



3015 (02-09-04)

ANNUAL REPORT

OF

Name: CITY OF FOX LAKE WATER UTILITY

Principal Office: 105 N. COLLEGE AVENUE
FOX LAKE, WI 53933

For the Year Ended: DECEMBER 31, 2003

**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.

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IDENTIFICATION AND OWNERSHIP

Exact Utility Name: CITY OF FOX LAKE WATER UTILITY

Utility Address: 105 N. COLLEGE AVENUE
FOX LAKE, WI 53933

When was utility organized? 1/1/1913

Report any change in name:

Effective Date:

Utility Web Site:

Utility employee in charge of correspondence concerning this report:

Name: MS SUSAN HOLLNAGEL

Title: CLERK-TREASURER

Office Address:

105 N. COLLEGE AVENUE
FOX LAKE, WI 53933

Telephone: (920) 928 - 2280

Fax Number: (920) 928 - 3340

E-mail Address:

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

Name: AIMEE JAEGER

Title: SENIOR ACCOUNTANT

Office Address: VIRCHOW, KRAUSE & COMPANY, LLP

TEN TERRACE COURT
P.O. BOX 7398
MADISON, WI 53707

Telephone: (608) 240 - 2404

Fax Number: (608) 249 - 8532

E-mail Address: ajaeger@virchowkrause.com

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

Name: RICHALRD KLOMSTEN

Title: MAYOR

Office Address:

202 DAVIS STREET
FOX LAKE, WI 53933

Telephone: (920) 928 - 2280

Fax Number: (920) 928 - 6319

E-mail Address:

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

IDENTIFICATION AND OWNERSHIP

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

Name: AIMEE JAEGER

Title: SENIOR ACCOUNTANT

Office Address: VIRCHOW, KRAUSE & COMPANY, LLP
TEN TERRACE COURT
P.O. BOX 7398
MADISON, WI 53707

Telephone: (608) 240 - 2404

Fax Number: (608) 249 - 8532

E-mail Address: ajaeger@virchowkrause.com

Date of most recent audit report: 1/22/2004

Period covered by most recent audit: YEAR ENDED DECEMBER 31, 2003

Names and titles of utility management including manager or superintendent:

Name: MR. KIP PETERS

Title: UTILITY SUPERINTENDENT

Office Address:
202 DAVIS STREET
FOX LAKE, WI 53933

Telephone: (920) 928 - 3577

Fax Number: (920) 928 - 6319

E-mail Address:

Name of utility commission/committee: FOX LAKE CITY COUNCIL

Names of members of utility commission/committee:

- MR THOMAS BEDNAREK
 - MS KRISTINE COPELIND
 - MR PERCY HARPER
 - MR RICHARD KLOMSTEN, MAYOR
 - MR DICK LINKE
 - MR JOSH MEYER
 - MR WALTER SCHWEITZER
-

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:

IDENTIFICATION AND OWNERSHIP

Firm Name:

Contact Person:

Title:

Telephone:

Fax Number:

E-mail Address:

Contract/Agreement beginning-ending dates:

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

INCOME STATEMENT

Particulars (a)	This Year (b)	Last Year (c)	
UTILITY OPERATING INCOME			
Operating Revenues (400)	290,117	285,197	1
Operating Expenses:			
Operation and Maintenance Expense (401)	114,985	111,698	2
Depreciation Expense (403)	37,714	58,675	3
Amortization Expense (404)	0	1,920	4
Taxes (408)	68,848	68,814	5
Total Operating Expenses	221,547	241,107	
Net Operating Income	68,570	44,090	
Income from Utility Plant Leased to Others (412-413)	0	0	6
Utility Operating Income	68,570	44,090	
OTHER INCOME			
Income from Merchandising, Jobbing and Contract Work (415-416)	0	0	7
Nonoperating Rental Income (418)	0	0	8
Interest and Dividend Income (419)	2,672	3,129	9
Miscellaneous Nonoperating Income (421)	1,600	0	10
Total Other Income	4,272	3,129	
Total Income	72,842	47,219	
MISCELLANEOUS INCOME DEDUCTIONS			
Miscellaneous Amortization (425)	0	0	11
Other Income Deductions (426)	21,864	256,683	12
Total Miscellaneous Income Deductions	21,864	256,683	
Income Before Interest Charges	50,978	(209,464)	
INTEREST CHARGES			
Interest on Long-Term Debt (427)	30,321	33,523	13
Amortization of Debt Discount and Expense (428)	0		14
Amortization of Premium on Debt--Cr. (429)	0		15
Interest on Debt to Municipality (430)	284	464	16
Other Interest Expense (431)	0	0	17
Interest Charged to Construction--Cr. (432)	0		18
Total Interest Charges	30,605	33,987	
Net Income	20,373	(243,451)	
EARNED SURPLUS			
Unappropriated Earned Surplus (Beginning of Year) (216)	466,768	710,219	19
Balance Transferred from Income (433)	20,373	(243,451)	20
Miscellaneous Credits to Surplus (434)	1,163,336	0	21
Miscellaneous Debits to Surplus--Debit (435)	0	0	22
Appropriations of Surplus--Debit (436)	0	0	23
Appropriations of Income to Municipal Funds--Debit (439)	0	0	24
Total Unappropriated Earned Surplus End of Year (216)	1,650,477	466,768	

INCOME STATEMENT ACCOUNT DETAILS

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

Description of Item (a)	Earnings (216.1) (b)	Contributions (216.2) (c)	Total This Year (d)	
UTILITY OPERATING INCOME				
Operating Revenues (400):				
Derived	290,117		290,117	1
Total (Acct. 400):	290,117	0	290,117	
Operation and Maintenance Expense (401):				
Derived	114,985		114,985	2
Total (Acct. 401):	114,985	0	114,985	
Depreciation Expense (403):				
Derived	37,714		37,714	3
Total (Acct. 403):	37,714	0	37,714	
Amortization Expense (404):				
Derived	0		0	4
Total (Acct. 404):	0	0	0	
Taxes (408):				
Derived	68,848		68,848	5
Total (Acct. 408):	68,848	0	68,848	
Revenues from Utility Plant Leased to Others (412):				
NONE	0		0	6
Total (Acct. 412):	0	0	0	
Expenses of Utility Plant Leased to Others (413):				
NONE	0		0	7
Total (Acct. 413):	0	0	0	
TOTAL UTILITY OPERATING INCOME:	68,570	0	68,570	
OTHER INCOME				
Income from Merchandising, Jobbing and Contract Work (415-416):				
Derived	0		0	8
Total (Acct. 415-416):	0	0	0	
Nonoperating Rental Income (418):				
NONE	0		0	9
Total (Acct. 418):	0	0	0	
Interest and Dividend Income (419):				
INVESTMENT INCOME	2,672	0	2,672	10
Total (Acct. 419):	2,672	0	2,672	
Miscellaneous Nonoperating Income (421):				
Contributed Plant - Water		1,600	1,600	11

INCOME STATEMENT ACCOUNT DETAILS

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

Description of Item (a)	Earnings (216.1) (b)	Contributions (216.2) (c)	Total This Year (d)
OTHER INCOME			
Miscellaneous Nonoperating Income (421):			
NONE	0	0	0 12
Total (Acct. 421):	0	1,600	1,600
TOTAL OTHER INCOME:	2,672	1,600	4,272

MISCELLANEOUS INCOME DEDUCTIONS			
Miscellaneous Amortization (425):			
NONE	0	0	0 13
Total (Acct. 425):	0	0	0
Other Income Deductions (426):			
Depreciation Expense on Contributed Plant - Water	[REDACTED]	21,864	21,864 14
NONE	0	0	0 15
Total (Acct. 426):	0	21,864	21,864
TOTAL MISCELLANEOUS INCOME DEDUCTIONS:	0	21,864	21,864

INTEREST CHARGES			
Interest on Long-Term Debt (427):			
Derived	30,321	[REDACTED]	30,321 16
Total (Acct. 427):	30,321	0	30,321
Amortization of Debt Discount and Expense (428):			
NONE	0	[REDACTED]	0 17
Total (Acct. 428):	0	0	0
Amortization of Premium on Debt--Cr. (429):			
NONE	0	[REDACTED]	0 18
Total (Acct. 429):	0	0	0
Interest on Debt to Municipality (430):			
Derived	284	[REDACTED]	284 19
Total (Acct. 430):	284	0	284
Other Interest Expense (431):			
Derived	0	[REDACTED]	0 20
Total (Acct. 431):	0	0	0

INCOME STATEMENT ACCOUNT DETAILS

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

Description of Item (a)	Earnings (216.1) (b)	Contributions (216.2) (c)	Total This Year (d)
INTEREST CHARGES			
Interest Charged to Construction--Cr. (432):			
NONE	0		0 21
Total (Acct. 432):	0	0	0
TOTAL INTEREST CHARGES:	30,605	0	30,605
NET INCOME:	40,637	(20,264)	20,373
EARNED SURPLUS			
Unappropriated Earned Surplus (Beginning of Year) (216):			
Derived	466,768	0	466,768 22
Total (Acct. 216):	466,768	0	466,768
Balance Transferred from Income (433):			
Derived	40,637	(20,264)	20,373 23
Total (Acct. 433):	40,637	(20,264)	20,373
Miscellaneous Credits to Surplus (434):			
TRANSFER OF NET CONTRIBUTED PLANT	0	1,163,336	1,163,336 24
Total (Acct. 434):	0	1,163,336	1,163,336
Miscellaneous Debits to Surplus--Debit (435):			
NONE	0	0	0 25
Total (Acct. 435)--Debit:	0	0	0
Appropriations of Surplus--Debit (436):			
Detail appropriations to (from) account 215			0 26
Total (Acct. 436)--Debit:	0	0	0
UNAPPROPRIATED EARNED SURPLUS (END OF YEAR):	507,405	1,143,072	1,650,477

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	290,117	0	0	0	290,117	1
Less: interdepartmental sales	0		0	0	0	2
Less: interdepartmental rents					0	3
Less: return on net investment in meters charged to regulated sewer department. (Do not report if nonregulated sewer.)	0				0	4
Less: uncollectibles directly expensed as reported in water acct. 904 (690 class D), sewer acct. 843, and electric acct. 904 (590 class D) -or- Net write-offs when Accumulated Provision for Uncollectible Accounts (acct. 144) is maintained					0	5
Other Increases or (Decreases) to Operating Revenues - Specify:						
.					0	6
Revenues subject to Wisconsin Remainder Assessment	290,117	0	0	0	290,117	

BALANCE SHEET

Assets and Other Debits (a)	Balance End of Year (b)	Balance First of Year (c)	
UTILITY PLANT			
Utility Plant (100)	3,164,491	3,160,495	1
Less: Accumulated Provision for Depreciation and Amortization of Utility Plant (110)	904,818	583,873	2
Net Utility Plant	2,259,673	2,576,622	
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)	100,000	100,000	6
Special Funds (125)	232,714	166,191	7
Total Other Property and Investments	332,714	266,191	
CURRENT AND ACCRUED ASSETS			
Cash and Working Funds (131)	71,567	108,428	8
Temporary Cash Investments (132)			9
Notes Receivable (141)	0	0	10
Customer Accounts Receivable (142)	18,040	17,029	11
Other Accounts Receivable (143)	318	0	12
Accumulated Provision for Uncollectible Accounts- -Cr. (144)	0	0	13
Receivables from Municipality (145)	33,345	11,708	14
Materials and Supplies (150)	8,237	6,436	15
Prepayments (165)	0	0	16
Other Current and Accrued Assets (170)			17
Total Current and Accrued Assets	131,507	143,601	
DEFERRED DEBITS			
Unamortized Debt Discount and Expense (181)	0	0	18
Extraordinary Property Losses (182)	0	0	19
Other Deferred Debits (183)	0	0	20
Total Deferred Debits	0	0	
Total Assets and Other Debits	2,723,894	2,986,414	

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)	403,874	403,874	21
Appropriated Earned Surplus (215)			22
Unappropriated Earned Surplus (216)	1,650,477	466,768	23
Total Proprietary Capital	2,054,351	870,642	
LONG-TERM DEBT			
Bonds (221)	583,900	591,700	24
Advances from Municipality (223)	3,450	7,475	25
Other long-Term Debt (224)	10,141	13,211	26
Total Long-Term Debt	597,491	612,386	
CURRENT AND ACCRUED LIABILITIES			
Notes Payable (231)	0	0	27
Accounts Payable (232)	2,883	2,612	28
Payables to Municipality (233)	1,956	1,590	29
Customer Deposits (235)			30
Taxes Accrued (236)	55,960	58,537	31
Interest Accrued (237)	5,467	8,272	32
Other Current and Accrued Liabilities (238)	5,786	5,406	33
Total Current and Accrued Liabilities	72,052	76,417	
DEFERRED CREDITS			
Unamortized Premium on Debt (251)	0	0	34
Customer Advances for Construction (252)			35
Other Deferred Credits (253)	0	0	36
Total Deferred Credits	0	0	
OPERATING RESERVES			
Miscellaneous Operating Reserves (265)			37
Total Operating Reserves	0	0	
CONTRIBUTIONS IN AID OF CONSTRUCTION			
Contributions in Aid of Construction (271)	0	1,426,969	38
Total Liabilities and Other Credits	2,723,894	2,986,414	

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	3,160,495	0	0	0	1
<i>(Should agree with Util. Plant Jan. 1 in Property Tax Equivalent Schedule)</i>					
Plant Accounts:					
Utility Plant in Service - Financed by Utility Operations or by the Municipality (100.1)	1,737,670	0	0	0	2
Utility Plant in Service - Contributed Plant (100.2)	1,426,821	0	0	0	3
Utility Plant Purchased or Sold (391)					4
Utility Plant in Process of Reclassification (392)					5
Utility Plant Leased to Others (393)					6
Property Held for Future Use (394)					7
Construction Work in Progress (395)					8
Utility Plant Acquisition Adjustments (396)					9
Other Utility Plant Adjustments (397)					10
Total Utility Plant	3,164,491	0	0	0	
Accumulated Provision for Depreciation and Amortization:					
Accumulated Provision for Depreciation of Utility Plant in Service - Financed by Utility Operations or by the Municipality (110.1)	620,069	0	0	0	11
Accumulated Provision for Depreciation of Utility Plant in Service - Contributed Plant (110.2)	284,749	0	0	0	12
Total Accumulated Provision	904,818	0	0	0	
Net Utility Plant	2,259,673	0	0	0	

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

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

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

Particulars (a)	Water (b)	(c)	(d)	(e)	Total (f)	
Balance first of year (110.1)	583,873				583,873	1
Credits During Year						2
Accruals:						3
Charged depreciation expense (403)	37,714				37,714	4
Depreciation expense on meters						5
charged to sewer (see Note 3)	2,282				2,282	6
Accruals charged other						7
accounts (specify):						8
					0	9
Salvage					0	10
Other credits (specify):						11
					0	12
Total credits	39,996	0	0	0	39,996	13
Debits during year						14
Book cost of plant retired	3,800				3,800	15
Cost of removal					0	16
Other debits (specify):						17
					0	18
Total debits	3,800	0	0	0	3,800	19
Balance end of year (110.1)	620,069	0	0	0	620,069	20
Composite Depreciation Rate?	No					21
If yes, what is the rate?						22

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

Depreciation Accruals (Credits) during the year (110.2):
 1. Report the amounts charged to Depreciation Expense (426).
 2. If sewer operations are nonregulated, do not report sewer depreciation on this schedule.

Particulars (a)	Water (b)	(c)	(d)	(e)	Total (f)	
Balance first of year (110.2)					0	1
Credits During Year						2
Accruals:						3
Charged depreciation expense (426)	21,864				21,864	4
Accruals charged other						5
accounts (specify):						6
					0	7
Salvage					0	8
Other credits (specify):						9
Est. deprec on contrib plnt 1/1/03	263,633				263,633	10
Total credits	285,497	0	0	0	285,497	11
Debits during year						12
Book cost of plant retired	748				748	13
Cost of removal					0	14
Other debits (specify):						15
					0	16
Total debits	748	0	0	0	748	17
Balance end of year (110.2)	284,749	0	0	0	284,749	18
Composite Depreciation Rate?	No					19
If yes, what is the rate?						20

NET NONUTILITY PROPERTY (ACCTS. 121 & 122)

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

Description (a)	Balance First of Year (b)	Additions During Year (c)	Deductions During Year (d)	Balance End of Year (e)	
Nonregulated sewer plant	0			0	1
Other (specify):					
NONE	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	0 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	<u>0</u>
Deductions:	
Accounts written off during the year: Utility Customers	5
Accounts written off during the year: Others	6
Total accounts written off	<u>0</u>
Balance end of year	<u><u>0</u></u>

MATERIALS AND SUPPLIES

Account (a)	Generation (b)	Transmission (c)	Distribution (d)	Other (e)	Total End of Year (f)	Amount Prior Year (g)
Electric Utility						
Fuel for generation					0	0 1
Other					0	0 2
Total Electric Utility					0	0

Account	Total End of Year	Amount Prior Year
Electric utility total	0	0 1
Water utility	8,237	6,436 2
Sewer utility		0 3
Gas utility		0 4
Merchandise		0 5
Other materials & supplies		0 6
Total Materials and Supplies	8,237	6,436

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

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

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

CAPITAL PAID IN BY MUNICIPALITY (ACCT. 200)

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

Particulars (a)	Amount (b)	
Balance first of year	403,874	1
Changes during year (explain):		2
Balance end of year	403,874	

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)	
1992 Mortgage Revenue Bonds	10/07/1992	10/01/2032	5.50%	583,900	1
Total Bonds (Account 221):				583,900	

NOTES PAYABLE & MISCELLANEOUS LONG-TERM DEBT

- | |
|--|
| <ol style="list-style-type: none"> 1. Report each class of debt included in Accounts 223, 224 and 231. 2. Proceeds of general obligation issues, if subject to repayment by the utility, should be included in Account 223. 3. If there is more than one interest rate for an aggregate obligation issue, average the interest rates and report one rate. |
|--|

Account and Description of Obligation (a and b)	Date of Issue (c)	Final Maturity Date (d)	Interest Rate (e)	Principal Amount End of Year (f)	
Advances (223)					
State Trust Fund Loan	03/15/1994	03/15/2004	4.30%	3,450	1
Total for Account 223				3,450	
Other Long-Term Debt (224)					
CAPITAL LEASE PAYABLE	12/18/2001	11/15/2006	4.80%	10,141	2
Total for Account 224				10,141	

TAXES ACCRUED (ACCT. 236)

Particulars (a)	Amount (b)	
Balance first of year	58,537	1
Accruals:		
Charged water department expense	68,848	2
Charged electric department expense		3
Charged sewer department expense	879	4
Other (explain):		
NONE		5
Total Accruals and other credits	<u>69,727</u>	
Taxes paid during year:		
County, state and local taxes	68,364	6
Social Security taxes	3,612	7
PSC Remainder Assessment	328	8
Other (explain):		
NONE		9
Total payments and other debits	<u>72,304</u>	
Balance end of year	<u><u>55,960</u></u>	

INTEREST ACCRUED (ACCT. 237)

1. Report below interest accrued on each utility obligation.
 2. Report Customer Deposits under Account 231.

Description of Issue (a)	Interest Accrued Balance First of Year (b)	Interest Accrued During Year (c)	Interest Paid During Year (d)	Interest Accrued Balance End of Year (e)	
Bonds (221)					
1992 MORTGAGE REVENUE BONDS-5.5%	8,136	29,760	32,544	5,352	1
Subtotal	8,136	29,760	32,544	5,352	
Advances from Municipality (223)					
STATE TRUST FUND LOAN 4.5%	57	284	287	54	2
Subtotal	57	284	287	54	
Other long-Term Debt (224)					
CAPITAL LEASE PAYABLE 4.8%	79	561	579	61	3
Subtotal	79	561	579	61	
Notes Payable (231)					
NONE	0			0	4
Subtotal	0	0	0	0	
Total	8,272	30,605	33,410	5,467	

BALANCE SHEET END-OF-YEAR ACCOUNT BALANCES

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

Particulars (a)	Balance End of Year (b)	
Investment in Municipality (123):		
NONE		1
Total (Acct. 123):	0	
Other Investments (124):		
INVESTMENT IN SEWER UTILITY	100,000	2
Total (Acct. 124):	100,000	
Special Funds (125):		
CAPITAL OUTLAY ACCOUNT	118,853	3
REDEMPTION ACCOUNT	10,684	4
RESERVE ACCOUNT	45,815	5
DEPRECIATION ACCOUNT	57,362	6
Total (Acct. 125):	232,714	
Notes Receivable (141):		
NONE		7
Total (Acct. 141):	0	
Customer Accounts Receivable (142):		
Water	18,040	8
Electric		9
Sewer (Regulated)		10
Other (specify):		
NONE		11
Total (Acct. 142):	18,040	
Other Accounts Receivable (143):		
Sewer (Non-regulated)		12
Merchandising, jobbing and contract work		13
Other (specify):		
PRIVATE FIRE BILLINGS	318	14
Total (Acct. 143):	318	
Receivables from Municipality (145):		
WATER BILLS ON TAX ROLL	3,715	15
RECEIVABLE FROM SEWER FOR OPERATING COSTS	25,000	16
RECEIVABLE FROM SEWER FOR JOINT METERING COSTS	4,630	17
Total (Acct. 145):	33,345	
Prepayments (165):		
NONE		18
Total (Acct. 165):	0	

BALANCE SHEET END-OF-YEAR ACCOUNT BALANCES

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

Particulars (a)	Balance End of Year (b)	
Extraordinary Property Losses (182):		
NONE	19	
Total (Acct. 182):	0	
Other Deferred Debits (183):		
NONE	20	
Total (Acct. 183):	0	
Payables to Municipality (233):		
DUE TO GENERAL FUND FOR ACCRUED PAYROLL	1,956	21
Total (Acct. 233):	1,956	
Other Deferred Credits (253):		
NONE	22	
Total (Acct. 253):	0	

RETURN ON RATE BASE COMPUTATION

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

Average Rate Base (a)	Water (b)	Electric (c)	Sewer (d)	Gas (e)	Total (f)	
Add Average:						
Utility Plant in Service (100.1)	1,735,598	0	0	0	1,735,598	1
Materials and Supplies	7,336	0	0	0	7,336	2
Other (specify):					0	3
Less Average:						
Reserve for Depreciation (110.1)	601,971	0	0	0	601,971	4
Customer Advances for Construction					0	5
					0	6
Average Net Rate Base	1,140,963	0	0	0	1,140,963	
Net Operating Income	68,570	0	0	0	68,570	7
Net Operating Income as a percent of Average Net Rate Base	6.01%	N/A	N/A	N/A	6.01%	

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.

FINANCIAL SECTION FOOTNOTES

Signature Page (Page ii)

General footnotes

ACCOUNTANTS' COMPILATION REPORT

Fox Lake Water Utility
Fox Lake, Wisconsin

We have compiled the accompanying Annual Report to the Public Service Commission of Fox Lake Water Utility, an enterprise fund of the City of Fox Lake as of December 31, 2003 and the 12 months then ended, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants.

A compilation is limited to presenting, in the form prescribed by the Wisconsin Public Service Commission, information that is the representation of management. We have not audited or reviewed the Annual Report and, accordingly, do not express an opinion or any other form of assurance on the Report.

The Annual Report is presented in accordance with the requirements of the Wisconsin Public Service Commission which differ from generally accepted accounting principles. This report is intended solely for the information and use of the utility and the Public Service Commission of Wisconsin, and is not intended to be, and should not be, used by anyone other than the specified parties.

Madison, Wisconsin
February 12, 2004

CONTRIBUTIONS IN AID OF CONSTRUCTION (ACCOUNT 271)

Particulars (a)	Water (b)	Electric		Sewer (e)	Gas (f)	Total (g)	
		Distribution (c)	Other (d)				
Balance First of Year	1,426,969	0	0	0	0	1,426,969	1
Add credits during year:							
SERVICE	600					600	2
IMPACT FEE	1,000					1,000	3
Deduct charges (specify):							
NONE						0	4
Closed January 1, 2003 per Docket 05-US-105	1,428,569					1,428,569	5
Balance End of Year	0	0	0	0	0	0	

WATER OPERATING REVENUES & EXPENSES

Particulars (a)	This Year (b)	Last Year (c)	
Operating Revenues			
Sales of Water			
Sales of Water (460-467)	287,062	281,569	1
Total Sales of Water	287,062	281,569	
Other Operating Revenues			
Forfeited Discounts (470)	802	838	2
Other Water Revenues (474)	2,253	2,790	3
Amortization of Construction Grants (475)		0	4
Total Other Operating Revenues	3,055	3,628	
Total Operating Revenues	290,117	285,197	
Operation and Maintenance Expenses			
Plant Operation and Maintenance Expenses (600-660)	73,463	64,233	5
General Operating Expenses (680-690)	41,522	47,465	6
Total Operation and Maintenance Expenses	114,985	111,698	
Other Operating Expenses			
Depreciation Expense (403)	37,714	58,675	7
Amortization Expense (404)		1,920	8
Taxes (408)	68,848	68,814	9
Total Other Operating Expenses	106,562	129,409	
Total Operating Expenses	221,547	241,107	
NET OPERATING INCOME	68,570	44,090	

WATER OPERATING REVENUES - SALES OF WATER

1. Where customer meters record cubic feet, multiply by 7.48 to obtain number of gallons.
2. Report estimated gallons for unmetered sales.
3. Sales to multiple dwelling buildings through a single meter serving 3 or more family units should be classified commercial.
4. Account 460, Unmetered Sales to General Customers - Gallons of Water Sold should not include in any way quantity of water, i.e. metered, or measured by tank or pool volume. The quantity should be estimated based on size of pipe, flow, foot of frontage, etc. Bulk water sales should be Account 460 if the quantity is estimated and should be Account 461 if metered or measured by volume. Water related to construction should be a measured sale of water (either Account 461 or Account 464).
5. Other accounts: see application Help files for details.

Particulars (a)	Average No. Customers (b)	Thousands of Gallons of Water Sold (c)	Amounts (d)	
Operating Revenues				
Sales of Water				
Unmetered Sales to General Customers (460)				
Residential				1
Commercial				2
Industrial				3
Total Unmetered Sales to General Customers (460)	0	0	0	
Metered Sales to General Customers (461)				
Residential	555	24,714	122,793	4
Commercial	64	5,873	25,558	5
Industrial	12	7,342	18,687	6
Total Metered Sales to General Customers (461)	631	37,929	167,038	
Private Fire Protection Service (462)	6		5,005	7
Public Fire Protection Service (463)	1		103,500	8
Other Sales to Public Authorities (464)	19	3,922	11,519	9
Sales to Irrigation Customers (465)				10
Sales for Resale (466)		0	0	11
Interdepartmental Sales (467)				12
Total Sales of Water	657	41,851	287,062	

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)
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NONE

OTHER OPERATING REVENUES (WATER)

1. Report revenues relating to each account and fully describe each item using other than the account title.
2. Report each item (when individually or when like items are combined) greater than \$10,000 (class AB), \$5,000 (class C) and \$2,000 (class D and privates) and all other lesser amounts grouped as Miscellaneous.
3. For a combined utility which also provides sewer service that is based upon water readings, report the return on net investment in meters charged to sewer department in Other Water Revenues (474).

Particulars (a)	Amount (b)	
Public Fire Protection Service (463):		
Amount billed (usually per rate schedule F-1 or Fd-1)	103,500	1
Wholesale fire protection billed		2
Amount billed for fighting fires outside utility's service areas (usually per rate schedule F-2 or BW-1)		3
Other (specify): NONE		4
Total Public Fire Protection Service (463)	103,500	
Forfeited Discounts (470):		
Customer late payment charges	802	5
Other (specify): NONE		6
Total Forfeited Discounts (470)	802	
Other Water Revenues (474):		
Return on net investment in meters charged to sewer department	1,469	7
Other (specify): RECONNECTIONS, MISC	784	8
Total Other Water Revenues (474)	2,253	

WATER OPERATION & MAINTENANCE EXPENSES

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

Particulars (a)	This Year (b)	Last Year (c)	
PLANT OPERATION AND MAINTENANCE EXPENSES			
Salaries and Wages (600)	38,931	42,050	1
Purchased Water (610)		0	2
Fuel or Power Purchased for Pumping (620)	9,063	8,250	3
Chemicals (630)	7,340	2,744	4
Supplies and Expenses (640)	10,763	8,583	5
Repairs of Water Plant (650)	5,056	663	6
Transportation Expenses (660)	2,310	1,943	7
Total Plant Operation and Maintenance Expenses	73,463	64,233	
GENERAL OPERATING EXPENSES			
Administrative and General Salaries (680)	8,799	6,072	8
Office Supplies and Expenses (681)	4,420	4,523	9
Outside Services Employed (682)	10,744	19,758	10
Insurance Expense (684)	831	858	11
Employees Pensions and Benefits (686)	16,288	15,291	12
Regulatory Commission Expenses (688)	0	0	13
Miscellaneous General Expenses (689)	440	963	14
Uncollectible Accounts (690)		0	15
Total General Operating Expenses	41,522	47,465	
Total Operation and Maintenance Expenses	114,985	111,698	

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		65,787	65,787	1
Less: Local and School Tax Equivalent on Meters Charged to Sewer Department		879	855	2
Net property tax equivalent		64,908	64,932	
Social Security		3,612	3,643	3
PSC Remainder Assessment		328	239	4
Other (specify): NONE			0	5
Total tax expense		68,848	68,814	

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			Dodge				1
SUMMARY OF TAX RATES							2
State tax rate	mills		0.228544				3
County tax rate	mills		6.946940				4
Local tax rate	mills		10.496720				5
School tax rate	mills		11.175371				6
Voc. school tax rate	mills		1.743335				7
Other tax rate - Local	mills		0.000000				8
Other tax rate - Non-Local	mills		0.000000				9
Total tax rate	mills		30.590910				10
Less: state credit	mills		1.175153				11
Net tax rate	mills		29.415757				12
PROPERTY TAX EQUIVALENT CALCULATION							13
Local Tax Rate	mills		10.496720				14
Combined School Tax Rate	mills		12.918706				15
Other Tax Rate - Local	mills		0.000000				16
Total Local & School Tax	mills		23.415426				17
Total Tax Rate	mills		30.590910				18
Ratio of Local and School Tax to Total	dec.		0.765437				19
Total tax net of state credit	mills		29.415757				20
Net Local and School Tax Rate	mills		22.515920				21
Utility Plant, Jan. 1	\$	3,160,495	3,160,495				22
Materials & Supplies	\$	6,436	6,436				23
Subtotal	\$	3,166,931	3,166,931				24
Less: Plant Outside Limits	\$	0	0				25
Taxable Assets	\$	3,166,931	3,166,931				26
Assessment Ratio	dec.		0.875100				27
Assessed Value	\$	2,771,381	2,771,381				28
Net Local & School Rate	mills		22.515920				29
Tax Equiv. Computed for Current Year	\$	62,400	62,400				30
Tax Equivalent per 1994 PSC Report	\$	65,787					31
Any lower tax equivalent as authorized by municipality (see note 6)	\$						32
Tax equiv. for current year (see note 6)	\$	65,787					34

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

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

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	
INTANGIBLE PLANT			
Organization (301)	0		1
Franchises and Consents (302)	0		2
Miscellaneous Intangible Plant (303)	0		3
Total Intangible Plant	0	0	
SOURCE OF SUPPLY PLANT			
Land and Land Rights (310)	56		4
Structures and Improvements (311)	0		5
Collecting and Impounding Reservoirs (312)	0		6
Lake, River and Other Intakes (313)	0		7
Wells and Springs (314)	39,604		8
Infiltration Galleries and Tunnels (315)	0		9
Supply Mains (316)	0		10
Other Water Source Plant (317)	0		11
Total Source of Supply Plant	39,660	0	
PUMPING PLANT			
Land and Land Rights (320)	0		12
Structures and Improvements (321)	13,550		13
Boiler Plant Equipment (322)	0		14
Other Power Production Equipment (323)	0		15
Steam Pumping Equipment (324)	0		16
Electric Pumping Equipment (325)	79,247		17
Diesel Pumping Equipment (326)	0		18
Hydraulic Pumping Equipment (327)	0		19
Other Pumping Equipment (328)	3,482		20
Total Pumping Plant	96,279	0	
WATER TREATMENT PLANT			
Land and Land Rights (330)	0		21
Structures and Improvements (331)	13,450		22
Water Treatment Equipment (332)	30,303	2,860	23
Total Water Treatment Plant	43,753	2,860	

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

Accounts (d)	Retirements During Year (e)	Adjustments Increase or (Decrease) (f)	Balance End of Year (g)
INTANGIBLE PLANT			
Organization (301)			0 1
Franchises and Consents (302)			0 2
Miscellaneous Intangible Plant (303)			0 3
Total Intangible Plant	0	0	0
SOURCE OF SUPPLY PLANT			
Land and Land Rights (310)			56 4
Structures and Improvements (311)			0 5
Collecting and Impounding Reservoirs (312)			0 6
Lake, River and Other Intakes (313)			0 7
Wells and Springs (314)			39,604 8
Infiltration Galleries and Tunnels (315)			0 9
Supply Mains (316)			0 10
Other Water Source Plant (317)			0 11
Total Source of Supply Plant	0	0	39,660
PUMPING PLANT			
Land and Land Rights (320)			0 12
Structures and Improvements (321)			13,550 13
Boiler Plant Equipment (322)			0 14
Other Power Production Equipment (323)			0 15
Steam Pumping Equipment (324)			0 16
Electric Pumping Equipment (325)		(25,000)	54,247 17
Diesel Pumping Equipment (326)			0 18
Hydraulic Pumping Equipment (327)			0 19
Other Pumping Equipment (328)			3,482 20
Total Pumping Plant	0	(25,000)	71,279
WATER TREATMENT PLANT			
Land and Land Rights (330)			0 21
Structures and Improvements (331)			13,450 22
Water Treatment Equipment (332)			33,163 23
Total Water Treatment Plant	0	0	46,613

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

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

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	
TRANSMISSION AND DISTRIBUTION PLANT			
Land and Land Rights (340)	56		24
Structures and Improvements (341)	0		25
Distribution Reservoirs and Standpipes (342)	454,855		26
Transmission and Distribution Mains (343)	1,712,018		27
Fire Mains (344)	0		28
Services (345)	374,353		29
Meters (346)	89,263	2,936	30
Hydrants (348)	258,404		31
Other Transmission and Distribution Plant (349)	0		32
Total Transmission and Distribution Plant	2,888,949	2,936	
GENERAL PLANT			
Land and Land Rights (370)	50		33
Structures and Improvements (371)	8,751		34
Office Furniture and Equipment (372)	305		35
Computer Equipment (372.1)	4,578		36
Transportation Equipment (373)	32,394	2,148	37
Other General Equipment (379)	45,776		38
Other Tangible Property (390)	0		39
Total General Plant	91,854	2,148	
Total utility plant in service directly assignable	3,160,495	7,944	
Common Utility Plant Allocated to Water Department	0		40
Total utility plant in service	3,160,495	7,944	

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

Accounts (d)	Retirements During Year (e)	Adjustments Increase or (Decrease) (f)	Balance End of Year (g)
TRANSMISSION AND DISTRIBUTION PLANT			
Land and Land Rights (340)			56 24
Structures and Improvements (341)			0 25
Distribution Reservoirs and Standpipes (342)			454,855 26
Transmission and Distribution Mains (343)		(1,023,636)	688,382 27
Fire Mains (344)			0 28
Services (345)		(223,830)	150,523 29
Meters (346)			92,199 30
Hydrants (348)		(154,503)	103,901 31
Other Transmission and Distribution Plant (349)			0 32
Total Transmission and Distribution Plant	0	(1,401,969)	1,489,916
GENERAL PLANT			
Land and Land Rights (370)			50 33
Structures and Improvements (371)			8,751 34
Office Furniture and Equipment (372)			305 35
Computer Equipment (372.1)			4,578 36
Transportation Equipment (373)	3,800		30,742 37
Other General Equipment (379)			45,776 38
Other Tangible Property (390)			0 39
Total General Plant	3,800	0	90,202
Total utility plant in service directly assignable	3,800	(1,426,969)	1,737,670
Common Utility Plant Allocated to Water Department			0 40
Total utility plant in service	3,800	(1,426,969)	1,737,670

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

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

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

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

Accounts (d)	Retirements During Year (e)	Adjustments Increase or (Decrease) (f)	Balance End of Year (g)
INTANGIBLE PLANT			
Organization (301)			0 1
Franchises and Consents (302)			0 2
Miscellaneous Intangible Plant (303)			0 3
Total Intangible Plant	0	0	0
SOURCE OF SUPPLY PLANT			
Land and Land Rights (310)			0 4
Structures and Improvements (311)			0 5
Collecting and Impounding Reservoirs (312)			0 6
Lake, River and Other Intakes (313)			0 7
Wells and Springs (314)			0 8
Infiltration Galleries and Tunnels (315)			0 9
Supply Mains (316)			0 10
Other Water Source Plant (317)			0 11
Total Source of Supply Plant	0	0	0
PUMPING PLANT			
Land and Land Rights (320)			0 12
Structures and Improvements (321)			0 13
Boiler Plant Equipment (322)			0 14
Other Power Production Equipment (323)			0 15
Steam Pumping Equipment (324)			0 16
Electric Pumping Equipment (325)		25,000	25,000 17
Diesel Pumping Equipment (326)			0 18
Hydraulic Pumping Equipment (327)			0 19
Other Pumping Equipment (328)			0 20
Total Pumping Plant	0	25,000	25,000
WATER TREATMENT PLANT			
Land and Land Rights (330)			0 21
Structures and Improvements (331)			0 22
Water Treatment Equipment (332)			0 23
Total Water Treatment Plant	0	0	0

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

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

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	
TRANSMISSION AND DISTRIBUTION PLANT			
Land and Land Rights (340)			24
Structures and Improvements (341)			25
Distribution Reservoirs and Standpipes (342)			26
Transmission and Distribution Mains (343)			27
Fire Mains (344)			28
Services (345)		600	29
Meters (346)			30
Hydrants (348)			31
Other Transmission and Distribution Plant (349)			32
Total Transmission and Distribution Plant	0	600	
GENERAL PLANT			
Land and Land Rights (370)			33
Structures and Improvements (371)			34
Office Furniture and Equipment (372)			35
Computer Equipment (372.1)			36
Transportation Equipment (373)			37
Other General Equipment (379)			38
Other Tangible Property (390)			39
Total General Plant	0	0	
Total utility plant in service directly assignable	0	600	
Common Utility Plant Allocated to Water Department			40
Total utility plant in service	0	600	

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

Accounts (d)	Retirements During Year (e)	Adjustments Increase or (Decrease) (f)	Balance End of Year (g)
TRANSMISSION AND DISTRIBUTION PLANT			
Land and Land Rights (340)			0 24
Structures and Improvements (341)			0 25
Distribution Reservoirs and Standpipes (342)			0 26
Transmission and Distribution Mains (343)	748	1,023,636	1,022,888 27
Fire Mains (344)			0 28
Services (345)		223,830	224,430 29
Meters (346)			0 30
Hydrants (348)		154,503	154,503 31
Other Transmission and Distribution Plant (349)			0 32
Total Transmission and Distribution Plant	748	1,401,969	1,401,821
GENERAL PLANT			
Land and Land Rights (370)			0 33
Structures and Improvements (371)			0 34
Office Furniture and Equipment (372)			0 35
Computer Equipment (372.1)			0 36
Transportation Equipment (373)			0 37
Other General Equipment (379)			0 38
Other Tangible Property (390)			0 39
Total General Plant	0	0	0
Total utility plant in service directly assignable	748	1,426,969	1,426,821
Common Utility Plant Allocated to Water Department			0 40
Total utility plant in service	748	1,426,969	1,426,821

SOURCE OF SUPPLY, PUMPING AND PURCHASED WATER STATISTICS

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

Sources of Water Supply					
Month	Purchased Water Gallons (000's)	Surface Water Gallons (000's)	Ground Water Gallons (000's)	Total Gallons All Methods (000's)	
(a)	(b)	(c)	(d)	(e)	
January			4,594	4,594	1
February			3,952	3,952	2
March			4,500	4,500	3
April			4,695	4,695	4
May			6,175	6,175	5
June			5,531	5,531	6
July			5,497	5,497	7
August			4,469	4,469	8
September			4,160	4,160	9
October			5,194	5,194	10
November			3,901	3,901	11
December			4,049	4,049	12
Total annual pumpage	0	0	56,717	56,717	
Less: Water sold				41,851	13
Volume pumped but not sold				14,866	14
Volume sold as a percent of volume pumped				74%	15
Volume used for water production, water quality and system maintenance				9,850	16
Volume related to equipment/system malfunction				500	17
Non-utility volume NOT included in water sales					18
Total volume not sold but accounted for				10,350	19
Volume pumped but unaccounted for				4,516	20
Percent of water lost				8%	21
If more than 25%, indicate causes and state what action has been taken to reduce water loss:					22
Maximum gallons pumped by all methods in any one day during reporting year (000 gal.)				464	23
Date of maximum: 6/12/2003					24
Cause of maximum:					25
Hydrant flushing					
Minimum gallons pumped by all methods in any one day during reporting year (000 gal.)				72	26
Date of minimum: 12/7/2003					27
Total KWH used for pumping for the year				81,561	28
If water is purchased: Vendor Name:					29
Point of Delivery:					30

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)	
FOX LAKE	#1	444	6	360,000	Yes	1
FOX LAKE	#2	540	6	2,044,800	Yes	2

SOURCES OF WATER SUPPLY - SURFACE WATERS

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

PUMPING & POWER EQUIPMENT

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

Particulars (a)	Unit A (b)	Unit B (c)	Unit C (d)
Identification	#1	#2	1
Location	FOX LAKE	FOX LAKE	2
Purpose	P	P	3
Destination	D	D	4
Pump Manufacturer	LAYNE NORTHWEST	LAYNE NORTHWEST	5
Year Installed	1938	1989	6
Type	VERTICAL TURBINE	VERTICAL TURBINE	7
Actual Capacity (gpm)	580	580	8
Pump Motor or Standby Engine Mfr	EMERSON ELECTRIC	GENERAL ELECTRIC	9 10
Year Installed	1997	1987	11
Type	ELECTRIC	ELECTRIC	12
Horsepower	40	40	13

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

RESERVOIRS, STANDPIPES & WATER TREATMENT

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

Particulars (a)	Unit A (b)	Unit B (c)	Unit C (d)
Identification number or name	#1		1
RESERVOIRS, STANDPIPES OR ELEVATED TANKS			2
Type: R (reservoir), S (standpipe) or ET (elevated tank)	ET		3
Year constructed	1993		4
Primary material (earthen, steel, concrete, other)	STEEL		5
Elevation difference in feet (See Headnote 3.)	160		6
Total capacity in gallons (actual)	250,000		7
WATER TREATMENT PLANT			8
Disinfection, type of equipment (gas, liquid, powder, other)	LIQUID		9
Points of application (wellhouse, central facilities, booster station, other)	WELLHOUSE		10
Filters, type (gravity, pressure, other, none)	PRESSURE		11
Rated capacity of filter plant (m.g.d.) (note: 1,200,000 gal/day = 1.2 m.g.d.)	0.9360		12
Is a corrosion control chemical used (yes, no)?	N		13
Is water fluoridated (yes, no)?	Y		14

WATER MAINS

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

Number of Feet								
Pipe Material (a)	Main Function (b)	Diameter in Inches (c)	First of Year (d)	Added During Year (e)	Retired During Year (f)	Adjustments Increase or (Decrease) (g)	End of Year (h)	
M	D	2.000	385	0	0	0	385	1
M	D	6.000	9,929	0	0	0	9,929	2
P	D	6.000	1,296	0	0	0	1,296	3
M	D	8.000	12,922	0	0	0	12,922	4
P	D	8.000	37,414	0	0	0	37,414	5
M	D	10.000	6,205	0	0	0	6,205	6
Total Within Municipality			68,151	0	0	0	68,151	
Total Utility			68,151	0	0	0	68,151	

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	146	0	0	0	146		1
M	1.000	561	1	0	2	564	14	2
M	1.250	3	0	0	0	3		3
M	1.500	3	0	0	0	3		4
M	2.000	19	0	0	0	19		5
P	6.000	9	0	0	0	9		6
M	6.000	1	0	0	0	1		7
Total Utility		742	1	0	2	745	14	

METERS

1. Include in Columns (b), (c), (d), (e) and (f) meters in stock as well as those in service.
2. Report in Column (c) all meters purchased during the year and in Column (d) all meters junked, sold or otherwise permanently retired during the year.
3. Use Column (e) to show correction to previously reported meter count because of inventory or property record corrections.
4. Totals by size in Column (f) should equal same size totals in Column (o).
5. Explain all reported adjustments as a schedule footnote.

Number of Utility-Owned Meters

Size of Meter (a)	First of Year (b)	Added During Year (c)	Retired During Year (d)	Adjustments Increase or (Decrease) (e)	End of Year (f)	Tested During Year (g)	
0.625	782	24	0	0	806	46	1
1.000	12	1	0	0	13	3	2
1.500	9	3	0	0	12	0	3
2.000	16	3	0	(4)	15	0	4
3.000	0	0	0	1	1	0	5
4.000	1	0	0	1	2	0	6
6.000	2	0	0	(2)	0	0	7
Total:	822	31	0	(4)	849	49	

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	574	46	6	10	0	170	806	1
1.000	1	5	0	1	0	6	13	2
1.500	0	2	0	4	0	6	12	3
2.000	0	9	4	2	0	0	15	4
3.000	0	0	0	1	0	0	1	5
4.000	0	0	0	2	0	0	2	6
6.000	0	0	0	0	0	0	0	7
Total:	575	62	10	20	0	182	849	

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	0				0	1
Within Municipality	141			(5)	136	2
Total Fire Hydrants	141	0	0	(5)	136	
Flushing Hydrants						
	0				0	3
Total Flushing Hydrants	0	0	0	0	0	

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:	272
Number of distribution system valves end of year:	288
Number of distribution valves operated during year:	74

WATER OPERATING SECTION FOOTNOTES

Water Operation & Maintenance Expenses (Page W-05)

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

#630 - Chemicals: Additional chemicals purchased due to the addition of polyphosphate added to the system. Per discussion with management, the city has been experiencing problems with rust and the polyphosphate will alleviate this problem.

#650 - Repairs: Includes \$4254 for inspection and repair for the water treatment iron filter. (This relates to the problems the city has been having with rust per above).

#680 - Administrative and general salaries: Variances between administrative and general wages when taken in combination do not have an unusual difference over 2002. When comparing the total utility wages (both water and sewer) for 2003 to 2002 only a 1.8% increase which is reasonable for governmental entities.

#682 - Outside services: 2002 included approximately \$7000 for pigging water mains; current year includes first semi-annual support fee for new computer software.

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

If Adjustments for any account are nonzero, please explain.

Adjustments account for the transfer of contributed plant from utility financed to contributed status.

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

If Adjustments for any account are nonzero, please explain.

Adjustments account for the transfer of contributed plant from utility financed to contributed status.

If Plant in Service Retirements, Accounts 316 or 343, are greater than zero AND Retirements on the Mains schedule are zero, please explain.

There are no retirement units for mains in 2003 because 347 feet of 6" main were retired in the 2001 report with no corresponding dollar retirements. The valuation data was not available until the current year. This was questioned in the 2002 analytical review letter dated October 14, 2003.

Water Services (Page W-18)

General footnotes

More services are reported in use than meters because a development in Fox lake had services installed for all lots (approximately 50) during the development phase. Currently there are less than 10 houses built on the development. meters are added as houses are built.

Explain all reported Adjustments.

The adjustment of one 1" service is to reconcile to the actual amount of 1" services owned by the utility at year end.

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

The 1" service was paid for by the homeowner.

WATER OPERATING SECTION FOOTNOTES

Meters (Page W-19)

Explain all reported adjustments.

Adjustments were made to arrive at actual meter count. In 2002, the utility implemented a new meter software package that made tracking easier. The few adjustments were still needed in 2003 to reconcile the final counts.

Hydrants and Distribution System Valves (Page W-20)

Explain all reported Adjustments.

Adjustment needed for 2003 due to a count during the year as, per the utility plant manager, there are only 136 hydrants within the City.
