



3015 (02-02-05)

ANNUAL REPORT

OF

Name: MARSHALL WATER AND SEWER

Principal Office: 130 SOUTH PARDEE STREET
P.O. BOX 45
MARSHALL, WI 53559

For the Year Ended: DECEMBER 31, 2004

**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: MARSHALL WATER AND SEWER

Utility Address: 130 SOUTH PARDEE STREET

P.O. BOX 45

MARSHALL, WI 53559

When was utility organized? 1/1/1941

Report any change in name:

Effective Date:

Utility Web Site:

Utility employee in charge of correspondence concerning this report:

Name: SUSAN A PECK

Title: CLERK/TREASURER

Office Address:

130 SOUTH PARDEE STREET

P.O. BOX 45

MARSHALL, WI 53559-0045

Telephone: (608) 655 - 4017

Fax Number: (608) 655 - 4273

E-mail Address: speck@marshall-wi.com

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

Name: JILL BULIN

Title: ACCOUNTANT

Office Address: VIRCHOW KRAUSE

TEN TERRACE COURT

P.O. BOX 7398

MADISON, WI 53707

Telephone: (608) 240 - 2316

Fax Number: (608) 249 - 8532

E-mail Address: jbulin@virchowkrause.com

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

Name: MARLIN E. HENSLER, JR.

Title: VILLAGE PRESIDENT

Office Address:

130 SOUTH PARDEE STREET

P.O. BOX 45

MARSHALL, WI 53559

Telephone: (608) 655 - 4017

Fax Number: (608) 655 - 4273

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:

Title:

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

Telephone: (608) 249 - 6622

Fax Number: (608) 249 - 8532

E-mail Address: jandres@virchowkrause.com

Date of most recent audit report: 1/25/2005

Period covered by most recent audit: 2004

Names and titles of utility management including manager or superintendent:

Name: EUGENE A. BIALOZOR

Title: UTILITY SUPERINTENDENT

Office Address:

616 WEST KAREM
P.O. BOX 45
MARSHALL, WI 53559-0045

Telephone: (608) 655 - 3814

Fax Number: (608) 655 - 4748

E-mail Address: gbialozor@yahoo.com

Name: SUSAN A PECK

Title: CLERK/TREASURER

Office Address:

130 SOUTH PARDEE STREET
P.O. BOX 45
MARSHALL, WI 53559-0045

Telephone: (608) 655 - 4017

Fax Number: (608) 655 - 4273

E-mail Address: speckvct@cs.com

Name of utility commission/committee: MARSHALL VILLAGE BOARD

Names of members of utility commission/committee:

- PHILIP ADAS
 - MARLIN E HENSLER, JR, VILLAGE PRESIDENT
 - ROBERT HOFMEISTER
 - DARRELL KLOMPMAKER
 - DAN POWELL
 - PHYLISS PRESTON
 - JOHN SCHUEPBACH
-

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? YES

Date of Ordinance: 5/23/1952

IDENTIFICATION AND OWNERSHIP

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

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

Firm Name:

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)	415,354	419,472	1
Operating Expenses:			
Operation and Maintenance Expense (401)	186,934	180,566	2
Depreciation Expense (403)	61,207	59,035	3
Amortization Expense (404)	0	0	4
Taxes (408)	77,198	72,648	5
Total Operating Expenses	325,339	312,249	
Net Operating Income	90,015	107,223	
Income from Utility Plant Leased to Others (412-413)	0	0	6
Utility Operating Income	90,015	107,223	
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)	105,237	109,134	9
Miscellaneous Nonoperating Income (421)	548,366	342,768	10
Total Other Income	653,603	451,902	
Total Income	743,618	559,125	
MISCELLANEOUS INCOME DEDUCTIONS			
Miscellaneous Amortization (425)	(9,620)	0	11
Other Income Deductions (426)	25,795	21,726	12
Total Miscellaneous Income Deductions	16,175	21,726	
Income Before Interest Charges	727,443	537,399	
INTEREST CHARGES			
Interest on Long-Term Debt (427)	200,837	214,249	13
Amortization of Debt Discount and Expense (428)	3,045	2,773	14
Amortization of Premium on Debt--Cr. (429)	0	0	15
Interest on Debt to Municipality (430)	0	0	16
Other Interest Expense (431)	0	0	17
Interest Charged to Construction--Cr. (432)	0	0	18
Total Interest Charges	203,882	217,022	
Net Income	523,561	320,377	
EARNED SURPLUS			
Unappropriated Earned Surplus (Beginning of Year) (216)	5,314,655	2,490,144	19
Balance Transferred from Income (433)	523,561	320,377	20
Miscellaneous Credits to Surplus (434)	0	2,504,134	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)	5,838,216	5,314,655	

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	415,354		415,354	1
Total (Acct. 400):	415,354	0	415,354	
Operation and Maintenance Expense (401):				
Derived	186,934		186,934	2
Total (Acct. 401):	186,934	0	186,934	
Depreciation Expense (403):				
Derived	61,207		61,207	3
Total (Acct. 403):	61,207	0	61,207	
Amortization Expense (404):				
Derived	0		0	4
Total (Acct. 404):	0	0	0	
Taxes (408):				
Derived	77,198		77,198	5
Total (Acct. 408):	77,198	0	77,198	
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:	90,015	0	90,015	
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	105,237	0	105,237	10
Total (Acct. 419):	105,237	0	105,237	
Miscellaneous Nonoperating Income (421):				
Contributed Plant - Water		468,315	468,315	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):			
INCOME FROM NONREGULATED SEWER UTILITY	80,051	0	80,051 12
Total (Acct. 421):	80,051	468,315	548,366
TOTAL OTHER INCOME:	185,288	468,315	653,603
MISCELLANEOUS INCOME DEDUCTIONS			
Miscellaneous Amortization (425):			
Regulatory Liability (253) Amortization	(9,620)	[REDACTED]	(9,620) 13
NONE	0	0	0 14
Total (Acct. 425):	(9,620)	0	(9,620)
Other Income Deductions (426):			
Depreciation Expense on Contributed Plant - Water	[REDACTED]	25,795	25,795 15
NONE	0	0	0 16
Total (Acct. 426):	0	25,795	25,795
TOTAL MISCELLANEOUS INCOME DEDUCTIONS:	(9,620)	25,795	16,175
INTEREST CHARGES			
Interest on Long-Term Debt (427):			
Derived	200,837	[REDACTED]	200,837 17
Total (Acct. 427):	200,837	0	200,837
Amortization of Debt Discount and Expense (428):			
AMORTIZATION OF DEBT ISSUANCE COSTS	3,045	[REDACTED]	3,045 18
Total (Acct. 428):	3,045	0	3,045
Amortization of Premium on Debt--Cr. (429):			
NONE	0	[REDACTED]	0 19
Total (Acct. 429):	0	0	0
Interest on Debt to Municipality (430):			
Derived	0	[REDACTED]	0 20
Total (Acct. 430):	0	0	0
Other Interest Expense (431):			
Derived	0	[REDACTED]	0 21
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 22
Total (Acct. 432):	0	0	0
TOTAL INTEREST CHARGES:	203,882	0	203,882
NET INCOME:	81,041	442,520	523,561
EARNED SURPLUS			
Unappropriated Earned Surplus (Beginning of Year) (216):			
Derived	2,575,016	2,739,639	5,314,655 23
Total (Acct. 216):	2,575,016	2,739,639	5,314,655
Balance Transferred from Income (433):			
Derived	81,041	442,520	523,561 24
Total (Acct. 433):	81,041	442,520	523,561
Miscellaneous Credits to Surplus (434):			
NONE	0	0	0 25
Total (Acct. 434):	0	0	0
Miscellaneous Debits to Surplus--Debit (435):			
NONE	0	0	0 26
Total (Acct. 435)--Debit:	0	0	0
Appropriations of Surplus--Debit (436):			
Detail appropriations to (from) account 215			0 27
Total (Acct. 436)--Debit:	0	0	0
UNAPPROPRIATED EARNED SURPLUS (END OF YEAR):	2,656,057	3,182,159	5,838,216

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

- | |
|---|
| <p>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.</p> <p>2. If the sewer department is not regulated by the PSC, do not report sewer department data in column (d).</p> |
|---|

Description (a)	Water Utility (b)	Electric Utility (c)	Sewer Utility (Regulated Only) (d)	Gas Utility (e)	Total (f)	
Total operating revenues	415,354	0	0	0	415,354	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	415,354	0	0	0	415,354	

BALANCE SHEET

Assets and Other Debits (a)	Balance End of Year (b)	Balance First of Year (c)	
UTILITY PLANT			
Utility Plant (100)	4,281,867	4,048,397	1
Less: Accumulated Provision for Depreciation and Amortization of Utility Plant (110)	599,915	748,490	2
Net Utility Plant	3,681,952	3,299,907	
OTHER PROPERTY AND INVESTMENTS			
Nonutility Property (121)	10,226,505	9,981,961	3
Less: Accumulated Provision for Depreciation and Amortization of Nonutility Property (122)	1,856,911	1,563,092	4
Net Nonutility Property	8,369,594	8,418,869	
Investment in Municipality (123)	1,644,834	1,743,831	5
Other Investments (124)	146,439	110,715	6
Special Funds (125)	877,063	792,207	7
Total Other Property and Investments	11,037,930	11,065,622	
CURRENT AND ACCRUED ASSETS			
Cash and Working Funds (131)	5,775	4,657	8
Temporary Cash Investments (132)	545,600	733,822	9
Notes Receivable (141)	0	0	10
Customer Accounts Receivable (142)	95,373	84,253	11
Other Accounts Receivable (143)	0	0	12
Accumulated Provision for Uncollectible Accounts- -Cr. (144)	0	0	13
Receivables from Municipality (145)	6,261	0	14
Materials and Supplies (150)	0	0	15
Prepayments (165)	0	0	16
Other Current and Accrued Assets (170)			17
Total Current and Accrued Assets	653,009	822,732	
DEFERRED DEBITS			
Unamortized Debt Discount and Expense (181)	16,749	19,794	18
Extraordinary Property Losses (182)	0	0	19
Other Deferred Debits (183)	5,249	4,687	20
Total Deferred Debits	21,998	24,481	
Total Assets and Other Debits	15,394,889	15,212,742	

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)	2,933,620	2,933,620	21
Appropriated Earned Surplus (215)			22
Unappropriated Earned Surplus (216)	5,838,216	5,314,655	23
Total Proprietary Capital	8,771,836	8,248,275	
LONG-TERM DEBT			
Bonds (221)	6,158,242	6,558,640	24
Advances from Municipality (223)	0	0	25
Other long-Term Debt (224)	125,000	165,000	26
Total Long-Term Debt	6,283,242	6,723,640	
CURRENT AND ACCRUED LIABILITIES			
Notes Payable (231)	0	0	27
Accounts Payable (232)	18,714	14,401	28
Payables to Municipality (233)	11,368	106,149	29
Customer Deposits (235)			30
Taxes Accrued (236)	70,914	67,230	31
Interest Accrued (237)	32,589	34,858	32
Other Current and Accrued Liabilities (238)	23,447	18,189	33
Total Current and Accrued Liabilities	157,032	240,827	
DEFERRED CREDITS			
Unamortized Premium on Debt (251)	0	0	34
Customer Advances for Construction (252)			35
Other Deferred Credits (253)	182,779	0	36
Total Deferred Credits	182,779	0	
OPERATING RESERVES			
Miscellaneous Operating Reserves (265)			37
Total Operating Reserves	0	0	
Total Liabilities and Other Credits	15,394,889	15,212,742	

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	4,048,397	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)	2,695,505	0	0	0	2
Utility Plant in Service - Contributed Plant (100.2)	1,586,362	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	4,281,867	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)	359,995	0	0	0	11
Accumulated Provision for Depreciation of Utility Plant in Service - Contributed Plant (110.2)	239,920	0	0	0	12
Total Accumulated Provision	599,915	0	0	0	
Net Utility Plant	3,681,952	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)	534,365				534,365	1
Credits During Year						2
Accruals:						3
Charged depreciation expense (403)	61,207				61,207	4
Depreciation expense on meters						5
charged to sewer (see Note 3)	4,017				4,017	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	65,224	0	0	0	65,224	16
Debits during year						17
Book cost of plant retired	47,195				47,195	18
Cost of removal					0	19
Other debits (specify):						20
Est Reg Liab(253): Docket 05-US-10	192,399				192,399	21
					0	22
					0	23
					0	24
Total debits	239,594	0	0	0	239,594	25
Balance end of year (110.1)	359,995	0	0	0	359,995	26
Composite Depreciation Rate?	No					27
If yes, what is the rate?						28

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

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

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

Particulars (a)	Water (b)	(c)	(d)	(e)	Total (f)	
Balance first of year (110.1)	214,125				214,125	1
Credits During Year						2
Accruals:						3
Charged depreciation expense (403)	25,795				25,795	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	25,795	0	0	0	25,795	16
Debits during year						17
Book cost of plant retired	0				0	18
Cost of removal					0	19
Other debits (specify):						20
					0	21
					0	22
					0	23
					0	24
Total debits	0	0	0	0	0	25
Balance end of year (110.1)	239,920	0	0	0	239,920	26
Composite Depreciation Rate?	No					27
If yes, what is the rate?						28

NET NONUTILITY PROPERTY (ACCTS. 121 & 122)

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

Description (a)	Balance First of Year (b)	Additions During Year (c)	Deductions During Year (d)	Balance End of Year (e)	
Nonregulated sewer plant	9,897,956	183,045		10,081,001	1
Other (specify):					
CONSTRUCTION WORK IN PROGRESS	0			0	2
Property held for future use	84,005	61,499		145,504	3
Total Nonutility Property (121)	9,981,961	244,544	0	10,226,505	
Less accum. prov. depr. & amort. (122)	1,563,092	293,819		1,856,911	4
 Net Nonutility Property	 8,418,869	 (49,275)	 0	 8,369,594	

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	0	
Deductions:		
Accounts written off during the year: Utility Customers		5
Accounts written off during the year: Others		6
Total accounts written off	0	
Balance end of year	0	

MATERIALS AND SUPPLIES

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

Account	Total End of Year	Amount Prior Year
Electric utility total	0	0 1
Water utility		0 2
Sewer utility		0 3
Gas utility		0 4
Merchandise		0 5
Other materials & supplies		0 6
Total Materials and Supplies	<u>0</u>	<u>0</u>

**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)				
1999 GENERAL OBLIGATION PROMISSORY NOTES	914	428	1,836	1
2002 WATER REVENUE BONDS	2,131	428	14,913	2
Total			16,749	
Unamortized premium on debt (251)				
NONE				3
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	2,933,620	1
Changes during year (explain):		2
Balance end of year	<u><u>2,933,620</u></u>	

BONDS (ACCT. 221)

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

Description of Issue (a)	Date of Issue (b)	Final Maturity Date (c)	Interest Rate (d)	Principal Amount End of Year (e)	
97 SEWER REVENUE BONDS-CLEAN WATER F	08/27/1997	05/01/2017	3.10%	4,738,576	1
98 SEWER REVENUE BONDS-CLEAN WATER F	11/04/1998	05/01/2018	2.64%	904,666	2
02 WATER REVENUE BONDS	07/01/2002	11/01/2011	3.92%	515,000	3
Total Bonds (Account 221):				6,158,242	

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)	
Other Long-Term Debt (224)					
1999 GENERAL OBLIGATION PROMISSORY NOTE	04/01/1999	05/01/2007	4.06%	125,000	1
Total for Account 224				125,000	

TAXES ACCRUED (ACCT. 236)

Particulars (a)	Amount (b)	
Balance first of year	67,230	1
Accruals:		
Charged water department expense	77,198	2
Charged electric department expense		3
Charged sewer department expense	1,208	4
Other (explain):		
NONE		5
Total Accruals and other credits	78,406	
Taxes paid during year:		
County, state and local taxes	67,230	6
Social Security taxes	6,996	7
PSC Remainder Assessment	496	8
Other (explain):		
NONE		9
Total payments and other debits	74,722	
Balance end of year	70,914	

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)					
2002 WATER REVENUE BONDS	3,559	21,095	21,352	3,302	1
1998 CLEAN WATER FUND	4,213	24,349	24,581	3,981	2
1997 CLEAN WATER FUND	25,961	149,725	151,235	24,451	3
Subtotal	33,733	195,169	197,168	31,734	
Advances from Municipality (223)					
NONE	0			0	4
Subtotal	0	0	0	0	
Other long-Term Debt (224)					
1999 GENERAL OBLIGATION PROMISSORY NOTES	1,125	5,668	5,938	855	5
Subtotal	1,125	5,668	5,938	855	
Notes Payable (231)					
None	0			0	6
Subtotal	0	0	0	0	
Total	34,858	200,837	203,106	32,589	

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):		
RECIEVABLE FROM TIF	1,644,834	1
Total (Acct. 123):	1,644,834	
Other Investments (124):		
CONNECTION FEE INVESTMENT	146,439	2
Total (Acct. 124):	146,439	
Special Funds (125):		
REPLACEMENT FUNDS	193,550	3
SINKING FUNDS	340,420	4
REDEMPTION ACCOUNT	279,230	5
RESERVE ACCOUNT	63,863	6
Total (Acct. 125):	877,063	
Notes Receivable (141):		
NONE		7
Total (Acct. 141):	0	
Customer Accounts Receivable (142):		
Water	95,373	8
Electric		9
Sewer (Regulated)		10
Other (specify):		
NONE		11
Total (Acct. 142):	95,373	
Other Accounts Receivable (143):		
Sewer (Non-regulated)		12
Merchandising, jobbing and contract work		13
Other (specify):		
NONE		14
Total (Acct. 143):	0	
Receivables from Municipality (145):		
SEE PAGE F-23	6,261	15
Total (Acct. 145):	6,261	
Prepayments (165):		
NONE		16
Total (Acct. 165):	0	
Extraordinary Property Losses (182):		
NONE		17
Total (Acct. 182):	0	

BALANCE SHEET END-OF-YEAR ACCOUNT BALANCES

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

Particulars (a)	Balance End of Year (b)	
Other Deferred Debits (183):		
PRELIMINARY SURVEY AND INVESTIGATION	5,249	18
Total (Acct. 183):	5,249	
Payables to Municipality (233):		
SEE PAGE F-23	11,368	19
Total (Acct. 233):	11,368	
Other Deferred Credits (253):		
Regulatory Liability	182,779	20
NONE		21
Total (Acct. 253):	182,779	

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)	2,693,414	0	0	0	2,693,414	1	
Materials and Supplies	0	0	0	0	0	2	
Other (specify):						0	3
Less Average:							
Reserve for Depreciation (110.1)	447,180	0	0	0	447,180	4	
Customer Advances for Construction					0	5	
Regulatory Liability	91,389	0	0	0	91,389	6	
					0	7	
Average Net Rate Base	2,154,845	0	0	0	2,154,845		
Net Operating Income	90,015	0	0	0	90,015	8	
Net Operating Income as a percent of							
Average Net Rate Base	4.18%	N/A	N/A	N/A	4.18%		

IMPORTANT CHANGES DURING THE YEAR

Report changes of any of the following types:

NONE

FULL-TIME EMPLOYEES (FTE)

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

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

Industry (a)	FTE (b)	
Water	2.4	1
Electric		2
Gas		3
Sewer	2.4	4

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

Particulars (a)	Water (b)	Electric (c)	Sewer (d)	Gas (e)	Total (f)	
Balance First of Year					0	1
Add credits during year:						
Establish Regulatory Liability 1/1/04	192,399	0	0	0	192,399	2
Other (specify):						
NONE					0	3
Deduct charges:						
Miscellaneous Amortization (425)	9,620				9,620	4
Other (specify):						
NONE					0	5
Balance End of Year	182,779	0	0	0	182,779	

FINANCIAL SECTION FOOTNOTES

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

Other Deferred Debits (Acct 183): amortization requires PSC authorization. Provide date of authorization.

The preliminary survey and investigation amounts are engineering costs of a potential location of a new water tower.

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

The balance in Account 145 for consists of receivables for \$6,261 for 2004 tax roll. The balance in Account 233 consists of payables for \$11,368 for routine expenses paid for by the municipality on behalf of the water and sewer utility, such as payroll & benefits, insurance and miscellaneous office supplies.

Signature Page (Page ii)

General footnotes

ACCOUNTANTS' COMPILATION REPORT

Marshall Water & Sewer Utility
Marshall, Wisconsin

We have compiled the accompanying Annual Report to the Public Service Commission of Marshall Water & Sewer Utility, an enterprise fund of the Village of Marshall as of December 31, 2004 and for 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.

Our 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.

SS/
VIRCHOW, KRAUSE & COMPANY, LLP

Madison, Wisconsin
January 25, 2005

WATER OPERATING REVENUES & EXPENSES

Particulars (a)	This Year (b)	Last Year (c)	
Operating Revenues			
Sales of Water			
Sales of Water (460-467)	398,519	407,134	1
Total Sales of Water	398,519	407,134	
Other Operating Revenues			
Forfeited Discounts (470)	1,232	909	2
Other Water Revenues (474)	15,603	11,429	3
Total Other Operating Revenues	16,835	12,338	
Total Operating Revenues	415,354	419,472	
Operation and Maintenance Expenses			
Plant Operation and Maintenance Expenses (600-660)	111,253	101,307	4
General Operating Expenses (680-690)	75,681	79,259	5
Total Operation and Maintenance Expenses	186,934	180,566	
Other Operating Expenses			
Depreciation Expense (403)	61,207	59,035	6
Amortization Expense (404)		0	7
Taxes (408)	77,198	72,648	8
Total Other Operating Expenses	138,405	131,683	
Total Operating Expenses	325,339	312,249	
NET OPERATING INCOME	90,015	107,223	

WATER OPERATING REVENUES - SALES OF WATER

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

Particulars (a)	Average No. Customers (b)	Thousands of Gallons of Water Sold (c)	Amounts (d)	
Operating Revenues				
Sales of Water				
Unmetered Sales to General Customers (460)				
Residential				1
Commercial	1	3	62	2
Industrial				3
Total Unmetered Sales to General Customers (460)	1	3	62	
Metered Sales to General Customers (461)				
Residential	923	49,344	181,413	4
Commercial	72	27,105	54,909	5
Industrial	7	366	1,461	6
Total Metered Sales to General Customers (461)	1,002	76,815	237,783	
Private Fire Protection Service (462)				7
Public Fire Protection Service (463)	1,023		151,314	8
Other Sales to Public Authorities (464)	13	3,560	9,360	9
Sales to Irrigation Customers (465)				10
Sales for Resale (466)		0	0	11
Interdepartmental Sales (467)				12
 Total Sales of Water	 2,039	 80,378	 398,519	

SALES FOR RESALE (ACCT. 466)

Use a separate line for each delivery point.

Customer Name (a)	Point of Delivery (b)	Thousands of Gallons Sold (c)	Revenues (d)
------------------------------	----------------------------------	--	-------------------------

NONE

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)	151,314	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)	151,314	
Forfeited Discounts (470):		
Customer late payment charges	1,232	5
Other (specify):		
NONE		6
Total Forfeited Discounts (470)	1,232	
Other Water Revenues (474):		
Return on net investment in meters charged to sewer department	3,803	7
Other (specify):		
PERMITS, RECONNECTIONS, MISC	200	8
RENTS FROM WATER TOWER	11,600	9
Total Other Water Revenues (474)	15,603	

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)	71,592	56,846	1
Purchased Water (610)		0	2
Fuel or Power Purchased for Pumping (620)	11,878	13,015	3
Chemicals (630)	7,717	8,794	4
Supplies and Expenses (640)	7,513	6,377	5
Repairs of Water Plant (650)	9,705	13,462	6
Transportation Expenses (660)	2,848	2,813	7
Total Plant Operation and Maintenance Expenses	111,253	101,307	
GENERAL OPERATING EXPENSES			
Administrative and General Salaries (680)	21,588	22,028	8
Office Supplies and Expenses (681)	6,542	8,332	9
Outside Services Employed (682)	9,381	12,521	10
Insurance Expense (684)	9,190	8,383	11
Employees Pensions and Benefits (686)	19,399	19,956	12
Regulatory Commission Expenses (688)		0	13
Miscellaneous General Expenses (689)	9,581	8,039	14
Uncollectible Accounts (690)		0	15
Total General Operating Expenses	75,681	79,259	
Total Operation and Maintenance Expenses	186,934	180,566	

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		70,914	67,230	1
Less: Local and School Tax Equivalent on Meters Charged to Sewer Department		1,208	1,186	2
Net property tax equivalent		69,706	66,044	
Social Security		6,996	6,135	3
PSC Remainder Assessment		496	469	4
Other (specify): NONE			0	5
Total tax expense		77,198	72,648	

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			Dane				1
SUMMARY OF TAX RATES							2
State tax rate	mills		0.204000				3
County tax rate	mills		2.728000				4
Local tax rate	mills		5.896000				5
School tax rate	mills		11.524000				6
Voc. school tax rate	mills		1.341000				7
Other tax rate - Local	mills		0.000000				8
Other tax rate - Non-Local	mills		0.000000				9
Total tax rate	mills		21.693000				10
Less: state credit	mills		1.377000				11
Net tax rate	mills		20.316000				12
PROPERTY TAX EQUIVALENT CALCULATION							13
Local Tax Rate	mills		5.896000				14
Combined School Tax Rate	mills		12.865000				15
Other Tax Rate - Local	mills		0.000000				16
Total Local & School Tax	mills		18.761000				17
Total Tax Rate	mills		21.693000				18
Ratio of Local and School Tax to Total	dec.		0.864841				19
Total tax net of state credit	mills		20.316000				20
Net Local and School Tax Rate	mills		17.570114				21
Utility Plant, Jan. 1	\$	4,132,402	4,132,402				22
Materials & Supplies	\$	0	0				23
Subtotal	\$	4,132,402	4,132,402				24
Less: Plant Outside Limits	\$	0	0				25
Taxable Assets	\$	4,132,402	4,132,402				26
Assessment Ratio	dec.		0.976680				27
Assessed Value	\$	4,036,034	4,036,034				28
Net Local & School Rate	mills		17.570114				29
Tax Equiv. Computed for Current Year	\$	70,914	70,914				30
Tax Equivalent per 1994 PSC Report	\$	38,135					31
Any lower tax equivalent as authorized by municipality (see note 6)	\$						32 33
Tax equiv. for current year (see note 6)	\$	70,914					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)	14,200		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)	25,637		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	39,837	0	
PUMPING PLANT			
Land and Land Rights (320)	0		12
Structures and Improvements (321)	17,003	1,596	13
Boiler Plant Equipment (322)	0		14
Other Power Production Equipment (323)	0		15
Steam Pumping Equipment (324)	0		16
Electric Pumping Equipment (325)	70,456		17
Diesel Pumping Equipment (326)	13,766		18
Hydraulic Pumping Equipment (327)	0		19
Other Pumping Equipment (328)	0		20
Total Pumping Plant	101,225	1,596	
WATER TREATMENT PLANT			
Land and Land Rights (330)	0		21
Structures and Improvements (331)	0		22
Water Treatment Equipment (332)	3,809		23
Total Water Treatment Plant	3,809	0	

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

Accounts (d)	Retirements During Year (e)	Adjustments Increase or (Decrease) (f)	Balance End of Year (g)	
INTANGIBLE PLANT				
Organization (301)			0	1
Franchises and Consents (302)			0	2
Miscellaneous Intangible Plant (303)			0	3
Total Intangible Plant	0	0	0	
SOURCE OF SUPPLY PLANT				
Land and Land Rights (310)			14,200	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)			25,637	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	39,837	
PUMPING PLANT				
Land and Land Rights (320)			0	12
Structures and Improvements (321)			18,599	13
Boiler Plant Equipment (322)			0	14
Other Power Production Equipment (323)			0	15
Steam Pumping Equipment (324)			0	16
Electric Pumping Equipment (325)			70,456	17
Diesel Pumping Equipment (326)			13,766	18
Hydraulic Pumping Equipment (327)			0	19
Other Pumping Equipment (328)			0	20
Total Pumping Plant	0	0	102,821	
WATER TREATMENT PLANT				
Land and Land Rights (330)			0	21
Structures and Improvements (331)			0	22
Water Treatment Equipment (332)			3,809	23
Total Water Treatment Plant	0	0	3,809	

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)	21,937		24
Structures and Improvements (341)	0		25
Distribution Reservoirs and Standpipes (342)	462,722		26
Transmission and Distribution Mains (343)	1,361,456	2,654	27
Fire Mains (344)	0		28
Services (345)	342,130	1,980	29
Meters (346)	140,823	33,182	30
Hydrants (348)	115,843	935	31
Other Transmission and Distribution Plant (349)	0		32
Total Transmission and Distribution Plant	2,444,911	38,751	
GENERAL PLANT			
Land and Land Rights (370)	0		33
Structures and Improvements (371)	0		34
Office Furniture and Equipment (372)	2,582		35
Computer Equipment (372.1)	12,856	1,108	36
Transportation Equipment (373)	53,588	1,450	37
Other General Equipment (379)	32,515	8,472	38
Other Tangible Property (390)	0		39
Total General Plant	101,541	11,030	
Total utility plant in service directly assignable	2,691,323	51,377	
Common Utility Plant Allocated to Water Department	0		40
Total utility plant in service	2,691,323	51,377	

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)			21,937 24
Structures and Improvements (341)			0 25
Distribution Reservoirs and Standpipes (342)			462,722 26
Transmission and Distribution Mains (343)	24,250		1,339,860 27
Fire Mains (344)			0 28
Services (345)	240		343,870 29
Meters (346)	22,705		151,300 30
Hydrants (348)			116,778 31
Other Transmission and Distribution Plant (349)			0 32
Total Transmission and Distribution Plant	47,195	0	2,436,467
GENERAL PLANT			
Land and Land Rights (370)			0 33
Structures and Improvements (371)			0 34
Office Furniture and Equipment (372)			2,582 35
Computer Equipment (372.1)			13,964 36
Transportation Equipment (373)			55,038 37
Other General Equipment (379)			40,987 38
Other Tangible Property (390)			0 39
Total General Plant	0	0	112,571
Total utility plant in service directly assignable	47,195	0	2,695,505
Common Utility Plant Allocated to Water Department			0 40
Total utility plant in service	47,195	0	2,695,505

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

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

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

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

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

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

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

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	
TRANSMISSION AND DISTRIBUTION PLANT			
Land and Land Rights (340)	0		24
Structures and Improvements (341)	0		25
Distribution Reservoirs and Standpipes (342)	0		26
Transmission and Distribution Mains (343)	909,998	158,774	27
Fire Mains (344)	0		28
Services (345)	305,291	52,868	29
Meters (346)	0		30
Hydrants (348)	141,785	17,646	31
Other Transmission and Distribution Plant (349)	0		32
Total Transmission and Distribution Plant	1,357,074	229,288	
GENERAL PLANT			
Land and Land Rights (370)	0		33
Structures and Improvements (371)	0		34
Office Furniture and Equipment (372)	0		35
Computer Equipment (372.1)	0		36
Transportation Equipment (373)	0		37
Other General Equipment (379)	0		38
Other Tangible Property (390)	0		39
Total General Plant	0	0	
Total utility plant in service directly assignable	1,357,074	229,288	
Common Utility Plant Allocated to Water Department	0		40
Total utility plant in service	1,357,074	229,288	

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)			1,068,772 27
Fire Mains (344)			0 28
Services (345)			358,159 29
Meters (346)			0 30
Hydrants (348)			159,431 31
Other Transmission and Distribution Plant (349)			0 32
Total Transmission and Distribution Plant	0	0	1,586,362
GENERAL PLANT			
Land and Land Rights (370)			0 33
Structures and Improvements (371)			0 34
Office Furniture and Equipment (372)			0 35
Computer Equipment (372.1)			0 36
Transportation Equipment (373)			0 37
Other General Equipment (379)			0 38
Other Tangible Property (390)			0 39
Total General Plant	0	0	0
Total utility plant in service directly assignable	0	0	1,586,362
Common Utility Plant Allocated to Water Department			0 40
Total utility plant in service	0	0	1,586,362

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			7,651	7,651	1
February			7,208	7,208	2
March			7,169	7,169	3
April			6,958	6,958	4
May			7,855	7,855	5
June			8,375	8,375	6
July			8,248	8,248	7
August			7,793	7,793	8
September			7,605	7,605	9
October			7,125	7,125	10
November			7,117	7,117	11
December			7,289	7,289	12
Total annual pumpage	0	0	90,393	90,393	
Less: Water sold				80,378	13
Volume pumped but not sold				10,015	14
Volume sold as a percent of volume pumped				89%	15
Volume used for water production, water quality and system maintenance				150	16
Volume related to equipment/system malfunction				10	17
Non-utility volume NOT included in water sales				1,113	18
Total volume not sold but accounted for				1,273	19
Volume pumped but unaccounted for				8,742	20
Percent of water lost				10%	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.)				570	23
Date of maximum: 6/8/2004					24
Cause of maximum:					25
High demand					
Minimum gallons pumped by all methods in any one day during reporting year (000 gal.)				0	26
Date of minimum: 1/26/2004					27
Total KWH used for pumping for the year				135,074	28
If water is purchased: Vendor Name: N/A					29
Point of Delivery: N/A					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)	
HUBBELL	1	371	14	501,120	Yes	1
PORTER	2	800	16	720,000	Yes	2

SOURCES OF WATER SUPPLY - SURFACE WATERS

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

PUMPING & POWER EQUIPMENT

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

Particulars (a)	Unit A (b)	Unit B (c)	Unit C (d)
Identification	1	2	1
Location	HUBBELL STREET	PORTER STREET	2
Purpose	P	P	3
Destination	D	D	4
Pump Manufacturer	LAYNE NEW	LAYNE NEW	5
Year Installed	1999	1969	6
Type	VERTICAL TURBINE	VERTICAL TURBINE	7
Actual Capacity (gpm)	500	600	8
Pump Motor or Standby Engine Mfr	G.E.	G.E.	9 10
Year Installed	1989	1969	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	2		1
RESERVOIRS, STANDPIPES OR ELEVATED TANKS			2
Type: R (reservoir), S (standpipe) or ET (elevated tank)	ET		3
Year constructed	1989		4
Primary material (earthen, steel, concrete, other)	STEEL		5
Elevation difference in feet (See Headnote 3.)	158		6
Total capacity in gallons (actual)	300,000		7
WATER TREATMENT PLANT			8
Disinfection, type of equipment (gas, liquid, powder, other)	OTHER		9
Points of application (wellhouse, central facilities, booster station, other)	OTHER		10
Filters, type (gravity, pressure, other, none)	NONE		11
Rated capacity of filter plant (m.g.d.) (note: 1,200,000 gal/day = 1.2 m.g.d.)	122.0000		12
Is a corrosion control chemical used (yes, no)?	Y		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	3.000	300	0	0	0	300	1
M	D	4.000	3,564	0	0	0	3,564	2
M	D	6.000	40,629	175	0	0	40,804	3
M	D	8.000	23,079	2,666	0	0	25,745	4
M	D	10.000	8,563	0	970	0	7,593	5
M	D	12.000	7,341	1,115	0	0	8,456	6
Total Within Municipality			83,476	3,956	970	0	86,462	
Total Utility			83,476	3,956	970	0	86,462	

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	401	0	80	0	321		1
M	1.000	584	57	0	0	641	0	2
M	1.250	1	0	0	0	1		3
M	1.500	21	0	0	0	21		4
M	2.000	19	1	2	0	18		5
M	3.000	2	0	0	0	2		6
M	4.000	2	0	0	0	2		7
M	6.000	1	0	0	0	1		8
Total Utility		1,031	58	82	0	1,007	0	

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)	
0.750	1,148	150	226	(10)	1,062	0	1
1.000	34	0	13	0	21	0	2
1.250	0	0	0	0	0	0	3
1.500	9	0	1	2	10	0	4
2.000	10	0	2	0	8	0	5
3.000	7	0	1	0	6	2	6
6.000	1	0	0	(1)	0	0	7
8.000	1	0	1	1	1	1	8
Total:	1,210	150	244	(8)	1,108	3	

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)	
0.750	944	48	8	5	0	57	1,062	1
1.000	0	20	0	1	0	0	21	2
1.250	0	0	0	0	0	0	0	3
1.500	0	7	0	1	1	1	10	4
2.000	0	2	0	5	1	0	8	5
3.000	0	0	0	3	3	0	6	6
6.000	0	0	0	0	0	0	0	7
8.000	0	1	0	0	0	0	1	8
Total:	944	78	8	15	5	58	1,108	

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	150	11			161	2
Total Fire Hydrants	150	11	0	0	161	
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:	150
Number of distribution system valves end of year:	439
Number of distribution valves operated during year:	416

WATER OPERATING SECTION FOOTNOTES

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

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

See Account 474 for detail.

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

IF total for Utility Plant, Jan. 1 on this schedule does not match Total Utility Plant - First of Year on the Net Utility Plant schedule, please explain.

The total for Utility Plant, Jan. 1 includes \$84,005 for property held for future use.

Water Mains (Page W-17)

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

Additions financed by utility and developer contribution.

Water Services (Page W-18)

If Utility-Owned Service Not In Use at End of Year is reported as zero, please explain.

All Utility-Owned Services in use at end of year.

Meters (Page W-19)

Explain all reported adjustments.

Adjustments were due to a reevaluation of the billing system to meter records.

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.

The station meter was last tested on July 18, 2004.
