



3014 (02-02-05)

ANNUAL REPORT

OF

Name: TOWN OF ALGOMA SANITARY DISTRICT #1

Principal Office: 1220 OAKWOOD CIRCLE
OSHKOSH, WI 54904

For the Year Ended: DECEMBER 31, 2005

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: TOWN OF ALGOMA SANITARY DISTRICT #1

Utility Address: 1220 OAKWOOD CIRCLE
OSHKOSH, WI 54904

When was utility organized? 4/23/2003

Report any change in name:

Effective Date:

Utility Web Site:

Utility employee in charge of correspondence concerning this report:

Name: ROSE MRAZ

Title: OFFICE MANAGER

Office Address:

1220 OAKWOOD CIRCLE
OSHKOSH, WI 54904

Telephone: (920) 426 - 0335

Fax Number: (920) 426 - 1181

E-mail Address:

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

Name: RENEE MESSING

Title: PARTNER

Office Address:

CLIFTON GUNDERSON LLP
10001 INNOVATION DRIVE SUITE 201
MILWAUKEE, WI 53226

Telephone: (414) 918 - 4877

Fax Number: (414) 476 - 7286

E-mail Address: renee.messing@cliftoncpa.com

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

Name: EARL LAWRENCE

Title: PRESIDENT

Office Address:

1321 PARTRIDGE COURS
OSHKOSH, WI 54904

Telephone: (920) 233 - 3972

Fax Number:

E-mail Address:

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

IDENTIFICATION AND OWNERSHIP

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

Name:

Title:

Office Address:

Telephone:

Fax Number:

E-mail Address:

Date of most recent audit report: 3/28/2006

Period covered by most recent audit: 1/1/05-12/31/05

Names and titles of utility management including manager or superintendent:

Name: KEVIN MRAZ

Title: UTILITY DIRECTOR

Office Address:

1220 OAKWOOD CIRCLE
OSHKOSH, WI 54904

Telephone: (920) 426 - 0335

Fax Number: (920) 426 - 1181

E-mail Address:

Name of utility commission/committee: TOWN OF ALGOMA SANITARY DISTRICT COMMISSIONERS

Names of members of utility commission/committee:

- MR JOEL EDSON, TREASURER
- MR MICHAEL GELHAR, COMMISSIONER
- MR ALEXANDER IRVINE, SECRETARY
- MR EARL LAWRENCE, PRESIDENT

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)	209,443	25,186	1
Operating Expenses:			
Operation and Maintenance Expense (401-402)	305,955	159,957	2
Depreciation Expense (403)	45,866	0	3
Amortization Expense (404-407)	0	0	4
Taxes (408)	8,853	5,528	5
Total Operating Expenses	360,674	165,485	
Net Operating Income	(151,231)	(140,299)	
Income from Utility Plant Leased to Others (412-413)	0	0	6
Utility Operating Income	(151,231)	(140,299)	
OTHER INCOME			
Income from Merchandising, Jobbing and Contract Work (415-416)	0	0	7
Income from Nonutility Operations (417)	0	0	8
Nonoperating Rental Income (418)	0	0	9
Interest and Dividend Income (419)	233,046	35,739	10
Miscellaneous Nonoperating Income (421)	3,231,141	749,092	11
Total Other Income	3,464,187	784,831	
Total Income	3,312,956	644,532	
MISCELLANEOUS INCOME DEDUCTIONS			
Miscellaneous Amortization (425)	0	0	12
Other Income Deductions (426)	154,201	69,471	13
Total Miscellaneous Income Deductions	154,201	69,471	
Income Before Interest Charges	3,158,755	575,061	
INTEREST CHARGES			
Interest on Long-Term Debt (427)	318,150	192,454	14
Amortization of Debt Discount and Expense (428)	5,378	26,899	15
Amortization of Premium on Debt--Cr. (429)	0	0	16
Interest on Debt to Municipality (430)	0	0	17
Other Interest Expense (431)	(6,521)	36,274	18
Interest Charged to Construction--Cr. (432)	73,275	146,205	19
Total Interest Charges	243,732	109,422	
Net Income	2,915,023	465,639	
EARNED SURPLUS			
Unappropriated Earned Surplus (Beginning of Year) (216)	7,595,914	0	20
Balance Transferred from Income (433)	2,915,023	465,639	21
Miscellaneous Credits to Surplus (434)	0	7,130,275	22
Miscellaneous Debits to Surplus--Debit (435)	1,945,550	0	23
Appropriations of Surplus--Debit (436)	0	0	24
Appropriations of Income to Municipal Funds--Debit (439)	0	0	25
Total Unappropriated Earned Surplus End of Year (216)	8,565,387	7,595,914	

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 Income from Nonutility Operations, Account 417.

Description of Item (a)	Earnings (216.1) (b)	Contributions (216.2) (c)	Total This Year (d)	
UTILITY OPERATING INCOME				
Operating Revenues (400):				
Derived	209,443		209,443	1
Total (Acct. 400):	209,443	0	209,443	
Operation and Maintenance Expense (401-402):				
Derived	305,955		305,955	2
Total (Acct. 401-402):	305,955	0	305,955	
Depreciation Expense (403):				
Derived	45,866		45,866	3
Total (Acct. 403):	45,866	0	45,866	
Amortization Expense (404-407):				
Derived	0		0	4
Total (Acct. 404-407):	0	0	0	
Taxes (408):				
Derived	8,853		8,853	5
Total (Acct. 408):	8,853	0	8,853	
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:	(151,231)	0	(151,231)	
OTHER INCOME				
Income from Merchandising, Jobbing and Contract Work (415-416):				
Derived	0		0	8
Total (Acct. 415-416):	0	0	0	
Income from Nonutility Operations (417):				
NONE	0		0	9
Total (Acct. 417):	0	0	0	
Nonoperating Rental Income (418):				
NONE	0		0	10
Total (Acct. 418):	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 Income from Nonutility Operations, Account 417.

Description of Item (a)	Earnings (216.1) (b)	Contributions (216.2) (c)	Total This Year (d)
OTHER INCOME			
Interest and Dividend Income (419):			
INTEREST ON INVESTMENTS AND ASSESSMENTS	233,046	0	233,046 11
Total (Acct. 419):	233,046	0	233,046
Miscellaneous Nonoperating Income (421):			
Contributed Plant - Water		87,702	87,702 12
SPECIAL ASSESSMENTS LEVIED	0	3,143,439	3,143,439 13
Total (Acct. 421):	0	3,231,141	3,231,141
TOTAL OTHER INCOME:	233,046	3,231,141	3,464,187

MISCELLANEOUS INCOME DEDUCTIONS			
Miscellaneous Amortization (425):			
Regulatory Liability (253) Amortization	0		0 14
NONE	0	0	0 15
Total (Acct. 425):	0	0	0
Other Income Deductions (426):			
Depreciation Expense on Contributed Plant - Water		154,201	154,201 16
NONE	0	0	0 17
Total (Acct. 426):	0	154,201	154,201
TOTAL MISCELLANEOUS INCOME DEDUCTIONS:	0	154,201	154,201

INTEREST CHARGES			
Interest on Long-Term Debt (427):			
Derived	318,150		318,150 18
Total (Acct. 427):	318,150	0	318,150
Amortization of Debt Discount and Expense (428):			
DEBT DISCOUNT AND ISSUE COSTS	5,378		5,378 19
Total (Acct. 428):	5,378	0	5,378
Amortization of Premium on Debt--Cr. (429):			
NONE	0		0 20
Total (Acct. 429):	0	0	0
Interest on Debt to Municipality (430):			
Derived	0		0 21
Total (Acct. 430):	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 Income from Nonutility Operations, Account 417.

Description of Item (a)	Earnings (216.1) (b)	Contributions (216.2) (c)	Total This Year (d)
INTEREST CHARGES			
Other Interest Expense (431):			
Derived	(6,521)		(6,521) 22
Total (Acct. 431):	(6,521)	0	(6,521)
Interest Charged to Construction--Cr. (432):			
CAPITALIZED INTEREST	73,275		73,275 23
Total (Acct. 432):	73,275	0	73,275
TOTAL INTEREST CHARGES:	243,732	0	243,732
NET INCOME:	(161,917)	3,076,940	2,915,023
EARNED SURPLUS			
Unappropriated Earned Surplus (Beginning of Year) (216):			
Derived	(213,982)	7,809,896	7,595,914 24
Total (Acct. 216):	(213,982)	7,809,896	7,595,914
Balance Transferred from Income (433):			
Derived	(161,917)	3,076,940	2,915,023 25
Total (Acct. 433):	(161,917)	3,076,940	2,915,023
Miscellaneous Credits to Surplus (434):			
NONE	0	0	0 26
Total (Acct. 434):	0	0	0
Miscellaneous Debits to Surplus--Debit (435):			
RECLASSIFY DEFERRED SPECIAL ASSESSMENTS	1,945,550	0	1,945,550 27
Total (Acct. 435)--Debit:	1,945,550	0	1,945,550
Appropriations of Surplus--Debit (436):			
Detail appropriations to (from) account 215			0 28
Total (Acct. 436)--Debit:	0	0	0
Appropriations of Income to Municipal Funds--Debit (439):			
NONE	0	0	0 29
Total (Acct. 439)--Debit:	0	0	0
UNAPPROPRIATED EARNED SURPLUS (END OF YEAR):	(2,321,449)	10,886,836	8,565,387

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 & 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	209,443	0	0	0	209,443	1
Less: interdepartmental sales	0		0	0	0	2
Less: interdepartmental rents	0	0		0	0	3
Less: return on net investment in meters charged to regulated sewer department. (Do not report if nonregulated sewer.)	0				0	4
Less: uncollectibles directly expensed as reported in water acct. 904 (690 class D), sewer acct. 843, and electric acct. 904 (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	209,443	0	0	0	209,443	

DISTRIBUTION OF TOTAL PAYROLL

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

Accounts Charged (a)	Direct Payroll Distribution (b)	Allocation of Amounts Charged Clearing Accts. (c)	Total (d)	
Water operating expenses	117,880		117,880	1
Electric operating expenses			0	2
Gas operating expenses			0	3
Heating operating expenses			0	4
Sewer operating expenses	96,581		96,581	5
Merchandising and jobbing			0	6
Other nonutility expenses			0	7
Water utility plant accounts			0	8
Electric utility plant accounts			0	9
Gas utility plant accounts			0	10
Heating utility plant accounts			0	11
Sewer utility plant accounts			0	12
Accum. prov. for depreciation of water plant			0	13
Accum. prov. for depreciation of electric plant			0	14
Accum. prov. for depreciation of gas plant			0	15
Accum. prov. for depreciation of heating plant			0	16
Accum. prov. for depreciation of sewer plant			0	17
Clearing accounts			0	18
All other accounts			0	19
Total Payroll	214,461	0	214,461	

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	3.5	1
Electric		2
Gas		3
Sewer	1.5	4

BALANCE SHEET

Assets and Other Debits (a)	Balance End of Year (b)	Balance First of Year (c)	
UTILITY PLANT			
Utility Plant (100)	13,923,357	8,772,743	1
Less: Accumulated Provision for Depreciation and Amortization of Utility Plant (110)	269,937	69,870	2
Net Utility Plant	13,653,420	8,702,873	
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)	9,588,612	254,861	6
Special Funds (125)	3,088,839	1,966,967	7
Total Other Property and Investments	12,677,451	2,221,828	
CURRENT AND ACCRUED ASSETS			
Cash and Working Funds (131)	4,962	34,653	8
Temporary Cash Investments (132)	0	534,536	9
Notes Receivable (141)	0	0	10
Customer Accounts Receivable (142)	30,904	11,740	11
Other Accounts Receivable (143)	1,721	6,145,151	12
Accumulated Provision for Uncollectible Accounts- -Cr. (144)	0	0	13
Receivables from Municipality (145)	550,430	411,667	14
Materials and Supplies (150)	0	0	15
Prepayments (165)	6,424	1,562	16
Other Current and Accrued Assets (170)	152,753	3,694	17
Total Current and Accrued Assets	747,194	7,143,003	
DEFERRED DEBITS			
Unamortized Debt Discount and Expense (181)	40,340	33,207	18
Extraordinary Property Losses (182)	0	0	19
Other Deferred Debits (183)	0	0	20
Total Deferred Debits	40,340	33,207	
Total Assets and Other Debits	27,118,405	18,100,911	

BALANCE SHEET

Liabilities and Other Credits (a)	Balance End of Year (b)	Balance First of Year (c)	
PROPRIETARY CAPITAL			
Capital Paid in by Municipality (200)	0	0	21
Appropriated Earned Surplus (215)	0		22
Unappropriated Earned Surplus (216)	8,565,387	7,595,914	23
Total Proprietary Capital	8,565,387	7,595,914	
LONG-TERM DEBT			
Bonds (221)	0	0	24
Advances from Municipality (223)	0	0	25
Other Long-Term Debt (224)	14,576,854	9,172,192	26
Total Long-Term Debt	14,576,854	9,172,192	
CURRENT AND ACCRUED LIABILITIES			
Notes Payable (231)	0	956,140	27
Accounts Payable (232)	175,518	94,258	28
Payables to Municipality (233)	42,880	41,266	29
Customer Deposits (235)	4,675		30
Taxes Accrued (236)	0	0	31
Interest Accrued (237)	76,372	54,978	32
Other Current and Accrued Liabilities (238)	40,000	186,163	33
Total Current and Accrued Liabilities	339,445	1,332,805	
DEFERRED CREDITS			
Unamortized Premium on Debt (251)	0	0	34
Customer Advances for Construction (252)	0		35
Other Deferred Credits (253)	3,636,719	0	36
Total Deferred Credits	3,636,719	0	
OPERATING RESERVES			
Property Insurance Reserve (261)	0		37
Injuries and Damages Reserve (262)	0		38
Pensions and Benefits Reserve (263)	0		39
Miscellaneous Operating Reserves (265)	0		40
Total Operating Reserves	0	0	
Total Liabilities and Other Credits	27,118,405	18,100,911	

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	8,772,743	0	0	0	1
<i>(Should agree with Util. Plant Jan. 1 in Property Tax Equivalent Schedule)</i>					
Plant Accounts:					
Utility Plant in Service - Financed by Utility Operations or by the Municipality (101.1)	4,971,639	0	0	0	2
Utility Plant in Service - Contributed Plant (101.2)	8,951,718	0	0	0	3
Utility Plant Purchased or Sold (102)					4
Utility Plant in Process of Reclassification (103)					5
Utility Plant Leased to Others (104)					6
Property Held for Future Use (105)					7
Completed Construction not Classified (106)					8
Construction Work in Progress (107)	0				9
Utility Plant Acquisition Adjustments (108)					10
Other Utility Plant Adjustments (109)					11
Total Utility Plant	13,923,357	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)	45,866	0	0	0	12
Accumulated Provision for Depreciation of Utility Plant in Service - Contributed Plant (110.2)	224,071	0	0	0	13
Total Accumulated Provision	269,937	0	0	0	
Net Utility Plant	13,653,420	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)	0				0	1
Credits During Year						2
Accruals:						3
Charged depreciation expense (403)	45,866				45,866	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	45,866	0	0	0	45,866	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)	45,866	0	0	0	45,866	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)	69,870				69,870	1
Credits During Year						2
Accruals:						3
Charged depreciation expense (426)	154,201				154,201	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	154,201	0	0	0	154,201	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)	224,071	0	0	0	224,071	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	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	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					0	0

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	0	0

**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)				
BOND ISSUANCE COSTS	5,378	428	40,340	1
Total			<u><u>40,340</u></u>	
Unamortized premium on debt (251)				
NONE				2
Total			<u><u>0</u></u>	

CAPITAL PAID IN BY MUNICIPALITY (ACCT. 200)

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

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

BONDS (ACCT. 221)

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

Description of Issue (a)	Date of Issue (b)	Final Maturity Date (c)	Interest Rate (d)	Principal Amount End of Year (e)
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NONE

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)					
SAFE DRINKING WATER PROGRAM - GO NOTES	04/14/2004	05/01/2025	2.37%	6,839,279	1
STATE TRUST FUND LOAN	12/01/2005	03/15/2025	5.00%	3,339,718	2
WISCONSIN RURAL WATER LOAN	09/15/2004	04/01/2024	3.50%	2,157,857	3
GENERAL OBLIGATION PROMISSORY NOTES	09/04/2003	05/01/2013	3.75%	2,240,000	4
Total for Account 224				<u>14,576,854</u>	

TAXES ACCRUED (ACCT. 236)

Particulars (a)	Amount (b)	
Balance first of year	0	1
Accruals:		
Charged water department expense	8,853	2
Charged electric department expense		3
Charged sewer department expense		4
Other (explain):		
NONE		5
Total Accruals and other credits	<u>8,853</u>	
Taxes paid during year:		
County, state and local taxes		6
Social Security taxes	8,815	7
PSC Remainder Assessment	38	8
Other (explain):		
NONE		9
Total payments and other debits	<u>8,853</u>	
Balance end of year	<u><u>0</u></u>	

INTEREST ACCRUED (ACCT. 237)

1. Report below interest accrued on each utility obligation.
 2. Report Customer Deposits under Account 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)					
NONE	0			0	1
Subtotal	0	0	0	0	
Advances from Municipality (223)					
NONE	0			0	2
Subtotal	0	0	0	0	
Other Long-Term Debt (224)					
SAFE DRINKING WATER LOAN	27,457	161,354	161,722	27,089	3
STATE TRUST FUND LOAN		26,777	0	26,777	4
GO PROMISSORY NOTE-2003	21,000	77,000	84,000	14,000	5
BOND ANTICIPATION NOTE		24,216	24,216	0	6
WISCONSIN RURAL WATER LOAN		28,803	20,297	8,506	7
Subtotal	48,457	318,150	290,235	76,372	
Notes Payable (231)					
WI RURAL WATER CONSTRUCTION LOAN	6,521	(6,521)		0	8
Subtotal	6,521	(6,521)	0	0	
Total	54,978	311,629	290,235	76,372	

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):		
SPECIAL ASSESSMENTS - PHASE I	5,749,501	2
SPECIAL ASSESSMENTS - PHASE II	3,839,111	3
Total (Acct. 124):	9,588,612	
Special Funds (125):		
DEBT SERVICE FUNDS	1,940,434	4
CONSTRUCTION FUNDS	1,148,405	5
Total (Acct. 125):	3,088,839	
Notes Receivable (141):		
NONE		6
Total (Acct. 141):	0	
Customer Accounts Receivable (142):		
Water	30,904	7
Electric		8
Sewer (Regulated)		9
Other (specify):		
NONE		10
Total (Acct. 142):	30,904	
Other Accounts Receivable (143):		
Sewer (Non-regulated)		11
Merchandising, jobbing and contract work		12
Other (specify):		
INTEREST	1,721	13
Total (Acct. 143):	1,721	
Receivables from Municipality (145):		
ASSESSMENTS PLACED ON TAXROLL	550,430	14
Total (Acct. 145):	550,430	
Prepayments (165):		
INSURANCE	5,261	15
SOFTWARE SUPPORT	1,163	16
Total (Acct. 165):	6,424	
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):		
NONE		18
Total (Acct. 183):	0	
Payables to Municipality (233):		
DUE TO SEWER UTILITY	42,880	19
Total (Acct. 233):	42,880	
Other Deferred Credits (253):		
Regulatory Liability	0	20
DEFERRED SPECIAL ASSESSMENTS	3,430,328	21
INTEREST ON SPECIAL ASSESSMENTS ON TAXROLL	206,391	22
Total (Acct. 253):	3,636,719	

RETURN ON RATE BASE COMPUTATION

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

Average Rate Base (a)	Water (b)	Electric (c)	Sewer (d)	Gas (e)	Total (f)		
Add Average:							
Utility Plant in Service (101.1)	2,485,819	0	0	0	2,485,819	1	
Materials and Supplies	0	0	0	0	0	2	
Other (specify):						0	3
Less Average:							
Reserve for Depreciation (110.1)	22,933	0	0	0	22,933	4	
Customer Advances for Construction					0	5	
Regulatory Liability	0	0	0	0	0	6	
					0	7	
Average Net Rate Base	2,462,886	0	0	0	2,462,886		
Net Operating Income	(151,231)	0	0	0	(151,231)	8	
Net Operating Income as a percent of Average Net Rate Base	-6.14%	N/A	N/A	N/A	-6.14%		

IMPORTANT CHANGES DURING THE YEAR

Report changes of any of the following types:

NONE

**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	0	0	0	0	1
Add credits during year:					0	2
Deduct charges:						
Miscellaneous Amortization (425)	0	0	0	0	0	3
Other (specify):					0	4
Balance End of Year	0	0	0	0	0	

FINANCIAL SECTION FOOTNOTES

Balance Sheet End-of-Year Account Balances (Page F-19)

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

Account 145 - Amount represents interest on special assessments collected on the taxroll.

Account 233 - Amount represents amount due to Sewer Utility which resulted from payment of bills. Amount paid in 2006.

WATER OPERATING REVENUES & EXPENSES

Particulars (a)	This Year (b)	Last Year (c)	
Operating Revenues			
Sales of Water			
Sales of Water (460-467)	191,464	17,346	1
Total Sales of Water	191,464	17,346	
Other Operating Revenues			
Forfeited Discounts (470)	0	0	2
Miscellaneous Service Revenues (471)	0	0	3
Rents from Water Property (472)	0	0	4
Interdepartmental Rents (473)	0	0	5
Other Water Revenues (474)	17,979	7,840	6
Total Other Operating Revenues	17,979	7,840	
Total Operating Revenues	209,443	25,186	
Operation and Maintenance Expenses			
Source of Supply Expenses (600-605)	1,167	466	7
Pumping Expenses (620-625)	9,224	6,884	8
Water Treatment Expenses (630-635)	24,937	15,016	9
Transmission and Distribution Expenses (640-655)	26,474	8,733	10
Customer Accounts Expenses (901-904)	29,757	4,186	11
Sales Expenses (910)	0	23	12
Administrative and General Expenses (920-935)	214,396	124,649	13
Total Operation and Maintenance Expenses	305,955	159,957	
Other Operating Expenses			
Depreciation Expense (403)	45,866	0	14
Amortization Expense (404-407)	0	0	15
Taxes (408)	8,853	5,528	16
Total Other Operating Expenses	54,719	5,528	
Total Operating Expenses	360,674	165,485	
NET OPERATING INCOME	(151,231)	(140,299)	

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	267	18,798	77,084	4
Commercial				5
Industrial				6
Total Metered Sales to General Customers (461)	267	18,798	77,084	
Private Fire Protection Service (462)				7
Public Fire Protection Service (463)	269		107,019	8
Other Sales to Public Authorities (464)	3	3,190	7,361	9
Sales to Irrigation Customers (465)				10
Sales for Resale (466)		0	0	11
Interdepartmental Sales (467)				12
Total Sales of Water	539	21,988	191,464	

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)	107,019	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)	107,019	
Forfeited Discounts (470):		
Customer late payment charges		5
Other (specify): NONE		6
Total Forfeited Discounts (470)	0	
Miscellaneous Service Revenues (471):		
NONE		7
Total Miscellaneous Service Revenues (471)	0	
Rents from Water Property (472):		
NONE		8
Total Rents from Water Property (472)	0	
Interdepartmental Rents (473):		
NONE		9
Total Interdepartmental Rents (473)	0	
Other Water Revenues (474):		
Return on net investment in meters charged to sewer department		10
Other (specify): WELL PERMITS AND TAX SEARCH FEES	12,929	11
SERVICE FEES FROM OMRO SANITARY DISTRICT	4,525	12
TOWER RENTAL	525	13
Total Other Water Revenues (474)	17,979	

WATER OPERATION & MAINTENANCE EXPENSES

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

Particulars (a)	This Year (b)	Last Year (c)	
SOURCE OF SUPPLY EXPENSES			
Operation Labor (600)	623	368	1
Purchased Water (601)		0	2
Operation Supplies and Expenses (602)	461	71	3
Maintenance of Water Source Plant (605)	83	27	4
Total Source of Supply Expenses	1,167	466	
PUMPING EXPENSES			
Operation Labor (620)	1,207	292	5
Fuel for Power Production (621)		0	6
Fuel or Power Purchased for Pumping (622)	6,347	4,284	7
Operation Supplies and Expenses (623)	1,670	2,308	8
Maintenance of Pumping Plant (625)		0	9
Total Pumping Expenses	9,224	6,884	
WATER TREATMENT EXPENSES			
Operation Labor (630)	14,947	10,757	10
Chemicals (631)	4,529	2,638	11
Operation Supplies and Expenses (632)	4,575	1,621	12
Maintenance of Water Treatment Plant (635)	886	0	13
Total Water Treatment Expenses	24,937	15,016	
TRANSMISSION AND DISTRIBUTION EXPENSES			
Operation Labor (640)	3,487	2,318	14
Operation Supplies and Expenses (641)	10,562	3,788	15
Maintenance of Distribution Reservoirs and Standpipes (650)	1,330	419	16
Maintenance of Mains (651)	1,684	722	17
Maintenance of Services (652)	5,995	1,340	18
Maintenance of Meters (653)	123	116	19
Maintenance of Hydrants (654)	3,007	0	20
Maintenance of Other Plant (655)	286	30	21
Total Transmission and Distribution Expenses	26,474	8,733	

WATER OPERATION & MAINTENANCE EXPENSES

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

Particulars (a)	This Year (b)	Last Year (c)	
CUSTOMER ACCOUNTS EXPENSES			
Meter Reading Labor (901)	1,495	137	22
Accounting and Collecting Labor (902)	27,585	4,049	23
Supplies and Expenses (903)	677	0	24
Uncollectible Accounts (904)		0	25
Total Customer Accounts Expenses	29,757	4,186	
SALES EXPENSES			
Sales Expenses (910)		23	26
Total Sales Expenses	0	23	
ADMINISTRATIVE AND GENERAL EXPENSES			
Administrative and General Salaries (920)	51,255	37,899	27
Office Supplies and Expenses (921)	21,643	19,931	28
Administrative Expenses Transferred--Credit (922)		0	29
Outside Services Employed (923)	16,184	26,799	30
Property Insurance (924)	4,136	17,045	31
Injuries and Damages (925)	50,098	0	32
Employee Pensions and Benefits (926)	43,951	15,368	33
Regulatory Commission Expenses (928)		0	34
Miscellaneous General Expenses (930)	15,354	5,507	35
Transportation Expenses (933)	3,463	1,270	36
Maintenance of General Plant (935)	8,312	830	37
Total Administrative and General Expenses	214,396	124,649	
Total Operation and Maintenance Expenses	305,955	159,957	

TAXES (ACCT. 408 - WATER)

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

Description of Tax (a)	Method Used to Allocate Between Departments (b)	This Year (c)	Last Year (d)	
Property Tax Equivalent			0	1
Less: Local and School Tax Equivalent on Meters Charged to Sewer Department			0	2
Net property tax equivalent		0	0	
Social Security		8,815	5,528	3
PSC Remainder Assessment		38	0	4
Other (specify): NONE			0	5
Total tax expense		8,853	5,528	

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 \$50,000. If applicable, provide construction authorization.
4. Use only the account titles listed. If the utility has subaccounts other than accounts 372.1 and 397.1, combine them into one total and detail by subaccount as a schedule footnote.

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	
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	181,746	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	181,746	
PUMPING PLANT			
Land and Land Rights (320)	0		12
Structures and Improvements (321)	0	378,629	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	67,849	17
Diesel Pumping Equipment (326)	0		18
Hydraulic Pumping Equipment (327)	0		19
Other Pumping Equipment (328)	0		20
Total Pumping Plant	0	446,478	
WATER TREATMENT PLANT			
Land and Land Rights (330)	0		21
Structures and Improvements (331)	0		22
Water Treatment Equipment (332)	0	247,673	23
Total Water Treatment Plant	0	247,673	

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)		26,567	26,567	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)			181,746	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	26,567	208,313	
PUMPING PLANT				
Land and Land Rights (320)			0	12
Structures and Improvements (321)			378,629	13
Boiler Plant Equipment (322)			0	14
Other Power Production Equipment (323)			0	15
Steam Pumping Equipment (324)			0	16
Electric Pumping Equipment (325)			67,849	17
Diesel Pumping Equipment (326)			0	18
Hydraulic Pumping Equipment (327)			0	19
Other Pumping Equipment (328)			0	20
Total Pumping Plant	0	0	446,478	
WATER TREATMENT PLANT				
Land and Land Rights (330)			0	21
Structures and Improvements (331)			0	22
Water Treatment Equipment (332)			247,673	23
Total Water Treatment Plant	0	0	247,673	

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 \$50,000. If applicable, provide construction authorization.
4. Use only the account titles listed. If the utility has subaccounts other than accounts 372.1 and 397.1, combine them into one total and detail by subaccount as a schedule footnote.

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	
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)	0	2,494,637	27
Fire Mains (344)	0		28
Services (345)	0	657,131	29
Meters (346)	0	13,069	30
Hydrants (348)	0	279,233	31
Other Transmission and Distribution Plant (349)	0		32
Total Transmission and Distribution Plant	0	3,444,070	
GENERAL PLANT			
Land and Land Rights (389)	0		33
Structures and Improvements (390)	0		34
Office Furniture and Equipment (391)	0	3,716	35
Computer Equipment (391.1)	0		36
Transportation Equipment (392)	0	7,423	37
Stores Equipment (393)	0		38
Tools, Shop and Garage Equipment (394)	0	3,312	39
Laboratory Equipment (395)	0		40
Power Operated Equipment (396)	0		41
Communication Equipment (397)	0		42
SCADA Equipment (397.1)	0		43
Miscellaneous Equipment (398)	0		44
Other Tangible Property (399)	0		45
Total General Plant	0	14,451	
Total utility plant in service directly assignable	0	4,334,418	
Common Utility Plant Allocated to Water Department	0		46
Total utility plant in service	0	4,334,418	

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)		30,082	30,082 24
Structures and Improvements (341)			0 25
Distribution Reservoirs and Standpipes (342)		287,832	287,832 26
Transmission and Distribution Mains (343)		215,945	2,710,582 27
Fire Mains (344)			0 28
Services (345)			657,131 29
Meters (346)		54,465	67,534 30
Hydrants (348)			279,233 31
Other Transmission and Distribution Plant (349)			0 32
Total Transmission and Distribution Plant	0	588,324	4,032,394
GENERAL PLANT			
Land and Land Rights (389)			0 33
Structures and Improvements (390)			0 34
Office Furniture and Equipment (391)		745	4,461 35
Computer Equipment (391.1)			0 36
Transportation Equipment (392)			7,423 37
Stores Equipment (393)			0 38
Tools, Shop and Garage Equipment (394)			3,312 39
Laboratory Equipment (395)			0 40
Power Operated Equipment (396)			0 41
Communication Equipment (397)			0 42
SCADA Equipment (397.1)		21,585	21,585 43
Miscellaneous Equipment (398)			0 44
Other Tangible Property (399)			0 45
Total General Plant	0	22,330	36,781
Total utility plant in service directly assignable	0	637,221	4,971,639
Common Utility Plant Allocated to Water Department			0 46
Total utility plant in service	0	637,221	4,971,639

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 \$50,000. If applicable, provide construction authorization.
4. Use only the account titles listed. If the utility has subaccounts other than accounts 372.1 and 397.1, combine them into one total and detail by subaccount as a schedule footnote.

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	
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)	75,061		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)	257,587	74,163	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	332,648	74,163	
PUMPING PLANT			
Land and Land Rights (320)	0		12
Structures and Improvements (321)	547,909	143,222	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	123,847	17
Diesel Pumping Equipment (326)	0		18
Hydraulic Pumping Equipment (327)	0		19
Other Pumping Equipment (328)	0		20
Total Pumping Plant	547,909	267,069	
WATER TREATMENT PLANT			
Land and Land Rights (330)	0		21
Structures and Improvements (331)	0		22
Water Treatment Equipment (332)	293,033	159,057	23
Total Water Treatment Plant	293,033	159,057	

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)		(26,567)	48,494	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)			331,750	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	(26,567)	380,244	
PUMPING PLANT				
Land and Land Rights (320)			0	12
Structures and Improvements (321)			691,131	13
Boiler Plant Equipment (322)			0	14
Other Power Production Equipment (323)			0	15
Steam Pumping Equipment (324)			0	16
Electric Pumping Equipment (325)			123,847	17
Diesel Pumping Equipment (326)			0	18
Hydraulic Pumping Equipment (327)			0	19
Other Pumping Equipment (328)			0	20
Total Pumping Plant	0	0	814,978	
WATER TREATMENT PLANT				
Land and Land Rights (330)			0	21
Structures and Improvements (331)			0	22
Water Treatment Equipment (332)			452,090	23
Total Water Treatment Plant	0	0	452,090	

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 \$50,000. If applicable, provide construction authorization.
4. Use only the account titles listed. If the utility has subaccounts other than accounts 372.1 and 397.1, combine them into one total and detail by subaccount as a schedule footnote.

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	
TRANSMISSION AND DISTRIBUTION PLANT			
Land and Land Rights (340)	84,993		24
Structures and Improvements (341)	0		25
Distribution Reservoirs and Standpipes (342)	816,670		26
Transmission and Distribution Mains (343)	5,163,710		27
Fire Mains (344)	0		28
Services (345)	959,607	239,888	29
Meters (346)	54,465		30
Hydrants (348)	434,779	74,921	31
Other Transmission and Distribution Plant (349)	0		32
Total Transmission and Distribution Plant	7,514,224	314,809	
GENERAL PLANT			
Land and Land Rights (389)	0		33
Structures and Improvements (390)	0		34
Office Furniture and Equipment (391)	8,888		35
Computer Equipment (391.1)	0		36
Transportation Equipment (392)	11,994	1,556	37
Stores Equipment (393)	0		38
Tools, Shop and Garage Equipment (394)	3,057	2,988	39
Laboratory Equipment (395)	0		40
Power Operated Equipment (396)	0		41
Communication Equipment (397)	60,990		42
SCADA Equipment (397.1)	0		43
Miscellaneous Equipment (398)	0		44
Other Tangible Property (399)	0		45
Total General Plant	84,929	4,544	
Total utility plant in service directly assignable	8,772,743	819,642	
Common Utility Plant Allocated to Water Department	0		46
Total utility plant in service	8,772,743	819,642	

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)		(30,082)	54,911 24
Structures and Improvements (341)			0 25
Distribution Reservoirs and Standpipes (342)		(291,275)	525,395 26
Transmission and Distribution Mains (343)		(215,945)	4,947,765 27
Fire Mains (344)			0 28
Services (345)			1,199,495 29
Meters (346)		(54,465)	0 30
Hydrants (348)			509,700 31
Other Transmission and Distribution Plant (349)			0 32
Total Transmission and Distribution Plant	0	(591,767)	7,237,266
GENERAL PLANT			
Land and Land Rights (389)			0 33
Structures and Improvements (390)			0 34
Office Furniture and Equipment (391)		(745)	8,143 35
Computer Equipment (391.1)			0 36
Transportation Equipment (392)			13,550 37
Stores Equipment (393)			0 38
Tools, Shop and Garage Equipment (394)			6,045 39
Laboratory Equipment (395)			0 40
Power Operated Equipment (396)			0 41
Communication Equipment (397)		(21,588)	39,402 42
SCADA Equipment (397.1)			0 43
Miscellaneous Equipment (398)			0 44
Other Tangible Property (399)			0 45
Total General Plant	0	(22,333)	67,140
Total utility plant in service directly assignable	0	(640,667)	8,951,718
Common Utility Plant Allocated to Water Department			0 46
Total utility plant in service	0	(640,667)	8,951,718

SOURCE OF SUPPLY, PUMPING AND PURCHASED WATER STATISTICS

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

Sources of Water Supply					
Month	Purchased Water Gallons (000's)	Surface Water Gallons (000's)	Ground Water Gallons (000's)	Total Gallons All Methods (000's)	
(a)	(b)	(c)	(d)	(e)	
January			3,652	3,652	1
February			2,186	2,186	2
March			1,851	1,851	3
April			2,528	2,528	4
May			2,260	2,260	5
June			3,719	3,719	6
July			4,138	4,138	7
August			3,955	3,955	8
September			2,892	2,892	9
October			3,581	3,581	10
November			4,107	4,107	11
December			3,422	3,422	12
Total annual pumpage	0	0	38,291	38,291	
Less: Water sold				21,988	13
Volume pumped but not sold				16,303	14
Volume sold as a percent of volume pumped				57%	15
Volume used for water production, water quality and system maintenance				5,328	16
Volume related to equipment/system malfunction					17
Non-utility volume NOT included in water sales				2,630	18
Total volume not sold but accounted for				7,958	19
Volume pumped but unaccounted for				8,345	20
Percent of water lost				22%	21
If more than 25%, indicate causes:					22
If more than 25%, state what action has been taken to reduce water loss:					23
Maximum gallons pumped by all methods in any one day during reporting year (000 gal.)				365	24
Date of maximum: 8/9/2005					25
Cause of maximum:					26
Flushing new mains for water quality.					
Minimum gallons pumped by all methods in any one day during reporting year (000 gal.)				0	27
Date of minimum: 4/15/2005					28
Total KWH used for pumping for the year				56,249	29
If water is purchased: Vendor Name:					30
Point of Delivery:					31

SOURCES OF WATER SUPPLY - GROUND WATERS

Location (a)	Identification Number (b)	Depth in feet (c)	Well Diameter in inches (d)	Yield Per Day in gallons (e)	Currently In Service? (f)	
WELL #1 THACKERY ROAD	SA191	673	12	540,000	Yes	1
WELL #2 ADDIE PARKWAY	SA192	655	12	100,000	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	WELL #1	WELL #2	1
Location	280 THACKERY DRIVE	1505 ADDIE PARKWAY	2
Purpose	P	P	3
Destination	D	D	4
Pump Manufacturer	GOULDS PUMPS	GOULDS	5
Year Installed	2000	2005	6
Type	VERTICAL TURBINE	VERTICAL TURBINE	7
Actual Capacity (gpm)	375	500	8
Pump Motor or Standby Engine Mfr	CUMMINS	CUMMINS	10
Year Installed	2003	2005	11
Type	NATURAL GAS	NATURAL GAS	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
Year Installed			23
Type			24
Horsepower			25
			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	TOWER #1		1
RESERVOIRS, STANDPIPES OR ELEVATED TANKS			2
Type: R (reservoir), S (standpipe) or ET (elevated tank)	ET		3
Year constructed	2004		4
Primary material (earthen, steel, concrete, other)	STEEL		5
Elevation difference in feet (See Headnote 3.)	141		6
Total capacity in gallons (actual)	400,000		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.)	0.5400		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	6.000	12,352	15,946	0	0	28,298	1
M	D	8.000	35,797	8,559	0	0	44,356	2
M	D	12.000	24,938	14,798	0	0	39,736	3
Total Within Municipality			73,087	39,303	0	0	112,390	
Total Utility			73,087	39,303	0	0	112,390	

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	1.000	565	423	0	0	988	665	1
M	1.500	426	28	0	0	454	450	2
M	2.000		9	0	0	9	3	3
Total Utility		991	460	0	0	1,451	1,118	

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	355	76	0	0	431	200	1
0.750	6	18	0	0	24	0	2
1.000	1	12	0	0	13	0	3
1.500	1	1	0	0	2	0	4
3.000	1	0	0	0	1	0	5
6.000	2	0	0	0	2	2	6
Total:	366	107	0	0	473	202	

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	365	0	0	0	0	66	431	1
0.750	12	0	0	0	0	12	24	2
1.000	3	0	0	1	0	9	13	3
1.500	1	0	0	1	0	0	2	4
3.000	0	0	0	0	1	0	1	5
6.000	0	0	0	0	2	0	2	6
Total:	381	0	0	2	3	87	473	

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	182	66			248	2
Total Fire Hydrants	182	66	0	0	248	
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:	248
Number of distribution system valves end of year:	231
Number of distribution valves operated during year:	231

WATER OPERATING SECTION FOOTNOTES

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

Please explain amounts in Account 474 in excess of \$5,000, 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.

Well permits are based on PSC approved rates. This revenue also includes tax search fees.

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 25%, but not less \$5,000, please explain.

The water utility operation is in start-up mode and accordingly, many of the accounts have significant differences from the prior year.

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

If Additions for Accounts OTHER than 316, 343, 345, 346 and 348 exceed \$50,000, please explain. If applicable, provide construction authorization.

Addition in account 314 represents the cost of well #2 installed during 2005.

Addition in account 321 represents the cost of well house #2 installed during 2005.

Addition in account 325 represents the pumping equipment related to well #2 installed during 2005.

If Adjustments for any account are nonzero, please explain.

All adjustments are to correct the allocation of plant between contributed and municipal financed based on detailed analysis of plant financing. In 2004, all plant additions were reported as contributed in error.

If Water Treatment Equipment (332) is nonzero, report water treatment information in Reservoirs, Standpipes & Water Treatment schedule, or please explain.

The District installed Well #2 during 2005. The costs recorded here represent the treatment equipment installed in connection with the additional well.

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

If Additions for Accounts OTHER than 316, 343, 345, 346 and 348 exceed \$50,000, please explain.

Addition in account 321 is the allocated cost of well house #2 installed during 2005 and considered financed by assessments to customers.

Addition in account 314 is the allocated cost of well #2 installed during 2005 and considered financed by assessments to customers.

Addition in account 321 is the allocated cost of well #2 pumping equipment installed during 2005 and considered financed by assessments to customers.

Addition in account 332 is the allocated cost of well #2 treatment equipment installed during 2005 and considered financed by assessments to customers.

If Adjustments for any account are nonzero, please explain.

All adjustments are to correct the allocation of plant between contributed and municipal financed based on detailed analysis of plant financing. In 2004, all plant additions were reported as contributed in error.

WATER OPERATING SECTION FOOTNOTES

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.

Water mains were financed by long-term debt. The long-term debt will ultimately be paid by special assessments and user fees.

Water Services (Page W-18)

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

Services were financed by long-term debt. The long-term debt will ultimately be paid by special assessments and user fees.

Meters (Page W-19)

Ss. PSC 185.83(2) states "Station meters shall be maintained to ensure reasonable accuracy and shall have the accuracy checked at least once every 2 years." Are all station meters being tested every two years? Answer yes or no. If no, please explain.

Station meters are tested every 2 years.
