



3015 (02-05-09)

ANNUAL REPORT

OF

Name: WARRENS MUNICIPAL WATER UTILITY

Principal Office: 212 GEORGE STREET
P.O. BOX 97
WARRENS, WI 54666-0097

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 JOLENE RHEA of
(Person responsible for accounts)

WARRENS 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)

CLERK/DEPUTY TREASURER
(Title)

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IDENTIFICATION AND OWNERSHIP

Exact Utility Name: WARRENS MUNICIPAL WATER UTILITY

Utility Address: 212 GEORGE STREET
P.O. BOX 97
WARRENS, WI 54666-0097

When was utility organized? 7/1/1975

Report any change in name:

Effective Date:

Utility Web Site:

Utility employee in charge of correspondence concerning this report:

Name: MS JOLENE RHEA

Title: VILLAGE CLERK

Office Address:

212 GEORGE STREET
P.O. BOX 97
WARRENS, WI 54666

Telephone: (608) 378 - 4177

Fax Number: (608) 378 - 4177

Email Address: villageofwarrens@charter.net

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: MIKE CLARK

Title: VILLAGE PRESIDENT

Office Address:

211 CHURCH STREET
WARRENS, WI 54666

Telephone: (608) 378 - 4818

Fax Number:

Email Address:

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

YES

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: DECEMBER 31, 2009

Names and titles of utility management including manager or superintendent:

Name: BRIAN KNOEPKER

Title: DIRECTOR OF PUBLIC WORKS

Office Address:

24313 DESTINY AVENUE
TOMAH, WI 54660

Telephone: (608) 343 - 7601

Fax Number: () -

Email Address: warrensdpw@centurytel.net

Name of utility commission/committee: VILLAGE BOARD

Names of members of utility commission/committee:

MR MIKE CLARK, VILLAGE PRESIDENT
MR JASON KRULTZ
MS SANDRA SWAFFORD

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:

IDENTIFICATION AND OWNERSHIP

Identification and Ownership - Contract Operations (Page iv)

General footnotes

Village Board
Village of Warrens
Warrens, Wisconsin

We have compiled the Annual Report for the Village of Warrens 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

Milwaukee, Wisconsin
March 30, 2010

INCOME STATEMENT

Particulars (a)	This Year (b)	Last Year (c)	
UTILITY OPERATING INCOME			
Operating Revenues (400)	128,621	154,050	1
Operating Expenses:			
Operation and Maintenance Expense (401-402)	95,828	109,938	2
Depreciation Expense (403)	101,743	80,655	3
Amortization Expense (404-407)	35	34	4
Taxes (408)	2,801	3,802	5
Total Operating Expenses	200,407	194,429	
Net Operating Income	(71,786)	(40,379)	
Income from Utility Plant Leased to Others (412-413)	0	0	6
Utility Operating Income	(71,786)	(40,379)	
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)	36,377	34,786	10
Miscellaneous Nonoperating Income (421)	11,104	0	11
Total Other Income	47,481	34,786	
Total Income	(24,305)	(5,593)	
MISCELLANEOUS INCOME DEDUCTIONS			
Miscellaneous Amortization (425)	(3,058)	(3,058)	12
Other Income Deductions (426)	13,573	13,573	13
Total Miscellaneous Income Deductions	10,515	10,515	
Income Before Interest Charges	(34,820)	(16,108)	
INTEREST CHARGES			
Interest on Long-Term Debt (427)	38,403	39,186	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	38,403	39,186	
Net Income	(73,223)	(55,294)	
EARNED SURPLUS			
Unappropriated Earned Surplus (Beginning of Year) (216)	897,213	952,507	20
Balance Transferred from Income (433)	(73,223)	(55,294)	21
Miscellaneous Credits to Surplus (434)	480,648	0	22
Miscellaneous Debits to Surplus--Debit (435)	14,782	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)	1,289,856	897,213	

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 Miscellaneous Nonoperating Income, Account 421.

Description of Item (a)	Earnings (216.1) (b)	Contributions (216.2) (c)	Total This Year (d)	
UTILITY OPERATING INCOME				
Operating Revenues (400):				
Derived	128,621	0	128,621	1
Total (Acct. 400):	128,621	0	128,621	
Operation and Maintenance Expense (401-402):				
Derived	95,828	0	95,828	2
Total (Acct. 401-402):	95,828	0	95,828	
Depreciation Expense (403):				
Derived	101,743	0	101,743	3
Total (Acct. 403):	101,743	0	101,743	
Amortization Expense (404-407):				
Derived	35	0	35	4
Total (Acct. 404-407):	35	0	35	
Taxes (408):				
Derived	2,801	0	2,801	5
Total (Acct. 408):	2,801	0	2,801	
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:	(71,786)	0	(71,786)	
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	36,377		36,377	11
Total (Acct. 419):	36,377	0	36,377	
Miscellaneous Nonoperating Income (421):				
Contributed Plant - Water			0	12
CAPITAL CONTRIBUTIONS		11,104	11,104	13
Total (Acct. 421):	0	11,104	11,104	
TOTAL OTHER INCOME:	36,377	11,104	47,481	

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 Miscellaneous Nonoperating Income, Account 421.

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	(3,058)	0	(3,058)	14
NONE			0	15
Total (Acct. 425):	(3,058)	0	(3,058)	
Other Income Deductions (426):				
Depreciation Expense on Contributed Plant - Water	0	13,573	13,573	16
NONE			0	17
Total (Acct. 426):	0	13,573	13,573	
TOTAL MISCELLANEOUS INCOME DEDUCTIONS:	(3,058)	13,573	10,515	
INTEREST CHARGES				
Interest on Long-Term Debt (427):				
Derived	38,403	0	38,403	18
Total (Acct. 427):	38,403	0	38,403	
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:	38,403	0	38,403	
NET INCOME:	(70,754)	(2,469)	(73,223)	
EARNED SURPLUS				
Unappropriated Earned Surplus (Beginning of Year) (216):				
Derived	(6,855)	904,068	897,213	24
Total (Acct. 216):	(6,855)	904,068	897,213	
Balance Transferred from Income (433):				
Derived	(70,754)	(2,469)	(73,223)	25
Total (Acct. 433):	(70,754)	(2,469)	(73,223)	
Miscellaneous Credits to Surplus (434):				
2008 ADJ. FOR CAPITAL CONTRIBUTIONS		480,648	480,648	* 26
Total (Acct. 434):	0	480,648	480,648	

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 Miscellaneous Nonoperating Income, Account 421.

Description of Item (a)	Earnings (216.1) (b)	Contributions (216.2) (c)	Total This Year (d)	
EARNED SURPLUS				
Miscellaneous Debits to Surplus--Debit (435):				
2008 ADJ FOR DEPRECIATIONS	11,548	0	11,548	* 27
2008 AUDIT ADJ. TO INTEREST INCOME	1,477	0	1,477	* 28
2008 AUDIT ADJ. TO COMMERCIAL SALES	346	0	346	* 29
2008 AUDIT ADJUSTMENT TO ACCOUNTS PAYABLE	1,411		1,411	* 30
Total (Acct. 435)--Debit:	14,782	0	14,782	
Appropriations of Surplus--Debit (436):				
Detail appropriations to (from) account 215			0	31
Total (Acct. 436)--Debit:	0	0	0	
Appropriations of Income to Municipal Funds--Debit (439):				
NONE			0	32
Total (Acct. 439)--Debit:	0	0	0	
UNAPPROPRIATED EARNED SURPLUS (END OF YEAR):	(92,391)	1,382,247	1,289,856	

DETAILS OF INCOME STATEMENT ACCOUNTS

Details of Income Statement Accounts (Page F-02)

If amount of Miscellaneous Credits to Surplus (Acct 434) exceeds \$2,000, please explain fully.

Miscellaneous Credits amounts are a result of 2008 audit adjustments not included in the prior year submitted annual report.

If amount of Miscellaneous Debits to Surplus (Acct 435) exceeds \$2,000, please explain fully.

The miscellaneous debits are a result of 2008 audit adjustments not included in the prior year annual report.

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	128,621	0	0	0	128,621	1
Less: interdepartmental sales	0		0	0	0	2
Less: interdepartmental rents					0	3
Less: return on net investment in meters charged to regulated sewer department. (Do not report if nonregulated sewer.)	0				0	4
Less: uncollectibles directly expensed as reported in water acct. 904 (690 class D), sewer acct. 843, and electric acct. 904 -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	128,621	0	0	0	128,621	

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	1.0	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)	5,527,216	5,035,464	1
Less: Accumulated Provision for Depreciation and Amortization of Utility Plant (111)	497,621	368,189	2
Net Utility Plant	5,029,595	4,667,275	
OTHER PROPERTY AND INVESTMENTS			
Nonutility Property (121)	0	0	3
Less: Accumulated Provision for Depreciation and Amortization of Nonutility Property (122)	0	0	4
Net Nonutility Property	0	0	
Investment in Municipality (123)	1,035,452	1,058,308	5
Other Investments (124)	0	0	6
Sinking Funds (125)	0	0	7
Depreciation Fund (126)	9,160	9,079	8
Other Special Funds (128)	2,066	2,064	9
Total Other Property and Investments	1,046,678	1,069,451	
CURRENT AND ACCRUED ASSETS			
Cash (131)	44,905	47,210	10
Special Deposits (134)	0	0	11
Working Funds (135)			12
Temporary Cash Investments (136)			13
Notes Receivable (141)	0	0	14
Customer Accounts Receivable (142)	9,030	29,515	15
Other Accounts Receivable (143)	0	0	16
Accumulated Provision for Uncollectible Accounts- -Cr. (144)	0	0	17
Receivables from Municipality (145)	191,174	183,885	18
Plant Materials and Operating Supplies (154)	267	267	19
Merchandise (155)	0	0	20
Other Materials and Supplies (156)	0	0	21
Stores Expense (163)	0	0	22
Prepayments (165)	1,426	1,426	23
Interest and Dividends Receivable (171)	10,473	10,571	24
Accrued Utility Revenues (173)			25
Miscellaneous Current and Accrued Assets (174)			26
Total Current and Accrued Assets	257,275	272,874	
DEFERRED DEBITS			
Unamortized Debt Discount and Expense (181)	206	241	27
Extraordinary Property Losses (182)	0	0	28
Preliminary Survey and Investigation Charges (183)	0	0	29
Clearing Accounts (184)	0	0	30
Temporary Facilities (185)	0	0	31
Miscellaneous Deferred Debits (186)	0	0	32
Total Deferred Debits	206	241	
Total Assets and Other Debits	6,333,754	6,009,841	

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)	3,761,231	3,761,231	33
Appropriated Earned Surplus (215)			34
Unappropriated Earned Surplus (216)	1,289,856	897,213	35
Total Proprietary Capital	5,051,087	4,658,444	
LONG-TERM DEBT			
Bonds (221)	728,000	736,000	36
Advances from Municipality (223)	54,291	54,291	37
Other long-Term Debt (224)	445,279	473,849	38
Total Long-Term Debt	1,227,570	1,264,140	
CURRENT AND ACCRUED LIABILITIES			
Notes Payable (231)	0	0	39
Accounts Payable (232)	1,163	30,072	40
Payables to Municipality (233)	0	0	41
Customer Deposits (235)			42
Taxes Accrued (236)	0	0	43
Interest Accrued (237)	11,112	11,305	44
Tax Collections Payable (241)			45
Miscellaneous Current and Accrued Liabilities (242)			46
Total Current and Accrued Liabilities	12,275	41,377	
DEFERRED CREDITS			
Unamortized Premium on Debt (251)	0	0	47
Customer Advances for Construction (252)			48
Other Deferred Credits (253)	42,822	45,880	49
Total Deferred Credits	42,822	45,880	
OPERATING RESERVES			
Property Insurance Reserve (261)			50
Injuries and Damages Reserve (262)			51
Pensions and Benefits Reserve (263)			52
Miscellaneous Operating Reserves (265)			53
Total Operating Reserves	0	0	
Total Liabilities and Other Credits	6,333,754	6,009,841	

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	5,035,464	0	0	0	1
	<i>(Should agree with Util. Plant Jan. 1 in Property Tax Equivalent Schedule)</i>				
Plant Accounts:					
Utility Plant in Service - Financed by Utility Operations or by the Municipality (101.1)	4,801,093	0	0	0	2
Utility Plant in Service - Contributed Plant (101.2)	717,735	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
Construction Work in Progress (107)	8,388				7
Total Utility Plant	5,527,216	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)	395,458	0	0	0	8
Accumulated Provision for Depreciation of Utility Plant in Service - Contributed Plant (111.2)	102,163	0	0	0	9
Accumulated Provision for Depreciation of Utility Plant Leased to Others (112)					10
Accumulated Provision for Depreciation of Property Held for Future Use (113)					11
Accumulated Provision for Amortization of Utility Plant in Service (114)					12
Accumulated Provision for Amortization of Utility Plant Leased to Others (115)					13
Accumulated Provision for Amortization of Property Held for Future Use (116)					14
Total Accumulated Provision	497,621	0	0	0	
Other Utility Plant Accounts:					
Utility Plant Acquisition Adjustments (117)					15
Accumulated Provision for Amortization of Utility Plant Acquisition Adjustments (118)					16
Other Utility Plant Adjustments (119)					17
Total Other Utility Plant Accounts	0	0	0	0	
Net Utility Plant	5,029,595	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)	279,599				279,599	1
Credits During Year						2
Accruals:						3
Charged depreciation expense (403)	101,743				101,743	4
Depreciation expense on meters						5
charged to sewer (see Note 3)	2,568				2,568	6
Accruals charged other						7
accounts (specify):						8
					0	9
Salvage					0	10
Other credits (specify):						11
2008 Audit Adjustment	11,548				11,548	12
					0	13
					0	14
					0	15
Total credits	115,859	0	0	0	115,859	16
Debits during year						17
Book cost of plant retired	0				0	18
Cost of removal					0	19
Other debits (specify):						20
					0	21
					0	22
					0	23
					0	24
Total debits	0	0	0	0	0	25
Balance end of year (111.1)	395,458	0	0	0	395,458	26
Footnotes						27

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

**Accumulated Provision for Depreciation of Utility Plant on Utility Plant Financed by Utility Operations or by the Municipality (Acct
General footnotes**

The other credit amount is a 2008 audit adjustment to adjust depreciation to actual.

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)	88,590				88,590	1
Credits During Year						2
Accruals:						3
Charged Other Income Deductions (426)	13,573				13,573	4
Depreciation expense on meters						5
charged to sewer (see Note 3)					0	6
Accruals charged other						7
accounts (specify):						8
					0	9
Salvage					0	10
Other credits (specify):						11
					0	12
					0	13
					0	14
					0	15
Total credits	13,573	0	0	0	13,573	16
Debits during year						17
Book cost of plant retired	0				0	18
Cost of removal					0	19
Other debits (specify):						20
					0	21
					0	22
					0	23
					0	24
Total debits	0	0	0	0	0	25
Balance end of year (111.2)	102,163	0	0	0	102,163	26
Footnotes						27

NET NONUTILITY PROPERTY (ACCTS. 121 & 122)

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

Description (a)	Balance First of Year (b)	Additions During Year (c)	Deductions During Year (d)	Balance End of Year (e)	
Nonregulated sewer plant	0			0	1
NONE	0			0	2
Total Nonutility Property (121)	0	0	0	0	
Less accum. prov. depr. & amort. (122)	0			0	3
Net Nonutility Property	0	0	0	0	

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

Particulars (a)	Amount (b)	
Balance first of year		1
Additions:		
Provision for uncollectibles during year		2
Collection of accounts previously written off: Utility Customers		3
Collection of accounts previously written off: Others		4
Total Additions	<u>0</u>	
Deductions:		
Accounts written off during the year: Utility Customers		5
Accounts written off during the year: Others		6
Total accounts written off	<u>0</u>	
Balance end of year	<u><u>0</u></u>	

MATERIALS AND SUPPLIES

Account (a)	Generation (b)	Transmission (c)	Distribution (d)	Other (e)	Total End of Year (f)	Amount Prior Year (g)	
Electric Utility							
Fuel (151)					0	0	1
Fuel stock expenses (152)					0	0	2
Plant mat. & oper. sup. (154)					0	0	3
Total Electric Utility					0	0	

Account	Total End of Year	Amount Prior Year	
Electric utility total	0	0	1
Water utility (154)	267	267	2
Sewer utility (154)		0	3
Heating utility (154)		0	4
Gas utility (154)		0	5
Merchandise (155)		0	6
Other materials & supplies (156)		0	7
Stores expense (163)		0	8
Total Materials and Supplies	267	267	

**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)				
FMHA BONDS - WATER	35	428	206	1
Total			206	
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	3,761,231	1
Changes during year (explain):		2
Balance end of year	<u><u>3,761,231</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)	
WATER MORTGAGE REVENUE BOND	01/16/1976	11/01/2015	5.00%	53,000	1
WATER BOND ANTICIPATION NOTE	09/20/2007	09/01/2012	4.30%	675,000	2
Total Bonds (Account 221):				728,000	

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)					
ADVANCE FROM VILLAGE-PINE ST PROJECT	12/31/2001	00/00/0000	0.00%	54,291	1
Total for Account 223				54,291	
Other Long-Term Debt (224)					
STATE OF WI ENVIRONMENTAL IMPRVMT FUND	12/08/2004	05/01/2023	1.42%	445,279	2
Total for Account 224				445,279	
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	2,801	2
Charged electric department expense		3
Charged sewer department expense	2,563	4
Other (explain):		
NONE		5
Total Accruals and other credits	5,364	
Taxes paid during year:		
County, state and local taxes	2,563	6
Social Security taxes	2,464	7
PSC Remainder Assessment	337	8
Other (explain):		
NONE		9
Total payments and other debits	5,364	
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)					
WATER MORTGAGE REVENUE BOND	510	2,582	2,650	442	1
WATER BOND ANTICIPATION NOTE	9,675	29,025	29,025	9,675	2
Subtotal	10,185	31,607	31,675	10,117	
Advances from Municipality (223)					
NONE	0			0	3
Subtotal	0	0	0	0	
Other long-Term Debt (224)					
SAFE DRINKING WATER LOAN	1,120	6,796	6,921	995	4
Subtotal	1,120	6,796	6,921	995	
Notes Payable (231)					
NONE	0			0	5
Subtotal	0	0	0	0	
Total	11,305	38,403	38,596	11,112	

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):		
ADVANCE TO TIF DISTRICT	1,035,452	1
Total (Acct. 123):	1,035,452	
Other Investments (124):		
NONE	0	2
Total (Acct. 124):	0	
Sinking Funds (125):		
NONE		3
Total (Acct. 125):	0	
Depreciation Fund (126):		
DEPREICATION RESERVE SAVINGS	9,160	4
Total (Acct. 126):	9,160	
Other Special Funds (128):		
BOND REDEMPTION	2,066	5
Total (Acct. 128):	2,066	
Special Deposits (134):		
NONE		6
Total (Acct. 134):	0	
Notes Receivable (141):		
NONE		7
Total (Acct. 141):	0	
Customer Accounts Receivable (142):		
Water		8
Electric		9
Sewer (Regulated)		10
Other (specify):		
WATER	9,030	11
Total (Acct. 142):	9,030	
Other Accounts Receivable (143):		
Sewer (Non-regulated)		12
Merchandising, jobbing and contract work		13
Other (specify):		
NONE		14
Total (Acct. 143):	0	
Receivables from Municipality (145):		
ITEMS PLACED ON TAX ROLL	3,856	15
DUE TO WATER FROM SEWER- GENERATOR PAYMENT; TEMP BORROWING PAYMENT	17,121	16
DUE TO WATER FROM SEWER- METER EXPENSE 1999-2009	21,605	17
DUE TO WATER FROM SEWER- CASH OVERDRAFTS	19,123	18
DUE TO WATER FROM VILLAGE- REIMBURSEMENT OF EXPENSES	56,380	19

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)	
Receivables from Municipality (145):		
DUE TO WATER FROM TIF - CURRENT PORTION OF ADVANCE	73,089	20
Total (Acct. 145):	191,174	
Prepayments (165):		
PREPAID ITEMS	1,426	21
Total (Acct. 165):	1,426	
Extraordinary Property Losses (182):		
NONE		22
Total (Acct. 182):	0	
Preliminary Survey and Investigation Charges (183):		
NONE		23
Total (Acct. 183):	0	
Clearing Accounts (184):		
NONE		24
Total (Acct. 184):	0	
Temporary Facilities (185):		
NONE		25
Total (Acct. 185):	0	
Miscellaneous Deferred Debits (186):		
NONE		26
Total (Acct. 186):	0	
Payables to Municipality (233):		
NONE		27
Total (Acct. 233):	0	
Other Deferred Credits (253):		
Regulatory Liability	42,822	28
NONE		29
Total (Acct. 253):	42,822	

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 \$2,000, 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)	4,434,147	0	0	0	4,434,147	1
Materials and Supplies	267	0	0	0	267	2
Other (specify):						
NONE					0	3
Less Average:						
Reserve for Depreciation (111.1)	337,528	0	0	0	337,528	4
Customer Advances for Construction					0	5
Regulatory Liability	44,351	0	0	0	44,351	6
NONE					0	7
Average Net Rate Base	4,052,535	0	0	0	4,052,535	
Net Operating Income	(71,786)	0	0	0	(71,786)	8
Net Operating Income as a percent of						
Average Net Rate Base	-1.77%	N/A	N/A	N/A	-1.77%	

**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	45,880	0	0	0	45,880	1
Add credits during year:						
NONE					0	2
Deduct charges:						
Miscellaneous Amortization (425)	3,058	0	0	0	3,058	3
Other (specify):						
NONE					0	4
Balance End of Year	42,822	0	0	0	42,822	

IMPORTANT CHANGES DURING THE YEAR

Report changes of any of the following types:

1. Acquisitions.

2. Leaseholder changes.

3. Extensions of service.

4. Estimated changes in revenues due to rate changes.

5. Obligations incurred or assumed, excluding commercial paper.

6. Formal proceedings with the Public Service Commission.

7. Any additional matters.

FINANCIAL SECTION FOOTNOTES

Details of Income Statement Accounts (Page F-02)

If amount of Miscellaneous Credits to Surplus (Acct 434) exceeds \$2,000, please explain fully.

Miscellaneous Credits amounts are a result of 2008 audit adjustments not included in the prior year submitted annual report.

If amount of Miscellaneous Debits to Surplus (Acct 435) exceeds \$2,000, please explain fully.

The miscellaneous debits are a result of 2008 audit adjustments not included in the prior year annual report.

Accumulated Provision for Depreciation of Utility Plant on Utility Plant Financed by Utility Operations o

General footnotes

The other credit amount is a 2008 audit adjustment to adjust depreciation to actual.

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

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

Done.

Identification and Ownership - Contract Operations (Page iv)

General footnotes

Village Board
Village of Warrens
Warrens, Wisconsin

We have compiled the Annual Report for the Village of Warrens 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

Milwaukee, Wisconsin
March 30, 2010

WATER OPERATING REVENUES & EXPENSES

Particulars (a)	This Year (b)	Last Year (c)	
Operating Revenues			
Sales of Water			
Sales of Water (460-467)	120,333	142,783	1
Total Sales of Water	120,333	142,783	
Other Operating Revenues			
Forfeited Discounts (470)	1,183	3,047	2
Rents from Water Property (472)	0	0	3
Interdepartmental Rents (473)	0	0	4
Other Water Revenues (474)	7,105	8,220	5
Total Other Operating Revenues	8,288	11,267	
Total Operating Revenues	128,621	154,050	
Operation and Maintenance Expenses			
Plant Operation and Maintenance Expenses (600-660)	64,933	78,432	6
General Operating Expenses (680-691)	30,895	31,506	7
Total Operation and Maintenance Expenses	95,828	109,938	
Other Operating Expenses			
Depreciation Expense (403)	101,743	80,655	8
Amortization Expense (404-407)	35	34	9
Taxes (408)	2,801	3,802	10
Total Other Operating Expenses	104,579	84,491	
Total Operating Expenses	200,407	194,429	
NET OPERATING INCOME	(71,786)	(40,379)	

WATER OPERATING REVENUES & EXPENSES

Water Operating Revenues & Expenses (Page W-01)

If there are amounts reported under Amortization Expense (404-407) that apply to a/c 405-407, provide the date of the Commission's approval and a general description of the amortization. If this is for a/c 404, enter 'Acct 404 - N/A.'

Acct 404 - N/A

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)	116	5,003	28,692	5
Commercial (461.2)	201	9,791	55,154	6
Industrial (461.3)				7
Public Authority (461.4)	4	569	4,426	8
Total Metered Sales to General Customers (461)	321	15,363	88,272	
Private Fire Protection Service (462)	1		2,868	9
Public Fire Protection Service (463)	1		29,193	10
Other Water Sales (465)				11
Sales for Resale (466)		0	0	12
Interdepartmental Sales (467)				13
Total Sales of Water	323	15,363	120,333	

SALES FOR RESALE (ACCT. 466)

Use a separate line for each delivery point.

Customer Name (a)	Point of Delivery (b)	Thousands of Gallons Sold (c)	Revenues (d)	
NONE				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)	29,193	3
NONE		4
Total Public Fire Protection Service (463)	29,193	
Forfeited Discounts (470):		
NONE		5
Customer late payment charges	1,183	6
Other (specify):		
Total Forfeited Discounts (470)	1,183	
Rents from Water Property (472):		
NONE		7
Total Rents from Water Property (472)	0	
Interdepartmental Rents (473):		
NONE		8
Total Interdepartmental Rents (473)	0	
Other Water Revenues (474):		
NONE		9
OTHER WATER REVENUES	3,677	10
Return on net investment in meters charged to sewer department	3,428	11
Other (specify):		
Total Other Water Revenues (474)	7,105	

OTHER OPERATING REVENUES (WATER)

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

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

Done.

WATER OPERATION & MAINTENANCE EXPENSES

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

Particulars (a)	This Year (b)	Last Year (c)	
PLANT OPERATION AND MAINTENANCE EXPENSES			
Salaries and Wages (600)	29,278	39,738	1
Purchased Water (610)		0	2
Fuel or Power Purchased for Pumping (620)	12,078	9,572	3
Chemicals (630)	6,023	8,606	4
Supplies and Expenses (640)	11,417	14,049	5
Repairs of Water Plant (650)	4,999	4,321	6
Transportation Expenses (660)	1,138	2,146	7
Total Plant Operation and Maintenance Expenses	64,933	78,432	
GENERAL OPERATING EXPENSES			
Administrative and General Salaries (680)	4,443	4,329	8
Office Supplies and Expenses (681)	3,979	88	9
Outside Services Employed (682)	6,628	6,317	10
Insurance Expense (684)	5,025	4,695	11
Employees Pensions and Benefits (686)	10,820	16,077	12
Regulatory Commission Expenses (688)		0	13
Miscellaneous General Expenses (689)		0	14
Uncollectible Accounts (690)		0	15
Customer Service and Informational Expenses (691)		0	16
Total General Operating Expenses	30,895	31,506	
Total Operation and Maintenance Expenses	95,828	109,938	

WATER OPERATION & MAINTENANCE EXPENSES

Water Operation & Maintenance Expenses (Page W-05)

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

Account #600 - The decrease in operator's wages is the result of turnover in the operator position, which the new hire has a much lower hourly wage than previous employee.

Account #630 - The decrease in chemicals from the prior year is because the utility had purchased more chemicals to get Well #2 up and running in 2008. Now that the well is fully operational in 2009, the use of chemicals has leveled off.

Account #640 - The decrease in supplies and expense from the prior year is because more supplies were purchased in 2008 to get Well #2 up and running.

Account #686 - The decrease is because the previous employee recorded in this account had health insurance single coverage and the new employee does not receive health insurance.

Account #681 - The increase is because a copier was purchased by the Village and the water utility is allocated a portion of the cost for the water utility's usage of the copier.

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		2,563	0	1
Less: Local and School Tax Equivalent on Meters Charged to Sewer Department		2,563	0	2
Net property tax equivalent		0	0	
Social Security		2,464	3,744	3
PSC Remainder Assessment		337	58	4
Other (specify): NONE			0	5
Total tax expense		2,801	3,802	

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			Monroe				1
SUMMARY OF TAX RATES							2
State tax rate	mills		0.188110				3
County tax rate	mills		6.127630				4
Local tax rate	mills		6.522456				5
School tax rate	mills		7.811822				6
Voc. school tax rate	mills		1.989087				7
Other tax rate - Local	mills		0.000000				8
Other tax rate - Non-Local	mills		0.000000				9
Total tax rate	mills		22.639105				10
Less: state credit	mills		0.885813				11
Net tax rate	mills		21.753292				12
PROPERTY TAX EQUIVALENT CALCULATION							13
Local Tax Rate	mills		6.522456				14
Combined School Tax Rate	mills		9.800909				15
Other Tax Rate - Local	mills		0.000000				16
Total Local & School Tax	mills		16.323365				17
Total Tax Rate	mills		22.639105				18
Ratio of Local and School Tax to Total	dec.		0.721025				19
Total tax net of state credit	mills		21.753292				20
Net Local and School Tax Rate	mills		15.684672				21
Utility Plant, Jan. 1	\$	5,136,375	5,136,375				22
Materials & Supplies	\$	267	267				23
Subtotal	\$	5,136,642	5,136,642				24
Less: Plant Outside Limits	\$	0	0				25
Taxable Assets	\$	5,136,642	5,136,642				26
Assessment Ratio	dec.		0.907200				27
Assessed Value	\$	4,659,962	4,659,962				28
Net Local & School Rate	mills		15.684672				29
Tax Equiv. Computed for Current Year	\$	73,090	73,090				30
Tax Equivalent per 1994 PSC Report	\$	6,280					31
Any lower tax equivalent as authorized by municipality (see note 6)	\$	2,563					32 33
Tax equiv. for current year (see note 6)	\$	2,563					34
Footnotes			*				35

PROPERTY TAX EQUIVALENT (WATER)

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

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

The net utility plant on W-7 does not match Net Utility Plant Schedule due to 2008 audit adjustments that were not included in the prior year's annual report.

Utility Plant, Jan. 1, 2009	5,516,111
Accum. Depreciation Jan. 1, 2009	(379,737)
Net Utility Plant	5,136,375

If Lower Tax Equivalent authorized by municipality is greater than or equal to zero, please explain.

The Town of Warrens adopted a resolution on December 14, 2000 reducing the tax equivalent to zero for the water utility for the year 2000 and forward. The sewer portion for meters is still allocated to the sewer utility.

WATER UTILITY PLANT IN SERVICE

--Plant Financed by Utility or Municipality--

1. All adjustments, corrections and reclassifications (including to/from plant financed by contributions) should be reported in Column (f), Adjustments.
2. Explain fully as a schedule footnote the nature of all entries reported in Column (f), Adjustments.
3. Explain as a schedule footnote the dollar additions and retirements reported in Columns (c) and (e) for each account over \$10,000. If applicable, provide construction authorization.
4. Use only the account titles listed. If the utility has subaccounts other than 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)	3,910	11,104		719,525	734,539	* 8
Supply Mains (316)	0				0	9
Other Water Source Plant (317)	0				0	10
Total Source of Supply Plant	3,910	11,104	0	719,525	734,539	
PUMPING PLANT						
Land and Land Rights (320)	713				713	11
Structures and Improvements (321)	58,590				58,590	12
Other Power Production Equipment (323)	0				0	13
Electric Pumping Equipment (325)	217,653				217,653	14
Diesel Pumping Equipment (326)	0				0	15
Other Pumping Equipment (328)	27,743				27,743	16
Total Pumping Plant	304,699	0	0	0	304,699	
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)	8,085				8,085	19
Membrane Filtration Equipment (333)	0				0	20
Other Water Treatment Equipment (334)	0			2,319	2,319	* 21
Total Water Treatment Plant	8,085	0	0	2,319	10,404	
TRANSMISSION AND DISTRIBUTION PLANT						
Land and Land Rights (340)	713				713	22
Structures and Improvements (341)	0				0	23
Distribution Reservoirs and Standpipes (342)	161,527				161,527	24
Transmission and Distribution Mains (343)	2,649,718				2,649,718	25
Services (345)	427,588			564	428,152	* 26
Meters (346)	93,407				93,407	27
Hydrants (348)	313,475			380	313,855	* 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 \$10,000. 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	3,646,428	0	0	944	3,647,372	
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)	2,338				2,338	33
Transportation Equipment (392)	14,209				14,209	34
Stores Equipment (393)	0				0	35
Tools, Shop and Garage Equipment (394)	51,532				51,532	36
Laboratory Equipment (395)	0				0	37
Power Operated Equipment (396)	0				0	38
Communication Equipment (397)	0				0	39
SCADA Equipment (397.1)	36,000				36,000	40
Miscellaneous Equipment (398)	0				0	41
Total General Plant	104,079	0	0	0	104,079	
Total utility plant in service directly assignable	4,067,201	11,104	0	722,788	4,801,093	
Common Utility Plant Allocated to Water Department (300)	0				0	42
Total utility plant in service	4,067,201	11,104	0	722,788	4,801,093	

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 Additions for Accounts OTHER than 316, 343, 345, 346 and 348 exceed \$10,000, please explain. If applicable, provide construction authorization.

Additions were financed by the Tax Incremental Financing District.

If Adjustments for any account are nonzero, please explain.

The adjustments of \$722,788 are 2008 audit journal entries. \$242,140 was reclassified from construction in progress to wells and springs and the remaining \$480,648 was the recording of capital contributions from the Tax Incremental Financing District.

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

1. All adjustments, corrections and reclassifications (including to/from plant financed by contributions) should be reported in Column (f), Adjustments.
2. Explain fully as a schedule footnote the nature of all entries reported in Column (f), Adjustments.
3. Explain as a schedule footnote the dollar additions and retirements reported in Columns (c) and (e) for each account over \$10,000. If applicable, provide construction authorization.
4. Use only the account titles listed. If the utility has subaccounts other than 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)	5,580				5,580	8
Supply Mains (316)	0				0	9
Other Water Source Plant (317)	0				0	10
Total Source of Supply Plant	5,580	0	0	0	5,580	
PUMPING PLANT						
Land and Land Rights (320)	0				0	11
Structures and Improvements (321)	56,979				56,979	12
Other Power Production Equipment (323)	0				0	13
Electric Pumping Equipment (325)	27,793				27,793	14
Diesel Pumping Equipment (326)	0				0	15
Other Pumping Equipment (328)	0				0	16
Total Pumping Plant	84,772	0	0	0	84,772	
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)	310,125				310,125	24
Transmission and Distribution Mains (343)	291,832				291,832	25
Services (345)	17,056				17,056	26
Meters (346)	0				0	27
Hydrants (348)	8,370				8,370	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 \$10,000. 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	627,383	0	0	0	627,383	
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	717,735	0	0	0	717,735	
Common Utility Plant Allocated to Water Department (300)	0				0	42
Total utility plant in service	717,735	0	0	0	717,735	

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			991	991	1
February			712	712	2
March			813	813	3
April			1,224	1,224	4
May			2,129	2,129	5
June			2,302	2,302	6
July			3,151	3,151	7
August			2,267	2,267	8
September			2,024	2,024	9
October			1,309	1,309	10
November			923	923	11
December			813	813	12
Total annual pumpage	0	0	18,658	18,658	

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):	18,658	1
Less: Gallons (000's) used in the treatment process:		2
Subtotal: Gallons (000's) entering distribution system:	18,658	3
Less: Gallons (000's) sold:	15,363	4
Gallons (000's) entering distribution system but not sold:	3,295	5
Estimated Water Usage:		6
Gallons (000's) used to flush mains:	674	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:	674	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:	2,621	17
Subtotal of Estimated Losses:	2,621	18
Percentage of water entering distribution system sold:	82%	19
Percentage of unaccounted for water:	14%	20
If more than 25%, indicate causes:		21

If more than 25%, 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.)	144	22
Date of maximum: 11/09/2009		23
Cause of maximum: Flushed Water Main		24
Minimum gallons pumped by all methods in any one day during reporting year (000 gal.)	15	25
Date of minimum: 12/30/2009		26
Total KWH used by the utility (include pumping, treatment facilities and other utility operations):	68,658	27
If water is purchased:		28
Vendor Name:		29
Point of Delivery:		30
What percentage of purchased water is surface water?		31
Number of main breaks repaired this year:	0	32
Number of service breaks repaired this year:	0	33
Population served (estimate the number of individuals served):		34
Inside municipality?	360	35
Outside municipality?	0	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)	
102 RIDGE ROAD	2	380	24	1,123,200	Yes	1
BARBER CIRCLE WELL	1	108	16	259,200	Yes	2

SOURCES OF WATER SUPPLY - SURFACE WATERS

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

PUMPING & POWER EQUIPMENT

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

Particulars (a)	Unit A (b)	Unit B (c)	Unit C (d)
Identification	1	2	1
Location	BARBER CIRCLE	102 RIDGE ROAD	2
Purpose	P	P	3
Destination	D	D	4
Pump Manufacturer	GOULDS	GOULDS	5
Year Installed	2004	2008	6
Type	VERTICAL TURBINE	SUBMERSIBLE	7
Actual Capacity (gpm)	200	780	8
Pump Motor or Standby Engine Mfr	US ELECTRIC MOTOR	LP POWERED GENERATOR	9
Year Installed	2004	2008	10
Type	ELECTRIC	ELECTRIC	11
Horsepower	20	100	12
Footnotes			13
			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			24
Type			25
Horsepower			26
Footnotes			27
			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		1
RESERVOIRS, STANDPIPES OR ELEVATED TANKS			2
Type: R (reservoir), S (standpipe) or ET (elevated tank)	ET		3
Year constructed	2004		4
Primary material (earthen, steel, concrete, other)	STEEL		5
Elevation difference in feet (See Headnote 3.)	90		6
Total capacity in gallons (actual)	100,000		7
			8
WATER TREATMENT PLANT			9
Disinfection, type of equipment (gas, liquid, powder, other)	LIQUID		10
Points of application (wellhouse, central facilities, booster station, other)	WELLHOUSE		11
Filters, type (gravity, pressure, other, none)	NONE		12
Rated capacity of filter plant (m.g.d.) (note: 1,200,000 gal/day = 1.2 m.g.d.)	0.0000		13
Is a corrosion control chemical used (yes, no)?	Y		14
Is water fluoridated (yes, no)?	N		15
			16
Footnotes			17
			18
			19
			20
			21
			22
			23
			24
			25
			26
			27
			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)		
P	S	2.000	2,319				2,319	1
A	D	4.000	1,179				1,179	2
M	D	4.000	10				10	3
A	D	6.000	8,970				8,970	4
M	D	6.000	1,501				1,501	5
A	D	8.000	1,335				1,335	6
M	D	8.000	20,789				20,789	7
M	D	10.000	25,345				25,345	8
M	D	12.000	2,832				2,832	9
Total Within Municipality			64,280	0	0	0	64,280	
Total Utility			64,280	0	0	0	64,280	

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)	
A	0.750	122				122		1
M	1.000	399				399	200	2
A	1.000	8				8		3
M	1.500	14				14	2	4
A	2.000	1				1		5
M	2.000	2				2		6
A	3.000	1				1		7
Total Utility		547	0	0	0	547	202	

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)		
0.625	306			13	319	25	*	1
1.000	4				4	0		2
1.500	13				13	9		3
2.000	5				5	1		4
3.000	8			(2)	6	0	*	5
Total:	336	0	0	11	347	35		

Classification of All Meters at End of Year by Customers

Size of Meter (h)	Residential (i)	Commercial (j)	Industrial (k)	Public Authority (l)	Wholesale, Inter-Department or Utility Use (m)	In Stock and Deduct Meters (n)	Total (o)		
0.625	115	179	0	0	0	25	319	*	1
1.000	1	2	0	1	0	0	4		2
1.500	0	12	0	0	0	1	13		3
2.000	0	4	0	1	0	0	5		4
3.000	0	4	0	2	0	0	6	*	5
Total:	116	201	0	4	0	26	347		

METERS

Meters (Page W-21)

Explain all reported adjustments.

Adjustments to meters are due to a physical count taken.

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

Utility replaces 1" or smaller meters every 10 years.

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.

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	117			(3)	114	* 2
Total Fire Hydrants	117	0	0	(3)	114	
Flushing Hydrants						
	2				2	3
Total Flushing Hydrants	2	0	0	0	2	

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:	54	*
Number of distribution system valves end of year:	74	
Number of distribution valves operated during year:	15	

HYDRANTS AND DISTRIBUTION SYSTEM VALVES

Hydrants and Distribution System Valves (Page W-22)

General footnotes

Utility has not operated at least half of hydrants or system and/or distribution valves due to lack of manpower.

Explain all reported Adjustments.

Adjustments to hydrants is due to a physical count taken.

WATER OPERATING SECTION FOOTNOTES

Water Operating Revenues & Expenses (Page W-01)

If there are amounts reported under Amortization Expense (404-407) that apply to a/c 405-407, provide the date of the Commission's approval and a general description of the amortization. If this is for a/c 404, enter 'Acct 404 - N/A.'

Acct 404 - N/A

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

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

Done.

Water Operation & Maintenance Expenses (Page W-05)

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

Account #600 - The decrease in operator's wages is the result of turnover in the operator position, which the new hire has a much lower hourly wage than previous employee.

Account #630 - The decrease in chemicals from the prior year is because the utility had purchased more chemicals to get Well #2 up and running in 2008. Now that the well is fully operational in 2009, the use of chemicals has leveled off.

Account #640 - The decrease in supplies and expense from the prior year is because more supplies were purchased in 2008 to get Well #2 up and running.

Account #686 - The decrease is because the previous employee recorded in this account had health insurance single coverage and the new employee does not receive health insurance.

Account #681 - The increase is because a copier was purchased by the Village and the water utility is allocated a portion of the cost for the water utility's usage of the copier.

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

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

The net utility plant on W-7 ddoes not match Net Utility Plant Schedule due to 2008 audit adjustments that were not included in the prior year's annual report.

Utility Plant, Jan. 1, 2009	5,516,111
Accum. Depreciation Jan. 1, 2009	(379,737)
Net Utility Plant	5,136,375

WATER OPERATING SECTION FOOTNOTES

Property Tax Equivalent (Water) - Part 2 (Page W-07)

If Lower Tax Equivalent authorized by municipality is greater than or equal to zero, please explain.

The Town of Warrens adopted a resolution on December 14, 2000 reducing the tax equivalent to zero for year 2000 and forward for the water utility. The sewer portion for meters is still allocated to the sewer utility.

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

If Lower Tax Equivalent authorized by municipality is greater than or equal to zero, please explain.

The Town of Warrens adopted a resolution on December 14, 2000 reducing the tax equivalent to zero for the water utility for the year 2000 and forward. The sewer portion for meters is still allocated to the sewer utility.

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

If Additions for Accounts OTHER than 316, 343, 345, 346 and 348 exceed \$10,000, please explain. If applicable, provide construction authorization.

Additions were financed by the Tax Incremental Financing District.

If Adjustments for any account are nonzero, please explain.

The adjustments of \$722,788 are 2008 audit journal entries. \$242,140 was reclassified from construction in progress to wells and springs and the remaining \$480,648 was the recording of capital contributions from the Tax Incremental Financing District.

Meters (Page W-21)

Explain all reported adjustments.

Adjustments to meters are due to a physical count taken.

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

Utility replaces 1" or smaller meters every 10 years.

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.

Hydrants and Distribution System Valves (Page W-22)

General footnotes

Utility has not operated at least half of hydrants or system and/or distribution valves due to lack of manpower.

Explain all reported Adjustments.

Adjustments to hydrants is due to a physical count taken.