



3014 (02-05-09)

ANNUAL REPORT

OF

Name: TOWN OF SOMERS WATER UTILITY

Principal Office: 7511 12TH ST
P.O. BOX 197
SOMERS, WI 53171

For the Year Ended: DECEMBER 31, 2009

**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.

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IDENTIFICATION AND OWNERSHIP

Exact Utility Name: TOWN OF SOMERS WATER UTILITY

Utility Address: 7511 12TH ST
P.O. BOX 197
SOMERS, WI 53171

When was utility organized? 1/1/1993

Report any change in name:

Effective Date:

Utility Web Site:

Utility employee in charge of correspondence concerning this report:

Name: MRS JEAN M. ANDERSON

Title: FINANCIAL MANAGER

Office Address: TOWN OF SOMERS
7511 12ST STREET
P.O. BOX 197
SOMERS, WI 53171

Telephone: (262) 859 - 2822

Fax Number: (262) 859 - 2331

Email Address: janderson@somers.org

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

Name: JEAN ANDERSON

Title: FINANCIAL MANGER

Office Address:
7511 12TH ST
P.O. BOX 197
SOMERS, WI 53171

Telephone: (262) 859 - 2822

Fax Number: (262) 859 - 2331

Email Address: janderson@somers.org

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

Name: JAMES SMITH

Title: TOWN CHAIR/ COMMISSIONER

Office Address:
7511 12TH ST
P.O. BOX 197
SOMERS, WI 53171

Telephone: (262) 859 - 2822

Fax Number: (262) 859 - 2331

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: KATHY ANDREA

Title: CPA

Office Address: ANDREA & ORENDORFF LLP
6300 76TH STR UNIT 200
KENOSHA, WI 53142

Telephone: (262) 657 - 7716

Fax Number: (262) 657 - 6191

Email Address: office@aocpa.net

IDENTIFICATION AND OWNERSHIP

Date of most recent audit report: 8/27/2009

Period covered by most recent audit: 2008

Names and titles of utility management including manager or superintendent:

Name: WM MORRIS

Title: TOWN ADMINISTRATOR

Office Address:

P.O. BOX 197
SOMERS, WI 53171

Telephone: (262) 859 - 2822

Fax Number: (262) 859 - 2331

Email Address:

Name of utility commission/committee: SOMERS WATER UTILITY COMMISSION

Names of members of utility commission/committee:

- MR ALAN FERBER, SUPERVISOR
- MR BENJAMIN HARBACH, SUPERVISOR
- MR MANFRED LOOMIS, SUPERVISOR
- MR JAMES SMITH, TOWN CHAIRMAN
- MR VERN WIENKE, SUPERVISOR

Is sewer service rendered by the utility? YES

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

Date of Ordinance:

Are any of the utility administrative or operational functions under contract or agreement with an outside provider for the year covered by this annual report and/or current year (i.e., operation of water or sewer treatment plant)? YES

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

Firm Name: KENOSHA WATER UTILITY
4401 GREENBAY RD
KENOSHA, WI 53142

Contact Person: MS CATHY BRNAK
Title: OFFICE MANAGER
Telephone: (262) 653 - 4300
Fax Number: (262) 653 - 4320
Email Address:

Contract/Agreement beginning-ending dates: 2/27/1990 12/31/2999

Provide a brief description of the nature of Contract Operations being provided:
kenosha water utility provides somers water utility wholesale water

INCOME STATEMENT

Particulars (a)	This Year (b)	Last Year (c)	
UTILITY OPERATING INCOME			
Operating Revenues (400)	574,447	571,083	1
Operating Expenses:			
Operation and Maintenance Expense (401-402)	486,892	492,816	2
Depreciation Expense (403)	64,043	54,852	3
Amortization Expense (404-407)	0	0	4
Taxes (408)	7,368	6,745	5
Total Operating Expenses	558,303	554,413	
Net Operating Income	16,144	16,670	
Income from Utility Plant Leased to Others (412-413)	0	0	6
Utility Operating Income	16,144	16,670	
OTHER INCOME			
Income from Merchandising, Jobbing and Contract Work (415-416)	675	0	7
Income from Nonutility Operations (417)	0	0	8
Nonoperating Rental Income (418)	0	0	9
Interest and Dividend Income (419)	46,169	91,429	10
Miscellaneous Nonoperating Income (421)	741,835	9,231	11
Total Other Income	788,679	100,660	
Total Income	804,823	117,330	
MISCELLANEOUS INCOME DEDUCTIONS			
Miscellaneous Amortization (425)	(11,010)	(11,010)	12
Other Income Deductions (426)	78,772	71,414	13
Total Miscellaneous Income Deductions	67,762	60,404	
Income Before Interest Charges	737,061	56,926	
INTEREST CHARGES			
Interest on Long-Term Debt (427)	233,684	265,694	14
Amortization of Debt Discount and Expense (428)	4,106	0	15
Amortization of Premium on Debt--Cr. (429)	0	0	16
Interest on Debt to Municipality (430)	0	0	17
Other Interest Expense (431)	0	0	18
Interest Charged to Construction--Cr. (432)	0	0	19
Total Interest Charges	237,790	265,694	
Net Income	499,271	(208,768)	
EARNED SURPLUS			
Unappropriated Earned Surplus (Beginning of Year) (216)	3,078,051	3,437,289	20
Balance Transferred from Income (433)	499,271	(208,768)	21
Miscellaneous Credits to Surplus (434)	183	0	22
Miscellaneous Debits to Surplus--Debit (435)	0	0	23
Appropriations of Surplus--Debit (436)	0	23,839	24
Appropriations of Income to Municipal Funds--Debit (439)	0	126,631	25
Total Unappropriated Earned Surplus End of Year (216)	3,577,505	3,078,051	

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	574,447	0	574,447	1
Total (Acct. 400):	574,447	0	574,447	
Operation and Maintenance Expense (401-402):				
Derived	486,892	0	486,892	2
Total (Acct. 401-402):	486,892	0	486,892	
Depreciation Expense (403):				
Derived	64,043	0	64,043	3
Total (Acct. 403):	64,043	0	64,043	
Amortization Expense (404-407):				
Derived	0	0	0	4
Total (Acct. 404-407):	0	0	0	
Taxes (408):				
Derived	7,368	0	7,368	5
Total (Acct. 408):	7,368	0	7,368	
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:	16,144	0	16,144	
OTHER INCOME				
Income from Merchandising, Jobbing and Contract Work (415-416):				
Derived	675	0	675	8
Total (Acct. 415-416):	675	0	675	
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):				
SPECIAL ASSESSMENT INTEREST	0	30,211	30,211	11
CDAR INCOME JOHNSON BANK	7,983	0	7,983	12
DIVIDEND SOUTHPORT BANK & LGIP	7,975		7,975	13
Total (Acct. 419):	15,958	30,211	46,169	
Miscellaneous Nonoperating Income (421):				
Contributed Plant - Water		741,835	741,835	14

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)	
OTHER INCOME				
Miscellaneous Nonoperating Income (421):				
NONE			0	15
Total (Acct. 421):	0	741,835	741,835	
TOTAL OTHER INCOME:	16,633	772,046	788,679	
MISCELLANEOUS INCOME DEDUCTIONS				
Miscellaneous Amortization (425):				
Regulatory Liability (253) Amortization	(11,010)	0	(11,010)	16
NONE			0	17
Total (Acct. 425):	(11,010)	0	(11,010)	
Other Income Deductions (426):				
Depreciation Expense on Contributed Plant - Water	0	78,772	78,772	18
NONE			0	19
Total (Acct. 426):	0	78,772	78,772	
TOTAL MISCELLANEOUS INCOME DEDUCTIONS:	(11,010)	78,772	67,762	
INTEREST CHARGES				
Interest on Long-Term Debt (427):				
Derived	233,684	0	233,684	20
Total (Acct. 427):	233,684	0	233,684	
Amortization of Debt Discount and Expense (428):				
2003; 2006B; 2007B; 2007C	4,106		4,106	21
Total (Acct. 428):	4,106	0	4,106	
Amortization of Premium on Debt--Cr. (429):				
NONE			0	22
Total (Acct. 429):	0	0	0	
Interest on Debt to Municipality (430):				
Derived	0	0	0	23
Total (Acct. 430):	0	0	0	
Other Interest Expense (431):				
Derived	0	0	0	24
Total (Acct. 431):	0	0	0	
Interest Charged to Construction--Cr. (432):				
NONE			0	25
Total (Acct. 432):	0	0	0	
TOTAL INTEREST CHARGES:	237,790	0	237,790	
NET INCOME:	(194,003)	693,274	499,271	
EARNED SURPLUS				
Unappropriated Earned Surplus (Beginning of Year) (216):				
Derived	697,696	2,380,355	3,078,051	26
Total (Acct. 216):	697,696	2,380,355	3,078,051	

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				
Balance Transferred from Income (433):				
Derived	(194,003)	693,274	499,271	27
Total (Acct. 433):	(194,003)	693,274	499,271	
Miscellaneous Credits to Surplus (434):				
NONE	183		183	28
Total (Acct. 434):	183	0	183	
Miscellaneous Debits to Surplus--Debit (435):				
NONE			0	29
Total (Acct. 435)--Debit:	0	0	0	
Appropriations of Surplus--Debit (436):				
Detail appropriations to (from) account 215			0	30
Total (Acct. 436)--Debit:	0	0	0	
Appropriations of Income to Municipal Funds--Debit (439):				
NONE			0	31
Total (Acct. 439)--Debit:	0	0	0	
UNAPPROPRIATED EARNED SURPLUS (END OF YEAR):	503,876	3,073,629	3,577,505	

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

Particulars (a)	Water (b)	Electric (c)	Sewer (d)	Gas (e)	Total (f)	
Revenues (account 415)	1,930				1,930	1
Costs & Expenses of Merchandising, Jobbing and Contract Work (416):						
Cost of merchandise sold					0	2
Payroll					0	3
Materials	1,255				1,255	4
Taxes					0	5
Other (list by major classes):						
NONE					0	6
Total costs and expenses	1,255	0	0	0	1,255	
Net income (or loss)	675	0	0	0	675	

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	574,447	0	0	0	574,447	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					0	5
Other Increases or (Decreases) to Operating Revenues - Specify:						
NONE					0	6
Revenues subject to Wisconsin Remainder Assessment	574,447	0	0	0	574,447	

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	1.6	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)	11,442,775	10,467,933	1
Less: Accumulated Provision for Depreciation and Amortization of Utility Plant (111)	1,097,374	945,436	2
Net Utility Plant	10,345,401	9,522,497	
OTHER PROPERTY AND INVESTMENTS			
Nonutility Property (121)	0	0	3
Less: Accumulated Provision for Depreciation and Amortization of Nonutility Property (122)	0	0	4
Net Nonutility Property	0	0	
Investment in Municipality (123)	0	0	5
Other Investments (124)	1,622,799	2,056,511	6
Sinking Funds (125)	0	0	7
Depreciation Fund (126)	0	0	8
Other Special Funds (128)	0	0	9
Total Other Property and Investments	1,622,799	2,056,511	
CURRENT AND ACCRUED ASSETS			
Cash (131)		0	10
Special Deposits (134)	0	0	11
Working Funds (135)			12
Temporary Cash Investments (136)		0	13
Notes Receivable (141)	0	0	14
Customer Accounts Receivable (142)	89,386	80,120	15
Other Accounts Receivable (143)	0	0	16
Accumulated Provision for Uncollectible Accounts- -Cr. (144)	0	0	17
Receivables from Municipality (145)	146,693	131,499	18
Plant Materials and Operating Supplies (154)	19,647	19,647	19
Merchandise (155)	0	0	20
Other Materials and Supplies (156)	0	0	21
Stores Expense (163)	0	0	22
Prepayments (165)	5,438	3,680	23
Interest and Dividends Receivable (171)	661		24
Accrued Utility Revenues (173)			25
Miscellaneous Current and Accrued Assets (174)			26
Total Current and Accrued Assets	261,825	234,946	
DEFERRED DEBITS			
Unamortized Debt Discount and Expense (181)	0	0	27
Extraordinary Property Losses (182)	0	0	28
Preliminary Survey and Investigation Charges (183)	348,235	365,191	29
Clearing Accounts (184)	(132,908)	(2,785)	30
Temporary Facilities (185)	0	0	31
Miscellaneous Deferred Debits (186)	0	0	32
Total Deferred Debits	215,327	362,406	
Total Assets and Other Debits	12,445,352	12,176,360	

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)	497,245	497,245	33
Appropriated Earned Surplus (215)	4,725	(2,825)	34
Unappropriated Earned Surplus (216)	3,577,505	3,078,051	35
Total Proprietary Capital	4,079,475	3,572,471	
LONG-TERM DEBT			
Bonds (221)	0	0	36
Advances from Municipality (223)	0	0	37
Other Long-Term Debt (224)	6,377,013	6,597,974	38
Total Long-Term Debt	6,377,013	6,597,974	
CURRENT AND ACCRUED LIABILITIES			
Notes Payable (231)	0	0	39
Accounts Payable (232)	47,088	32,911	40
Payables to Municipality (233)	949,641	948,288	41
Customer Deposits (235)			42
Taxes Accrued (236)	0	0	43
Interest Accrued (237)	38,443	37,970	44
Tax Collections Payable (241)			45
Miscellaneous Current and Accrued Liabilities (242)	1,679	(2,785)	46
Total Current and Accrued Liabilities	1,036,851	1,016,384	
DEFERRED CREDITS			
Unamortized Premium on Debt (251)	0	0	47
Customer Advances for Construction (252)	863,040		48
Other Deferred Credits (253)	88,973	989,531	49
Total Deferred Credits	952,013	989,531	
OPERATING RESERVES			
Property Insurance Reserve (261)			50
Injuries and Damages Reserve (262)			51
Pensions and Benefits Reserve (263)			52
Miscellaneous Operating Reserves (265)			53
Total Operating Reserves	0	0	
Total Liabilities and Other Credits	12,445,352	12,176,360	

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	10,467,933	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)	2,728,427	0	0	0	2
Utility Plant in Service - Contributed Plant (101.2)	5,032,547	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)	3,681,801				8
Total Utility Plant	11,442,775	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)	490,507	0	0	0	9
Accumulated Provision for Depreciation of Utility Plant in Service - Contributed Plant (111.2)	606,867	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	1,097,374	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	10,345,401	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)	417,341				417,341	1
Credits During Year						2
Accruals:						3
Charged depreciation expense (403)	64,043				64,043	4
Depreciation expense on meters						5
charged to sewer (see Note 3)	0				0	6
Accruals charged other						7
accounts (specify):						8
					0	9
Salvage					0	10
Other credits (specify):						11
adjust prior year balance	9,123				9,123	12
					0	13
					0	14
					0	15
Total credits	73,166	0	0	0	73,166	16
Debits during year						17
Book cost of plant retired	0				0	18
Cost of removal					0	19
Other debits (specify):						20
					0	21
					0	22
					0	23
					0	24
Total debits	0	0	0	0	0	25
Balance end of year (111.1)	490,507	0	0	0	490,507	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)	528,095				528,095	1
Credits During Year						2
Accruals:						3
Charged Other Income Deductions (426)	78,772				78,772	4
Depreciation expense on meters						5
charged to sewer (see Note 3)					0	6
Accruals charged other						7
accounts (specify):						8
					0	9
Salvage					0	10
Other credits (specify):						11
					0	12
					0	13
					0	14
					0	15
Total credits	78,772	0	0	0	78,772	16
Debits during year						17
Book cost of plant retired	0				0	18
Cost of removal					0	19
Other debits (specify):						20
					0	21
					0	22
					0	23
					0	24
Total debits	0	0	0	0	0	25
Balance end of year (111.2)	606,867	0	0	0	606,867	26
Footnotes						27

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	0	3
Total Electric Utility					0	0	

Account	Total End of Year	Amount Prior Year	
Electric utility total	0	0	1
Water utility (154)	19,647	19,647	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	19,647	19,647	

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

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

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

CAPITAL PAID IN BY MUNICIPALITY (ACCT. 200)

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

Particulars (a)	Amount (b)	
Balance first of year	497,245	1
Changes during year (explain):		
Balance end of year	497,245	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)	1
NONE					1
Total Bonds (Account 221):				<u><u>0</u></u>	

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)					
NONE	00/00/0000	00/00/0000	0.00%		1
Total for Account 223				0	
Other Long-Term Debt (224)					
GO DEBT	08/01/2003	08/01/2013	2.93%	135,150	2
NOTE FROM KR SEWER DISTRICT	07/24/2001	06/30/2021	0.17%	584,372	* 3
GO DEBT 2006B	12/01/2006	11/01/2026	3.95%	2,806,625	4
GO 2007B NOTE	11/29/2007	11/01/2027	4.94%	2,097,636	5
NOTES PAYABLE 2007C	11/29/2007	11/01/2017	3.90%	702,087	6
TRUCK LEASE	08/15/2008	08/15/2012	4.65%	51,143	* 7
Total for Account 224				6,377,013	

NOTES PAYABLE & MISCELLANEOUS LONG-TERM DEBT

Notes Payable & Miscellaneous Long-Term Debt (Page F-18)

General footnotes

INTEREST RATE IS BASED ON WHAT THE FUNDS COULD EARN AT LGIP/ PAYABLE TO KR SEWER DISTRICT

TRUCK LEASE WAS CORRECTED WITH AUDIT ENTRIES. WE RECOGNIZED THE ASSET AND SET UP THE PAYABLE CORRECTLY ON THE BOOKS.

TAXES ACCRUED (ACCT. 236)

Particulars (a)	Amount (b)	
Balance first of year	0	1
Accruals:		
Charged water department expense	6,689	2
Charged electric department expense		3
Charged sewer department expense		4
Other (explain):		
NONE		5
Total Accruals and other credits	<u>6,689</u>	
Taxes paid during year:		
County, state and local taxes		6
Social Security taxes	6,120	7
PSC Remainder Assessment	569	8
Other (explain):		
NONE		9
Total payments and other debits	<u>6,689</u>	
Balance end of year	<u><u>0</u></u>	

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)					
NONE	0			0	1
Subtotal	0	0	0	0	
Advances from Municipality (223)					
NONE	0			0	2
Subtotal	0	0	0	0	
Other Long-Term Debt (224)					
STATE TRUST FUND LOANS	0			0	3
NOTE FROM KR SEWER DISTRICT	0			0	4
GO DEBT	2,142	4,797	5,141	1,798	5
GO DEBT 2006B	18,745	111,720	112,475	17,990	6
GO DEBT 2007B	14,239	85,108	85,432	13,915	7
GO DEBT 2007C	2,844	30,330	28,434	4,740	8
2006 NAN REFUND	0			0	9
TRUCK LEASE		1,729	1,729	0	10
2007 NAN REFUDN	0			0	11
Subtotal	37,970	233,684	233,211	38,443	
Notes Payable (231)					
NONE	0			0	12
Subtotal	0	0	0	0	
Total	37,970	233,684	233,211	38,443	

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):		
JOHNSON BANK	565,055	2
LGIP	618,911	3
OUTSTANDING BALANCE SPECIAL ASSESSMENTS	438,833	4
Total (Acct. 124):	1,622,799	
Sinking Funds (125):		
NONE		5
Total (Acct. 125):	0	
Depreciation Fund (126):		
NONE		6
Total (Acct. 126):	0	
Other Special Funds (128):		
NONE		7
Total (Acct. 128):	0	
Special Deposits (134):		
NONE		8
Total (Acct. 134):	0	
Notes Receivable (141):		
NONE		9
Total (Acct. 141):	0	
Customer Accounts Receivable (142):		
Water	85,743	10
Electric		11
Sewer (Regulated)		12
Other (specify):		
PRIVATE FIRE PROTECTION	3,643	13
Total (Acct. 142):	89,386	
Other Accounts Receivable (143):		
Sewer (Non-regulated)		14
Merchandising, jobbing and contract work		15
Other (specify):		
NONE		16
Total (Acct. 143):	0	
Receivables from Municipality (145):		
PUBLIC FIRE PROTECTION	37,488	17
SPECIAL ASSESSMENTS LEVIED WITH TAX ROLL	109,205	18
Total (Acct. 145):	146,693	

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)	
Prepayments (165):		
PREPAID EXPENSE/PRELIMINARY EXP	1,354	19
PREPAID INSURANCE	4,084	20
Total (Acct. 165):	5,438	
Extraordinary Property Losses (182):		
NONE		21
Total (Acct. 182):	0	
Preliminary Survey and Investigation Charges (183):		
DEFERRED SPECIAL ASSESSMENTS	336,372	22
PRELIMINARY EXPENSE	11,863	23
Total (Acct. 183):	348,235	
Clearing Accounts (184):		
INTERFUND SUMMARY	(132,908)	24
Total (Acct. 184):	(132,908)	
Temporary Facilities (185):		
NONE		25
Total (Acct. 185):	0	
Miscellaneous Deferred Debits (186):		
		26
Total (Acct. 186):	0	
Payables to Municipality (233):		
DUE TO UD#1 AND DUE TO GF	949,641	* 27
Total (Acct. 233):	949,641	
Other Deferred Credits (253):		
Regulatory Liability	154,140	28
DISCOUNTS ON NOTES	(65,167)	29
Total (Acct. 253):	88,973	

DETAIL OF OTHER BALANCE SHEET ACCOUNTS

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

Please explain amounts in Accounts 143, 145 and/or 233 in excess of \$5,000, providing a short list or detail using other than terms such as "other revenues" "general" "miscellaneous" or repeating the account title.

SPECIAL ASSESSMENTS FOR WATER EXTENSION BEGAN. PAYMENTS ARE FOR 15 YEARS AT 6.5% THESE PAYMENTS ARE BEING USED FOR THE DEBT SERVICE.

PUBLIC FIRE PROTECTION; BILLING FOR 4TH QUARTER FIRE PROTECTION PAID IN JANUARY.

DURING CONSTRUCTION OF THE SHERIDAN ROAD WATER MAINS, AND OTHER WATER MAIN EXTENSION, THE WATER UTILITY USED THE MONEY THAT THE UTILITY DISTRICT #1 HAD ON DEPOSIT. IN ORDER TO COMPLETE THE PROJECTS, THE UTILITY BORROWED FUNDS AS GO BONDS. THE WATER UTILITY ALSO USED FUNDS TO COVER DEBT SERVICE PAYMENTS AND OWE THE GENERAL FUND FOR THE PAYMENTS.

DONE

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)	2,672,678	0	0	0	2,672,678	1
Materials and Supplies	19,647	0	0	0	19,647	2
Other (specify):						
NONE					0	3
Less Average:						
Reserve for Depreciation (111.1)	453,924	0	0	0	453,924	4
Customer Advances for Construction	833,510				833,510	5
Regulatory Liability	159,645	0	0	0	159,645	6
NONE					0	7
Average Net Rate Base	1,245,246	0	0	0	1,245,246	
Net Operating Income	16,144	0	0	0	16,144	8
Net Operating Income as a percent of						
Average Net Rate Base	1.30%	N/A	N/A	N/A	1.30%	

**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	165,150	0	0	0	165,150	1
Add credits during year:					0	2
Deduct charges:						
Miscellaneous Amortization (425)	11,010	0	0	0	11,010	3
Other (specify):					0	4
Balance End of Year	154,140	0	0	0	154,140	

IMPORTANT CHANGES DURING THE YEAR

Report changes of any of the following types:

1. Acquisitions.

NONE

2. Leaseholder changes.

NONE

3. Extensions of service.

completed a loop in water mains, 41st ave
Increased two services with the extension. Additional possible services in the future from the loop.

The water meter pit, at the corner of Hwy 31 and S is complete and is providing water service to the new shopping center. Current occupants, Walmart and Sams Club.

4. Estimated changes in revenues due to rate changes.

We again had to pass along the Kenosha Water Utility rate increase. Approval granted and will go into effect January 1, 2010. Last rate change was also a rate pass through 1/1/2009. This amount does not help to defray the cost of operations of the Somers Water Utility.

5. Obligations incurred or assumed, excluding commercial paper.

No new obligations

6. Formal proceedings with the Public Service Commission.

requested and received the approval for a rate increase pass through

7. Any additional matters.

DONE

WATER OPERATING REVENUES & EXPENSES

Particulars (a)	This Year (b)	Last Year (c)	
Operating Revenues			
Sales of Water			
Sales of Water (460-467)	572,544	568,217	1
Total Sales of Water	572,544	568,217	
Other Operating Revenues			
Forfeited Discounts (470)	978	2,866	2
Rents from Water Property (472)	0	0	3
Interdepartmental Rents (473)	0	0	4
Other Water Revenues (474)	925	0	5
Total Other Operating Revenues	1,903	2,866	
Total Operating Revenues	574,447	571,083	
Operation and Maintenance Expenses			
Source of Supply Expenses (600-605)	271,923	287,443	6
Pumping Expenses (620-625)	10,900	14,169	7
Water Treatment Expenses (630-635)	2,165	385	8
Transmission and Distribution Expenses (640-655)	31,665	32,933	9
Customer Accounts Expenses (901-906)	27,636	26,123	10
Sales Expenses (910)	0	0	11
Administrative and General Expenses (920-935)	142,603	131,763	12
Total Operation and Maintenance Expenses	486,892	492,816	
Other Operating Expenses			
Depreciation Expense (403)	64,043	54,852	13
Amortization Expense (404-407)		0	14
Taxes (408)	7,368	6,745	15
Total Other Operating Expenses	71,411	61,597	
Total Operating Expenses	558,303	554,413	
NET OPERATING INCOME	16,144	16,670	

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)	5	1	336	1
Commercial (460.2)				2
Industrial (460.3)				3
Public Authority (460.4)				4
Total Unmetered Sales to General Customers (460)	5	1	336	
Metered Sales to General Customers (461)				
Residential (461.1)	924	54,022	221,501	5
Commercial (461.2)	130	43,537	121,632	6
Industrial (461.3)				7
Public Authority (461.4)	16	28,516	57,806	8
Total Metered Sales to General Customers (461)	1,070	126,075	400,939	
Private Fire Protection Service (462)	20		11,236	9
Public Fire Protection Service (463)	1		149,955	10
Other Water Sales (465)	10	322	8,471	11
Sales for Resale (466)	1	4,324	1,607	12
Interdepartmental Sales (467)	1	3,000	0	13
Total Sales of Water	1,108	133,722	572,544	

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)	
RACINE WATER/FIRE SERVICE	KR AND 22ND AVE/	1	336	1
RACINE WATER	KR AND 22ND AVE	4,323	1,271	2
Total		4,324	1,607	

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	0	2
Amount billed (usually per rate schedule F-1 or Fd-1)	149,955	3
NONE		4
Total Public Fire Protection Service (463)	149,955	
Forfeited Discounts (470):		
NONE		5
Customer late payment charges	978	6
Other (specify):		
Total Forfeited Discounts (470)	978	
Rents from Water Property (472):		
NONE		7
Total Rents from Water Property (472)	0	
Interdepartmental Rents (473):		
NONE		8
Total Interdepartmental Rents (473)	0	
Other Water Revenues (474):		
HYDRANT PERMIT FEES	925	9
Return on net investment in meters charged to sewer department		10
Other (specify):		
Total Other Water Revenues (474)	925	

WATER OPERATION & MAINTENANCE EXPENSES

Each expense account that has an increase or a decrease when compared to the previous year of greater than 25 percent, but not less than \$5,000, shall be fully explained in the schedule footnotes.

Particulars (a)	This Year (b)	Last Year (c)	
SOURCE OF SUPPLY EXPENSES			
Operation Labor (600)		0	1
Purchased Water (601)	271,923	286,407	2
Operation Supplies and Expenses (602)		1,036	3
Maintenance of Water Source Plant (605)		0	4
Total Source of Supply Expenses	271,923	287,443	
PUMPING EXPENSES			
Operation Labor (620)		0	5
Fuel for Power Production (621)		0	6
Fuel or Power Purchased for Pumping (622)	1,994	2,135	7
Operation Supplies and Expenses (623)	8,906	12,034	8
Maintenance of Pumping Plant (625)		0	9
Total Pumping Expenses	10,900	14,169	
WATER TREATMENT EXPENSES			
Operation Labor (630)		0	10
Chemicals (631)		0	11
Operation Supplies and Expenses (632)	2,165	385	12
Maintenance of Water Treatment Plant (635)		0	13
Total Water Treatment Expenses	2,165	385	
TRANSMISSION AND DISTRIBUTION EXPENSES			
Operation Labor (640)	15,546	17,431	14
Operation Supplies and Expenses (641)	1,066	384	15
Maintenance of Distribution Reservoirs and Standpipes (650)		0	16
Maintenance of Mains (651)	6,923	13,839	17
Maintenance of Services (652)	917	0	18
Maintenance of Meters (653)		1,279	19
Maintenance of Hydrants (654)	4,027	0	20
Maintenance of Other Plant (655)	3,186	0	21
Total Transmission and Distribution Expenses	31,665	32,933	
CUSTOMER ACCOUNTS EXPENSES			
Meter Reading Labor (901)	1,954	1,350	22
Accounting and Collecting Labor (902)	20,285	19,543	23
Supplies and Expenses (903)	5,397	5,230	24
Uncollectible Accounts (904)		0	25

WATER OPERATION & MAINTENANCE EXPENSES

Each expense account that has an increase or a decrease when compared to the previous year of greater than 25 percent, but not less than \$5,000, shall be fully explained in the schedule footnotes.

Particulars (a)	This Year (b)	Last Year (c)	
CUSTOMER ACCOUNTS EXPENSES			
Customer Service and Information Expenses (906)		0	26
Total Customer Accounts Expenses	27,636	26,123	
SALES EXPENSES			
Sales Expenses (910)		0	27
Total Sales Expenses	0	0	
ADMINISTRATIVE AND GENERAL EXPENSES			
Administrative and General Salaries (920)	42,218	41,813	28
Office Supplies and Expenses (921)	32,246	19,415	29
Administrative Expenses Transferred--Credit (922)		0	30
Outside Services Employed (923)	11,840	13,018	31
Property Insurance (924)	7,100	3,715	32
Injuries and Damages (925)		0	33
Employee Pensions and Benefits (926)	38,923	44,872	34
Regulatory Commission Expenses (928)		0	35
Miscellaneous General Expenses (930)		580	36
Transportation Expenses (933)	10,276	8,350	37
Maintenance of General Plant (935)		0	38
Total Administrative and General Expenses	142,603	131,763	
Total Operation and Maintenance Expenses	486,892	492,816	

WATER OPERATION & MAINTENANCE EXPENSES

Water Operation & Maintenance Expenses (Page W-05)

If Fuel or Power Purchased for Pumping (622), divided by the Total kWh Used for Pumping on the Source of Supply, Pumping and Purchased Water Statistics schedule, is less than 3 cents or greater than 12 cents, please explain.

DONE

For values that represent an increase or a decrease when compared to the previous year of greater than 25%, but not less \$5,000, please explain.

OFFICE SUPPLIES AND EXPENSE 921: WATER UTILITY PURCHASED PROGRAMS TO RUN THE CROSS CONNECTION PROGRAMS. THERE WILL BE A GENERAL INCREASE OVERALL AS THE EMPLOYEES ADDRESS THE REQUIRED NUMBER OF CROSS CONNECTIONS.

AS NEW MAINS ARE REPLACING THE OLD, OUR ACTUAL MAINTENANCE COST FOR REPAIR OF MAINS SHOULD CONTINUE TO DECREASE.

TAXES (ACCT. 408 - WATER)

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

Description of Tax (a)	Method Used to Allocate Between Departments (b)	This Year (c)	Last Year (d)	
Property Tax Equivalent		0	0	1
Less: Local and School Tax Equivalent on Meters Charged to Sewer Department			0	2
Net property tax equivalent		0	0	
Social Security		6,799	6,228	3
PSC Remainder Assessment		569	517	4
Other (specify): NONE			0	5
Total tax expense		7,368	6,745	

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			Kenosha				1
SUMMARY OF TAX RATES							2
State tax rate	mills		0.165120				3
County tax rate	mills		3.803230				4
Local tax rate	mills		2.955470				5
School tax rate	mills		8.928450				6
Voc. school tax rate	mills		1.247380				7
Other tax rate - Local	mills		1.000000				8
Other tax rate - Non-Local	mills		0.288540				9
Total tax rate	mills		18.388190				10
Less: state credit	mills		1.551420				11
Net tax rate	mills		16.836770				12
PROPERTY TAX EQUIVALENT CALCULATION							13
Local Tax Rate	mills		2.955470				14
Combined School Tax Rate	mills		10.175830				15
Other Tax Rate - Local	mills		1.000000				16
Total Local & School Tax	mills		14.131300				17
Total Tax Rate	mills		18.388190				18
Ratio of Local and School Tax to Total	dec.		0.768499				19
Total tax net of state credit	mills		16.836770				20
Net Local and School Tax Rate	mills		12.939036				21
Utility Plant, Jan. 1	\$	10,467,933	10,467,933				22
Materials & Supplies	\$	19,647	19,647				23
Subtotal	\$	10,487,580	10,487,580				24
Less: Plant Outside Limits	\$	0	0				25
Taxable Assets	\$	10,487,580	10,487,580				26
Assessment Ratio	dec.		1.027800				27
Assessed Value	\$	10,779,135	10,779,135				28
Net Local & School Rate	mills		12.939036				29
Tax Equiv. Computed for Current Year	\$	139,472	139,472				30
Tax Equivalent per 1994 PSC Report	\$	0					31
Any lower tax equivalent as authorized by municipality (see note 6)	\$	0					32 33
Tax equiv. for current year (see note 6)	\$	0					34
Footnotes			*				35

PROPERTY TAX EQUIVALENT (WATER)

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

General footnotes

DONE

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

TAX EXEMPT STATEUS GRANTED BY THE TOWN OF SOMERS; resolution passed in 1997
DONE

If Other Tax Rate - Local and/or Other Tax Rate - Non-Local are greater than zero, please explain.

UTILITY DISTRICT #1 LEVIES 1MIL AND THE COUNTY ADDS THE LIBRARY SEPERATE
DONE

WATER UTILITY PLANT IN SERVICE

--Plant Financed by Utility or Municipality--

1. All adjustments, corrections and reclassifications (including to/from plant financed by contributions) should be reported in Column (f), Adjustments.
2. Explain fully as a schedule footnote the nature of all entries reported in Column (f), Adjustments.
3. Explain as a schedule footnote the dollar additions and retirements reported in Columns (c) and (e) for each account over \$10,000. If applicable, provide construction authorization.
4. Use only the account titles listed. If the utility has subaccounts other than 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)	27,625				27,625	1
Franchises and Consents (302)	0				0	2
Miscellaneous Intangible Plant (303)	0				0	3
Total Intangible Plant	27,625	0	0	0	27,625	
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)	0				0	7
Wells and Springs (314)	0				0	8
Supply Mains (316)	543,828				543,828	9
Other Water Source Plant (317)	0				0	10
Total Source of Supply Plant	543,828	0	0	0	543,828	
PUMPING PLANT						
Land and Land Rights (320)	0				0	11
Structures and Improvements (321)	0				0	12
Other Power Production Equipment (323)	0				0	13
Electric Pumping Equipment (325)	0				0	14
Diesel Pumping Equipment (326)	0				0	15
Other Pumping Equipment (328)	0				0	16
Total Pumping Plant	0	0	0	0	0	
WATER TREATMENT PLANT						
Land and Land Rights (330)	0				0	17
Structures and Improvements (331)	0				0	18
Sand or Other Media Filtration Equipment (332)	0				0	19
Membrane Filtration Equipment (333)	0				0	20
Other Water Treatment Equipment (334)	0				0	21
Total Water Treatment Plant	0	0	0	0	0	
TRANSMISSION AND DISTRIBUTION PLANT						
Land and Land Rights (340)	0				0	22
Structures and Improvements (341)	3,667				3,667	23
Distribution Reservoirs and Standpipes (342)	0				0	24
Transmission and Distribution Mains (343)	1,429,096	13,662			1,442,758	25
Services (345)	174,182				174,182	26
Meters (346)	164,256	13,358			177,614	27
Hydrants (348)	221,041	9,915			230,956	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 \$10,000. 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	1,992,242	36,935	0	0	2,029,177	
GENERAL PLANT						
Land and Land Rights (389)	0				0	30
Structures and Improvements (390)	3,274				3,274	31
Office Furniture and Equipment (391)	0				0	32
Computer Equipment (391.1)	0	5,970			5,970	33
Transportation Equipment (392)	49,960	0		68,593	118,553	* 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	53,234	5,970	0	68,593	127,797	
Total utility plant in service directly assignable	2,616,929	42,905	0	68,593	2,728,427	
Common Utility Plant Allocated to Water Department (300)	0				0	42
Total utility plant in service	2,616,929	42,905	0	68,593	2,728,427	

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 Adjustments for any account are nonzero, please explain.

TRANSPORTATION #392

During audit, it was discovered that the dump truck that was purchased and charged to three funds was not recognized as an asset. Auditor made the necessary entry so I need to adjust the balance.

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

1. All adjustments, corrections and reclassifications (including to/from plant financed by contributions) should be reported in Column (f), Adjustments.
2. Explain fully as a schedule footnote the nature of all entries reported in Column (f), Adjustments.
3. Explain as a schedule footnote the dollar additions and retirements reported in Columns (c) and (e) for each account over \$10,000. If applicable, provide construction authorization.
4. Use only the account titles listed. If the utility has subaccounts other than 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			0	5
Collecting and Impounding Reservoirs (312)	0				0	6
Lake, River and Other Intakes (313)	0				0	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	0	0	0	0	0	
PUMPING PLANT						
Land and Land Rights (320)	0				0	11
Structures and Improvements (321)	0				0	12
Other Power Production Equipment (323)	0				0	13
Electric Pumping Equipment (325)	0				0	14
Diesel Pumping Equipment (326)	0				0	15
Other Pumping Equipment (328)	0				0	16
Total Pumping Plant	0	0	0	0	0	
WATER TREATMENT PLANT						
Land and Land Rights (330)	0				0	17
Structures and Improvements (331)	0				0	18
Sand or Other Media Filtration Equipment (332)	0				0	19
Membrane Filtration Equipment (333)	0				0	20
Other Water Treatment Equipment (334)	0				0	21
Total Water Treatment Plant	0	0	0	0	0	
TRANSMISSION AND DISTRIBUTION PLANT						
Land and Land Rights (340)	0				0	22
Structures and Improvements (341)	0	0			0	23
Distribution Reservoirs and Standpipes (342)	0				0	24
Transmission and Distribution Mains (343)	3,147,364	567,804			3,715,168	* 25
Services (345)	430,263	147,602			577,865	* 26
Meters (346)	0				0	27
Hydrants (348)	621,412	84,326			705,738	* 28

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

1. All adjustments, corrections and reclassifications (including to/from plant financed by contributions) should be reported in Column (f), Adjustments.
2. Explain fully as a schedule footnote the nature of all entries reported in Column (f), Adjustments.
3. Explain as a schedule footnote the dollar additions and retirements reported in Columns (c) and (e) for each account over \$10,000. If applicable, provide construction authorization.
4. Use only the account titles listed. If the utility has subaccounts other than 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	33,776			33,776	* 29
Total Transmission and Distribution Plant	4,199,039	833,508	0	0	5,032,547	
GENERAL PLANT						
Land and Land Rights (389)	0				0	30
Structures and Improvements (390)	0	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	4,199,039	833,508	0	0	5,032,547	
Common Utility Plant Allocated to Water Department (300)	0				0	42
Total utility plant in service	4,199,039	833,508	0	0	5,032,547	

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.

Month (a)	Sources of Water Supply			Total Gallons All Methods (000's) (e)	
	Purchased Water Gallons (000's) (b)	Surface Water Gallons (000's) (c)	Ground Water Gallons (000's) (d)		
January	10,789			10,789	1
February	9,007			9,007	2
March	10,985			10,985	3
April	10,095			10,095	4
May	10,388			10,388	5
June	14,086			14,086	6
July	21,058			21,058	7
August	17,390			17,390	8
September	15,939			15,939	9
October	11,478			11,478	10
November	8,872			8,872	11
December	12,076			12,076	12
Total annual pumpage	152,163	0	0	152,163	

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):	152,163	1
Less: Gallons (000's) used in the treatment process:		2
Subtotal: Gallons (000's) entering distribution system:	152,163	3
Less: Gallons (000's) sold:	133,722	4
Gallons (000's) entering distribution system but not sold:	18,441	5
Estimated Water Usage:		6
Gallons (000's) used to flush mains:	0	7
Gallons (000's) used for fire protection:		8
Gallons (000's) used to prevent freezing of distribution system:		9
Gallons (000's) used for other system uses:		10
Subtotal Estimated Usage:	0	11
Estimated Water Losses:		12
Gallons (000's) lost due to main leaks or breaks:		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:	18,441	17
Subtotal of Estimated Losses:	18,441	18
Percentage of water entering distribution system sold:	88%	19
Percentage of unaccounted for water:	12%	20
If more than 25%, indicate causes:		21

If more than 25%, 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.)		22
Date of maximum:		23
Cause of maximum:		24
Minimum gallons pumped by all methods in any one day during reporting year (000 gal.)		25
Date of minimum:		26
Total KWH used by the utility (include pumping, treatment facilities and other utility operations):	0	27
If water is purchased:		28
Vendor Name: KENOSHA WATER DEPARTMENT		29
Point of Delivery: VARIOUS		30
What percentage of purchased water is surface water? 100%		31
Number of main breaks repaired this year:	3	32
Number of service breaks repaired this year:	1	33
Population served (estimate the number of individuals served):		34
Inside municipality?	3,500	35
Outside municipality?		36

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				End of Year (h)	
			First of Year (d)	Added During Year (e)	Retired During Year (f)	Adjustments Increase or (Decrease) (g)		
M	D	1.000	2,862				2,862	1
M	D	2.000	45				45	2
M	D	3.000	5,661				5,661	3
M	D	6.000	17,411				17,411	4
P	D	6.000	2,778				2,778	5
M	D	8.000	21,795	0			21,795	6
M	S	8.000	4,063				4,063	7
P	D	8.000	18,559	834			19,393	8
M	D	12.000	18,681	0			18,681	9
P	D	12.000	83,753	2,343			86,096	10
P	S	12.000	2,098				2,098	11
M	D	16.000	0	160			160	12
M	D	16.000	250				250	13
M	S	16.000	758				758	14
P	D	16.000	2,927	3,647			6,574	15
M	S	18.000	50				50	16
P	D	20.000	12,918				12,918	17
M	D	24.000	2,262	27			2,289	18
P	D	24.000	492				492	19
M	S	30.000	140				140	20
M	D	36.000	152				152	21
Total Within Municipality			197,655	7,011	0	0	204,666	
M	D	8.000	216				216	22
P	T	8.000	839				839	23
Total Outside of Municipality			1,055	0	0	0	1,055	
Total Utility			198,710	7,011	0	0	205,721	

WATER MAINS

Water Mains (Page W-19)

General footnotes

the Sheridan Road project is nearing the final stage. There will be a substantial change in the mains when this is done. The engineer firm will have to give us a hand with that one.

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

41ST AVE WATER MAIN EXTENSION WITH SPECIAL ASSESSMENTS LEVIED.

WATER SERVICES

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

Pipe Material (a)	Diameter in Inches (b)	First of Year (c)	Added During Year (d)	Removed or Permanently Disconnected During Year (e)	Adjustments Increase or (Decrease) (f)	End of Year (g)	Utility Owned Services Not In Use at End of Year (h)	
M	0.750	514				514		1
P	1.000	189				189		2
M	1.000	181				181		3
P	1.250	31	8			39	6	4
M	1.500	57				57		5
P	1.500	26				26		6
P	2.000	6				6		7
M	2.000	18				18		8
M	3.000	11				11		9
M	4.000	1				1		10
P	4.000	17				17		11
M	6.000	4	18			22	14	12
P	6.000	1				1		13
P	8.000	9	2			11	2	14
P	12.000	1	5			6	5	15
P	16.000		1			1	1	16
Total Utility		1,066	34	0	0	1,100	28	

WATER SERVICES

Water Services (Page W-20)

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

THE SERVICE WAS A RECOGNITION OF THE NEW SHOPPING CENTER AND 41ST AVE EXTENSION. OF THE NEW SERVICES INSTALLED ONLY 6 WERE PUT INTO USE.

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	773	3			776	5	1
0.750	174	3			177	7	2
1.000	88	11			99	7	3
1.500	48	1			49	0	4
2.000	24	5			29	0	5
3.000	9	8			17	9	6
4.000	4				4	4	7
6.000	3				3	3	8
10.000	1			(1)	0	0	* 9
Total:	1,124	31	0	(1)	1,154	35	

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	712	23	0	0	0	41	776	1
0.750	165	4	0	1	0	7	177	2
1.000	67	29	0	2	0	1	99	3
1.500	6	43	0	0	0	0	49	4
2.000	0	18	0	2	0	9	29	5
3.000	0	3	0	4	3	7	17	6
4.000	0	3	0	0	1	0	4	7
6.000	0	0	0	3	0	0	3	8
10.000	0	0	0	0	0	0	0	* 9
Total:	950	123	0	12	4	65	1,154	

METERS

Meters (Page W-21)

Explain all reported adjustments.

10" METERS: The utility has carried on the books a 10" meter that the Kenosha County Parks uses for water consumption.

Several years ago, Kenosha Water helped our people change the meter, to a smaller one. They have been charged correctly, we just never took it out of inventory. It has been gone for several years.

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

THE OLDEST METERS WERE CHANGED OUT IN 1997. AS METERS REACH THE MAXIMUM LENGTH OF TIME, THE WATER UTILITY WILL BE ASSESSING THE CHANGE OF THE METERS OR THE TESTING AND WILL ADOPT THE LEAST EXPENSIVE METHOD TO ACCOMPLISH THE GOALS SET BY THE PSC.

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.

STATION METERS ARE TESTED ON A REGULAR BASIS. DONE

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

DONE

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	3				3	1
Within Municipality	428	27			455	2
Total Fire Hydrants	431	27	0	0	458	
Flushing Hydrants						
	1				1	3
Total Flushing Hydrants	1	0	0	0	1	

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:	230
Number of distribution system valves end of year:	679
Number of distribution valves operated during year:	30

HYDRANTS AND DISTRIBUTION SYSTEM VALVES

Hydrants and Distribution System Valves (Page W-22)

General footnotes

Number of distribution valves operated during the year does not meet the required 1/2. With Sheridan Road Water relay, there are new distribution valves that have been put in place. I do not have the final as built. When I do the entry will be made to the valves.
