645,472	33,482	61,715		617,239	36
Laboratory Equipment (395)	73,865		3,117		70,748	37
Power Operated Equipment (396)	784,735				784,735	38
Communication Equipment (397)	192,432	14,738			207,170	39
SCADA Equipment (397.1)	0				0	40
Miscellaneous Equipment (398)	0				0	41
Total General Plant	4,709,430	351,947	374,450	0	4,686,927	
Total utility plant in service directly assignable	105,683,058	3,409,677	2,328,706	0	106,764,029	
Common Utility Plant Allocated to Water Department (300)	0				0	42
Total utility plant in service	105,683,058	3,409,677	2,328,706	0	106,764,029	

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

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 \$100,000, please explain. If applicable, provide construction authorization.

(332) Water Treatment Equipment. In 2008 the utility added \$160,381 to this account which included \$56,401 for sluice gate valves, \$26,407 for chorine system safety controls, and \$16,510 for new turbidity meters.

(391.1) Computer Equipment. In 2008 the utility added new customer billing software and equipment amounting to \$70,800, new meter reading handheld units amounting to \$20,000, and other misc. hardware and software.

(392) Transportation Equipment. In 2008 the Utility purchased three new vehicles amounting to \$191,660 including a dump truck for \$152,704.

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

(323) Other Power Production Equipment. The utility disposed of a backup generator originally purchased in 1980. After a few years of trying to sell it, the Utility ended up disposing it in 2008. The cost on the books was \$557,233.

(331) Structures and Improvements. In 2008 the utility received grant money from the state which replaced door locks, fencing, and video security equipment. So much of the \$203,863 retired in this account was due to replacements from this grant program.

(332) Water Treatment Equipment. In 2008 the utility reviewed this account and found many past chemical feed systems had been replaced. So removed this year included chemical feed system equipment, \$68,034 from 1985, \$290,774 from 1990, \$97,592 from 1991, and \$165,263 from 1994. Also retired was some rapid mix equipment from 1995 totaling \$76,358. This plus other various equipment resulted in \$977,446 being retired in 2008.

(390) Structures & Improvements. In 2008 the utility also reviewed this account and found a few items that had been retired and need to be removed. Larger items include a \$65,185 roof replacement from 1984 and a reflection pool for \$26,257 from 1989.

(392) Transportation Equipment. Four vehicles were sold and removed from our books in 2008 amounting to \$161,647. This included a dump truck for \$68,693

If Adjustments for any account are nonzero, please explain.

(332) Water Treatment Equipment. Due to the PSC adding new account numbers detailing various filtration equipment, the Racine Utility moved the cost of the Membrane Filters from (332) Water Treatment Equipment were it was included in 2007. Account (333) is where the membrane filtration equipment is now located.

(333) Membrane Filtration Equipment. Due to the PSC adding new account numbers detailing various filtration equipment, the Racine Utility moved the cost of the Membrane Filters from (332) Water Treatment Equipment were it was included in 2007. The membrane filters are being depreciated at a different rate than other water treatment equipment.

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

1. All adjustments, corrections and reclassifications (including to/from plant financed by contributions) should be reported in Column (f), Adjustments.
2. Explain fully as a schedule footnote the nature of all entries reported in Column (f), Adjustments.
3. Explain as a schedule footnote the dollar additions and retirements reported in Columns (c) and (e) for each account over \$100,000. If applicable, provide construction authorization.
4. Use only the account titles listed. If the utility has subaccounts other than accounts 391.1 and 397.1, combine them into one total and detail by subaccount as a schedule footnote.

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	Retirements During Year (e)	Adjustments Increase or (Decrease) (f)	Balance End of Year (g)	
INTANGIBLE PLANT						
Organization (301)	0				0	1
Franchises and Consents (302)	0				0	2
Miscellaneous Intangible Plant (303)	0				0	3
Total Intangible Plant	0	0	0	0	0	
SOURCE OF SUPPLY PLANT						
Land and Land Rights (310)	0				0	4
Structures and Improvements (311)	0				0	5
Collecting and Impounding Reservoirs (312)	0				0	6
Lake, River and Other Intakes (313)	315,000				315,000	7
Wells and Springs (314)	0				0	8
Supply Mains (316)	0				0	9
Other Water Source Plant (317)	0				0	10
Total Source of Supply Plant	315,000	0	0	0	315,000	
PUMPING PLANT						
Land and Land Rights (320)	0				0	11
Structures and Improvements (321)	2,728,889				2,728,889	12
Other Power Production Equipment (323)	446,687				446,687	13
Electric Pumping Equipment (325)	1,218,674				1,218,674	14
Diesel Pumping Equipment (326)	0				0	15
Other Pumping Equipment (328)	0				0	16
Total Pumping Plant	4,394,250	0	0	0	4,394,250	
WATER TREATMENT PLANT						
Land and Land Rights (330)	0				0	17
Structures and Improvements (331)	7,628,969	273,147			7,902,116	* 18
Sand or Other Media Filtration Equipment (332)	2,691,373			(1,274,449)	1,416,924	* 19
Membrane Filtration Equipment (333)				1,274,449	1,274,449	* 20
Other Water Treatment Equipment (334)					0	21
Total Water Treatment Plant	10,320,342	273,147	0	0	10,593,489	
TRANSMISSION AND DISTRIBUTION PLANT						
Land and Land Rights (340)	607,387				607,387	22
Structures and Improvements (341)	0				0	23
Distribution Reservoirs and Standpipes (342)	2,344,856	145,870			2,490,726	* 24
Transmission and Distribution Mains (343)	32,953,255	56,646			33,009,901	25
Services (345)	3,657,696	67,289			3,724,985	26
Meters (346)	0				0	27

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

1. All adjustments, corrections and reclassifications (including to/from plant financed by contributions) should be reported in Column (f), Adjustments.
2. Explain fully as a schedule footnote the nature of all entries reported in Column (f), Adjustments.
3. Explain as a schedule footnote the dollar additions and retirements reported in Columns (c) and (e) for each account over \$100,000. If applicable, provide construction authorization.
4. Use only the account titles listed. If the utility has subaccounts other than accounts 391.1 and 397.1, combine them into one total and detail by subaccount as a schedule footnote.

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	Retirements During Year (e)	Adjustments Increase or (Decrease) (f)	Balance End of Year (g)	
TRANSMISSION AND DISTRIBUTION PLANT						
Hydrants (348)	3,213,522	17,250			3,230,772	28
Other Transmission and Distribution Plant (349)	0				0	29
Total Transmission and Distribution Plant	42,776,716	287,055	0	0	43,063,771	
GENERAL PLANT						
Land and Land Rights (389)	0				0	30
Structures and Improvements (390)	0				0	31
Office Furniture and Equipment (391)	0				0	32
Computer Equipment (391.1)	0				0	33
Transportation Equipment (392)	0				0	34
Stores Equipment (393)	0				0	35
Tools, Shop and Garage Equipment (394)	0				0	36
Laboratory Equipment (395)	0				0	37
Power Operated Equipment (396)	0				0	38
Communication Equipment (397)	0				0	39
SCADA Equipment (397.1)	0				0	40
Miscellaneous Equipment (398)	0				0	41
Total General Plant	0	0	0	0	0	
Total utility plant in service directly assignable	57,806,308	560,202	0	0	58,366,510	
Common Utility Plant Allocated to Water Department (300)	0				0	42
Total utility plant in service	57,806,308	560,202	0	0	58,366,510	

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

Water Utility Plant in Service --Plant Financed by Contributions-- (Page W-09)

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

(331) Structures and Improvements. In 2008 the Utility received a homeland security grant from the State of Wisconsin. \$230,873 was used for a plant and remote site video security system, and \$42,274 was used to replace all exterior locks with an updated electronic system.

(342) Distribution Reservoirs and Standpipes. In 2008 the Utility received a homeland security grant from the State of Wisconsin. \$145,870 was used for new security fencing at four remote tank locations.

If Adjustments for any account are nonzero, please explain.

(332) Water Treatment Equipment. Due to the PSC adding new account numbers detailing various filtration equipment, the Racine Utility moved the cost of the Membrane Filters from (332) Water Treatment Equipment where it was included in 2007. Account (333) is where the membrane filtration equipment is now located.

(333) Membrane Filtration Equipment. Due to the PSC adding new account numbers detailing various filtration equipment, the Racine Utility moved the cost of the Membrane Filters from (332) Water Treatment Equipment where it was included in 2007. The membrane filters are being depreciated at a different rate than other water treatment equipment.

ACCUMULATED PROVISION FOR DEPRECIATION - WATER

--Plant Financed by Utility or Municipality--

1. Use only the account titles listed. If the utility has subaccounts other than accounts 391.1 and 397.1, combine them into one total and detail by subaccount in a schedule footnote.
2. If more than one depreciation rate is used, report the average rate in column (c).

Primary Plant Accounts (a)	Balance First of Year (b)	Rate % Used (c)	Accruals During Year (d)	
SOURCE OF SUPPLY PLANT				
Structures and Improvements (311)	0	0.00%		1
Collecting and Impounding Reservoirs (312)	0	0.00%		2
Lake, River and Other Intakes (313)	1,032,133	2.30%	50,700	3
Wells and Springs (314)	0	0.00%		4
Supply Mains (316)	36,216	1.50%		5
Other Water Source Plant (317)	0	0.00%		6
Total Source of Supply Plant	1,068,349		50,700	
PUMPING PLANT				
Structures and Improvements (321)	800,438	2.80%	75,504	7
Other Power Production Equipment (323)	991,147	4.40%	69,945	8
Electric Pumping Equipment (325)	3,066,765	4.40%	235,652	9
Diesel Pumping Equipment (326)	0	0.00%		10
Other Pumping Equipment (328)	0	0.00%		11
Total Pumping Plant	4,858,350		381,101	
WATER TREATMENT PLANT				
Structures and Improvements (331)	4,698,255	2.50%	629,555	12
Sand or Other Media Filtration Equipment (332)	5,016,934	2.70%	360,325 *	13
Membrane Filtration Equipment (333)		10.00%	359,544 *	14
Other Water Treatment Equipment (334)				15
Total Water Treatment Plant	9,715,189		1,349,424	
TRANSMISSION AND DISTRIBUTION PLANT				
Structures and Improvements (341)	0	0.00%		16
Distribution Reservoirs and Standpipes (342)	1,271,071	1.60%	43,058	17
Transmission and Distribution Mains (343)	2,733,725	1.20%	389,226	18
Services (345)	912,102	2.20%	69,205	19
Meters (346)	1,115,402	6.30%	274,931	20
Hydrants (348)	334,447	1.60%	39,176	21
Other Transmission and Distribution Plant (349)	0	0.00%		22
Total Transmission and Distribution Plant	6,366,747		815,596	
GENERAL PLANT				
Structures and Improvements (390)	534,074	4.30%	29,397	23
Office Furniture and Equipment (391)	78,260	5.80%	9,581	24
Computer Equipment (391.1)	939,342	15.00%	112,067	25
Transportation Equipment (392)	817,355	13.30%	157,808	26
Stores Equipment (393)	0	0.00%		27
Tools, Shop and Garage Equipment (394)	336,232	5.80%	36,619	28
Laboratory Equipment (395)	44,495	5.80%	4,194	29

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

Account (e)	Book Cost of Plant Retired (f)	Cost of Removal (g)	Salvage (h)	Adjustments Increase or (Decrease) (i)	Balance End of Year (j)	
311					0	1
312					0	2
313					1,082,833	3
314					0	4
316					36,216	5
317					0	6
	0	0	0	0	1,119,049	
321	13,062				862,880	7
323	557,233				503,859	8
325	82,009				3,220,408	9
326					0	10
328					0	11
	652,304	0	0	0	4,587,147	
331	203,863				5,123,947	12
332	977,446			(539,315)	3,860,498 *	13
333				539,315	898,859 *	14
334					0	15
	1,181,309	0	0	0	9,883,304	
341					0	16
342					1,314,129	17
343	30,336	181			3,092,434	18
345	3,011				978,296	19
346	81,236		18,902		1,327,999	20
348	6,060	1,355			366,208	21
349					0	22
	120,643	1,536	18,902	0	7,079,066	
390	106,442				457,029	23
391					87,841	24
391.1	41,529				1,009,880	25
392	161,647		47,493		861,009	26
393					0	27
394	61,715				311,136	28
395	3,117				45,572	29

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

1. Use only the account titles listed. If the utility has subaccounts other than accounts 391.1 and 397.1, combine them into one total and detail by subaccount in a schedule footnote.
2. If more than one depreciation rate is used, report the average rate in column (c).

Primary Plant Accounts (a)	Balance First of Year (b)	Rate % Used (c)	Accruals During Year (d)	
GENERAL PLANT				
Power Operated Equipment (396)	314,968	8.50%	66,702	30
Communication Equipment (397)	102,910	8.30%	16,583	31
SCADA Equipment (397.1)	0	0.00%		32
Miscellaneous Equipment (398)	0	0.00%		33
Total General Plant	3,167,636		432,951	
Total accum. prov. directly assignable	25,176,271		3,029,772	
 Common Utility Plant Allocated to Water Department	 0	 0.00%		 34
 Total accum. prov. for depreciation	 25,176,271		 3,029,772	

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

Account (e)	Book Cost of Plant Retired (f)	Cost of Removal (g)	Salvage (h)	Adjustments Increase or (Decrease) (i)	Balance End of Year (j)	
396					381,670	30
397					119,493	31
397.1					0	32
398					0	33
	374,450	0	47,493	0	3,273,630	
	2,328,706	1,536	66,395	0	25,942,196	
					0	34
	2,328,706	1,536	66,395	0	25,942,196	

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

Accumulated Provision for Depreciation - Water --Plant Financed by Utility or Municipality-- (Page W-10)

If Adjustments for any account are nonzero, please explain.

(332) Water Treatment Equipment. Due to the PSC adding new account numbers detailing various filtration equipment, the Racine Utility moved the cost of the Membrane Filters from (332) Water Treatment Equipment where it was included in 2007. Account (333) is where the membrane filtration equipment is now located.

(333) Membrane Filtration Equipment. Due to the PSC adding new account numbers detailing various filtration equipment, the Racine Utility moved the cost of the Membrane Filters from (332) Water Treatment Equipment where it was included in 2007. The membrane filters are being depreciated at a different rate than other water treatment equipment.

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

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ACCUMULATED PROVISION FOR DEPRECIATION - WATER

--Plant Financed by Contributions--

1. Use only the account titles listed. If the utility has subaccounts other than accounts 391.1 and 397.1, combine them into one total and detail by subaccount in a schedule footnote.
2. If more than one depreciation rate is used, report the average rate in column (c).

Primary Plant Accounts (a)	Balance First of Year (b)	Rate % Used (c)	Accruals During Year (d)	
SOURCE OF SUPPLY PLANT				
Structures and Improvements (311)	0	0.00%		1
Collecting and Impounding Reservoirs (312)	0	0.00%		2
Lake, River and Other Intakes (313)	85,255	2.30%	7,245	3
Wells and Springs (314)	0	0.00%		4
Supply Mains (316)	0	0.00%		5
Other Water Source Plant (317)	0	0.00%		6
Total Source of Supply Plant	85,255		7,245	
PUMPING PLANT				
Structures and Improvements (321)	209,491	2.80%	76,409	7
Other Power Production Equipment (323)	88,444	4.40%	19,654	8
Electric Pumping Equipment (325)	221,221	4.40%	53,622	9
Diesel Pumping Equipment (326)	0	0.00%		10
Other Pumping Equipment (328)	0	0.00%		11
Total Pumping Plant	519,156		149,685	
WATER TREATMENT PLANT				
Structures and Improvements (331)	428,768	2.50%	194,139	12
Sand or Other Media Filtration Equipment (332)	248,553	10.00%	38,257	* 13
Membrane Filtration Equipment (333)		10.00%	127,445	* 14
Other Water Treatment Equipment (334)				15
Total Water Treatment Plant	677,321		359,841	
TRANSMISSION AND DISTRIBUTION PLANT				
Structures and Improvements (341)	0	0.00%		16
Distribution Reservoirs and Standpipes (342)	392,842	1.60%	38,685	17
Transmission and Distribution Mains (343)	4,824,053	1.20%	395,779	18
Services (345)	554,249	2.20%	81,209	19
Meters (346)	0	0.00%		20
Hydrants (348)	493,134	1.60%	51,555	21
Other Transmission and Distribution Plant (349)	0	0.00%		22
Total Transmission and Distribution Plant	6,264,278		567,228	
GENERAL PLANT				
Structures and Improvements (390)	0	0.00%		23
Office Furniture and Equipment (391)	0	0.00%		24
Computer Equipment (391.1)	0	0.00%		25
Transportation Equipment (392)	0	0.00%		26
Stores Equipment (393)	0	0.00%		27
Tools, Shop and Garage Equipment (394)	0	0.00%		28
Laboratory Equipment (395)	0	0.00%		29

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

Account (e)	Book Cost of Plant Retired (f)	Cost of Removal (g)	Salvage (h)	Adjustments Increase or (Decrease) (i)	Balance End of Year (j)	
311					0	1
312					0	2
313					92,500	3
314					0	4
316					0	5
317					0	6
	0	0	0	0	92,500	
321					285,900	7
323					108,098	8
325					274,843	9
326					0	10
328					0	11
	0	0	0	0	668,841	
331					622,907	12
332				(191,167)	95,643	* 13
333				191,167	318,612	* 14
334					0	15
	0	0	0	0	1,037,162	
341					0	16
342					431,527	17
343					5,219,832	18
345					635,458	19
346					0	20
348					544,689	21
349					0	22
	0	0	0	0	6,831,506	
390					0	23
391					0	24
391.1					0	25
392					0	26
393					0	27
394					0	28
395					0	29

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

1. Use only the account titles listed. If the utility has subaccounts other than accounts 391.1 and 397.1, combine them into one total and detail by subaccount in a schedule footnote.
 2. If more than one depreciation rate is used, report the average rate in column (c).

Primary Plant Accounts (a)	Balance First of Year (b)	Rate % Used (c)	Accruals During Year (d)	
GENERAL PLANT				
Power Operated Equipment (396)	0	0.00%		30
Communication Equipment (397)	0	0.00%		31
SCADA Equipment (397.1)	0	0.00%		32
Miscellaneous Equipment (398)	0	0.00%		33
Total General Plant	0		0	
Total accum. prov. directly assignable	7,546,010		1,083,999	
Common Utility Plant Allocated to Water Department	0	0.00%		34
Total accum. prov. for depreciation	7,546,010		1,083,999	

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

Account (e)	Book Cost of Plant Retired (f)	Cost of Removal (g)	Salvage (h)	Adjustments Increase or (Decrease) (i)	Balance End of Year (j)	
396					0	30
397					0	31
397.1					0	32
398					0	33
	0	0	0	0	0	
	0	0	0	0	8,630,009	
					0	34
	0	0	0	0	8,630,009	

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

Accumulated Provision for Depreciation - Water --Plant Financed by Contributions-- (Page W-12)

If Adjustments for any account are nonzero, please explain.

(332) Water Treatment Equipment. Due to the PSC adding new account numbers detailing various filtration equipment, the Racine Utility moved the cost of the Membrane Filters from (332) Water Treatment Equipment where it was included in 2007. Account (333) is where the membrane filtration equipment is now located.

(333) Membrane Filtration Equipment. Due to the PSC adding new account numbers detailing various filtration equipment, the Racine Utility moved the cost of the Membrane Filters from (332) Water Treatment Equipment where it was included in 2007. The membrane filters are being depreciated at a different rate than other water treatment equipment.

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

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SOURCES OF WATER SUPPLY - 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 (a)	Purchased Water Gallons (000's) (b)	Surface Water Gallons (000's) (c)	Ground Water Gallons (000's) (d)	Total Gallons All Methods (000's) (e)	
January		590,402		590,402	1
February		560,178		560,178	2
March		597,078		597,078	3
April		584,580		584,580	4
May		687,210		687,210	5
June		738,060		738,060	6
July		851,731		851,731	7
August		937,719		937,719	8
September		758,441		758,441	9
October		670,576		670,576	10
November		560,224		560,224	11
December		527,811		527,811	12
Total annual pumpage	0	8,064,010	0	8,064,010	

WATER LOSS AND OTHER STATISTICS

1. For Gallons used in the treatment process (line 3), estimate water used in production including filter backwash, pumps, and other utility uses before the point of entry to the distribution system.
2. For Gallons used for other system uses (line 10), report other unmetered water used for system operation and maintenance, water used for non-regulated sewer utility and all other unmetered usage that is known to occur and does not fall into one of the other categories listed under Water Usage.

WATER LOSS STATISTICS

Source of Water Supply Statistics - Total Annual Pumpage (000's):	8,064,010	1
Less: Gallons (000's) used in the treatment process:	268,836	2
Subtotal: Gallons (000's) entering distribution system:	7,795,174	3
Less: Gallons (000's) sold:	6,605,939	4
Gallons (000's) entering distribution system but not sold:	1,189,235	5
Estimated Water Usage:		6
Gallons (000's) used to flush mains:	15,651	7
Gallons (000's) used for fire protection:	8,955	8
Gallons (000's) used to prevent freezing of distribution system:	17	9
Gallons (000's) used for other system uses:	103,946	10
Subtotal Estimated Usage:	128,569	11
Estimated Water Losses:		12
Gallons (000's) lost due to main leaks or breaks:	49,680	13
Gallons (000's) lost due to service leaks or breaks:		14
Gallons (000's) lost due to hydrant leaks, tank overflows and pressure reducing valves:		15
Gallons (000's) for unauthorized usage such as vandalism and theft:		16
Gallons (000's) not accounted for:	1,010,986	17
Subtotal of Estimated Losses:	1,060,666	18
Percentage of water entering distribution system sold:	85%	19
Percentage of unaccounted for water:	13%	20
If more than 15%, indicate causes:		21

If more than 15%, state what action has been taken to reduce water loss:

OTHER STATISTICS

Maximum gallons pumped by all methods in any one day during reporting year (000 gal.)	35,644	22
Date of maximum: 08/01/2008		23
Cause of maximum: Air conditioning and lawn watering.		24
Minimum gallons pumped by all methods in any one day during reporting year (000 gal.)	12,882	25
Date of minimum: 12/19/2008		26
Total KWH used by the utility (include pumping, treatment facilities and other utility operations):	13,168,540	27
If water is purchased:		28
Vendor Name:		29
Point of Delivery:		30
What percentage of purchased water is surface water?		31
Number of main breaks repaired this year:	132	32
Number of service breaks repaired this year:	100	33
Population served (estimate the number of individuals served):		34
Inside municipality?	78,805	35
Outside municipality?	120,000	36

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)
NONE					No

1

SOURCES OF WATER SUPPLY - SURFACE WATERS

Location (a)		Intakes				
		Identification Number (b)	Distance From Shore in feet (c)	Depth Below Surface in feet (d)	Diameter in inches (e)	
LAKE MICHIGAN	1886	1	6,000	39	24	1
LAKE MICHIGAN	1928	1	6,400	29	36	2
LAKE MICHIGAN	1971	1	4,100	23	54	3

PUMPING & POWER EQUIPMENT

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

Particulars (a)	Unit A (b)	Unit B (c)	Unit C (d)	
Identification	#10	#11	#12	1
Location	CLEAR WELL	CLEAR WELL	CLEAR WELL	2
Purpose	P	P	P	3
Destination	D	D	D	4
Pump Manufacturer	WORTHINGTON	WORTHINGTON	WORTHINGTON	5
Year Installed	1933	1933	1933	6
Type	CENTRIFUGAL	CENTRIFUGAL	CENTRIFUGAL	7
Actual Capacity (gpm)	8,837	13,330	17,485	8
Pump Motor or Standby Engine Mfr	G.E.	G.E.	G.E.	10
Year Installed	1933	1933	1933	11
Type	ELECTRIC	ELECTRIC	ELECTRIC	12
Horsepower	540	740	950	13
Footnotes				14

Particulars (a)	Unit D (b)	Unit E (c)	Unit F (d)	
Identification	#2	#3	#4	15
Location	SUCTION WELL	SUCTION WELL	SUCTION WELL	16
Purpose	P	P	P	17
Destination	T	T	T	18
Pump Manufacturer	ALLIS CHALMERS	ALLIS CHALMERS	ALLIS CHALMERS	19
Year Installed	2001	2001	2002	20
Type	CENTRIFUGAL	CENTRIFUGAL	CENTRIFUGAL	21
Actual Capacity (gpm)	12,829	15,538	13,440	22
Pump Motor or Standby Engine Mfr	U.S. MOTORS	U.S. MOTORS	U.S. MOTORS	24
Year Installed	2001	2001	2002	25
Type	ELECTRIC	ELECTRIC	ELECTRIC	26
Horsepower	300	300	300	27
Footnotes				28

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)	1
Identification	#5	#9	B-1	1
Location	SUCTION WELL	CLEAR WELL	BASIN SLUDGE	2
Purpose	P	P	P	3
Destination	T	D	T	4
Pump Manufacturer	ALLIS CHALMERS	PATTERSON	MOYNO	5
Year Installed	1958	1980	1991	6
Type	CENTRIFUGAL	CENTRIFUGAL	OTHER	7
Actual Capacity (gpm)	14,851	21,198	300	8
Pump Motor or Standby Engine Mfr	ALLIS CHALMERS	IDEAL	RELIANCE ELEC.	9 10
Year Installed	1958	1980	1991	11
Type	ELECTRIC	ELECTRIC	ELECTRIC	12
Horsepower	250	1,250	30	13
Footnotes				14

Particulars (a)	Unit D (b)	Unit E (c)	Unit F (d)	15
Identification	B-2	B-3	B-4	15
Location	BASIN SLUDGE	RETENTION BASIN	RETENTION BASIN	16
Purpose	P	P	P	17
Destination	T	T	T	18
Pump Manufacturer	MOYNO	FLYGT	FLYGT	19
Year Installed	1991	1994	1994	20
Type	OTHER	SUBMERSIBLE	SUBMERSIBLE	21
Actual Capacity (gpm)	300	750	750	22
Pump Motor or Standby Engine Mfr	RELIANCE ELEC.	RELIANCE ELEC.	RELIANCE ELEC.	23 24
Year Installed	1991	1994	1994	25
Type	ELECTRIC	ELECTRIC	ELECTRIC	26
Horsepower	30	20	20	27
Footnotes				28

PUMPING & POWER EQUIPMENT

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

Particulars (a)	Unit A (b)	Unit B (c)	Unit C (d)	
Identification	F-1	F-2	F-29	1
Location	BACKWASH	BACKWASH	SMALL BACKWASH	2
Purpose	P	P	P	3
Destination	T	T	T	4
Pump Manufacturer	ALLIS CHAM.	ALLIS CHAM.	ALLIS CHAM.	5
Year Installed	1958	1958	1936	6
Type	CENTRIFUGAL	CENTRIFUGAL	CENTRIFUGAL	7
Actual Capacity (gpm)	10,876	10,876	1,500	8
Pump Motor or Standby Engine Mfr	ALLIS CHAM.	ALLIS CHAM.	WESTINGHOUSE	9 10
Year Installed	1958	1958	1936	11
Type	ELECTRIC	ELECTRIC	ELECTRIC	12
Horsepower	300	300	25	13
Footnotes				14

Particulars (a)	Unit D (b)	Unit E (c)	Unit F (d)	
Identification	F-3	F-30	F-4	15
Location	BACKWASH	SMALL BACKWASH	SURFACE WASH	16
Purpose	P	P	P	17
Destination	T	T	T	18
Pump Manufacturer	ALLIS CHALM	AMER. WELL	ALLIS CHAM.	19
Year Installed	1990	1945	1958	20
Type	CENTRIFUGAL	CENTRIFUGAL	CENTRIFUGAL	21
Actual Capacity (gpm)	10,876	2,000	1,333	22
Pump Motor or Standby Engine Mfr	G.E.	G.E.	ALLIS CHAM.	23 24
Year Installed	1990	1945	1958	25
Type	ELECTRIC	ELECTRIC	ELECTRIC	26
Horsepower	300	40	100	27
Footnotes				28

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	G-1	G-2	G-3	1
Location	NEWMAN ROAD	NEWMAN ROAD	NEWMAN ROAD	2
Purpose	B	B	B	3
Destination	D	D	D	4
Pump Manufacturer	AP AURORA	AP AURORA	AP AURORA	5
Year Installed	2006	2006	2006	6
Type	CENTRIFUGAL	CENTRIFUGAL	CENTRIFUGAL	7
Actual Capacity (gpm)	2,821	2,945	2,915	8
Pump Motor or Standby Engine Mfr	U.S. MOTORS	U.S. MOTORS	U.S. MOTORS	9 10
Year Installed	2006	2006	2006	11
Type	ELECTRIC	ELECTRIC	ELECTRIC	12
Horsepower	250	250	250	13
Footnotes				14

Particulars (a)	Unit D (b)	Unit E (c)	Unit F (d)	
Identification	G-4	G-5	G-6	15
Location	NEWMAN ROAD	NEWMAN ROAD	NEWMAN ROAD	16
Purpose	B	B	B	17
Destination	D	D	D	18
Pump Manufacturer	AP AURORA	AP AURORA	AP AURORA	19
Year Installed	2006	2006	2006	20
Type	CENTRIFUGAL	CENTRIFUGAL	CENTRIFUGAL	21
Actual Capacity (gpm)	2,992	2,972	2,944	22
Pump Motor or Standby Engine Mfr	U.S. MOTORS	U.S. MOTORS	U.S. MOTORS	23 24
Year Installed	2006	2006	2006	25
Type	ELECTRIC	ELECTRIC	ELECTRIC	26
Horsepower	250	250	250	27
Footnotes				28

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	P-1	P-2	S-1	1
Location	9200 RAYNE RD	9200 RAYNE RD.	PERRY AVENUE	2
Purpose	B	B	B	3
Destination	D	D	D	4
Pump Manufacturer	U.S. MOTOR'S	U.S. MOTOR'S	INGERSOLL-DRESSER	5
Year Installed	1999	1999	1999	6
Type	VERTICAL TURBINE	VERTICAL TURBINE	CENTRIFUGAL	7
Actual Capacity (gpm)	2,970	2,986	2,808	8
Pump Motor or Standby Engine Mfr	U.S. ELECTRIC	U.S. ELECTRIC	U.S. ELECTRICAL	9 10
Year Installed	1999	1999	1999	11
Type	ELECTRIC	ELECTRIC	ELECTRIC	12
Horsepower	100	100	100	13
Footnotes				14

Particulars (a)	Unit D (b)	Unit E (c)	Unit F (d)	
Identification	S-2	S-3	S-4	15
Location	PERRY AVENUE	PERRY AVENUE	PERRY AVENUE	16
Purpose	B	B	B	17
Destination	D	D	D	18
Pump Manufacturer	INGERSOLL-DRESSER	INGERSOLL-DRESSER	GOULDS	19
Year Installed	1999	1999	1981	20
Type	CENTRIFUGAL	CENTRIFUGAL	CENTRIFUGAL	21
Actual Capacity (gpm)	2,772	2,778	2,601	22
Pump Motor or Standby Engine Mfr	U.S. ELECTRICAL	U.S. ELECTRICAL	WESTINGHOUSE	23 24
Year Installed	1999	1999	1981	25
Type	ELECTRIC	ELECTRIC	ELECTRIC	26
Horsepower	100	100	100	27
Footnotes				28

PUMPING & POWER EQUIPMENT

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

Particulars (a)	Unit A (b)	Unit B (c)	Unit C (d)	
Identification	S-5	S-6	W-1	1
Location	PERRY AVENUE	PERRY AVENUE	HIGHWAY 20	2
Purpose	B	B	B	3
Destination	D	D	D	4
Pump Manufacturer	GOULDS	GOULDS	AP AURORA	5
Year Installed	1981	1981	2005	6
Type	CENTRIFUGAL	CENTRIFUGAL	CENTRIFUGAL	7
Actual Capacity (gpm)	2,683	2,836	688	8
Pump Motor or Standby Engine Mfr	WESTINGHOUSE	WESTINGHOUSE	GENERAL ELECTRIC	9 10
Year Installed	1981	1981	2005	11
Type	ELECTRIC	ELECTRIC	ELECTRIC	12
Horsepower	100	100	60	13
Footnotes				14

Particulars (a)	Unit D (b)	Unit E (c)	Unit F (d)	
Identification	W-2	W-3	W-4	15
Location	HIGHWAY 20	HIGHWAY 20	HIGHWAY 20	16
Purpose	B	B	B	17
Destination	D	D	D	18
Pump Manufacturer	AP AURORA	AP AURORA	AP AURORA	19
Year Installed	2005	2005	2005	20
Type	CENTRIFUGAL	CENTRIFUGAL	CENTRIFUGAL	21
Actual Capacity (gpm)	235	677	292	22
Pump Motor or Standby Engine Mfr	GENERAL ELECTRIC	GENERAL ELECTRIC	GENERAL ELECTRIC	23 24
Year Installed	2005	2005	2005	25
Type	ELECTRIC	ELECTRIC	ELECTRIC	26
Horsepower	50	60	50	27
Footnotes				28

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	W-5			1
Location	HIGHWAY 20			2
Purpose	B			3
Destination	D			4
Pump Manufacturer	AP AURORA			5
Year Installed	2005			6
Type	CENTRIFUGAL			7
Actual Capacity (gpm)	73			8
Pump Motor or Standby Engine Mfr	MARATHON ELECTRIC			10
Year Installed	2005			11
Type	ELECTRIC			12
Horsepower	5			13
Footnotes				14

Particulars (a)	Unit D (b)	Unit E (c)	Unit F (d)	
Identification				15
Location				16
Purpose				17
Destination				18
Pump Manufacturer				19
Year Installed				20
Type				21
Actual Capacity (gpm)				22
Pump Motor or Standby Engine Mfr				23
Year Installed				25
Type				26
Horsepower				27
Footnotes				28

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	BROADWAY	CLEARWELL- WEST	CLEARWELL-CENTER	1
RESERVOIRS, STANDPIPES OR ELEVATED TANKS				2
Type: R (reservoir), S (standpipe) or ET (elevated tank)	ET	R	R	3 4
Year constructed	1976	1921	1939	5 6
Primary material (earthen, steel, concrete, other)	STEEL	CONCRETE	CONCRETE	7 8
Elevation difference in feet (See Headnote 3.)	151	10	10	9 10
Total capacity in gallons (actual)	250,000	825,400	563,700	11 12
WATER TREATMENT PLANT				13
Disinfection, type of equipment (gas, liquid, powder, other)	OTHER	GAS	GAS	14 15
Points of application (wellhouse, central facilities, booster station, other)	OTHER	CENTRAL FACILITIES	CENTRAL FACILITIES	16 17 18
Filters, type (gravity, pressure, other, none)	NONE	GRAVITY	GRAVITY	19 20
Rated capacity of filter plant (m.g.d.) (note: 1,200,000 gal/day = 1.2 m.g.d.)	8.0000	12.0000	8.0000	21 22 23
Is a corrosion control chemical used (yes, no)?	N	Y	Y	24 25
Is water fluoridated (yes, no)?	N	Y	Y	26 27
Footnotes				28

RESERVOIRS, STANDPIPES & WATER TREATMENT

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

Particulars (a)	Unit A (b)	Unit B (c)	Unit C (d)	
Identification number or name	CLEARWELL-EAST	COOLIDGE AVE	EAST SHORE CLEARWELL	1
RESERVOIRS, STANDPIPES OR ELEVATED TANKS				2
Type: R (reservoir), S (standpipe) or ET (elevated tank)	R	ET	R	3
Year constructed	1958	1958	1928	4
Primary material (earthen, steel, concrete, other)	CONCRETE	STEEL	CONCRETE	5
Elevation difference in feet (See Headnote 3.)	10	155	10	6
Total capacity in gallons (actual)	1,368,600	1,500,000	2,338,300	7
WATER TREATMENT PLANT				8
Disinfection, type of equipment (gas, liquid, powder, other)	GAS	OTHER	OTHER	9
Points of application (wellhouse, central facilities, booster station, other)	CENTRAL FACILITIES	OTHER	CENTRAL FACILITIES	10
Filters, type (gravity, pressure, other, none)	GRAVITY	NONE	OTHER	11
Rated capacity of filter plant (m.g.d.) (note: 1,200,000 gal/day = 1.2 m.g.d.)	20.0000	8.0000	12.0000	12
Is a corrosion control chemical used (yes, no)?	Y	N	Y	13
Is water fluoridated (yes, no)?	Y	N	Y	14
Footnotes				15

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	NEWMAN ROAD	PERRY AVE	REGENCY MALL	1
RESERVOIRS, STANDPIPES OR ELEVATED TANKS				2
Type: R (reservoir), S (standpipe) or ET (elevated tank)	S	S	ET	3
Year constructed	2006	1931	1982	4
Primary material (earthen, steel, concrete, other)	CONCRETE	STEEL	STEEL	5
Elevation difference in feet (See Headnote 3.)	63	71	141	6
Total capacity in gallons (actual)	3,000,000	2,750,000	2,000,000	7
WATER TREATMENT PLANT				8
Disinfection, type of equipment (gas, liquid, powder, other)	OTHER	OTHER	OTHER	9
Points of application (wellhouse, central facilities, booster station, other)	OTHER	OTHER	OTHER	10
Filters, type (gravity, pressure, other, none)	NONE	OTHER	NONE	11
Rated capacity of filter plant (m.g.d.) (note: 1,200,000 gal/day = 1.2 m.g.d.)	8.0000	8.0000	8.0000	12
Is a corrosion control chemical used (yes, no)?	N	N	N	13
Is water fluoridated (yes, no)?	N	N	N	14
Footnotes				15

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	RENAISSANCE	SUMMIT AVE		1
RESERVOIRS, STANDPIPES OR ELEVATED TANKS				2
Type: R (reservoir), S (standpipe) or ET (elevated tank)	ET	ET		3
Year constructed	1998	1958		4
Primary material (earthen, steel, concrete, other)	CONCRETE	STEEL		5
Elevation difference in feet (See Headnote 3.)	145	135		6
Total capacity in gallons (actual)	750,000	1,500,000		7
WATER TREATMENT PLANT				8
Disinfection, type of equipment (gas, liquid, powder, other)	OTHER	OTHER		9
Points of application (wellhouse, central facilities, booster station, other)	OTHER	OTHER		10
Filters, type (gravity, pressure, other, none)	NONE	NONE		11
Rated capacity of filter plant (m.g.d.) (note: 1,200,000 gal/day = 1.2 m.g.d.)	8.0000	8.0000		12
Is a corrosion control chemical used (yes, no)?	N	N		13
Is water fluoridated (yes, no)?	N	N		14
Footnotes				15

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.

Pipe Material (a)	Main Function (b)	Diameter in Inches (c)	Number of Feet				Adjustments Increase or (Decrease) (g)	End of Year (h)	
			First of Year (d)	Added During Year (e)	Retired During Year (f)				
M	D	3.000	549				549	1	
M	D	4.000	6,565				6,565	2	
M	D	6.000	603,187		3,718		599,469	3	
M	D	8.000	458,382	6,059	1,226		463,215	4	
M	D	10.000	10,526				10,526	5	
M	D	12.000	223,770	80	75		223,775	6	
P	D	16.000	73,850	1,390	1,800		73,440	7	
M	D	18.000	663				663	8	
M	T	20.000	19,371				19,371	9	
M	D	24.000	11,253				11,253	10	
P	T	24.000	23,499				23,499	11	
M	D	30.000	7,080				7,080	12	
P	T	30.000	28,872				28,872	13	
P	T	36.000	11,000				11,000	14	
P	T	48.000	1,765				1,765	15	
Total Within Municipality			1,480,332	7,529	6,819	0	1,481,042		
M	D	3.000	619				619	16	
M	D	4.000	318				318	17	
M	D	6.000	89,484		510		88,974	18	
P	D	6.000	1,061				1,061	19	
M	D	8.000	313,300	342			313,642	20	
P	D	8.000	24,997				24,997	21	
M	D	10.000	3,023				3,023	22	
M	D	12.000	196,068	1,071	135		197,004	23	
P	D	12.000	44,303				44,303	24	
M	D	16.000	72,119				72,119	25	
M	T	20.000	22,015				22,015	26	
P	T	20.000	11,839				11,839	27	
M	D	24.000	20,616				20,616	28	
P	T	24.000	11,236				11,236	29	
Total Outside of Municipality			810,998	1,413	645	0	811,766		
Total Utility			2,291,330	8,942	7,464	0	2,292,808		

WATER MAINS

Water Mains (Page W-19)

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

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

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)	
L	0.500	1,330		41		1,289	188	1
M	0.500	29				29	7	2
M	0.625	1,010		1		1,009	3	3
L	0.625	6,027		53		5,974	842	4
M	0.750	9,548	37	3		9,582	816	5
L	0.750	5,989		49		5,940	686	6
L	1.000	14				14	13	7
P	1.000	97				97		8
M	1.000	8,369	88	3		8,454	1,115	9
M	1.250	93				93	30	10
L	1.250	21		1		20	7	11
M	1.500	521	6			527	96	12
P	1.500	2				2		13
L	1.500	52		1		51	12	14
M	2.000	429	10			439	125	15
L	2.000	29				29	11	16
M	3.000	64		1		63	39	17
M	4.000	193	1			194	98	18
M	6.000	226	3			229	136	19
P	6.000	3				3		20
M	8.000	138				138	51	21
P	8.000	38				38		22
M	10.000	5				5	2	23
M	12.000	19				19	9	24
M	16.000	2				2		25
Total Utility		34,248	145	153	0	34,240	4,286	

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.
6. Do not include station meters in the meter inventory used to complete these tables.

Number of Utility-Owned Meters

Size of Meter (a)	First of Year (b)	Added During Year (c)	Retired During Year (d)	Adjustments Increase or (Decrease) (e)	End of Year (f)	Tested During Year (g)	
0.625	27,893	742	749		27,886	718	1
0.750	4,305	274	53		4,526	95	2
1.000	989	53	37		1,005	29	3
1.250	22		8		14	2	4
1.500	541	19	17		543	30	5
2.000	514	9	10		513	28	6
3.000	124		3		121	22	7
4.000	63	4	4		63	10	8
6.000	24	1			25	5	9
8.000	5	1			6	2	10
10.000	8	1	1		8	7	11
12.000	2				2	0	12
Total:	34,490	1,104	882	0	34,712	948	

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	26,072	1,457	46	10	0	301	27,886	1
0.750	3,796	363	33	6	0	328	4,526	2
1.000	382	499	61	15	0	48	1,005	3
1.250	2	12	0	0	0	0	14	4
1.500	30	431	39	20	0	23	543	5
2.000	7	392	71	32	0	11	513	6
3.000	0	58	26	33	0	4	121	7
4.000	0	15	21	24	0	3	63	8
6.000	0	6	8	7	1	3	25	9
8.000	0	2	3	1	0	0	6	10
10.000	0	0	3	0	5	0	8	11
12.000	0	1	1	0	0	0	2	12
Total:	30,289	3,236	312	148	6	721	34,712	

METERS

Meters (Page W-21)

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

Not long ago the Utility was on a seven to ten year meter replacement program. Now that we switched to a twenty year replacement program, most of our meters do not yet need to be replaced. That is why we are not hitting the 5% per year. However, our Utility has been focusing on changing meter heads to new radio technology. This eliminates in/out differences and aids in meter reading. If something comes up while changing meter heads, the staff may change the entire meter while they have access to the property.

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

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

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.

Our meter test bench has not been tested in a few years by an outside party. In contacting other utilities and the PSC, we have not found anyone providing this service. We test all new meters right out of the box which helps assure that the test bench is accurate. We purchased a new station meter that is used in the field in 2008.

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

In 2008 the utility had a change in the meter supervisor position. The new meter supervisor understands the testing requirements for meters 6-inch and larger and will improve on the testing in 2009.

HYDRANTS AND DISTRIBUTION SYSTEM VALVES

1. Distinguish between fire and flushing hydrants by lead size.
 - a. Fire hydrants normally have a lead size of 6 inches or greater.
 - b. Record as a flushing hydrant where the lead size is less than 6 inches or if pressure is inadequate to provide fire flow.
2. Explain all reported adjustments in the schedule footnotes.
3. Report fire hydrants as within or outside the municipal boundaries.

Hydrant Type (a)	Number In Service First of Year (b)	Added During Year (c)	Removed During Year (d)	Adjustments Increase or (Decrease) (e)	Number In Service End of Year (f)	
Fire Hydrants						
Outside of Municipality	1,591	4			1,595	1
Within Municipality	1,971	29	27		1,973	2
Total Fire Hydrants	3,562	33	27	0	3,568	
Flushing Hydrants						
	350				350	3
Total Flushing Hydrants	350	0	0	0	350	

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:	753
Number of distribution system valves end of year:	7,083
Number of distribution valves operated during year:	889