



3013 (02-02-05)

ANNUAL REPORT

OF

Name: CITY OF SHEBOYGAN WATER UTILITY

Principal Office: 72 PARK AVE
SHEBOYGAN, WI 53081

For the Year Ended: DECEMBER 31, 2006

**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.

SIGNATURE PAGE

I TERRY A. SCHERER of
(Person responsible for accounts)

CITY OF SHEBOYGAN WATER UTILITY, certify that I
(Utility Name)

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

(Signature of person responsible for accounts) 03/23/2007
(Date)

ACCOUNTS MANAGER
(Title)

TABLE OF CONTENTS

Schedule Name	Page
General Rules for Reporting	i
Signature Page	ii
Table of Contents	iii
Identification and Ownership	iv
FINANCIAL SECTION	
Income Statement	F-01
Income Statement Account Details	F-02
Income from Merchandising, Jobbing & Contract Work (Accts. 415-416)	F-03
Revenues Subject to Wisconsin Remainder Assessment	F-04
Full-Time Employees (FTE)	F-05
Distribution of Total Payroll	F-05
Balance Sheet	F-06
Net Utility Plant	F-07
Accumulated Provision for Depreciation and Amortization of Utility Plant (Acct. 111.1)	F-08
Accumulated Provision for Depreciation and Amortization of Utility Plant (Acct. 111.2)	F-09
Net Nonutility Property (Accts. 121 & 122)	F-10
Accumulated Provision for Uncollectible Accounts-Cr. (Acct. 144)	F-11
Materials and Supplies	F-12
Unamortized Debt Discount & Expense & Premium on Debt (Accts. 181 and 251)	F-13
Capital Paid in by Municipality (Acct. 200)	F-14
Bonds (Accts. 221 and 222)	F-15
Notes Payable & Miscellaneous Long-Term Debt	F-16
Taxes Accrued (Acct. 236)	F-17
Interest Accrued (Acct. 237)	F-18
Balance Sheet End-of-Year Account Balances	F-19
Return on Rate Base Computation	F-20
Important Changes During the Year	F-21
Regulatory Liability - Pre-2003 Historical Accumulated Depreciation on Contributed Utility	F-22
Financial Section Footnotes	F-23
WATER OPERATING SECTION	
Water Operating Revenues & Expenses	W-01
Water Operating Revenues - Sales of Water	W-02
Sales for Resale (Acct. 466)	W-03
Other Operating Revenues (Water)	W-04
Water Operation & Maintenance Expenses	W-05
Taxes (Acct. 408 - Water)	W-06
Property Tax Equivalent (Water)	W-07
Property Tax Equivalent (Water)	W-07
Water Utility Plant in Service --Plant Financed by Utility or Municipality--	W-08
Water Utility Plant in Service --Plant Financed by Contributions--	W-10
Accumulated Provision for Depreciation - Water --Plant Financed by Utility or Municipality	W-12
Accumulated Provision for Depreciation - Water --Plant Financed by Contributions--	W-14
Source of Supply, Pumping and Purchased Water Statistics	W-16
Sources of Water Supply - Ground Waters	W-17
Sources of Water Supply - Surface Waters	W-18
Pumping & Power Equipment	W-19
Reservoirs, Standpipes & Water Treatment	W-20
Water Mains	W-21
Water Services	W-22

TABLE OF CONTENTS

Schedule Name	Page
WATER OPERATING SECTION	
Meters	W-23
Hydrants and Distribution System Valves	W-24
Water Operating Section Footnotes	W-25

IDENTIFICATION AND OWNERSHIP

Exact Utility Name: CITY OF SHEBOYGAN WATER UTILITY

Utility Address: 72 PARK AVE
SHEBOYGAN, WI 53081

When was utility organized? 7/15/1908

Report any change in name:

Effective Date:

Utility Web Site:

Utility employee in charge of correspondence concerning this report:

Name: MR JOE TRUEBLOOD

Title: SUPERINTENDENT

Office Address:

72 PARK AVENUE
SHEBOYGAN, WI 53081

Telephone: (920) 459 - 3800 EXT 3805

Fax Number: (920) 459 - 4325

E-mail Address: swuadmin@excel.net

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

Name:

Title:

Office Address:

Telephone:

Fax Number:

E-mail Address:

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

Name: MR. GERALD R VAN DE KREEKE

Title: CPA

Office Address:

1530 S 12TH ST
SHEBOYGAN, WI 53081

Telephone:

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: MR. JOHN A KNEPEL, CPA

Title: PARTNER

Office Address: VIRCHOW, KRAUSE & COMPANY LLP
115 S 84TH STREET STE 400
MILWAUKEE, WI 53214-1475

Telephone: (414) 777 - 5500

Fax Number: (414) 777 - 5555

E-mail Address: jknepel@virchowkrause.com

Date of most recent audit report: 2/23/2006

Period covered by most recent audit: 01/01/05-12/31/05

Names and titles of utility management including manager or superintendent:

Name: MR JOE TRUEBLOOD

Title: SUPERINTENDENT

Office Address:
72 PARK AVE
SHEBOYGAN, WI 53081

Telephone: (920) 459 - 3800 EXT 3805

Fax Number: (920) 459 - 4325

E-mail Address: swuadmin@excel.net

Name of utility commission/committee: Sheboygan Board of Water Commisioners

Names of members of utility commission/committee:

- MR RAYMOND W HAEN, MEMBER
- MR ALLAN J HENDRICKSON, ENG, SECRETARY
- MR GERALD R VAN DE KREEKE, CPA, 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)	4,750,337	4,815,613	1
Operating Expenses:			
Operation and Maintenance Expense (401-402)	2,836,608	2,928,014	2
Depreciation Expense (403)	635,655	592,010	3
Amortization Expense (404-407)	0	0	4
Taxes (408)	798,868	756,984	5
Total Operating Expenses	4,271,131	4,277,008	
Net Operating Income	479,206	538,605	
Income from Utility Plant Leased to Others (412-413)	0	0	6
Utility Operating Income	479,206	538,605	
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)	250,911	121,727	10
Miscellaneous Nonoperating Income (421)	296,399	56,484	11
Total Other Income	547,310	178,211	
Total Income	1,026,516	716,816	
MISCELLANEOUS INCOME DEDUCTIONS			
Miscellaneous Amortization (425)	(25,130)	(25,129)	12
Other Income Deductions (426)	52,239	50,481	13
Total Miscellaneous Income Deductions	27,109	25,352	
Income Before Interest Charges	999,407	691,464	
INTEREST CHARGES			
Interest on Long-Term Debt (427)	272,263	213,548	14
Amortization of Debt Discount and Expense (428)	0	601	15
Amortization of Premium on Debt--Cr. (429)	98	33	16
Interest on Debt to Municipality (430)	0	0	17
Other Interest Expense (431)	0	0	18
Interest Charged to Construction--Cr. (432)	18,916	0	19
Total Interest Charges	253,249	214,116	
Net Income	746,158	477,348	
EARNED SURPLUS			
Unappropriated Earned Surplus (Beginning of Year) (216)	23,549,052	23,076,325	20
Balance Transferred from Income (433)	746,158	477,348	21
Miscellaneous Credits to Surplus (434)	0	0	22
Miscellaneous Debits to Surplus--Debit (435)	0	4,621	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)	24,295,210	23,549,052	

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	4,750,337		4,750,337	1
Total (Acct. 400):	4,750,337	0	4,750,337	
Operation and Maintenance Expense (401-402):				
Derived	2,836,608		2,836,608	2
Total (Acct. 401-402):	2,836,608	0	2,836,608	
Depreciation Expense (403):				
Derived	635,655		635,655	3
Total (Acct. 403):	635,655	0	635,655	
Amortization Expense (404-407):				
Derived	0		0	4
Total (Acct. 404-407):	0	0	0	
Taxes (408):				
Derived	798,868		798,868	5
Total (Acct. 408):	798,868	0	798,868	
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:	479,206	0	479,206	
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):			
INVESTED FUNDS AND WATERMAIN ASSESSMENTS INT	250,911	0	250,911 11
Total (Acct. 419):	250,911	0	250,911
Miscellaneous Nonoperating Income (421):			
Contributed Plant - Water	[REDACTED]	296,399	296,399 12
NONE	0	0	0 13
Total (Acct. 421):	0	296,399	296,399
TOTAL OTHER INCOME:	250,911	296,399	547,310

MISCELLANEOUS INCOME DEDUCTIONS			
Miscellaneous Amortization (425):			
Regulatory Liability (253) Amortization	(25,130)	[REDACTED]	(25,130) 14
NONE	0	0	0 15
Total (Acct. 425):	(25,130)	0	(25,130)
Other Income Deductions (426):			
Depreciation Expense on Contributed Plant - Water	[REDACTED]	52,239	52,239 16
NONE	0	0	0 17
Total (Acct. 426):	0	52,239	52,239
TOTAL MISCELLANEOUS INCOME DEDUCTIONS:	(25,130)	52,239	27,109

INTEREST CHARGES			
Interest on Long-Term Debt (427):			
Derived	272,263	[REDACTED]	272,263 18
Total (Acct. 427):	272,263	0	272,263
Amortization of Debt Discount and Expense (428):			
NONE	0	[REDACTED]	0 19
Total (Acct. 428):	0	0	0
Amortization of Premium on Debt--Cr. (429):			
AMORTIZATION OF DEBT PREMIUM ON BOND ISSUE	98	[REDACTED]	98 20
Total (Acct. 429):	98	0	98
Interest on Debt to Municipality (430):			
Derived	0	[REDACTED]	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	0		0 22
Total (Acct. 431):	0	0	0
Interest Charged to Construction--Cr. (432):			
CAPITALIZED INTEREST	18,916		18,916 23
Total (Acct. 432):	18,916	0	18,916
TOTAL INTEREST CHARGES:	253,249	0	253,249
NET INCOME:	501,998	244,160	746,158
EARNED SURPLUS			
Unappropriated Earned Surplus (Beginning of Year) (216):			
Derived	23,057,096	491,956	23,549,052 24
Total (Acct. 216):	23,057,096	491,956	23,549,052
Balance Transferred from Income (433):			
Derived	501,998	244,160	746,158 25
Total (Acct. 433):	501,998	244,160	746,158
Miscellaneous Credits to Surplus (434):			
NONE	0	0	0 26
Total (Acct. 434):	0	0	0
Miscellaneous Debits to Surplus--Debit (435):			
NONE	0	0	0 27
Total (Acct. 435)--Debit:	0	0	0
Appropriations of Surplus--Debit (436):			
Detail appropriations to (from) account 215			0 28
Total (Acct. 436)--Debit:	0	0	0
Appropriations of Income to Municipal Funds--Debit (439):			
NONE	0	0	0 29
Total (Acct. 439)--Debit:	0	0	0
UNAPPROPRIATED EARNED SURPLUS (END OF YEAR):	23,559,094	736,116	24,295,210

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):						
NONE					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	4,750,337	0	0	0	4,750,337	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	2,655				2,655	5
Other Increases or (Decreases) to Operating Revenues - Specify: NONE					0	6
Revenues subject to Wisconsin Remainder Assessment	4,747,682	0	0	0	4,747,682	

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	1,269,154		1,269,154	1
Electric operating expenses			0	2
Gas operating expenses			0	3
Heating operating expenses			0	4
Sewer operating expenses			0	5
Merchandising and jobbing			0	6
Other nonutility expenses			0	7
Water utility plant accounts	124,244		124,244	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	1,393,398	0	1,393,398	

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	32	1
Electric		2
Gas		3
Sewer		4

BALANCE SHEET

Assets and Other Debits (a)	Balance End of Year (b)	Balance First of Year (c)	
UTILITY PLANT			
Utility Plant (101-107)	38,369,519	37,085,349	1
Less: Accumulated Provision for Depreciation and Amortization (111-116)	9,546,414	9,246,728	2
Net Utility Plant	28,823,105	27,838,621	
Utility Plant Acquisition Adjustments (117-118)			3
Other Utility Plant Adjustments (119)			4
Total Net Utility Plant	28,823,105	27,838,621	
OTHER PROPERTY AND INVESTMENTS			
Nonutility Property (121)	0	0	5
Less: Accumulated Provision for Depreciation and Amortization of Nonutility Property (122)	0	0	6
Net Nonutility Property	0	0	
Investment in Municipality (123)	0	0	7
Other Investments (124)	5,532,218	4,903,262	8
Special Funds (125-128)	1,793,714	1,549,948	9
Total Other Property and Investments	7,325,932	6,453,210	
CURRENT AND ACCRUED ASSETS			
Cash and Working Funds (131)			10
Special Deposits (132-134)	0	0	11
Working Funds (135)	550	550	12
Temporary Cash Investments (136)	(951,322)	458,553	13
Notes Receivable (141)	0	0	14
Customer Accounts Receivable (142)	735,389	700,648	15
Other Accounts Receivable (143)	0	0	16
Accumulated Provision for Uncollectible Accounts- -Cr. (144)	0	0	17
Receivables from Municipality (145)	199,574	203,900	18
Materials and Supplies (151-163)	199,211	183,558	19
Prepayments (165)	210,570	37,935	20
Interest and Dividends Receivable (171)	3,259	15,127	21
Accrued Utility Revenues (173)			22
Miscellaneous Current and Accrued Assets (174)			23
Total Current and Accrued Assets	397,231	1,600,271	
DEFERRED DEBITS			
Unamortized Debt Discount and Expense (181)	0	0	24
Other Deferred Debits (182-186)	0	0	25
Total Deferred Debits	0	0	
Total Assets and Other Debits	36,546,268	35,892,102	

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)	1,640,701	1,640,701	26
Appropriated Earned Surplus (215)			27
Unappropriated Earned Surplus (216)	24,295,210	23,549,052	28
Total Proprietary Capital	25,935,911	25,189,753	
LONG-TERM DEBT			
Bonds (221-222)	7,693,859	7,926,038	29
Advances from Municipality (223)	0	22,846	30
Other Long-Term Debt (224)	0	0	31
Total Long-Term Debt	7,693,859	7,948,884	
CURRENT AND ACCRUED LIABILITIES			
Notes Payable (231)	0	0	32
Accounts Payable (232)	210,013	155,372	33
Payables to Municipality (233)	0	0	34
Customer Deposits (235)	962	1,274	35
Taxes Accrued (236)	685,146	676,089	36
Interest Accrued (237)	44,899	78,174	37
Matured Long-Term Debt (239)			38
Matured Interest (240)			39
Tax Collections Payable (241)			40
Miscellaneous Current and Accrued Liabilities (242)	4,451	7,133	41
Total Current and Accrued Liabilities	945,471	918,042	
DEFERRED CREDITS			
Unamortized Premium on Debt (251)	1,822	1,920	42
Customer Advances for Construction (252)			43
Other Deferred Credits (253)	427,206	452,336	44
Total Deferred Credits	429,028	454,256	
OPERATING RESERVES			
Property Insurance Reserve (261)			45
Injuries and Damages Reserve (262)			46
Pensions and Benefits Reserve (263)	1,043,378	944,617	47
Miscellaneous Operating Reserves (265)	498,621	436,550	48
Total Operating Reserves	1,541,999	1,381,167	
Total Liabilities and Other Credits	36,546,268	35,892,102	

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	37,085,349	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)	31,755,102	0	0	0	2
Utility Plant in Service - Contributed Plant (101.2)	5,107,165	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)	1,507,252				9
Total Utility Plant	38,369,519	0	0	0	
Accumulated Provision for Depreciation and Amortization:					
Accumulated Provision for Depreciation of Utility Plant in Service - Financed by Utility Operations or by the Municipality (111.1)	8,852,385	0	0	0	10
Accumulated Provision for Depreciation of Utility Plant in Service - Contributed Plant (111.2)	694,029	0	0	0	11
Accumulated Provision for Depreciation of Utility Plant Leased to Others (112)					12
Accumulated Provision for Depreciation of Property Held for Future Use (113)					13
Accumulated Provision for Amortization of Utility Plant in Service (114)					14
Accumulated Provision for Amortization of Utility Plant Leased to Others (115)					15
Accumulated Provision for Amortization of Property Held for Future Use (116)					16
Total Accumulated Provision	9,546,414	0	0	0	
Net Utility Plant	28,823,105	0	0	0	

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

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

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

Particulars (a)	Water (b)	(c)	(d)	(e)	Total (f)	
Balance first of year (111.1)	8,604,938				8,604,938	1
Credits During Year						2
Accruals:						3
Charged depreciation expense (403)	635,655				635,655	4
Depreciation expense on meters						5
charged to sewer (see Note 3)	48,936				48,936	6
Accruals charged other						7
accounts (specify):						8
Veh & Equip, comp depr to sewer uti	56,549				56,549	9
Salvage	10,743				10,743	10
Other credits (specify):						11
					0	12
					0	13
					0	14
					0	15
Total credits	751,883	0	0	0	751,883	16
Debits during year						17
Book cost of plant retired	500,640				500,640	18
Cost of removal	0				0	19
Other debits (specify):						20
Trade of vehicle	3,796				3,796	
					0	
					0	23
					0	24
Total debits	504,436	0	0	0	504,436	25
Balance end of year (111.1)	8,852,385	0	0	0	8,852,385	26

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

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

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

Particulars (a)	Water (b)	(c)	(d)	(e)	Total (f)	
Balance first of year (111.1)	641,790				641,790	1
Credits During Year						2
Accruals:						3
Charged depreciation expense (426)	52,239				52,239	4
Depreciation expense on meters						5
charged to sewer (see Note 3)					0	6
Accruals charged other						7
accounts (specify):						8
					0	9
Salvage	0				0	10
Other credits (specify):						11
					0	12
					0	13
					0	14
					0	15
Total credits	52,239	0	0	0	52,239	16
Debits during year						17
Book cost of plant retired	0				0	18
Cost of removal	0				0	19
Other debits (specify):						20
					0	
					0	
					0	23
					0	24
Total debits	0	0	0	0	0	25
Balance end of year (111.1)	694,029	0	0	0	694,029	26

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 (151)					0	0
Fuel stock expenses (152)					0	0
Plant mat. & oper. sup. (154)					0	0
Total Electric Utility					0	0

Account	Total End of Year	Amount Prior Year
Electric utility total	0	0
Water utility (154)	195,936	183,558
Sewer utility (154)		0
Heating utility (154)		0
Gas utility (154)		0
Merchandise (155)		0
Other materials & supplies (156)		0
Stores expense (163)	3,275	0
Total Materials and Supplies	199,211	183,558

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

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

Debt Issue to Which Related (a)	Written Off During Year		Balance End of Year (d)	
	Amount (b)	Account Charged or Credited (c)		
Unamortized debt discount & expense (181)				
NONE				1
Total			<u><u>0</u></u>	
Unamortized premium on debt (251)				
4,900,000 ISSUE 1-1-05	98	429	1,822	2
Total			<u><u>1,822</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	1,640,701	1
Changes during year (explain):		
NONE		2
Balance end of year	<u><u>1,640,701</u></u>	

BONDS (ACCTS. 221 AND 222)

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)	
1989 Water Utility Revenue Bonds	10/15/1989	10/15/2009	9.25%	0	1
1990 Water Utility Revenue Bonds	11/15/1990	11/15/2010	6.77%	0	2
2004 WATER UTILITY REVENUE BONDS	03/10/2004	05/01/2023	2.75%	2,893,859	3
2005 WATER UTILITY REVENUE BONDS	09/01/2005	09/01/2025	4.00%	4,800,000	4
Total Bonds (Account 221):				7,693,859	
Total Reacquired Bonds (Account 222)				0	5

Net amount of bonds outstanding December 31: 7,693,859

NOTES PAYABLE & MISCELLANEOUS LONG-TERM DEBT

1. Report each class of debt included in Accounts 223, 224 and 231.
2. Proceeds of general obligation issues, if subject to repayment by the utility, should be included in Account 223.
3. If there is more than one interest rate for an aggregate obligation issue, average the interest rates and report one rate.

Account and Description of Obligation (a and b)	Date of Issue (c)	Final Maturity Date (d)	Interest Rate (e)	Principal Amount End of Year (f)	
Advances (223)					
Water main to UW Sheboygan	11/15/1963	12/01/2006	0.00%	0	1
Total for Account 223				0	

TAXES ACCRUED (ACCT. 236)

Particulars (a)	Amount (b)	
Balance first of year	676,089	1
Accruals:		
Charged water department expense	798,824	2
Charged electric department expense		3
Charged sewer department expense	19,245	4
Other (explain):		
NONE		5
Total Accruals and other credits	818,069	
Taxes paid during year:		
County, state and local taxes	676,089	6
Social Security taxes	128,640	7
PSC Remainder Assessment	4,283	8
Other (explain):		
NONE		9
Total payments and other debits	809,012	
Balance end of year	685,146	

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)					
1989 WATER UTILITY REVENUE BONDS \$475,000	0			0	1
1990 WATER UTILITY REVENUE BONDS \$550,000	0			0	2
2004 WATER UTILITY REVENUE BONDS 3,152,000	13,570	81,117	81,423	13,264	3
2005 WATER UTILITY REVENUE BONDS 4,900,000	64,604	191,146	224,115	31,635	4
Subtotal	78,174	272,263	305,538	44,899	
Advances from Municipality (223)					
NONE	0			0	5
Subtotal	0	0	0	0	
Other Long-Term Debt (224)					
None	0			0	6
Subtotal	0	0	0	0	
Notes Payable (231)					
None	0			0	7
Subtotal	0	0	0	0	
Total	78,174	272,263	305,538	44,899	

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	0	1
Total (Acct. 123):	0	
Other Investments (124):		
APPROPRIATED	5,532,218	2
Total (Acct. 124):	5,532,218	
Sinking Funds (125):		
BOND REDEMPTION FUND, SAFE DRINKING WATER LOAN	750,336	3
Total (Acct. 125):	750,336	
Depreciation Fund (126):		
NONE		4
Total (Acct. 126):	0	
Other Special Funds (128):		
EMPLOYEE INVESTMENT IN ICMA AND WI DEFERRED COMP	1,043,378	5
Total (Acct. 128):	1,043,378	
Interest Special Deposits (132):		
NONE		6
Total (Acct. 132):	0	
Other Special Deposits (134):		
NONE		7
Total (Acct. 134):	0	
Notes Receivable (141):		
NONE		8
Total (Acct. 141):	0	
Customer Accounts Receivable (142):		
Water	735,389	9
Electric		10
Sewer (Regulated)		11
Other (specify):		
NONE		12
Total (Acct. 142):	735,389	
Other Accounts Receivable (143):		
Sewer (Non-regulated)		13
Merchandising, jobbing and contract work		14
Other (specify):		
NONE		15
Total (Acct. 143):	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)	
Receivables from Municipality (145):		
WATERMAIN ASSESSMENTS, CHGS ASSOC WITH BILLING SEWER AND STORM WATER	199,574	16
Total (Acct. 145):	199,574	
Prepayments (165):		
PREPAID INSURANCE AND POSTAGE	210,570	17
Total (Acct. 165):	210,570	
Extraordinary Property Losses (182):		
NONE		18
Total (Acct. 182):	0	
Preliminary Survey and Investigation Charges (183):		
NONE		19
Total (Acct. 183):	0	
Clearing Accounts (184):		
NONE		20
Total (Acct. 184):	0	
Temporary Facilities (185):		
NONE		21
Total (Acct. 185):	0	
Miscellaneous Deferred Debits (186):		
NONE		22
Total (Acct. 186):	0	
Payables to Municipality (233):		
NONE		23
Total (Acct. 233):	0	
Other Deferred Credits (253):		
Regulatory Liability	427,206	24
NONE		25
Total (Acct. 253):	427,206	

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)	31,878,641	0	0	0	31,878,641	1
Materials and Supplies	189,747	0	0	0	189,747	2
Other (specify):						
NONE					0	3
Less Average:						
Reserve for Depreciation (111.1)	8,728,661	0	0	0	8,728,661	4
Customer Advances for Construction					0	5
Regulatory Liability	439,771	0	0	0	439,771	6
NONE					0	7
Average Net Rate Base	22,899,956	0	0	0	22,899,956	
Net Operating Income	479,206	0	0	0	479,206	8
Net Operating Income as a percent of						
Average Net Rate Base	2.09%	N/A	N/A	N/A	2.09%	

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	452,336	0	0	0	452,336	1
Add credits during year:						
NONE					0	2
Deduct charges:						
Miscellaneous Amortization (425)	25,130	0	0	0	25,130	3
Other (specify):						
NONE					0	4
Balance End of Year	427,206	0	0	0	427,206	

FINANCIAL SECTION FOOTNOTES

Balance Sheet (Page F-06)

General footnotes

Account 136 Temporary Cash Investments - while this shows a credit balance, this is not a true picture because the Utility splits their cash account between all the appropriated funds accounts which includes not only our large projects, but also sick leave, vacation and smaller projects. This is why the large difference between 2005 and 2006.

Notes Payable & Miscellaneous Long-Term Debt (Page F-16)

General footnotes

City Finance Department said this was contributed to the Utility.

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

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

Account 145 - \$77,000 is due from the City of Sheboygan for charges for sewer and storm water billing expenses. The Water Utility combines the sewer and storm water billing with the water billing, as a convenience/cost savings to the City. \$93,800 is for water main assessments. The City gets paid and then reimburses the Water Utility when they receive payment. \$3,700 is due from Kohler and Sheboygan Falls for public fire protection - monthly billing. And \$25,000 is for water lateral assessments, that again when the City receives payment, they reimburse the Water Utility.

Identification and Ownership - Contacts (Page iv)

If the utility clerk (or other utility/municipal person responsible for municipal utility recordkeeping) is new (or will be new in the next year), please indicate here.

As of 09/18/06, there is a new Accounts Manager for the Sheboygan Water Utility - responsible for this report and all accounting.

WATER OPERATING REVENUES & EXPENSES

Particulars (a)	This Year (b)	Last Year (c)	
Operating Revenues			
Sales of Water			
Sales of Water (460-467)	4,671,185	4,733,429	1
Total Sales of Water	4,671,185	4,733,429	
Other Operating Revenues			
Forfeited Discounts (470)	23,952	20,909	2
Miscellaneous Service Revenues (471)	19,921	13,919	3
Rents from Water Property (472)	0	15,180	4
Interdepartmental Rents (473)	0	0	5
Other Water Revenues (474)	35,279	32,176	6
Total Other Operating Revenues	79,152	82,184	
Total Operating Revenues	4,750,337	4,815,613	
Operation and Maintenance Expenses			
Source of Supply Expense (600-617)	13,820	22,661	7
Pumping Expenses (620-633)	611,548	635,572	8
Water Treatment Expenses (640-652)	752,399	773,446	9
Transmission and Distribution Expenses (660-678)	680,688	659,420	10
Customer Accounts Expenses (901-905)	111,184	96,845	11
Sales Expenses (910)	0	0	12
Administrative and General Expenses (920-932)	666,969	740,070	13
Total Operation and Maintenance Expenses	2,836,608	2,928,014	
Other Operating Expenses			
Depreciation Expense (403)	635,655	592,010	14
Amortization Expense (404-407)	0	0	15
Taxes (408)	798,868	756,984	16
Total Other Operating Expenses	1,434,523	1,348,994	
Total Operating Expenses	4,271,131	4,277,008	
NET OPERATING INCOME	479,206	538,605	

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	17,171	992,437	1,498,132	4
Commercial	1,507	414,485	459,293	5
Industrial	188	2,210,785	1,641,620	6
Total Metered Sales to General Customers (461)	18,866	3,617,707	3,599,045	
Private Fire Protection Service (462)	231		45,170	7
Public Fire Protection Service (463)	3		467,887	8
Other Sales to Public Authorities (464)	123	77,985	72,825	9
Sales to Irrigation Customers (465)	7	6,000	16,691	10
Sales for Resale (466)	2	872,092	469,567	11
Interdepartmental Sales (467)				12
Total Sales of Water	19,232	4,573,784	4,671,185	

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)	
KOHLER	TAYLOR DR & ERIE AVE	392,723	213,220	1
SHEBOYGAN FALLS	TAYLOR DR & HWY 23	479,369	256,347	2
Total		872,092	469,567	

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)	422,018	1
Wholesale fire protection billed	45,389	2
Amount billed for fighting fires outside utility's service areas (usually per rate schedule F-2 or BW-1)	480	3
Other (specify):		
NONE		4
Total Public Fire Protection Service (463)	467,887	
Forfeited Discounts (470):		
Customer late payment charges	23,952	5
Other (specify):		
NONE		6
Total Forfeited Discounts (470)	23,952	
Miscellaneous Service Revenues (471):		
METERS, TAPS, HEIM VALVE INSTALL, VALVE & MAIN REPAIRS, SERVICE REPAIRS	19,921	7
Total Miscellaneous Service Revenues (471)	19,921	
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	32,351	10
Other (specify):		
METER CHARGES FOR SEWER ONLY AND SEWER DEDUCT METERS	2,928	11
Total Other Water Revenues (474)	35,279	

WATER OPERATION & MAINTENANCE EXPENSES

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

Particulars (a)	This Year (b)	Last Year (c)	
SOURCE OF SUPPLY EXPENSES			
Operation Supervision and Engineering (600)	410	395	1
Operation Labor and Expenses (601)	0	0	2
Purchased Water (602)	0	0	3
Miscellaneous Expenses (603)	0	0	4
Rents (604)	0	0	5
Maintenance Supervision and Engineering (610)	410	395	6
Maintenance of Structures and Improvements (611)	0	0	7
Maintenance of Collecting and Impounding Reservoirs (612)	0	0	8
Maintenance of Lake, River and Other Intakes (613)	13,000	21,871	9
Maintenance of Wells and Springs (614)	0	0	10
Maintenance of Infiltration Galleries and Tunnels (615)	0	0	11
Maintenance of Supply Mains (616)	0	0	12
Maintenance of Miscellaneous Water Source Plant (617)	0	0	13
Total Source of Supply Expenses	13,820	22,661	
PUMPING EXPENSES			
Operation Supervision and Engineering (620)	19,695	18,756	14
Fuel for Power Production (621)	0	0	15
Power Production Labor and Expenses (622)	410	395	16
Fuel or Power Purchased for Pumping (623)	393,367	379,393	17
Pumping Labor and Expenses (624)	139,403	138,030	18
Expenses Transferred--Credit (625)	0	0	19
Miscellaneous Expenses (626)	24,462	31,063	20
Rents (627)	0	0	21
Maintenance Supervision and Engineering (630)	9,930	9,638	22
Maintenance of Structures and Improvements (631)	15,231	29,396	23
Maintenance of Power Production Equipment (632)	0	0	24
Maintenance of Pumping Equipment (633)	9,050	28,901	25
Total Pumping Expenses	611,548	635,572	
WATER TREATMENT EXPENSES			
Operation Supervision and Engineering (640)	26,404	24,977	26
Chemicals (641)	195,220	166,242	27

WATER OPERATION & MAINTENANCE EXPENSES

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

Particulars (a)	This Year (b)	Last Year (c)	
WATER TREATMENT EXPENSES			
Operation Labor and Expenses (642)	353,149	349,247	28
Miscellaneous Expenses (643)	69,349	81,315	29
Rents (644)	0	0	30
Maintenance Supervision and Engineering (650)	0	0	31
Maintenance of Structures and Improvements (651)	58,166	80,067	32
Maintenance of Water Treatment Equipment (652)	50,111	71,598	33
Total Water Treatment Expenses	752,399	773,446	
TRANSMISSION AND DISTRIBUTION EXPENSES			
Operation Supervision and Engineering (660)	40,751	38,462	34
Storage Facilities Expenses (661)	23,812	18,499	35
Transmission and Distribution Lines Expenses (662)	62,623	57,349	36
Meter Expenses (663)	51,458	54,096	37
Customer Installations Expenses (664)	56,303	46,326	38
Miscellaneous Expenses (665)	87,101	100,977	39
Rents (666)	0	0	40
Maintenance Supervision and Engineering (670)	2,289	2,106	41
Maintenance of Structures and Improvements (671)	41,023	36,315	42
Maintenance of Distribution Reservoirs and Standpipes (672)	5,188	10,087	43
Maintenance of Transmission and Distribution Mains (673)	212,483	181,698	44
Maintenance of Fire Mains (674)	0	0	45
Maintenance of Services (675)	402	9,293	46
Maintenance of Meters (676)	41,777	42,375	47
Maintenance of Hydrants (677)	55,478	61,837	48
Maintenance of Miscellaneous Plant (678)	0	0	49
Total Transmission and Distribution Expenses	680,688	659,420	
CUSTOMER ACCOUNTS EXPENSES			
Supervision (901)	12,506	13,122	50
Meter Reading Labor (902)	37,851	36,580	51
Customer Records and Collection Expenses (903)	58,172	47,547	52
Uncollectible Accounts (904)	2,655	(404)	53

WATER OPERATION & MAINTENANCE EXPENSES

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

Particulars (a)	This Year (b)	Last Year (c)	
CUSTOMER ACCOUNTS EXPENSES			
Miscellaneous Customer Accounts Expenses (905)	0	0	54
Total Customer Accounts Expenses	111,184	96,845	
SALES EXPENSES			
Sales Expenses (910)	0	0	55
Total Sales Expenses	0	0	
ADMINISTRATIVE AND GENERAL EXPENSES			
Administrative and General Salaries (920)	187,152	182,181	56
Office Supplies and Expenses (921)	20,072	24,978	57
Administrative Expenses Transferred--Credit (922)	0	0	58
Outside Services Employed (923)	15,289	33,090	59
Property Insurance (924)	49,504	45,716	60
Injuries and Damages (925)	69,518	49,286	61
Employee Pensions and Benefits (926)	290,552	367,398	62
Regulatory Commission Expenses (928)	0	0	63
Duplicate Charges--Credit (929)	0	0	64
Miscellaneous General Expenses (930)	26,895	23,393	65
Rents (931)	0	0	66
Maintenance of General Plant (932)	7,987	14,028	67
Total Administrative and General Expenses	666,969	740,070	
Total Operation and Maintenance Expenses	2,836,608	2,928,014	

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		685,145	676,089	1
Less: Local and School Tax Equivalent on Meters Charged to Sewer Department	50% OF EXPENSE IS CHARGED TO SEWER UTILITY	19,245	18,281	2
Net property tax equivalent		665,900	657,808	
Social Security		128,685	94,168	3
PSC Remainder Assessment		4,283	4,657	4
Other (specify): PROPERTY TAX	LAND PURCHASED IN 05 NOT IN EQUIVALENT	0	351	5
Total tax expense		798,868	756,984	

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			Sheboygan				1
SUMMARY OF TAX RATES							2
State tax rate	mills		0.175500				3
County tax rate	mills		5.503006				4
Local tax rate	mills		8.417784				5
School tax rate	mills		9.773591				6
Voc. school tax rate	mills		1.503531				7
Other tax rate - Local	mills		0.348365				8
Other tax rate - Non-Local	mills		0.000000				9
Total tax rate	mills		25.721777				10
Less: state credit	mills		1.523135				11
Net tax rate	mills		24.198642				12
PROPERTY TAX EQUIVALENT CALCULATION							13
Local Tax Rate	mills		8.417784				14
Combined School Tax Rate	mills		11.277122				15
Other Tax Rate - Local	mills		0.348365				16
Total Local & School Tax	mills		20.043271				17
Total Tax Rate	mills		25.721777				18
Ratio of Local and School Tax to Total	dec.		0.779234				19
Total tax net of state credit	mills		24.198642				20
Net Local and School Tax Rate	mills		18.856393				21
Utility Plant, Jan. 1	\$	37,085,349	37,085,349				22
Materials & Supplies	\$	183,558	183,558				23
Subtotal	\$	37,268,907	37,268,907				24
Less: Plant Outside Limits	\$	941,266	941,266				25
Taxable Assets	\$	36,327,641	36,327,641				26
Assessment Ratio	dec.		1.000200				27
Assessed Value	\$	36,334,907	36,334,907				28
Net Local & School Rate	mills		18.856393				29
Tax Equiv. Computed for Current Year	\$	685,145	685,145				30
Tax Equivalent per 1994 PSC Report	\$	560,533					31
Any lower tax equivalent as authorized by municipality (see note 6)	\$						32
Tax equiv. for current year (see note 6)	\$	685,145					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 \$100,000. If applicable, provide construction authorization.
4. Use only the account titles listed. If the utility has subaccounts other than accounts 391.1 and 397.1, combine them into one total and detail by subaccount as a schedule footnote.

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	
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)	656,259		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	656,259	0	
PUMPING PLANT			
Land and Land Rights (320)	2,475		12
Structures and Improvements (321)	357,211		13
Boiler Plant Equipment (322)	0		14
Other Power Production Equipment (323)	118,184		15
Steam Pumping Equipment (324)	0		16
Electric Pumping Equipment (325)	1,864,486		17
Diesel Pumping Equipment (326)	0		18
Hydraulic Pumping Equipment (327)	0		19
Other Pumping Equipment (328)	654,436		20
Total Pumping Plant	2,996,792	0	
WATER TREATMENT PLANT			
Land and Land Rights (330)	13,330		21
Structures and Improvements (331)	1,708,772		22
Water Treatment Equipment (332)	5,530,175	200	23
Total Water Treatment Plant	7,252,277	200	

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)			0	4
Structures and Improvements (311)			0	5
Collecting and Impounding Reservoirs (312)			0	6
Lake, River and Other Intakes (313)			656,259	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	656,259	
PUMPING PLANT				
Land and Land Rights (320)			2,475	12
Structures and Improvements (321)			357,211	13
Boiler Plant Equipment (322)			0	14
Other Power Production Equipment (323)			118,184	15
Steam Pumping Equipment (324)			0	16
Electric Pumping Equipment (325)	443		1,864,043	17
Diesel Pumping Equipment (326)			0	18
Hydraulic Pumping Equipment (327)			0	19
Other Pumping Equipment (328)			654,436	20
Total Pumping Plant	443	0	2,996,349	
WATER TREATMENT PLANT				
Land and Land Rights (330)			13,330	21
Structures and Improvements (331)	8,974		1,699,798	22
Water Treatment Equipment (332)	132,355		5,398,020	23
Total Water Treatment Plant	141,329	0	7,111,148	

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

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

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	
TRANSMISSION AND DISTRIBUTION PLANT			
Land and Land Rights (340)	83,053		24
Structures and Improvements (341)	760,563		25
Distribution Reservoirs and Standpipes (342)	994,251		26
Transmission and Distribution Mains (343)	14,036,930	46,687	27
Fire Mains (344)	0		28
Services (345)	0		29
Meters (346)	1,919,916	104,941	30
Hydrants (348)	1,272,286	59,593	31
Other Transmission and Distribution Plant (349)	0		32
Total Transmission and Distribution Plant	19,066,999	211,221	
GENERAL PLANT			
Land and Land Rights (389)	0		33
Structures and Improvements (390)	506,179		34
Office Furniture and Equipment (391)	25,483	11,395	35
Computer Equipment (391.1)	264,152	3,094	36
Transportation Equipment (392)	319,657	14,200	37
Stores Equipment (393)	0		38
Tools, Shop and Garage Equipment (394)	201,702	3,071	39
Laboratory Equipment (395)	25,400	10,380	40
Power Operated Equipment (396)	346,751		41
Communication Equipment (397)	51,166		42
SCADA Equipment (397.1)	289,364		43
Miscellaneous Equipment (398)	0		44
Other Tangible Property (399)	0		45
Total General Plant	2,029,854	42,140	
Total utility plant in service directly assignable	32,002,181	253,561	
Common Utility Plant Allocated to Water Department	0		46
Total utility plant in service	32,002,181	253,561	

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)			83,053 24
Structures and Improvements (341)			760,563 25
Distribution Reservoirs and Standpipes (342)	23,610		970,641 26
Transmission and Distribution Mains (343)	16,871		14,066,746 27
Fire Mains (344)			0 28
Services (345)			0 29
Meters (346)	53,366		1,971,491 30
Hydrants (348)	9,231		1,322,648 31
Other Transmission and Distribution Plant (349)			0 32
Total Transmission and Distribution Plant	103,078	0	19,175,142
GENERAL PLANT			
Land and Land Rights (389)			0 33
Structures and Improvements (390)	3,876		502,303 34
Office Furniture and Equipment (391)	3,769		33,109 35
Computer Equipment (391.1)	84,248		182,998 36
Transportation Equipment (392)	12,534		321,323 37
Stores Equipment (393)			0 38
Tools, Shop and Garage Equipment (394)	53,655		151,118 39
Laboratory Equipment (395)	10,913		24,867 40
Power Operated Equipment (396)	67,444		279,307 41
Communication Equipment (397)	19,351		31,815 42
SCADA Equipment (397.1)			289,364 43
Miscellaneous Equipment (398)			0 44
Other Tangible Property (399)			0 45
Total General Plant	255,790	0	1,816,204
Total utility plant in service directly assignable	500,640	0	31,755,102
Common Utility Plant Allocated to Water Department			0 46
Total utility plant in service	500,640	0	31,755,102

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

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

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	
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)	94,222		23
Total Water Treatment Plant	94,222	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)			94,222 23
Total Water Treatment Plant	0	0	94,222

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

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

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	
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)	4,350,285	265,122	27
Fire Mains (344)	0		28
Services (345)	0		29
Meters (346)	0		30
Hydrants (348)	382,531	15,005	31
Other Transmission and Distribution Plant (349)	0		32
Total Transmission and Distribution Plant	4,732,816	280,127	
GENERAL PLANT			
Land and Land Rights (389)	0		33
Structures and Improvements (390)	0		34
Office Furniture and Equipment (391)	0		35
Computer Equipment (391.1)	0		36
Transportation Equipment (392)	0		37
Stores Equipment (393)	0		38
Tools, Shop and Garage Equipment (394)	0		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	0	
Total utility plant in service directly assignable	4,827,038	280,127	
Common Utility Plant Allocated to Water Department	0		46
Total utility plant in service	4,827,038	280,127	

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)			4,615,407 27
Fire Mains (344)			0 28
Services (345)			0 29
Meters (346)			0 30
Hydrants (348)			397,536 31
Other Transmission and Distribution Plant (349)			0 32
Total Transmission and Distribution Plant	0	0	5,012,943
GENERAL PLANT			
Land and Land Rights (389)			0 33
Structures and Improvements (390)			0 34
Office Furniture and Equipment (391)			0 35
Computer Equipment (391.1)			0 36
Transportation Equipment (392)			0 37
Stores Equipment (393)			0 38
Tools, Shop and Garage Equipment (394)			0 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	0	0
Total utility plant in service directly assignable	0	0	5,107,165
Common Utility Plant Allocated to Water Department			0 46
Total utility plant in service	0	0	5,107,165

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

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

Primary Plant Accounts (a)	Balance First of Year (b)	Rate % Used (c)	Accruals During Year (d)	
SOURCE OF SUPPLY PLANT				
Structures and Improvements (311)	0	0.00%		1
Collecting and Impounding Reservoirs (312)	0	0.00%		2
Lake, River and Other Intakes (313)	356,662	2.00%	13,127	3
Wells and Springs (314)	0	0.00%		4
Infiltration Galleries and Tunnels (315)	0	0.00%		5
Supply Mains (316)	0	0.00%		6
Other Water Source Plant (317)	0	0.00%		7
Total Source of Supply Plant	356,662		13,127	
PUMPING PLANT				
Structures and Improvements (321)	167,529	2.40%	7,397	8
Boiler Plant Equipment (322)	0	0.00%		9
Other Power Production Equipment (323)	64,776	3.50%	4,137	10
Steam Pumping Equipment (324)	0	0.00%		11
Electric Pumping Equipment (325)	693,688	3.30%	61,520	12
Diesel Pumping Equipment (326)	0	0.00%		13
Hydraulic Pumping Equipment (327)	0	0.00%		14
Other Pumping Equipment (328)	333,086	3.60%	23,560	15
Total Pumping Plant	1,259,079		96,614	
WATER TREATMENT PLANT				
Structures and Improvements (331)	1,120,536	2.50%	42,607	16
Water Treatment Equipment (332)	720,072	3.30%	180,314	17
Total Water Treatment Plant	1,840,608		222,921	
TRANSMISSION AND DISTRIBUTION PLANT				
Structures and Improvements (341)	262,479	2.20%	16,731	18
Distribution Reservoirs and Standpipes (342)	495,609	1.80%	17,684	19
Transmission and Distribution Mains (343)	2,189,337	1.00%	140,518	20
Fire Mains (344)	0	0.00%		21
Services (345)	0	0.00%		22
Meters (346)	931,405	5.00%	97,285	23
Hydrants (348)	258,295	1.90%	24,654	24

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

Account (e)	Book Cost of Plant Retired (f)	Cost of Removal (g)	Salvage (h)	Adjustments Increase or (Decrease) (i)	Balance End of Year (j)	
311					0	1
312					0	2
313					369,789	3
314					0	4
315					0	5
316					0	6
317					0	7
	0	0	0	0	369,789	
321					174,926	8
322					0	9
323					68,913	10
324					0	11
325	443				754,765	12
326					0	13
327					0	14
328					356,646	15
	443	0	0	0	1,355,250	
331	8,974				1,154,169	16
332	132,355				768,031	17
	141,329	0	0	0	1,922,200	
341					279,210	18
342	23,610				489,683	19
343	16,871				2,312,984	20
344					0	21
345					0	22
346	53,366				975,324	23
348	9,231				273,718	24

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

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

Primary Plant Accounts (a)	Balance First of Year (b)	Rate % Used (c)	Accruals During Year (d)	
TRANSMISSION AND DISTRIBUTION PLANT				
Other Transmission and Distribution Plant (349)	0	0.00%		25
Total Transmission and Distribution Plant	4,137,125		296,872	
GENERAL PLANT				
Structures and Improvements (390)	187,756	2.20%	10,908	26
Office Furniture and Equipment (391)	15,584	6.00%	1,757	27
Computer Equipment (391.1)	220,431	25.00%	25,754	28
Transportation Equipment (392)	121,760	10.00%	26,031	29
Stores Equipment (393)	0	0.00%		30
Tools, Shop and Garage Equipment (394)	155,463	6.00%	10,585	31
Laboratory Equipment (395)	19,042	6.00%	1,508	32
Power Operated Equipment (396)	146,458	6.00%	5,223	33
Communication Equipment (397)	51,166	9.00%		34
SCADA Equipment (397.1)	93,804	9.00%	26,044	35
Miscellaneous Equipment (398)	0	0.00%		36
Other Tangible Property (399)	0	0.00%		37
Total General Plant	1,011,464		107,810	
Total accum. prov. directly assignable	8,604,938		737,344	
Common Utility Plant Allocated to Water Department	0			38
Total accum. prov. for depreciation	8,604,938		737,344	

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

Account (e)	Book Cost of Plant Retired (f)	Cost of Removal (g)	Salvage (h)	Adjustments Increase or (Decrease) (i)	Balance End of Year (j)
349					0 25
	103,078	0	0	0	4,330,919
390	3,876				194,788 26
391	3,769				13,572 27
391.1	84,248				161,937 28
392	12,534		627		135,884 29
393					0 30
394	53,655				112,393 31
395	10,913				9,637 32
396	67,444		10,116		94,353 33
397	19,351				31,815 34
397.1					119,848 35
398					0 36
399					0 37
	255,790	0	10,743	0	874,227
	500,640	0	10,743	0	8,852,385
					0 38
	500,640	0	10,743	0	8,852,385

ACCUMULATED PROVISION FOR DEPRECIATION - WATER

--Plant Financed by Contributions--

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

Primary Plant Accounts (a)	Balance First of Year (b)	Rate % Used (c)	Accruals During Year (d)	
SOURCE OF SUPPLY PLANT				
Structures and Improvements (311)	0			1
Collecting and Impounding Reservoirs (312)	0			2
Lake, River and Other Intakes (313)	0			3
Wells and Springs (314)	0			4
Infiltration Galleries and Tunnels (315)	0			5
Supply Mains (316)	0			6
Other Water Source Plant (317)	0			7
Total Source of Supply Plant	0		0	
PUMPING PLANT				
Structures and Improvements (321)	0			8
Boiler Plant Equipment (322)	0			9
Other Power Production Equipment (323)	0			10
Steam Pumping Equipment (324)	0			11
Electric Pumping Equipment (325)	0			12
Diesel Pumping Equipment (326)	0			13
Hydraulic Pumping Equipment (327)	0			14
Other Pumping Equipment (328)	0			15
Total Pumping Plant	0		0	
WATER TREATMENT PLANT				
Structures and Improvements (331)	0			16
Water Treatment Equipment (332)	94,222	3.30%		17
Total Water Treatment Plant	94,222		0	
TRANSMISSION AND DISTRIBUTION PLANT				
Structures and Improvements (341)	0			18
Distribution Reservoirs and Standpipes (342)	0			19
Transmission and Distribution Mains (343)	451,306	1.00%	44,828	20
Fire Mains (344)	0			21
Services (345)	0			22
Meters (346)	0			23
Hydrants (348)	96,262	1.90%	7,411	24

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

Account (e)	Book Cost of Plant Retired (f)	Cost of Removal (g)	Salvage (h)	Adjustments Increase or (Decrease) (i)	Balance End of Year (j)
311					0 1
312					0 2
313					0 3
314					0 4
315					0 5
316					0 6
317					0 7
	0	0	0	0	0
321					0 8
322					0 9
323					0 10
324					0 11
325					0 12
326					0 13
327					0 14
328					0 15
	0	0	0	0	0
331					0 16
332					94,222 17
	0	0	0	0	94,222
341					0 18
342					0 19
343					496,134 20
344					0 21
345					0 22
346					0 23
348					103,673 24

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

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

Primary Plant Accounts (a)	Balance First of Year (b)	Rate % Used (c)	Accruals During Year (d)
TRANSMISSION AND DISTRIBUTION PLANT			
Other Transmission and Distribution Plant (349)	0		25
Total Transmission and Distribution Plant	547,568		52,239
GENERAL PLANT			
Structures and Improvements (390)	0		26
Office Furniture and Equipment (391)	0		27
Computer Equipment (391.1)	0		28
Transportation Equipment (392)	0		29
Stores Equipment (393)	0		30
Tools, Shop and Garage Equipment (394)	0		31
Laboratory Equipment (395)	0		32
Power Operated Equipment (396)	0		33
Communication Equipment (397)	0		34
SCADA Equipment (397.1)	0		35
Miscellaneous Equipment (398)	0		36
Other Tangible Property (399)	0		37
Total General Plant	0		0
Total accum. prov. directly assignable	641,790		52,239
Common Utility Plant Allocated to Water Department	0		38
Total accum. prov. for depreciation	641,790		52,239

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

Account (e)	Book Cost of Plant Retired (f)	Cost of Removal (g)	Salvage (h)	Adjustments Increase or (Decrease) (i)	Balance End of Year (j)
349					0 25
	0	0	0	0	599,807
390					0 26
391					0 27
391.1					0 28
392					0 29
393					0 30
394					0 31
395					0 32
396					0 33
397					0 34
397.1					0 35
398					0 36
399					0 37
	0	0	0	0	0
	0	0	0	0	694,029
					0 38
	0	0	0	0	694,029

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		377,535		377,535	1
February		340,274		340,274	2
March		381,058		381,058	3
April		379,178		379,178	4
May		418,706		418,706	5
June		452,628		452,628	6
July		478,717		478,717	7
August		547,398		547,398	8
September		444,287		444,287	9
October		413,053		413,053	10
November		366,780		366,780	11
December		355,852		355,852	12
Total annual pumpage	0	4,955,466	0	4,955,466	
Less: Water sold				4,573,784	13
Volume pumped but not sold				381,682	14
Volume sold as a percent of volume pumped				92%	15
Volume used for water production, water quality and system maintenance				98,222	16
Volume related to equipment/system malfunction					17
Non-utility volume NOT included in water sales					18
Total volume not sold but accounted for				98,222	19
Volume pumped but unaccounted for				283,460	20
Percent of water lost				6%	21
If more than 15%, indicate causes:					22
If more than 15%, 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.)				22,862	24
Date of maximum: 8/22/2006					25
Cause of maximum:					26
Summer demand					
Minimum gallons pumped by all methods in any one day during reporting year (000 gal.)				7,137	27
Date of minimum: 11/25/2006					28
Total KWH used for pumping for the year				6,148,536	29
If water is purchased: Vendor Name: None					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)
-------------------------	--	----------------------------------	--	---	--

NONE

SOURCES OF WATER SUPPLY - SURFACE WATERS

Location (a)	Intakes				
	Identification Number (b)	Distance From Shore in feet (c)	Depth Below Surface in feet (d)	Diameter in inches (e)	
LAKE MICHIGAN	1	2,100	30	36	1
LAKE MICHIGAN	2	5,000	46	30	2
LAKE MICHIGAN	3	1,800	25	20	3

PUMPING & POWER EQUIPMENT

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

Particulars (a)	Unit A (b)	Unit B (c)	Unit C (d)	
Identification	EIGHT EMERGENCY GENERATOR			FIVE 1
Location	72A PARK AVE LOW LIFT	2935 GEORGIA AVE	72A PARK AVE HIGH LIFT	2
Purpose	P	S	P	3
Destination	T	D	D	4
Pump Manufacturer	PEERLESS	NOT AVAILABLE	ALLIS CHALMERS	5
Year Installed	1991	1971	1972	6
Type	CENTRIFUGAL	OTHER	CENTRIFUGAL	7
Actual Capacity (gpm)	13,200	2,080	10,000	8
Pump Motor or Standby Engine Mfr	SIEMANS ALLIS	KOHLER	US MOTORS	9 10
Year Installed	1991	1971	2003	11
Type	ELECTRIC	NATURAL GAS	ELECTRIC	12
Horsepower	200	290	700	13

Particulars (a)	Unit D (b)	Unit E (c)	Unit F (d)	
Identification	FIVE GEORGIA	FOUR	FOUR - ELECT MOTOR	14
Location	2935 GEORGIA AVE	72A PARK AVE HIGH LIFT	72A PARK AVE HIGH LIFT	15
Purpose	B	S	S	16
Destination	D	D	D	17
Pump Manufacturer	PEERLESS	ALLIS CHALMERS	ALLIS CHALMERS	18
Year Installed	2002	1990	1990	19
Type	CENTRIFUGAL	CENTRIFUGAL	CENTRIFUGAL	20
Actual Capacity (gpm)	2,600	10,069	10,069	21
Pump Motor or Standby Engine Mfr	SIEMENS	CATERPILLAR	US ELECTRIC	22 23
Year Installed	2002	1990	2004	24
Type	ELECTRIC	NATURAL GAS	ELECTRIC	25
Horsepower	100	700	700	26

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	FOUR GEORGIA	NINE	ONE	1
Location	2935 GEORGIA AVE	72A PARK AVE LOW LIFT	72A PARK AVE HIGH LIFT	2
Purpose	B	P	P	3
Destination	D	T	D	4
Pump Manufacturer	PEERLESS	ALLIS CHALMERS	ALLIS CHALMERS	5
Year Installed	2000	1959	1990	6
Type	CENTRIFUGAL	CENTRIFUGAL	CENTRIFUGAL	7
Actual Capacity (gpm)	2,600	9,000	10,069	8
Pump Motor or Standby Engine Mfr	GM	ALLIS CHALMERS	U S MOTOR	9 10
Year Installed	2000	1959	1990	11
Type	NATURAL GAS	ELECTRIC	ELECTRIC	12
Horsepower	100	150	700	13

Particulars (a)	Unit D (b)	Unit E (c)	Unit F (d)	
Identification	ONE EE	ONE GEO	ONE WILGUS	14
Location	4200 COUNTY RD OK	2935 GEORGIA AVE	WILGUS & TAYLOR	15
Purpose	B	B	B	16
Destination	D	D	D	17
Pump Manufacturer	DEMING	ALLIS CHALMERS	SIEMANS ALLIS	18
Year Installed	1999	1971	1986	19
Type	CENTRIFUGAL	VERTICAL TURBINE	CENTRIFUGAL	20
Actual Capacity (gpm)	350	1,040	250	21
Pump Motor or Standby Engine Mfr	CRANE	U S ELECTRIC	SIEMANS ALLIS	22 23
Year Installed	1999	1971	1986	24
Type	ELECTRIC	ELECTRIC	ELECTRIC	25
Horsepower	20	30	7	26

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	SEVEN	SIX	TEN	1
Location	72A PARK AVE LOW LIFT	72A PARK AVE LOW LIFT	2A PARK AVE WASH PUMP	2
Purpose	S	P	P	3
Destination	T	T	T	4
Pump Manufacturer	DE LAVAL	ALLIS CHALMERS	ALLIS CHALMERS	5
Year Installed	1931	1980	1959	6
Type	CENTRIFUGAL	CENTRIFUGAL	CENTRIFUGAL	7
Actual Capacity (gpm)	8,400	5,556	5,200	8
Pump Motor or Standby Engine Mfr	CUMMINS	LOUIS ALLIS	ALLIS CHALMERS	9 10
Year Installed	1991	1992	1959	11
Type	NATURAL GAS	ELECTRIC	ELECTRIC	12
Horsepower	200	150	100	13

Particulars (a)	Unit D (b)	Unit E (c)	Unit F (d)	
Identification	THREE	THREE GAS	THREE GEORGIA	14
Location	72A PARK AVE LOW LIFT	72A PARK AVE HIGH LIFT	2935 GEORGIA AVE	15
Purpose	P	S	B	16
Destination	D	D	D	17
Pump Manufacturer	DE LAVAL	DE LAVAL	ALLIS CHALMERS	18
Year Installed	1951	1951	1971	19
Type	CENTRIFUGAL	CENTRIFUGAL	VERTICAL TURBINE	20
Actual Capacity (gpm)	6,800	6,800	1,040	21
Pump Motor or Standby Engine Mfr	ELECTRIC MACHINERY	CATERPILLAR	U S ELECTRIC	22 23
Year Installed	1951	1990	1971	24
Type	ELECTRIC	NATURAL GAS	ELECTRIC	25
Horsepower	350	400	30	26

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	THREE WILGUS	TWO	TWO GEO	1
Location	WILGUS AND TAYLOR	72A PARK AVE HIGH LIFT	2935 GEORGIA AVE	2
Purpose	B	P	B	3
Destination	D	D	D	4
Pump Manufacturer	SIEMANS ALLIS	WORTHINGTON	ALLIS CHALMERS	5
Year Installed	1986	1937	1971	6
Type	CENTRIFUGAL	CENTRIFUGAL	VERTICAL TURBINE	7
Actual Capacity (gpm)	1,500	6,380	1,040	8
Pump Motor or Standby Engine Mfr	SIEMANS ALLIS	U S MOTOR	U S ELECTRIC	9 10
Year Installed	1986	2005	1971	11
Type	ELECTRIC	ELECTRIC	ELECTRIC	12
Horsepower	60	400	30	13

Particulars (a)	Unit D (b)	Unit E (c)	Unit F (d)	
Identification	TWO WILGUS ELECTRIC	TWO WILGUS GAS		14
Location	WILGUS & TAYLOR	WILGUS & TAYLOR		15
Purpose	B	S		16
Destination	D	D		17
Pump Manufacturer	SIEMANS ALLIS	SIEMANS ALLIS		18
Year Installed	1986	1986		19
Type	CENTRIFUGAL	CENTRIFUGAL		20
Actual Capacity (gpm)	450	450		21
Pump Motor or Standby Engine Mfr	SIEMANS ALLIS	TELDYNE		22 23
Year Installed	1989	1986		24
Type	ELECTRIC	NATURAL GAS		25
Horsepower	20	30		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	GEORGIA AVE STANDPIPE	EE TOWER	PAINE AVE TOWER	1
RESERVOIRS, STANDPIPES OR ELEVATED TANKS				2
Type: R (reservoir), S (standpipe) or ET (elevated tank)	S	ET	ET	3
Year constructed	1959	1989	1972	4
Primary material (earthen, steel, concrete, other)	STEEL	STEEL	STEEL	5
Elevation difference in feet (See Headnote 3.)	200	132	132	6
Total capacity in gallons (actual)	2,000,000	500,000	100,000	7
WATER TREATMENT PLANT				8
Disinfection, type of equipment (gas, liquid, powder, other)		LIQUID		9
Points of application (wellhouse, central facilities, booster station, other)		CENTRAL FACILITIES		10
Filters, type (gravity, pressure, other, none)		GRAVITY		11
Rated capacity of filter plant (m.g.d.) (note: 1,200,000 gal/day = 1.2 m.g.d.)		34.0000		12
Is a corrosion control chemical used (yes, no)?		Y		13
Is water fluoridated (yes, no)?		Y		14

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	TAYLOR		1
RESERVOIRS, STANDPIPES OR ELEVATED TANKS			2
Type: R (reservoir), S (standpipe) or ET (elevated tank)	ET		3
Year constructed	1933		4
Primary material (earthen, steel, concrete, other)	STEEL		5
Elevation difference in feet (See Headnote 3.)	200		6
Total capacity in gallons (actual)	4,000,000		7
WATER TREATMENT PLANT			8
Disinfection, type of equipment (gas, liquid, powder, other)	LIQUID		9
Points of application (wellhouse, central facilities, booster station, other)	CENTRAL FACILITIES		10
Filters, type (gravity, pressure, other, none)	GRAVITY		11
Rated capacity of filter plant (m.g.d.) (note: 1,200,000 gal/day = 1.2 m.g.d.)	34.0000		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.

Pipe Material (a)	Main Function (b)	Diameter in Inches (c)	Number of Feet				Adjustments Increase or (Decrease) (g)	End of Year (h)	
			First of Year (d)	Added During Year (e)	Retired During Year (f)				
M	D	0.625	92	0	0	0	92	1	
M	D	0.750	214	0	0	0	214	2	
M	D	1.000	682	0	0	0	682	3	
M	D	1.250	683	0	0	0	683	4	
M	D	1.500	679	0	0	0	679	5	
P	D	2.000	180	0	0	0	180	6	
M	D	3.000	187	0	0	0	187	7	
M	D	4.000	30,228	0	95	0	30,133	8	
M	D	6.000	486,597	44	2,237	0	484,404	9	
M	D	8.000	177,562	706	1,533	0	176,735	10	
M	D	10.000	42,580	0	0	0	42,580	11	
M	D	12.000	214,295	5,961	540	0	219,716	12	
M	D	14.000	5,567	0	0	0	5,567	13	
M	D	16.000	64,142	819	445	0	64,516	14	
M	D	18.000	3,247	0	0	0	3,247	15	
A	T	20.000	3,522	638	0	0	4,160	16	
M	D	20.000	12,363	0	0	0	12,363	17	
M	D	24.000	4,768	0	0	0	4,768	18	
M	T	24.000	17,904	0	0	0	17,904	19	
M	D	30.000	9,772	0	0	0	9,772	20	
M	T	30.000	7,475	0	0	0	7,475	21	
M	T	36.000	663	0	0	0	663	22	
Total Within Municipality			1,083,402	8,168	4,850	0	1,086,720		
M	D	6.000	210	0	0	0	210	23	
M	D	8.000	6,001	0	0	0	6,001	24	
M	D	12.000	8,300	0	0	0	8,300	25	
M	D	16.000	4,353	0	0	0	4,353	26	
Total Outside of Municipality			18,864	0	0	0	18,864		
Total Utility			1,102,266	8,168	4,850	0	1,105,584		

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)
-------------------------	------------------------------	-------------------------	-----------------------------	---	---	-----------------------	--

NONE

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	293	0	229	0	64	45	1
0.750	18,643	494	291	0	18,846	1,790	2
1.000	311	16	7	0	320	18	3
1.500	276	15	8	0	283	34	4
2.000	259	15	20	0	254	87	5
3.000	56	6	10	0	52	22	6
4.000	32	5	11	0	26	12	7
6.000	11	1	1	0	11	9	8
10.000	3	0	1	0	2	2	9
Total:	19,884	552	578	0	19,858	2,019	

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	12	0	4	2	0	46	64	1
0.750	17,062	956	81	21	0	726	18,846	2
1.000	48	209	37	20	0	6	320	3
1.500	7	173	22	28	0	53	283	4
2.000	0	132	45	47	0	30	254	5
3.000	0	24	10	7	0	11	52	6
4.000	0	6	11	2	0	7	26	7
6.000	0	0	8	0	1	2	11	8
10.000	0	0	0	0	2	0	2	9
Total:	17,129	1,500	218	127	3	881	19,858	

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	32				32	1
Within Municipality	1,913	52	40		1,925	2
Total Fire Hydrants	1,945	52	40	0	1,957	
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:	745
Number of distribution system valves end of year:	3,321
Number of distribution valves operated during year:	300

WATER OPERATING SECTION FOOTNOTES

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

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

Return on net investment in meters charged to sewer department.
Meter charges for sewer only and sewer deduct meters.

Water Operation & Maintenance Expenses (Page W-05)

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

Account 613 decrease - no icing of intake issues, very mild winter, more preventative measures taken to prevent restriction of flow.
Account 631 decrease - in 2005, there was the large job of painting the high lift, about \$20,000. There were no major jobs in 2006.
Account 633 decrease - due to 2 employee deaths in 2006, we were short handed for several months causing lower salary amounts in all plant operations.
Account 651 decrease - in 2005, there was a special project of raising the hatches at the west basin which accounted for about \$10,000. No big projects in 2006. Also short handed - see above in acct. 633.
Account 652 decrease - Short handed in 2006 - see note on acct. 633
Account 923 decrease - in 2005 there were larger legal bills due to new bond issue, not in 2006.
Account 925 increase - about 45% increase in workers comp. insurance from 2005 to 2006
Account 926 decrease - two less employees, both families choosing COBRA.

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

If Other Tax Rate - Local and/or Other Tax Rate - Non-Local are greater than zero, please explain.
Other local tax rate is for recreation.

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

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

Account 332 - Retirements \$132,355 includes
Process piping from 12/91 for \$23,435
Instrumentation from 12/91 for \$43,882
Streaming current detector from 08/94 for \$8,600
Water champ chemical induction unit from 12/97 for \$15,150
Water champ improvements from 06/04 for \$3,447
Wash water pump and motor controls from 12/59 for \$17,184
Plamer agitators with bearings from 11/51 for \$11,540
These items had been kept for replacement parts/backups, but have become useless, so these were scrapped in 2006.

WATER OPERATING SECTION FOOTNOTES

Water Mains (Page W-21)

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

All watermains installed in 2006 were financed with existing water utility funds, which are reimbursed through watermain assessments, water mains are assessed at \$20.00 per linear foot on each side of the street of whole frontage on each lot.

Water Services (Page W-22)

General footnotes

Water services are owned by the property owner in the City of Sheboygan.

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

Water services are owned by the property owner in the City of Sheboygan.

Meters (Page W-23)

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

The Utility has a 10 year meter test/meter change out program in place. Not more than every 10 years meters of 1" and smaller are removed from setting, replaced with either an already tested meter or a new meter. We have come to the end of the process of leveling out of the number of meters removed and tested each year. We now will be testing approximately 1800 meters a year. However, the Utility may be switching to a 20 year change out program sometime in 2007.

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.

No - our test bench is certified by City weights and measures. We have a license for accuracy.

3" and 4" meters are tested by a portable test meter which is recertified every year, before testing, by the manufacturer, Mars Meter Corp. in Ocala, FL. Any meters larger than 4" are tested by Badger Meter.

Hydrants and Distribution System Valves (Page W-24)

General footnotes

The Sheboygan Water Utility has a valve turning program. Due to our hydrant stripping and re-painting project, watermain installation projects, and hydrant flushing program, we did not have enough man power to reach our 50% goal on valve turning for the year.
