



3013 (02-05-09)

ANNUAL REPORT

OF

Name: FRANKLIN MUNICIPAL WATER UTILITY

Principal Office: 9229 W. LOOMIS ROAD
FRANKLIN, WI 53132-9630

For the Year Ended: DECEMBER 31, 2009

**WATER, ELECTRIC, OR JOINT UTILITY
TO
PUBLIC SERVICE COMMISSION OF WISCONSIN**P.O. Box 7854
Madison, WI 53707-7854
(608) 266-3766

This form is required under Wis. Stat. § 196.07. Failure to file the form by the statutory filing date can result in the imposition of a penalty under Wis. Stat. § 196.66. The penalty which can be imposed by this section of the statutes is a forfeiture of not less than \$25 nor more than \$5,000 for each violation. Each day subsequent to the filing date constitutes a separate and distinct violation. The filed form is available to the public and personally identifiable information may be used for purposes other than those related to public utility regulation.

GENERAL RULES FOR REPORTING

1. Prepare the report in conformity with the Uniform System of Accounts prescribed by the Public Service Commission of Wisconsin.
2. Numeric items shall contain digits (0-9). A minus sign "-" shall be entered in the software program to indicate negative values. Parentheses shall not be used for numeric items. The program will convert the minus sign to parentheses for hard copy annual report purposes. Negative values may not be allowed for certain entries in the annual report due to restrictions contained in the software program.
3. The annual report should be complete in itself in all particulars. Reference to reports of former years should not be made to take the place of required entries except as otherwise specifically authorized.
4. Whenever schedules call for data from the previous year, the data reported must be based upon those shown by the annual report of the previous year or an appropriate explanation given why different data is being reported for the current year. Where available, use an adjustment column.
5. All dollar amounts will be reported in whole dollars.
6. Wherever information is required to be shown as text, the information shall be shown in the space provided using other than account titles. In each case, the information shall be properly identified. Footnote capability is included in the annual report software program and shall be utilized where necessary to further explain particulars of a schedule.

SIGNATURE PAGE

I CALVIN A. PATTERSON of
(Person responsible for accounts)

Franklin Municipal 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) 03/31/2010
(Date)

DIRECTOR OF FINANCE, TREASURER
(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
Details of Income Statement Accounts	F-02
Income from Merchandising, Jobbing & Contract Work (Accts. 415-416)	F-03
Revenues Subject to Wisconsin Remainder Assessment	F-04
Distribution of Total Payroll	F-05
Full-Time Employees (FTE)	F-06
Balance Sheet	F-07
Net Utility Plant	F-08
Accumulated Provision for Depreciation and Amortization of Utility Plant (Acct. 111.1)	F-09
Accumulated Provision for Depreciation and Amortization of Utility Plant (Acct. 111.2)	F-10
Net Nonutility Property (Accts. 121 & 122)	F-11
Accumulated Provision for Uncollectible Accounts-Cr. (Acct. 144)	F-12
Materials and Supplies	F-13
Unamortized Debt Discount & Expense & Premium on Debt (Accts. 181 and 251)	F-14
Capital Paid in by Municipality (Acct. 200)	F-15
Bonds (Accts. 221 and 222)	F-17
Notes Payable & Miscellaneous Long-Term Debt	F-18
Taxes Accrued (Acct. 236)	F-19
Interest Accrued (Acct. 237)	F-20
Detail of Other Balance Sheet Accounts	F-22
Return on Rate Base Computation	F-23
Regulatory Liability - Pre-2003 Historical Accumulated Depreciation on Contributed Utility Plant (253)	F-25
Important Changes During the Year	F-26
Financial Section Footnotes	F-99
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
Water Utility Plant in Service --Plant Financed by Utility or Municipality--	W-08
Water Utility Plant in Service --Plant Financed by Contributions--	W-09
Accumulated Provision for Depreciation - Water --Plant Financed by Utility or Municipality--	W-10
Accumulated Provision for Depreciation - Water --Plant Financed by Contributions--	W-12
Sources of Water Supply - Statistics	W-13
Water Loss and Other Statistics	W-14
Sources of Water Supply - Ground Waters	W-15
Sources of Water Supply - Surface Waters	W-16
Pumping & Power Equipment	W-17
Reservoirs, Standpipes & Water Treatment	W-18
Water Mains	W-19

TABLE OF CONTENTS

Schedule Name	Page
WATER OPERATING SECTION	
Water Services	W-20
Meters	W-21
Hydrants and Distribution System Valves	W-22
Water Operating Section Footnotes	W-99

IDENTIFICATION AND OWNERSHIP

Exact Utility Name: FRANKLIN MUNICIPAL WATER UTILITY

Utility Address: 9229 W. LOOMIS ROAD
FRANKLIN, WI 53132-9630

When was utility organized? 7/1/1977

Report any change in name:

Effective Date:

Utility Web Site:

Utility employee in charge of correspondence concerning this report:

Name: MR JOHN M BENNETT

Title: CITY ENGINEER

Office Address:

9229 W. LOOMIS ROAD
FRANKLIN, WI 53132-9630

Telephone: (414) 425 - 7510

Fax Number: (414) 425 - 3106

Email Address: john.bennett@franklinwi.gov

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

Name: RENEE MESSING

Title: PARTNER

Office Address: CLIFTON GUNDERSON LLP

10001 INNOVATION DRIVE
MILWAUKEE, WI 53226

Telephone: (414) 476 - 1880

Fax Number: (414) 476 - 7286

Email Address: Renee.Messing@cliftoncpa.com

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

Name: GARY GROBNER

Title: CHARIMAN

Office Address:

9229 W. LOOMIS ROAD
FRANKLIN, WI 53132

Telephone: (414) 425 - 7510

Fax Number: (414) 425 - 3106

Email Address: gary.grobner@franklinwi.gov

Are records of utility audited by individuals or firms, other than utility employee? NO

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

Name: RENEE MESSING

Title: PARTNER

Office Address: CLIFTON GUNDERSON LLP

10001 INNOVATION DRIVE
MILWAUKEE, WI 53226

Telephone: (414) 476 - 1880

Fax Number: (414) 476 - 7286

Email Address: Renee.Messing@cliftoncpa.com

IDENTIFICATION AND OWNERSHIP

Date of most recent audit report:

Period covered by most recent audit: JANUARY 1, 2009 TO DECEMBER 31, 2009

Names and titles of utility management including manager or superintendent:

Name: MR. JOHN M BENNETT

Title: UTILITY MANAGER

Office Address:

9229 W LOOMIS ROAD
FRANKLIN, WI 53132-9630

Telephone: (414) 425 - 7510

Fax Number: (414) 425 - 3106

Email Address: john.bennett@franklinwi.gov

Name of utility commission/committee: Franklin Board of Water Commissioners

Names of members of utility commission/committee:

- MR TIM BATE
- MR LUTHER GRAEF
- MR GARY GROBNER, CHAIRPERSON
- MR LEARY C PETERSON
- MR JAMES SCHUBILSKE

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: [REDACTED]

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

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

Firm Name: NONE

Contact Person:

Title:

Telephone:

Fax Number:

Email 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)	4,494,577	4,485,189	1
Operating Expenses:			
Operation and Maintenance Expense (401-402)	3,255,189	3,093,845	2
Depreciation Expense (403)	300,419	285,696	3
Amortization Expense (404-407)	0	0	4
Taxes (408)	950,761	885,072	5
Total Operating Expenses	4,506,369	4,264,613	
Net Operating Income	(11,792)	220,576	
Income from Utility Plant Leased to Others (412-413)	0	0	6
Utility Operating Income	(11,792)	220,576	
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)	22,697	46,033	10
Miscellaneous Nonoperating Income (421)	1,336,229	689,955	11
Total Other Income	1,358,926	735,988	
Total Income	1,347,134	956,564	
MISCELLANEOUS INCOME DEDUCTIONS			
Miscellaneous Amortization (425)	(121,613)	(121,613)	12
Other Income Deductions (426)	630,752	518,645	13
Total Miscellaneous Income Deductions	509,139	397,032	
Income Before Interest Charges	837,995	559,532	
INTEREST CHARGES			
Interest on Long-Term Debt (427)	0	0	14
Amortization of Debt Discount and Expense (428)	0	0	15
Amortization of Premium on Debt--Cr. (429)	0	0	16
Interest on Debt to Municipality (430)	0	0	17
Other Interest Expense (431)	0	0	18
Interest Charged to Construction--Cr. (432)	0	0	19
Total Interest Charges	0	0	
Net Income	837,995	559,532	
EARNED SURPLUS			
Unappropriated Earned Surplus (Beginning of Year) (216)	41,514,289	40,954,757	20
Balance Transferred from Income (433)	837,995	559,532	21
Miscellaneous Credits to Surplus (434)	0	0	22
Miscellaneous Debits to Surplus--Debit (435)	0	0	23
Appropriations of Surplus--Debit (436)	0	0	24
Appropriations of Income to Municipal Funds--Debit (439)	0	0	25
Total Unappropriated Earned Surplus End of Year (216)	42,352,284	41,514,289	

DETAILS OF INCOME STATEMENT ACCOUNTS

1. Report each item (when individually or when like items are combined) greater than \$10,000 (class AB), \$5,000 (class C) and \$2,000 (class D) and all other lesser amounts grouped as Miscellaneous. Describe fully using other than account titles.
2. Nonregulated sewer income should be reported as Income from Nonutility Operations, Account 417.

Description of Item (a)	Earnings (216.1) (b)	Contributions (216.2) (c)	Total This Year (d)	
UTILITY OPERATING INCOME				
Operating Revenues (400):				
Derived	4,494,577	0	4,494,577	1
Total (Acct. 400):	4,494,577	0	4,494,577	
Operation and Maintenance Expense (401-402):				
Derived	3,255,189	0	3,255,189	2
Total (Acct. 401-402):	3,255,189	0	3,255,189	
Depreciation Expense (403):				
Derived	300,419	0	300,419	3
Total (Acct. 403):	300,419	0	300,419	
Amortization Expense (404-407):				
Derived	0	0	0	4
Total (Acct. 404-407):	0	0	0	
Taxes (408):				
Derived	950,761	0	950,761	5
Total (Acct. 408):	950,761	0	950,761	
Revenues from Utility Plant Leased to Others (412):				
NONE			0	6
Total (Acct. 412):	0	0	0	
Expenses of Utility Plant Leased to Others (413):				
NONE			0	7
Total (Acct. 413):	0	0	0	
TOTAL UTILITY OPERATING INCOME:	(11,792)	0	(11,792)	
OTHER INCOME				
Income from Merchandising, Jobbing and Contract Work (415-416):				
Derived	0	0	0	8
Total (Acct. 415-416):	0	0	0	
Income from Nonutility Operations (417):				
NONE			0	9
Total (Acct. 417):	0	0	0	
Nonoperating Rental Income (418):				
NONE			0	10
Total (Acct. 418):	0	0	0	
Interest and Dividend Income (419):				
NONE	22,697		22,697	11
Total (Acct. 419):	22,697	0	22,697	
Miscellaneous Nonoperating Income (421):				
Contributed Plant - Water		1,336,229	1,336,229	12
NONE			0	13
Total (Acct. 421):	0	1,336,229	1,336,229	
TOTAL OTHER INCOME:	22,697	1,336,229	1,358,926	

DETAILS OF INCOME STATEMENT ACCOUNTS

1. Report each item (when individually or when like items are combined) greater than \$10,000 (class AB), \$5,000 (class C) and \$2,000 (class D) and all other lesser amounts grouped as Miscellaneous. Describe fully using other than account titles.
2. Nonregulated sewer income should be reported as Income from Nonutility Operations, Account 417.

Description of Item (a)	Earnings (216.1) (b)	Contributions (216.2) (c)	Total This Year (d)	
MISCELLANEOUS INCOME DEDUCTIONS				
Miscellaneous Amortization (425):				
Regulatory Liability (253) Amortization	(121,613)	0	(121,613)	14
NONE			0	15
Total (Acct. 425):	(121,613)	0	(121,613)	
Other Income Deductions (426):				
Depreciation Expense on Contributed Plant - Water	0	532,881	532,881	16
LOSS ON DISPOSAL OF ASSETS	97,871		97,871	17
Total (Acct. 426):	97,871	532,881	630,752	
TOTAL MISCELLANEOUS INCOME DEDUCTIONS:	(23,742)	532,881	509,139	
INTEREST CHARGES				
Interest on Long-Term Debt (427):				
Derived	0	0	0	18
Total (Acct. 427):	0	0	0	
Amortization of Debt Discount and Expense (428):				
NONE			0	19
Total (Acct. 428):	0	0	0	
Amortization of Premium on Debt--Cr. (429):				
NONE			0	20
Total (Acct. 429):	0	0	0	
Interest on Debt to Municipality (430):				
Derived	0	0	0	21
Total (Acct. 430):	0	0	0	
Other Interest Expense (431):				
Derived	0	0	0	22
Total (Acct. 431):	0	0	0	
Interest Charged to Construction--Cr. (432):				
NONE			0	23
Total (Acct. 432):	0	0	0	
TOTAL INTEREST CHARGES:	0	0	0	
NET INCOME:	34,647	803,348	837,995	
EARNED SURPLUS				
Unappropriated Earned Surplus (Beginning of Year) (216):				
Derived	3,633,680	37,880,609	41,514,289	24
Total (Acct. 216):	3,633,680	37,880,609	41,514,289	
Balance Transferred from Income (433):				
Derived	34,647	803,348	837,995	25
Total (Acct. 433):	34,647	803,348	837,995	
Miscellaneous Credits to Surplus (434):				
NONE			0	26
Total (Acct. 434):	0	0	0	

DETAILS OF INCOME STATEMENT ACCOUNTS

1. Report each item (when individually or when like items are combined) greater than \$10,000 (class AB), \$5,000 (class C) and \$2,000 (class D) and all other lesser amounts grouped as Miscellaneous. Describe fully using other than account titles.
2. Nonregulated sewer income should be reported as Income from Nonutility Operations, Account 417.

Description of Item (a)	Earnings (216.1) (b)	Contributions (216.2) (c)	Total This Year (d)	
EARNED SURPLUS				
Miscellaneous Debits to Surplus--Debit (435):				
NONE			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	29
Total (Acct. 439)--Debit:	0	0	0	
UNAPPROPRIATED EARNED SURPLUS (END OF YEAR):	3,668,327	38,683,957	42,352,284	

DETAILS OF INCOME STATEMENT ACCOUNTS

Details of Income Statement Accounts (Page F-02)

If amount of Miscellaneous Credits to Surplus (Acct 434) exceeds \$10,000, please explain fully.

done

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	4,494,577	0	0	0	4,494,577	1
Less: interdepartmental sales	0		0	0	0	2
Less: interdepartmental rents	0	0		0	0	3
Less: return on net investment in meters charged to regulated sewer department. (Do not report if nonregulated sewer.)	0				0	4
Less: uncollectibles directly expensed as reported in water acct. 904 (690 class D), sewer acct. 843, and electric acct. 904 -or- Net write-offs when Accumulated Provision for Uncollectible Accounts (acct. 144) is maintained					0	5
Other Increases or (Decreases) to Operating Revenues - Specify:						
NONE					0	6
Revenues subject to Wisconsin Remainder Assessment	4,494,577	0	0	0	4,494,577	

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	314,035	0	314,035	1
Electric operating expenses	0	0	0	2
Gas operating expenses	0	0	0	3
Heating operating expenses	0	0	0	4
Sewer operating expenses	0	0	0	5
Merchandising and jobbing	0	0	0	6
Other nonutility expenses	0	0	0	7
Water utility plant accounts	17,536	0	17,536	8
Electric utility plant accounts	0	0	0	9
Gas utility plant accounts	0	0	0	10
Heating utility plant accounts	0	0	0	11
Sewer utility plant accounts	0	0	0	12
Accum. prov. for depreciation of water plant	0	0	0	13
Accum. prov. for depreciation of electric plant	0	0	0	14
Accum. prov. for depreciation of gas plant	0	0	0	15
Accum. prov. for depreciation of heating plant	0	0	0	16
Accum. prov. for depreciation of sewer plant	0	0	0	17
Clearing accounts	0	0	0	18
All other accounts	0	0	0	19
Total Payroll	331,571	0	331,571	

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	6.3	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)	56,063,564	54,777,785	1
Less: Accumulated Provision for Depreciation and Amortization of Utility Plant (111)	10,600,704	9,848,765	2
Utility Plant Acquisition Adjustments (117-118)			3
Other Utility Plant Adjustments (119)			4
Total Net Utility Plant	45,462,860	44,929,020	
OTHER PROPERTY AND INVESTMENTS			
Nonutility Property (121)	38,674	38,674	5
Less: Accumulated Provision for Depreciation and Amortization of Nonutility Property (122)	10,977	10,977	6
Net Nonutility Property	27,697	27,697	
Investment in Municipality (123)	0	0	7
Other Investments (124)	0	0	8
Sinking Funds (125)	0	0	9
Depreciation Fund (126)	0	0	10
Other Special Funds (128)	0	0	11
Total Other Property and Investments	27,697	27,697	
CURRENT AND ACCRUED ASSETS			
Cash (131)	1,254,303	1,179,017	12
Special Deposits (134)	0	0	13
Working Funds (135)			14
Temporary Cash Investments (136)			15
Notes Receivable (141)	0	0	16
Customer Accounts Receivable (142)	1,231,644	1,079,695	17
Other Accounts Receivable (143)	1,614	2,443	18
Accumulated Provision for Uncollectible Accounts- -Cr. (144)	0	0	19
Receivables from Municipality (145)	30,002	72,386	20
Plant Materials and Operating Supplies (154)	0	0	21
Merchandise (155)	0	0	22
Other Materials and Supplies (156)	0	0	23
Stores Expense (163)	0	0	24
Prepayments (165)	0	0	25
Interest and Dividends Receivable (171)			26
Accrued Utility Revenues (173)			27
Miscellaneous Current and Accrued Assets (174)			28
Total Current and Accrued Assets	2,517,563	2,333,541	
DEFERRED DEBITS			
Unamortized Debt Discount and Expense (181)	0	0	29
Extraordinary Property Losses (182)	0	0	30
Preliminary Survey and Investigation Charges (183)	0	0	31
Clearing Accounts (184)	0	0	32
Temporary Facilities (185)	0	0	33
Miscellaneous Deferred Debits (186)	0	0	34
Total Deferred Debits	0	0	
Total Assets and Other Debits	48,008,120	47,290,258	

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)	3,192,682	3,192,682	35
Appropriated Earned Surplus (215)			36
Unappropriated Earned Surplus (216)	42,352,284	41,514,289	37
Total Proprietary Capital	45,544,966	44,706,971	
LONG-TERM DEBT			
Bonds (221)	0	0	38
Advances from Municipality (223)	0	0	39
Other Long-Term Debt (224)	0	0	40
Total Long-Term Debt	0	0	
CURRENT AND ACCRUED LIABILITIES			
Notes Payable (231)	0	0	41
Accounts Payable (232)	554,650	560,746	42
Payables to Municipality (233)	140,736	135,016	43
Customer Deposits (235)	2,000	2,252	44
Taxes Accrued (236)	0	0	45
Interest Accrued (237)	0	0	46
Tax Collections Payable (241)			47
Miscellaneous Current and Accrued Liabilities (242)	3,003		48
Total Current and Accrued Liabilities	700,389	698,014	
DEFERRED CREDITS			
Unamortized Premium on Debt (251)	0	0	49
Customer Advances for Construction (252)			50
Other Deferred Credits (253)	1,702,588	1,824,201	51
Total Deferred Credits	1,702,588	1,824,201	
OPERATING RESERVES			
Property Insurance Reserve (261)			52
Injuries and Damages Reserve (262)			53
Pensions and Benefits Reserve (263)	60,177	61,072	54
Miscellaneous Operating Reserves (265)			55
Total Operating Reserves	60,177	61,072	
Total Liabilities and Other Credits	48,008,120	47,290,258	

BALANCE SHEET

Balance Sheet (Page F-07)

General footnotes

Common Council
City of Franklin
Franklin, Wisconsin

We have compiled the Annual Report for the City of Franklin Municipal Water Utility as of and for the year ended December 31, 2009 included in the accompanying prescribed form, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants.

Our compilation was limited to presenting in the form prescribed by the Public Service Commission of Wisconsin information that is the representation of management. We have not audited or reviewed the financial statements referred to above and, accordingly, do not express an opinion or any other form of assurance on them.

The report is presented in accordance with the requirements of the Public Service Commission of Wisconsin which differ from generally accepted accounting principles. Accordingly, this financial report is not designed for those who are not informed about such differences.

CLIFTON GUNDERSON LLP

Racine, Wisconsin
March 31, 2010

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	54,777,785	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)	10,664,308	0	0	0	2
Utility Plant in Service - Contributed Plant (101.2)	45,370,226	0	0	0	3
Utility Plant Purchased or Sold (102)					4
Utility Plant Leased to Others (104)					5
Property Held for Future Use (105)					6
Completed Construction not Classified (106)					7
Construction Work in Progress (107)	29,030				8
Total Utility Plant	56,063,564	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)	3,914,435	0	0	0	9
Accumulated Provision for Depreciation of Utility Plant in Service - Contributed Plant (111.2)	6,686,269	0	0	0	10
Accumulated Provision for Depreciation of Utility Plant Leased to Others (112)					11
Accumulated Provision for Depreciation of Property Held for Future Use (113)					12
Accumulated Provision for Amortization of Utility Plant in Service (114)					13
Accumulated Provision for Amortization of Utility Plant Leased to Others (115)					14
Accumulated Provision for Amortization of Property Held for Future Use (116)					15
Total Accumulated Provision	10,600,704	0	0	0	
Other Utility Plant Accounts:					
Utility Plant Acquisition Adjustments (117)					16
Accumulated Provision for Amortization of Utility Plant Acquisition Adjustments (118)					17
Other Utility Plant Adjustments (119)					18
Total Other Utility Plant Accounts	0	0	0	0	
Net Utility Plant	45,462,860	0	0	0	

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

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

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

Particulars (a)	Water (b)	(c)	(d)	(e)	Total (f)	
Balance first of year (111.1)	3,695,377				3,695,377	1
Credits During Year						2
Accruals:						3
Charged depreciation expense (403)	300,419				300,419	4
Depreciation expense on meters						5
charged to sewer (see Note 3)	2,614				2,614	6
Accruals charged other						7
accounts (specify):						8
Other	6,882				6,882	9
Salvage	97,871				97,871	10
Other credits (specify):						11
					0	12
					0	13
					0	14
					0	15
Total credits	407,786	0	0	0	407,786	16
Debits during year						17
Book cost of plant retired	188,728				188,728	18
Cost of removal	0				0	19
Other debits (specify):						20
					0	21
					0	22
					0	23
					0	24
Total debits	188,728	0	0	0	188,728	25
Balance end of year (111.1)	3,914,435	0	0	0	3,914,435	26
Footnotes						27

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

Depreciation Accruals (Credits) during the year (111.2):

1. Report the amounts charged in the operating sections to Other Income Deductions (426).
2. If sewer operations are nonregulated, do not report sewer depreciation on this schedule.
3. Report the Depreciation Expense on Meters charged to sewer operations as an addition in the Water column.
If the sewer is also a regulated utility by the PSC, report an equal amount as a reduction in the Sewer column.
4. Report all other accruals charged to other accounts, such as to clearing accounts.

Particulars (a)	Water (b)	(c)	(d)	(e)	Total (f)	
Balance first of year (111.2)	6,153,388				6,153,388	1
Credits During Year						2
Accruals:						3
Charged Other Income Deductions (426)	532,881				532,881	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	532,881	0	0	0	532,881	16
Debits during year						17
Book cost of plant retired	0				0	18
Cost of removal	0				0	19
Other debits (specify):						20
					0	21
					0	22
					0	23
					0	24
Total debits	0	0	0	0	0	25
Balance end of year (111.2)	6,686,269	0	0	0	6,686,269	26
Footnotes						27

NET NONUTILITY PROPERTY (ACCTS. 121 & 122)

- | |
|--|
| <p>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.</p> |
|--|

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
LAND - WELL #11	15,000			15,000	2
PUMPHOUSE WELL #11	23,674			23,674	3
NONE	0			0	4
Total Nonutility Property (121)	38,674	0	0	38,674	
Less accum. prov. depr. & amort. (122)	10,977			10,977	5
Net Nonutility Property	27,697	0	0	27,697	

ACCUMULATED PROVISION FOR UNCOLLECTIBLE ACCOUNTS-CR. (ACCT. 144)

Particulars (a)	Amount (b)	
Balance first of year		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)		0
Sewer utility (154)		0
Heating utility (154)		0
Gas utility (154)		0
Merchandise (155)		0
Other materials & supplies (156)		0
Stores expense (163)		0
Total Materials and Supplies	0	0

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

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

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

CAPITAL PAID IN BY MUNICIPALITY (ACCT. 200)

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

Particulars (a)	Amount (b)	
Balance first of year	3,192,682	1
Changes during year (explain):		
NONE		2
Balance end of year	<u><u>3,192,682</u></u>	

BONDS (ACCT. 221)

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

Description of Issue (a)	Date of Issue (b)	Final Maturity Date (c)	Interest Rate (d)	Principal Amount End of Year (e)	1
None					1
Total Bonds (Account 221):				<u><u>0</u></u>	

NOTES PAYABLE & MISCELLANEOUS LONG-TERM DEBT

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

Account and Description of Obligation (a and b)	Date of Issue (c)	Final Maturity Date (d)	Interest Rate (e)	Principal Amount End of Year (f)	
Advances from Municipality (223)					
NONE	00/00/0000	00/00/0000	0.00%		1
Total for Account 223				0	
Other Long-Term Debt (224)					
NONE	00/00/0000	00/00/0000	0.00%		2
Total for Account 224				0	
Notes Payable (231)					
NONE	00/00/0000	00/00/0000	0.00%		3
Total for Account 231				0	

TAXES ACCRUED (ACCT. 236)

Particulars (a)	Amount (b)	
Balance first of year	0	1
Accruals:		
Charged water department expense	948,147	2
Charged electric department expense		3
Charged sewer department expense	2,614	4
Other (explain):		
NONE		5
Total Accruals and other credits	950,761	
Taxes paid during year:		
County, state and local taxes	920,666	6
Social Security taxes	25,784	7
PSC Remainder Assessment	4,311	8
Other (explain):		
NONE		9
Total payments and other debits	950,761	
Balance end of year	0	

INTEREST ACCRUED (ACCT. 237)

1. Report below interest accrued on each utility obligation.
 2. Report Customer Deposits under Account 235.

Description of Issue (a)	Interest Accrued Balance First of Year (b)	Interest Accrued During Year (c)	Interest Paid During Year (d)	Interest Accrued Balance End of Year (e)	
Bonds (221)					
NONE	0			0	1
Subtotal	0	0	0	0	
Advances from Municipality (223)					
General obligation note proceeds	0			0	2
Subtotal	0	0	0	0	
Other Long-Term Debt (224)					
NONE	0			0	3
Subtotal	0	0	0	0	
Notes Payable (231)					
NONE	0			0	4
Subtotal	0	0	0	0	
Total	0	0	0	0	

DETAIL OF OTHER BALANCE SHEET ACCOUNTS

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

Particulars (a)	Balance End of Year (b)	
Investment in Municipality (123):		
NONE		1
Total (Acct. 123):	0	
Other Investments (124):		
NONE		2
Total (Acct. 124):	0	
Sinking Funds (125):		
NONE		3
Total (Acct. 125):	0	
Depreciation Fund (126):		
NONE		4
Total (Acct. 126):	0	
Other Special Funds (128):		
NONE		5
Total (Acct. 128):	0	
Special Deposits (134):		
NONE		6
Total (Acct. 134):	0	
Notes Receivable (141):		
NONE		7
Total (Acct. 141):	0	
Customer Accounts Receivable (142):		
Water	1,231,644	8
Electric		9
Sewer (Regulated)		10
Other (specify):		
NONE		11
Total (Acct. 142):	1,231,644	
Other Accounts Receivable (143):		
Sewer (Non-regulated)		12
Merchandising, jobbing and contract work		13
Other (specify):		
OTHER ACCOUNTS RECEIVABLE	1,614	14
Total (Acct. 143):	1,614	
Receivables from Municipality (145):		
RECEIPTS DEPOSITED INTO GENERAL FUND CASH ACCOUNT	13,867	15
SHARED METER COSTS	16,135	16
Total (Acct. 145):	30,002	

DETAIL OF OTHER BALANCE SHEET ACCOUNTS

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

Particulars (a)	Balance End of Year (b)	
Prepayments (165):		
NONE		17
Total (Acct. 165):	0	
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):		
WATER UTILITY PAYROLL AND BENEFITS	140,736	23
Total (Acct. 233):	140,736	
Other Deferred Credits (253):		
Regulatory Liability	1,702,588	24
NONE		25
Total (Acct. 253):	1,702,588	

DETAIL OF OTHER BALANCE SHEET ACCOUNTS

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

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

done

RETURN ON RATE BASE COMPUTATION

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

Average Rate Base (a)	Water (b)	Electric (c)	Sewer (d)	Gas (e)	Total (f)	
Add Average:						
Utility Plant in Service (101.1)	10,704,048	0	0	0	10,704,048	1
Materials and Supplies	0	0	0	0	0	2
Other (specify):						
NONE					0	3
Less Average:						
Reserve for Depreciation (111.1)	3,804,906	0	0	0	3,804,906	4
Customer Advances for Construction					0	5
Regulatory Liability	1,763,394	0	0	0	1,763,394	6
NONE					0	7
Average Net Rate Base	5,135,748	0	0	0	5,135,748	
Net Operating Income	(11,792)	0	0	0	(11,792)	8
Net Operating Income as a percent of						
Average Net Rate Base	-0.23%	N/A	N/A	N/A	-0.23%	

**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	1,824,201	0	0	0	1,824,201	1
Add credits during year:						
NONE					0	2
Deduct charges:						
Miscellaneous Amortization (425)	121,613	0	0	0	121,613	3
Other (specify):						
NONE					0	4
Balance End of Year	1,702,588	0	0	0	1,702,588	

IMPORTANT CHANGES DURING THE YEAR

Report changes of any of the following types:

1. Acquisitions.

2. Leaseholder changes.

3. Extensions of service.

4. Estimated changes in revenues due to rate changes.

5. Obligations incurred or assumed, excluding commercial paper.

6. Formal proceedings with the Public Service Commission.

7. Any additional matters.

Rate increase was approved on December 16, 2009. PSC Docket 2105-WR-106.

FINANCIAL SECTION FOOTNOTES

Details of Income Statement Accounts (Page F-02)

If amount of Miscellaneous Credits to Surplus (Acct 434) exceeds \$10,000, please explain fully.
done

Balance Sheet (Page F-07)

General footnotes

Common Council
City of Franklin
Franklin, Wisconsin

We have compiled the Annual Report for the City of Franklin Municipal Water Utility as of and for the year ended December 31, 2009 included in the accompanying prescribed form, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants.

Our compilation was limited to presenting in the form prescribed by the Public Service Commission of Wisconsin information that is the representation of management. We have not audited or reviewed the financial statements referred to above and, accordingly, do not express an opinion or any other form of assurance on them.

The report is presented in accordance with the requirements of the Public Service Commission of Wisconsin which differ from generally accepted accounting principles. Accordingly, this financial report is not designed for those who are not informed about such differences.

CLIFTON GUNDERSON LLP

Racine, Wisconsin
March 31, 2010

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

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.
done

WATER OPERATING REVENUES & EXPENSES

Particulars (a)	This Year (b)	Last Year (c)	
Operating Revenues			
Sales of Water			
Sales of Water (460-467)	4,409,486	4,180,381	1
Total Sales of Water	4,409,486	4,180,381	
Other Operating Revenues			
Forfeited Discounts (470)	45,009	38,708	2
Rents from Water Property (472)	34,016	35,672	3
Interdepartmental Rents (473)	0	0	4
Other Water Revenues (474)	6,066	230,428	5
Total Other Operating Revenues	85,091	304,808	
Total Operating Revenues	4,494,577	4,485,189	
Operation and Maintenance Expenses			
Source of Supply Expense (600-617)	2,419,091	2,120,476	6
Pumping Expenses (620-633)	105,543	133,383	7
Water Treatment Expenses (640-652)	13,186	9,346	8
Transmission and Distribution Expenses (660-678)	263,685	328,366	9
Customer Accounts Expenses (901-906)	60,211	71,682	10
Sales Expenses (910)	0	0	11
Administrative and General Expenses (920-932)	393,473	430,592	12
Total Operation and Maintenance Expenses	3,255,189	3,093,845	
Other Operating Expenses			
Depreciation Expense (403)	300,419	285,696	13
Amortization Expense (404-407)		0	14
Taxes (408)	950,761	885,072	15
Total Other Operating Expenses	1,251,180	1,170,768	
Total Operating Expenses	4,506,369	4,264,613	
NET OPERATING INCOME	(11,792)	220,576	

WATER OPERATING REVENUES - SALES OF WATER

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

Particulars (a)	Average No. Customers (b)	Thousands of Gallons of Water Sold (c)	Amounts (d)	
Operating Revenues				
Sales of Water				
Unmetered Sales to General Customers (460)				
Residential (460.1)				1
Commercial (460.2)				2
Industrial (460.3)				3
Public Authority (460.4)				4
Total Unmetered Sales to General Customers (460)	0	0	0	
Metered Sales to General Customers (461)				
Residential (461.1)	6,447	476,804	2,113,217	5
Commercial (461.2)	1,265	273,447	1,108,265	6
Industrial (461.3)	16	57,432	189,916	7
Public Authority (461.4)	29	90,203	304,113	8
Total Metered Sales to General Customers (461)	7,757	897,886	3,715,511	
Private Fire Protection Service (462)	454		114,745	9
Public Fire Protection Service (463)	7,598		579,230	10
Other Water Sales (465)				11
Sales for Resale (466)		0	0	12
Interdepartmental Sales (467)				13
Total Sales of Water	15,809	897,886	4,409,486	

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)	1
NONE				1
Total		<u><u>0</u></u>	<u><u>0</u></u>	

OTHER OPERATING REVENUES (WATER)

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

Particulars (a)	Amount (b)	
Public Fire Protection Service (463):		
Amount billed for fighting fires outside utility's service areas (usually per rate schedule F-2 or BW-1)		1
Other (specify):		
Wholesale fire protection billed		2
Amount billed (usually per rate schedule F-1 or Fd-1)	579,230	3
NONE		4
Total Public Fire Protection Service (463)	579,230	
Forfeited Discounts (470):		
NONE		5
Customer late payment charges	45,009	6
Other (specify):		
Total Forfeited Discounts (470)	45,009	
Rents from Water Property (472):		
WATER TOWER RENTAL FOR CELLULAR PHONE ANTENAE	34,016	7
Total Rents from Water Property (472)	34,016	
Interdepartmental Rents (473):		
NONE		8
Total Interdepartmental Rents (473)	0	
Other Water Revenues (474):		
MISCELLANEOUS SUNDRY ITEMS	1,128	9
REIMBURSEMENT FOR DAMAGED HYDRANT	2,324	10
Return on net investment in meters charged to sewer department	2,614	11
Other (specify):		
Total Other Water Revenues (474)	6,066	

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)		0	1
Operation Labor and Expenses (601)	6,861	10,387	2
Purchased Water (602)	2,412,174	2,106,282	3
Miscellaneous Expenses (603)		0	4
Rents (604)		0	5
Maintenance Supervision and Engineering (610)		0	6
Maintenance of Structures and Improvements (611)		0	7
Maintenance of Collecting and Impounding Reservoirs (612)		0	8
Maintenance of Lake, River and Other Intakes (613)		0	9
Maintenance of Wells and Springs (614)		0	10
Maintenance of Supply Mains (616)		0	11
Maintenance of Miscellaneous Water Source Plant (617)	56	3,807	12
Total Source of Supply Expenses	2,419,091	2,120,476	
PUMPING EXPENSES			
Operation Supervision and Engineering (620)		0	13
Fuel for Power Production (621)		0	14
Power Production Labor and Expenses (622)		0	15
Fuel or Power Purchased for Pumping (623)	44,925	43,379	16
Pumping Labor and Expenses (624)	59,652	89,605	* 17
Expenses Transferred--Credit (625)	0	0	18
Miscellaneous Expenses (626)		0	19
Rents (627)		0	20
Maintenance Supervision and Engineering (630)		0	21
Maintenance of Structures and Improvements (631)		0	22
Maintenance of Power Production Equipment (632)		0	23
Maintenance of Pumping Equipment (633)	966	399	24
Total Pumping Expenses	105,543	133,383	
WATER TREATMENT EXPENSES			
Operation Supervision and Engineering (640)		0	25
Chemicals (641)	168	190	26
Operation Labor and Expenses (642)	11,124	8,389	27
Miscellaneous Expenses (643)		0	28
Rents (644)		0	29
Maintenance Supervision and Engineering (650)	104	767	30
Maintenance of Structures and Improvements (651)	1,790	0	31
Maintenance of Water Treatment Equipment (652)		0	32
Total Water Treatment Expenses	13,186	9,346	

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)	
TRANSMISSION AND DISTRIBUTION EXPENSES			
Operation Supervision and Engineering (660)	0	0	33
Storage Facilities Expenses (661)	0	0	34
Transmission and Distribution Lines Expenses (662)	59,595	59,708	35
Meter Expenses (663)	0	0	36
Customer Installations Expenses (664)	0	0	37
Miscellaneous Expenses (665)	0	0	38
Rents (666)	0	0	39
Maintenance Supervision and Engineering (670)	0	0	40
Maintenance of Structures and Improvements (671)	0	0	41
Maintenance of Distribution Reservoirs and Standpipes (672)	11,258	1,821	42
Maintenance of Transmission and Distribution Mains (673)	47,469	130,814	* 43
Maintenance of Services (675)	50,198	36,590	* 44
Maintenance of Meters (676)	41,037	42,671	45
Maintenance of Hydrants (677)	30,133	28,911	46
Maintenance of Miscellaneous Plant (678)	23,995	27,851	47
Total Transmission and Distribution Expenses	263,685	328,366	
CUSTOMER ACCOUNTS EXPENSES			
Supervision (901)	0	0	48
Meter Reading Expenses (902)	6,540	5,979	49
Customer Records and Collection Expenses (903)	53,671	65,703	* 50
Uncollectible Accounts (904)	0	0	51
Miscellaneous Customer Accounts Expenses (905)	0	0	52
Customer Service and Information Expenses (906)	0	0	53
Total Customer Accounts Expenses	60,211	71,682	
SALES EXPENSES			
Sales Expenses (910)	0	0	54
Total Sales Expenses	0	0	
ADMINISTRATIVE AND GENERAL EXPENSES			
Administrative and General Salaries (920)	50,600	52,100	55
Office Supplies and Expenses (921)	8,091	7,785	56
Administrative Expenses Transferred--Credit (922)	0	0	57
Outside Services Employed (923)	33,592	69,290	* 58
Property Insurance (924)	30,200	29,000	59
Injuries and Damages (925)	0	0	60
Employee Pensions and Benefits (926)	254,269	248,468	61
Regulatory Commission Expenses (928)	5,298	0	* 62
Duplicate Charges--Credit (929)	0	0	63

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)	
ADMINISTRATIVE AND GENERAL EXPENSES			
Miscellaneous General Expenses (930)	148	1,447	64
Rents (931)		0	65
Maintenance of General Plant (932)	11,275	22,502	* 66
Total Administrative and General Expenses	393,473	430,592	
 Total Operation and Maintenance Expenses	 3,255,189	 3,093,845	

WATER OPERATION & MAINTENANCE EXPENSES

Water Operation & Maintenance Expenses (Page W-05)

If Fuel or Power Purchased for Pumping (623), divided by the Total kWh Used for Pumping on the Source of Supply, Pumping and Purchased Water Statistics schedule, is less than 3 cents or greater than 12 cents, please explain.

kWh is 12.6 cents is over 12 cents due to the replacement and testing of the meter vaults in 2009.

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 # 624 - The decrease in pumping labor and expenses is due to a lower labor allocation in 2009.

Account # 673 - Maintenance of Transmission and Distribution Mains - In 2008, the City had an excessive amount of water main breaks.

Account # 675 - Maintenance of Services - The increase in expenses was due to an increase in service breaks in 2009.

Account # 903 - Customer Records and Collection - The decrease from prior year is due to the bank fees being split 60% water utility and 40% sewer utility in 2009, where as in 2008, the bank fees were charged 100% to the water utility.

Account # 923 - Outside services employed - The decrease in cost is because in 2008, Ruekert and Mielke was hired to prepare the rate case for the utility which was \$19,870.

Account # 932 - Maintenance of general Plant - The decrease is due to the decrease in transportation expense. In 2008, fuel prices were over \$3.00 per gallon, where as in 2009, fuel prices have been around \$2.50 per gallon.

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		923,279	857,020	1
Less: Local and School Tax Equivalent on Meters Charged to Sewer Department		2,613	2,338	2
Net property tax equivalent		920,666	854,682	
Social Security		25,784	26,300	3
PSC Remainder Assessment		4,311	4,090	4
Other (specify): NONE			0	5
Total tax expense		950,761	885,072	

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			Oneida				1
SUMMARY OF TAX RATES							2
State tax rate	mills		0.176494				3
County tax rate	mills		4.314003				4
Local tax rate	mills		5.932218				5
School tax rate	mills		10.789230				6
Voc. school tax rate	mills		1.987109				7
Other tax rate - Local	mills		0.000000				8
Other tax rate - Non-Local	mills		1.376474				9
Total tax rate	mills		24.575528				10
Less: state credit	mills		1.673452				11
Net tax rate	mills		22.902076				12
PROPERTY TAX EQUIVALENT CALCULATION							13
Local Tax Rate	mills		5.932218				14
Combined School Tax Rate	mills		12.776339				15
Other Tax Rate - Local	mills		0.000000				16
Total Local & School Tax	mills		18.708557				17
Total Tax Rate	mills		24.575528				18
Ratio of Local and School Tax to Total	dec.		0.761268				19
Total tax net of state credit	mills		22.902076				20
Net Local and School Tax Rate	mills		17.434612				21
Utility Plant, Jan. 1	\$	54,777,785	54,777,785				22
Materials & Supplies	\$	0	0				23
Subtotal	\$	54,777,785	54,777,785				24
Less: Plant Outside Limits	\$	0	0				25
Taxable Assets	\$	54,777,785	54,777,785				26
Assessment Ratio	dec.		0.966755				27
Assessed Value	\$	52,956,698	52,956,698				28
Net Local & School Rate	mills		17.434612				29
Tax Equiv. Computed for Current Year	\$	923,279	923,279				30
Tax Equivalent per 1994 PSC Report	\$	634,462					31
Any lower tax equivalent as authorized by municipality (see note 6)	\$						32 33
Tax equiv. for current year (see note 6)	\$	923,279					34
Footnotes			*				35

PROPERTY TAX EQUIVALENT (WATER)

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.

The Other Tax Rate- Nonlocal is the tax rate for Milwaukee Metropolitan Sewerage District.

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)	Retirements During Year (e)	Adjustments Increase or (Decrease) (f)	Balance End of Year (g)	
INTANGIBLE PLANT						
Organization (301)	0				0	1
Franchises and Consents (302)	0				0	2
Miscellaneous Intangible Plant (303)	0				0	3
Total Intangible Plant	0	0	0	0	0	
SOURCE OF SUPPLY PLANT						
Land and Land Rights (310)	0				0	4
Structures and Improvements (311)	0				0	5
Collecting and Impounding Reservoirs (312)	0				0	6
Lake, River and Other Intakes (313)	0				0	7
Wells and Springs (314)	470,983				470,983	8
Supply Mains (316)	0				0	9
Other Water Source Plant (317)	0				0	10
Total Source of Supply Plant	470,983	0	0	0	470,983	
PUMPING PLANT						
Land and Land Rights (320)	100,465	1,750			102,215	11
Structures and Improvements (321)	562,896				562,896	12
Other Power Production Equipment (323)	0				0	13
Electric Pumping Equipment (325)	846,365				846,365	14
Diesel Pumping Equipment (326)	0				0	15
Other Pumping Equipment (328)	20,319	563,163			583,482	* 16
Total Pumping Plant	1,530,045	564,913	0	0	2,094,958	
WATER TREATMENT PLANT						
Land and Land Rights (330)	0				0	17
Structures and Improvements (331)	0				0	18
Sand or Other Media Filtration Equipment (332)	9,921				9,921	19
Membrane Filtration Equipment (333)	0				0	20
Other Water Treatment Equipment (334)	0				0	21
Total Water Treatment Plant	9,921	0	0	0	9,921	
TRANSMISSION AND DISTRIBUTION PLANT						
Land and Land Rights (340)	0				0	22
Structures and Improvements (341)	66,260				66,260	23
Distribution Reservoirs and Standpipes (342)	2,990,995				2,990,995	24
Transmission and Distribution Mains (343)	2,097,276		113,207		1,984,069	* 25
Services (345)	142,747				142,747	26
Meters (346)	1,988,448	115,874	45,228		2,059,094	27
Hydrants (348)	306,095				306,095	28

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

1. All adjustments, corrections and reclassifications (including to/from plant financed by contributions) should be reported in Column (f), Adjustments.
2. Explain fully as a schedule footnote the nature of all entries reported in Column (f), Adjustments.
3. Explain as a schedule footnote the dollar additions and retirements reported in Columns (c) and (e) for each account over \$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)	Retirements During Year (e)	Adjustments Increase or (Decrease) (f)	Balance End of Year (g)	
TRANSMISSION AND DISTRIBUTION PLANT						
Other Transmission and Distribution Plant (349)	0				0	29
Total Transmission and Distribution Plant	7,591,821	115,874	158,435	0	7,549,260	
GENERAL PLANT						
Land and Land Rights (389)	0				0	30
Structures and Improvements (390)	77,246				77,246	31
Office Furniture and Equipment (391)	13,105	0			13,105	32
Computer Equipment (391.1)	201,174	2,344			203,518	33
Transportation Equipment (392)	124,464	11,731	30,293		105,902	34
Stores Equipment (393)	0				0	35
Tools, Shop and Garage Equipment (394)	28,514				28,514	36
Laboratory Equipment (395)	0				0	37
Power Operated Equipment (396)	0				0	38
Communication Equipment (397)	7,830				7,830	39
SCADA Equipment (397.1)	80,044				80,044	40
Miscellaneous Equipment (398)	23,027				23,027	41
Total General Plant	555,404	14,075	30,293	0	539,186	
Total utility plant in service directly assignable	10,158,174	694,862	188,728	0	10,664,308	
Common Utility Plant Allocated to Water Department (300)	585,614	0	0	(585,614)	0	* 42
Total utility plant in service	10,743,788	694,862	188,728	(585,614)	10,664,308	

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

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

If Balance First of Year, Account 300 (or 300.1), is nonzero, please explain.

The City recorded construction in progress in this account on the 2008 PSC report.

If Additions for Accounts OTHER than 316, 343, 345, 346 and 348 exceed \$100,000, please explain. If applicable, provide construction authorization.

The additions in account 328 of \$563,163 are for flow control stations at Ryan Road, Drexel Avenue and Rawson Avenue.

If Adjustments for any account are nonzero, please explain.

Account 300.1 The adjustment is to remove the beginning balance of construction in progress that should have been recorded in account # 107 in the 2008 PSC report per the PSC's request.

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

The retirements are for 2 meter vaults. One which is located at Rawson and located at Drexel.

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)	Retirements During Year (e)	Adjustments Increase or (Decrease) (f)	Balance End of Year (g)	
INTANGIBLE PLANT						
Organization (301)	0				0	1
Franchises and Consents (302)	0				0	2
Miscellaneous Intangible Plant (303)	0				0	3
Total Intangible Plant	0	0	0	0	0	
SOURCE OF SUPPLY PLANT						
Land and Land Rights (310)	0				0	4
Structures and Improvements (311)	0				0	5
Collecting and Impounding Reservoirs (312)	0				0	6
Lake, River and Other Intakes (313)	0				0	7
Wells and Springs (314)	0				0	8
Supply Mains (316)	0				0	9
Other Water Source Plant (317)	0				0	10
Total Source of Supply Plant	0	0	0	0	0	
PUMPING PLANT						
Land and Land Rights (320)	0				0	11
Structures and Improvements (321)	0				0	12
Other Power Production Equipment (323)	0				0	13
Electric Pumping Equipment (325)	0				0	14
Diesel Pumping Equipment (326)	0				0	15
Other Pumping Equipment (328)	0				0	16
Total Pumping Plant	0	0	0	0	0	
WATER TREATMENT PLANT						
Land and Land Rights (330)	0				0	17
Structures and Improvements (331)	0				0	18
Sand or Other Media Filtration Equipment (332)	0				0	19
Membrane Filtration Equipment (333)	0				0	20
Other Water Treatment Equipment (334)	0				0	21
Total Water Treatment Plant	0	0	0	0	0	
TRANSMISSION AND DISTRIBUTION PLANT						
Land and Land Rights (340)	0				0	22
Structures and Improvements (341)	0				0	23
Distribution Reservoirs and Standpipes (342)	0				0	24
Transmission and Distribution Mains (343)	34,831,394	1,236,705			36,068,099	25
Services (345)	4,721,365	45,848			4,767,213	26
Meters (346)	0				0	27
Hydrants (348)	4,481,238	53,676			4,534,914	28

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

1. All adjustments, corrections and reclassifications (including to/from plant financed by contributions) should be reported in Column (f), Adjustments.
2. Explain fully as a schedule footnote the nature of all entries reported in Column (f), Adjustments.
3. Explain as a schedule footnote the dollar additions and retirements reported in Columns (c) and (e) for each account over \$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)	Retirements During Year (e)	Adjustments Increase or (Decrease) (f)	Balance End of Year (g)	
TRANSMISSION AND DISTRIBUTION PLANT						
Other Transmission and Distribution Plant (349)	0				0	29
Total Transmission and Distribution Plant	44,033,997	1,336,229	0	0	45,370,226	
GENERAL PLANT						
Land and Land Rights (389)	0				0	30
Structures and Improvements (390)	0				0	31
Office Furniture and Equipment (391)	0				0	32
Computer Equipment (391.1)	0				0	33
Transportation Equipment (392)	0				0	34
Stores Equipment (393)	0				0	35
Tools, Shop and Garage Equipment (394)	0				0	36
Laboratory Equipment (395)	0				0	37
Power Operated Equipment (396)	0				0	38
Communication Equipment (397)	0				0	39
SCADA Equipment (397.1)	0				0	40
Miscellaneous Equipment (398)	0				0	41
Total General Plant	0	0	0	0	0	
Total utility plant in service directly assignable	44,033,997	1,336,229	0	0	45,370,226	
Common Utility Plant Allocated to Water Department (300)	0				0	42
Total utility plant in service	44,033,997	1,336,229	0	0	45,370,226	

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)	0	0.00%		3
Wells and Springs (314)	291,906	2.90%	13,846	4
Supply Mains (316)	0	0.00%		5
Other Water Source Plant (317)	0	0.00%		6
Total Source of Supply Plant	291,906		13,846	
PUMPING PLANT				
Structures and Improvements (321)	278,387	3.20%	18,012	7
Other Power Production Equipment (323)	0	0.00%		8
Electric Pumping Equipment (325)	574,932	5.00%	36,016	9
Diesel Pumping Equipment (326)	0	0.00%		10
Other Pumping Equipment (328)	17,526	4.35%	12,698	11
Total Pumping Plant	870,845		66,726	
WATER TREATMENT PLANT				
Structures and Improvements (331)	0	0.00%		12
Sand or Other Media Filtration Equipment (332)	9,574	5.88%	239	13
Membrane Filtration Equipment (333)	0	0.00%		14
Other Water Treatment Equipment (334)	0	5.88%		15
Total Water Treatment Plant	9,574		239	
TRANSMISSION AND DISTRIBUTION PLANT				
Structures and Improvements (341)	44,950	3.20%	2,121	16
Distribution Reservoirs and Standpipes (342)	604,130	1.89%	56,439	17
Transmission and Distribution Mains (343)	256,162	1.33%	20,255	18
Services (345)	39,002	2.86%	2,856	19
Meters (346)	1,100,116	6.25%	121,747	20
Hydrants (348)	59,250	2.22%	5,669	21
Other Transmission and Distribution Plant (349)	0	0.00%		22
Total Transmission and Distribution Plant	2,103,610		209,087	
GENERAL PLANT				
Structures and Improvements (390)	38,996	2.90%	2,241	23
Office Furniture and Equipment (391)	11,596	5.88%	231	24
Computer Equipment (391.1)	196,722	25.00%	2,949	25
Transportation Equipment (392)	71,309	13.30%	10,828	26
Stores Equipment (393)	0	0.00%		27
Tools, Shop and Garage Equipment (394)	14,460	58.80%	1,382	28
Laboratory Equipment (395)	0	0.00%		29

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					0	3
314					305,752	4
316					0	5
317					0	6
	0	0	0	0	305,752	
321					296,399	7
323					0	8
325					610,948	9
326					0	10
328					30,224	11
	0	0	0	0	937,571	
331					0	12
332					9,813	13
333					0	14
334					0	15
	0	0	0	0	9,813	
341					47,071	16
342					660,569	17
343	113,207	0	97,871		261,081	18
345					41,858	19
346	45,228				1,176,635	20
348					64,919	21
349					0	22
	158,435	0	97,871	0	2,252,133	
390					41,237	23
391					11,827	24
391.1					199,671	25
392	30,293				51,844	26
393					0	27
394					15,842	28
395					0	29

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)	
GENERAL PLANT				
Power Operated Equipment (396)	0	0.00%		30
Communication Equipment (397)	7,830	14.30%		31
SCADA Equipment (397.1)	73,476	9.20%	1,043	32
Miscellaneous Equipment (398)	5,053	5.88%	1,343	33
Total General Plant	419,442		20,017	
Total accum. prov. directly assignable	3,695,377		309,915	
 Common Utility Plant Allocated to Water Department	 0	 0.00%		 34
Total accum. prov. for depreciation	3,695,377		309,915	

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)	
396					0	30
397					7,830	31
397.1					74,519	32
398					6,396	33
	30,293	0	0	0	409,166	
	188,728	0	97,871	0	3,914,435	
	0				0	34
	188,728	0	97,871	0	3,914,435	

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	0.00%		1
Collecting and Impounding Reservoirs (312)	0	0.00%		2
Lake, River and Other Intakes (313)	0	0.00%		3
Wells and Springs (314)	0	0.00%		4
Supply Mains (316)	0	0.00%		5
Other Water Source Plant (317)	0	0.00%		6
Total Source of Supply Plant	0		0	
PUMPING PLANT				
Structures and Improvements (321)	0	0.00%		7
Other Power Production Equipment (323)	0	0.00%		8
Electric Pumping Equipment (325)	0	0.00%		9
Diesel Pumping Equipment (326)	0	0.00%		10
Other Pumping Equipment (328)	0	0.00%		11
Total Pumping Plant	0		0	
WATER TREATMENT PLANT				
Structures and Improvements (331)	0	0.00%		12
Sand or Other Media Filtration Equipment (332)	0	0.00%		13
Membrane Filtration Equipment (333)	0	0.00%		14
Other Water Treatment Equipment (334)	0	0.00%		15
Total Water Treatment Plant	0		0	
TRANSMISSION AND DISTRIBUTION PLANT				
Structures and Improvements (341)	0	0.00%		16
Distribution Reservoirs and Standpipes (342)	0	0.00%		17
Transmission and Distribution Mains (343)	4,083,409	1.33%	354,506	18
Services (345)	1,114,910	2.86%	94,890	19
Meters (346)	0	0.00%		20
Hydrants (348)	955,069	2.22%	83,485	21
Other Transmission and Distribution Plant (349)	0	0.00%		22
Total Transmission and Distribution Plant	6,153,388		532,881	
GENERAL PLANT				
Structures and Improvements (390)	0	0.00%		23
Office Furniture and Equipment (391)	0	0.00%		24
Computer Equipment (391.1)	0	0.00%		25
Transportation Equipment (392)	0	0.00%		26
Stores Equipment (393)	0	0.00%		27
Tools, Shop and Garage Equipment (394)	0	0.00%		28
Laboratory Equipment (395)	0	0.00%		29

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
316					0	5
317					0	6
	0	0	0	0	0	
321					0	7
323					0	8
325					0	9
326					0	10
328					0	11
	0	0	0	0	0	
331					0	12
332					0	13
333					0	14
334					0	15
	0	0	0	0	0	
341					0	16
342					0	17
343					4,437,915	18
345					1,209,800	19
346					0	20
348					1,038,554	21
349					0	22
	0	0	0	0	6,686,269	
390					0	23
391					0	24
391.1					0	25
392					0	26
393					0	27
394					0	28
395					0	29

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)	
GENERAL PLANT				
Power Operated Equipment (396)	0	0.00%		30
Communication Equipment (397)	0	0.00%		31
SCADA Equipment (397.1)	0	0.00%		32
Miscellaneous Equipment (398)	0	0.00%		33
Total General Plant	0		0	
Total accum. prov. directly assignable	6,153,388		532,881	
Common Utility Plant Allocated to Water Department	0	0.00%		34
Total accum. prov. for depreciation	6,153,388		532,881	

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)	
396					0	30
397					0	31
397.1					0	32
398					0	33
	0	0	0	0	0	
	0	0	0	0	6,686,269	
					0	34
	0	0	0	0	6,686,269	

SOURCES OF WATER SUPPLY - STATISTICS

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

Month (a)	Sources of Water Supply			Total Gallons All Methods (000's) (e)	
	Purchased Water Gallons (000's) (b)	Surface Water Gallons (000's) (c)	Ground Water Gallons (000's) (d)		
January	0		0	0	1
February	0		0	0	2
March	191,015		0	191,015	3
April	0		0	0	4
May	0		0	0	5
June	211,802		0	211,802	6
July	88,737		43	88,780	7
August	95,570		12	95,582	8
September	100,915		31	100,946	9
October	82,125		87	82,212	10
November	72,088		95	72,183	11
December	75,268		49	75,317	12
Total annual pumpage	917,520	0	317	917,837	

WATER LOSS AND OTHER STATISTICS

1. For Gallons used in the treatment process (line 3), estimate water used in production including filter backwash, pumps, and other utility uses before the point of entry to the distribution system.
2. For Gallons used for other system uses (line 10), report other unmetered water used for system operation and maintenance, water used for non-regulated sewer utility and all other unmetered usage that is known to occur and does not fall into one of the other categories listed under Water Usage.

WATER LOSS STATISTICS

Source of Water Supply Statistics - Total Annual Pumpage (000's):	917,837	1
Less: Gallons (000's) used in the treatment process:		2
Subtotal: Gallons (000's) entering distribution system:	917,837	3
Less: Gallons (000's) sold:	897,886	4
Gallons (000's) entering distribution system but not sold:	19,951	5
Estimated Water Usage:		6
Gallons (000's) used to flush mains:		7
Gallons (000's) used for fire protection:		8
Gallons (000's) used to prevent freezing of distribution system:		9
Gallons (000's) used for other system uses:		10
Subtotal Estimated Usage:	0	11
Estimated Water Losses:		12
Gallons (000's) lost due to main leaks or breaks:		13
Gallons (000's) lost due to service leaks or breaks:		14
Gallons (000's) lost due to hydrant leaks, tank overflows and pressure reducing valves:		15
Gallons (000's) for unauthorized usage such as vandalism and theft:		16
Gallons (000's) not accounted for:	19,951	17
Subtotal of Estimated Losses:	19,951	18
Percentage of water entering distribution system sold:	98%	19
Percentage of unaccounted for water:	2%	20
If more than 15%, indicate causes:		21

If more than 15%, state what action has been taken to reduce water loss:

OTHER STATISTICS

Maximum gallons pumped by all methods in any one day during reporting year (000 gal.)	4,803	22
Date of maximum: 10/23/2009		23
Cause of maximum: :High seasonal system demand		24
Minimum gallons pumped by all methods in any one day during reporting year (000 gal.)	1,452	25
Date of minimum: 10/20/2009		26
Total KWH used by the utility (include pumping, treatment facilities and other utility operations):	354,031	27
If water is purchased:		28
Vendor Name: OAK CREEK WATER UTILITY		29
Point of Delivery: 27TH STREET AND WEST PUETZ RD, DREXEL AVENUE, RYAN ROAD		30
What percentage of purchased water is surface water? 100%		31
Number of main breaks repaired this year:	4	32
Number of service breaks repaired this year:	7	33
Population served (estimate the number of individuals served):		34
Inside municipality?		35
Outside municipality?		36

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)	
10299 WHITNALL EDGE CIRCLE	10	1,600	16	500,000	Yes	1
6868 W. DREXEL AVENUE	5	1,650	18	1,400,000	Yes	2
7998 S SCEPTER DRIVE	7	1,700	20	920,000	Yes	3
8099 S. 82ND STREET	8	1,500	18	864,000	Yes	4

SOURCES OF WATER SUPPLY - SURFACE WATERS

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

PUMPING & POWER EQUIPMENT

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

Particulars (a)	Unit A (b)	Unit B (c)	Unit C (d)	
Identification	10	10R1	10R2	1
Location	WELL 10	RESERVOIR 10	RESERVOIR 10	2
Purpose	S	B	B	3
Destination	R	D	D	4
Pump Manufacturer	LAYNE	LAYNE	LAYNE	5
Year Installed	1980	1980	1980	6
Type	VERTICAL TURBINE	VERTICAL TURBINE	VERTICAL TURBINE	7
Actual Capacity (gpm)	350	600	600	8
Pump Motor or Standby Engine Mfr	SIEMENS ALLIS	GENERAL ELECTRIC	GENERAL ELECTRIC	9
Year Installed	1980	1980	1980	10
Type	ELECTRIC	ELECTRIC	ELECTRIC	11
Horsepower	100	30	30	12
Footnotes				13
				14

Particulars (a)	Unit D (b)	Unit E (c)	Unit F (d)	
Identification	10R3	1R1	1R2	15
Location	RESERVOIR 10	RESERVOIR 1	RESERVOIR 1	16
Purpose	B	B	B	17
Destination	D	D	D	18
Pump Manufacturer	LAYNE	PEA BARNES	PEA BARNES	19
Year Installed	1980	1978	1978	20
Type	VERTICAL TURBINE	VERTICAL TURBINE	VERTICAL TURBINE	21
Actual Capacity (gpm)	600	700	700	22
Pump Motor or Standby Engine Mfr	GENERAL ELECTRIC	GENERAL ELECTRIC	GENERAL ELECTRIC	23
Year Installed	1980	1978	1978	24
Type	ELECTRIC	ELECTRIC	ELECTRIC	25
Horsepower	30	40	40	26
Footnotes				27
				28

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	1R3	5	7	1
Location	RESERVOIR 1	WELL 5	WELL 7	2
Purpose	B	S	S	3
Destination	D	D	R	4
Pump Manufacturer	PEA BARNES	GOULDS	BYRON JACK	5
Year Installed	1978	1997	1968	6
Type	VERTICAL TURBINE	VERTICAL TURBINE	VERTICAL TURBINE	7
Actual Capacity (gpm)	700	1,000	500	8
Pump Motor or Standby Engine Mfr	GENERAL ELECTRIC	U.S.	U.S	9 10
Year Installed	1978	1977	1968	11
Type	ELECTRIC	ELECTRIC	ELECTRIC	12
Horsepower	40	250	150	13
Footnotes				14

Particulars (a)	Unit D (b)	Unit E (c)	Unit F (d)	
Identification	7R1	7R2	7R3	15
Location	RESERVOIR 7	RESERVOIR 7	RESERVOIR 7	16
Purpose	B	B	B	17
Destination	D	D	D	18
Pump Manufacturer	BYRON JACK	BYRON JACK	BYRON JACK	19
Year Installed	1968	1968	1968	20
Type	VERTICAL TURBINE	VERTICAL TURBINE	VERTICAL TURBINE	21
Actual Capacity (gpm)	300	600	900	22
Pump Motor or Standby Engine Mfr	GENERAL ELECTRIC	GENERAL ELECTRIC	GENERAL ELECTRIC	23 24
Year Installed	1968	1968	1968	25
Type	ELECTRIC	ELECTRIC	ELECTRIC	26
Horsepower	20	30	50	27
Footnotes				28

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	8	8R1	8R2	1
Location	WELL 8	RESERVOIR 8	RESERVOIR 8	2
Purpose	S	B	B	3
Destination	D	D	D	4
Pump Manufacturer	FAIR MORRIS	LAYNE	LAYNE	5
Year Installed	1980	1980	1980	6
Type	VERTICAL TURBINE	VERTICAL TURBINE	VERTICAL TURBINE	7
Actual Capacity (gpm)	600	500	500	8
Pump Motor or Standby Engine Mfr	SIEMENS ALLIS	GENERAL ELECTRIC	GENERAL ELECTRIC	9 10
Year Installed	1980	1980	1980	11
Type	ELECTRIC	ELECTRIC	ELECTRIC	12
Horsepower	200	30	30	13
Footnotes				14

Particulars (a)	Unit D (b)	Unit E (c)	Unit F (d)	
Identification	8R3	DAPS-P1	DAPS-P2	15
Location	RESERVOIR 8	DREXEL BOOSTER STATION	DREXEL BOOSTER STATION	16
Purpose	B	B	B	17
Destination	D	D	D	18
Pump Manufacturer	LAYNE	A.C.	A.C.	19
Year Installed	1980	1996	1996	20
Type	VERTICAL TURBINE	CENTRIFUGAL	CENTRIFUGAL	21
Actual Capacity (gpm)	500	1,600	1,600	22
Pump Motor or Standby Engine Mfr	GENERAL ELECTRIC	U.S	U.S.	23 24
Year Installed	1980	1996	1996	25
Type	ELECTRIC	ELECTRIC	ELECTRIC	26
Horsepower	30	60	60	27
Footnotes				28

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	DAPS-P3	DAPS-P4		1
Location	DREXEL BOOSTER STATION	DREXEL BOOSTER STATION		2
Purpose	B	B		3
Destination	D	D		4
Pump Manufacturer	A.C.	AURORA		5
Year Installed	1996	2004		6
Type	CENTRIFUGAL	CENTRIFUGAL		7
Actual Capacity (gpm)	900	1,400		8
Pump Motor or Standby Engine Mfr	U.S.	U.S.		10
Year Installed	1996	2004		11
Type	ELECTRIC	ELECTRIC		12
Horsepower	40	60		13
Footnotes				14

Particulars (a)	Unit D (b)	Unit E (c)	Unit F (d)	
Identification				15
Location				16
Purpose				17
Destination				18
Pump Manufacturer				19
Year Installed				20
Type				21
Actual Capacity (gpm)				22
Pump Motor or Standby Engine Mfr				23
Year Installed				25
Type				26
Horsepower				27
Footnotes				28

RESERVOIRS, STANDPIPES & WATER TREATMENT

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

Particulars (a)	Unit A (b)	Unit B (c)	Unit C (d)	
Identification number or name	1	10	7	1
RESERVOIRS, STANDPIPES OR ELEVATED TANKS				2
Type: R (reservoir), S (standpipe) or ET (elevated tank)	R	R	R	3 4
Year constructed	1977	1980	1968	5 6
Primary material (earthen, steel, concrete, other)	CONCRETE	CONCRETE	CONCRETE	7 8
Elevation difference in feet (See Headnote 3.)	0	0	0	9 10
Total capacity in gallons (actual)	250,000	157,000	166,000	11 12
WATER TREATMENT PLANT				13
Disinfection, type of equipment (gas, liquid, powder, other)	LIQUID	LIQUID	LIQUID	14 15
Points of application (wellhouse, central facilities, booster station, other)	CENTRAL FACILITIES	WELLHOUSE	WELLHOUSE	16 17 18
Filters, type (gravity, pressure, other, none)	NONE	NONE	NONE	19 20
Rated capacity of filter plant (m.g.d.) (note: 1,200,000 gal/day = 1.2 m.g.d.)	0.0000	0.0000	0.0000	21 22 23
Is a corrosion control chemical used (yes, no)?	N	N	N	24 25
Is water fluoridated (yes, no)?	Y	Y	Y	26 27
Footnotes				28

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	8	TANK	TANK2	1
RESERVOIRS, STANDPIPES OR ELEVATED TANKS				2
Type: R (reservoir), S (standpipe) or ET (elevated tank)	R	ET	ET	3 4
Year constructed	1980	1980	2002	5 6
Primary material (earthen, steel, concrete, other)	CONCRETE	STEEL	STEEL	7 8
Elevation difference in feet (See Headnote 3.)	0	173	150	9 10
Total capacity in gallons (actual)	80,300	500,000	2,000,000	11 12
WATER TREATMENT PLANT				13
Disinfection, type of equipment (gas, liquid, powder, other)	LIQUID	LIQUID	LIQUID	14 15
Points of application (wellhouse, central facilities, booster station, other)	WELLHOUSE	BOOSTER STATION	CENTRAL FACILITIES	16 17 18
Filters, type (gravity, pressure, other, none)	NONE	NONE	NONE	19 20
Rated capacity of filter plant (m.g.d.) (note: 1,200,000 gal/day = 1.2 m.g.d.)	0.0000	0.0000	0.0000	21 22 23
Is a corrosion control chemical used (yes, no)?	N	N	N	24 25
Is water fluoridated (yes, no)?	Y	Y	Y	26 27
Footnotes				28

WATER MAINS

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

Pipe Material (a)	Main Function (b)	Diameter in Inches (c)	Number of Feet				End of Year (h)	
			First of Year (d)	Added During Year (e)	Retired During Year (f)	Adjustments Increase or (Decrease) (g)		
M	S	4.000	2,880				2,880	1
P	S	4.000	189				189	2
M	S	6.000	37,492				37,492	3
P	S	6.000	19,694	128			19,822	4
M	S	8.000	44,784				44,784	5
P	S	8.000	391,238	1,788			393,026	6
P	S	10.000	3,026				3,026	7
M	T	12.000	40,078				40,078	8
P	T	12.000	159,768	50			159,818	9
M	T	16.000	31,266				31,266	10
P	T	16.000	93,953				93,953	11
M	T	20.000	15,545	3,395			18,940	12
M	T	24.000	13,002	2,839			15,841	13
Total Within Municipality			852,915	8,200	0	0	861,115	
Total Utility			852,915	8,200	0	0	861,115	

WATER MAINS

Water Mains (Page W-19)

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

Mains were financed by the utility, by private developers and by the municipality with special assessments issued to the property owners. The special assessments are current.

WATER SERVICES

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

Pipe Material (a)	Diameter in Inches (b)	First of Year (c)	Added During Year (d)	Removed or Permanently Disconnected During Year (e)	Adjustments Increase or (Decrease) (f)	End of Year (g)	Utility Owned Services Not In Use at End of Year (h)	
M	0.750	390				390		1
M	1.000	2,346				2,346		2
P	1.000	3				3		3
M	1.250	3,267				3,267		4
P	1.250	907				907	168	5
P	1.500	8	3			11	3	6
M	1.500	112				112	4	7
P	2.000	112	4			116	4	8
M	2.000	200				200	19	9
M	2.500	45				45		10
M	4.000	8				8		11
P	4.000	40				40		12
P	6.000	32				32		13
M	6.000	12	4			16		14
P	8.000	34	3			37		15
P	12.000	1				1		16
Total Utility		7,517	14	0	0	7,531	198	

WATER SERVICES

Water Services (Page W-20)

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

The services were financed by private developers and by the municipality with special assessments issued to the property owners. The special assessments are current.

METERS

1. Include in Columns (b), (c), (d), (e) and (f) meters in stock as well as those in service.
2. Report in Column (c) all meters purchased during the year and in Column (d) all meters junked, sold or otherwise permanently retired during the year.
3. Use Column (e) to show correction to previously reported meter count because of inventory or property record corrections.
4. Totals by size in Column (f) should equal same size totals in Column (o).
5. Explain all reported adjustments as a schedule footnote.
6. Do not include station meters in the meter inventory used to complete these tables.

Number of Utility-Owned Meters

Size of Meter (a)	First of Year (b)	Added During Year (c)	Retired During Year (d)	Adjustments Increase or (Decrease) (e)	End of Year (f)	Tested During Year (g)	
0.500	339	0	5	(10)	324	0	1
0.750	6,929	0	3	(3)	6,923	60	2
1.000	342	32	1	(3)	370	13	3
1.500	218	0	6	(13)	199	6	4
2.000	142	30	30	(14)	128	17	5
3.000	19	0	0	(3)	16	0	6
4.000	4	0	0	0	4	1	7
6.000	4	0	0	0	4	0	8
8.000	0	0	0	0	0	0	9
10.000	0	0	0	0	0	0	10
12.000	0	0	0	0	0	0	11
Total:	7,997	62	45	(46)	7,968	97	

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)	
0.500	268	17	0	0	0	39	324	1
0.750	6,135	775	2	4	0	7	6,923	2
1.000	65	220	5	3	0	77	370	3
1.500	0	168	5	5	0	21	199	4
2.000	0	74	3	10	0	41	128	5
3.000	0	7	2	4	0	3	16	6
4.000	0	1	0	3	0	0	4	7
6.000	0	1	0	2	0	1	4	8
8.000	0	0	0	0	0	0	0	9
10.000	0	0	0	0	0	0	0	10
12.000	0	0	0	0	0	0	0	11
Total:	6,468	1,263	17	31	0	189	7,968	

METERS

Meters (Page W-21)

Explain all reported adjustments.

Adjustments were made for accounting reasons to match actual meter numbers to reports.

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

Utility tests annually as time allows for testing.

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.

Yes, when time allows for testing.

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

Two out of the three in service could not be valved off completely to do testing.

HYDRANTS AND DISTRIBUTION SYSTEM VALVES

1. Distinguish between fire and flushing hydrants by lead size.
 - a. Fire hydrants normally have a lead size of 6 inches or greater.
 - b. Record as a flushing hydrant where the lead size is less than 6 inches or if pressure is inadequate to provide fire flow.
2. Explain all reported adjustments in the schedule footnotes.
3. Report fire hydrants as within or outside the municipal boundaries.

Hydrant Type (a)	Number In Service First of Year (b)	Added During Year (c)	Removed During Year (d)	Adjustments Increase or (Decrease) (e)	Number In Service End of Year (f)	
Fire Hydrants						
Outside of Municipality	0				0	1
Within Municipality	2,081	25			2,106	2
Total Fire Hydrants	2,081	25	0	0	2,106	
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:	765	*
Number of distribution system valves end of year:	3,086	
Number of distribution valves operated during year:	610	

WATER OPERATING SECTION FOOTNOTES

Water Operation & Maintenance Expenses (Page W-05)

If Fuel or Power Purchased for Pumping (623), divided by the Total kWh Used for Pumping on the Source of Supply, Pumping and Purchased Water Statistics schedule, is less than 3 cents or greater than 12 cents, please explain.

kWh is 12.6 cents is over 12 cents due to the replacement and testing of the meter vaults in 2009.

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 # 624 - The decrease in pumping labor and expenses is due to a lower labor allocation in 2009.

Account # 673 - Maintenance of Transmission and Distribution Mains - In 2008, the City had an excessive amount of water main breaks.

Account # 675 - Maintenance of Services - The increase in expenses was due to an increase in service breaks in 2009.

Account # 903 - Customer Records and Collection - The decrease from prior year is due to the bank fees being split 60% water utility and 40% sewer utility in 2009, where as in 2008, the bank fees were charged 100% to the water utility.

Account # 923 - Outside services employed - The decrease in cost is because in 2008, Ruckert and Mielke was hired to prepare the rate case for the utility which was \$19,870.

Account # 932 - Maintenance of general Plant - The decrease is due to the decrease in transportation expense. In 2008, fuel prices were over \$3.00 per gallon, where as in 2009, fuel prices have been around \$2.50 per gallon.

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.

The Other Tax Rate- Nonlocal is the tax rate for Milwaukee Metropolitan Sewerage District.

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

If Balance First of Year, Account 300 (or 300.1), is nonzero, please explain.

The City recorded construction in progress in this account on the 2008 PSC report.

If Additions for Accounts OTHER than 316, 343, 345, 346 and 348 exceed \$100,000, please explain. If applicable, provide construction authorization.

The additions in account 328 of \$563,163 are for flow control stations at Ryan Road, Drexel Avenue and Rawson Avenue.

If Adjustments for any account are nonzero, please explain.

Account 300.1 The adjustment is to remove the beginning balance of construction in progress that should have been recorded in account # 107 in the 2008 PSC report per the PSC's request.

WATER OPERATING SECTION FOOTNOTES

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

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

The retirements are for 2 meter vaults. One which is located at Rawson and located at Drexel.

Water Mains (Page W-19)

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

Mains were financed by the utility, by private developers and by the municipality with special assessments issued to the property owners. The special assessments are current.

Water Services (Page W-20)

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

The services were financed by private developers and by the municipality with special assessments issued to the property owners. The special assessments are current.

Meters (Page W-21)

Explain all reported adjustments.

Adjustments were made for accounting reasons to match actual meter numbers to reports.

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

Utility tests annually as time allows for testing.

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.

Yes, when time allows for testing.

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

Two out of the three in service could not be valved off completely to do testing.
