

FY 2005 Annual Financial Report

Special Purpose Long Form

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MAY 30 2006

Mark Huber
STAMPAGN COUNTY CLERK

Unit Name: Sangamon Valley Public Water Service District

Champaign

Unit Code: 083/010/19

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 PROVIDE THE COMPTROLLER'S OFFICE WITH A COPY
 OF YOUR ANNUAL FINANCIAL REPORT.

I attest that, to the best of my knowledge, this report represents a complete and accurate statement of the financial position of Unit Name Sangamon Valley Public Water Service District as of the end of this fiscal year.



Written signature of government official
 Ivan E. Sherburn, Manager
 Please Sign

Date

5/26/06

PLEASE CROSS OUT ALL INCORRECT INFORMATION AND PROVIDE CORRECTIONS

STEP 1: ENTER CONTACT INFORMATION

Is the following information correct and complete? Yes No

A. Contact Person (elected or appointed official responsible for filling out this form):		B. Chief Executive Officer (elected or appointed official responsible for the executive administration, i.e. mayor, supervisor, or chairman):		C. Chief Financial Officer (elected or appointed official responsible for maintaining the government's financial records):	
Ivan E	Sherburn	Ivan E.	Sherburn	Ivan E	Sherburn
Manager		Manager		Manager	
709 North Prairieview Road, PO Box 285		PO Box 285		PO Box 285	
Mahomet		Mahomet		Mahomet	
IL		IL		IL	
61853		61853		61853	
Phone	2175862534	Phone	2175862534	Phone	2175862534
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E-mail:	reburns@mah-online.com	E-mail:	reburns@mah-online.com	E-mail:	reburns@mah-online.com



If the Chief Executive Officer and the Chief Financial Officer are the same person as the Contact Person, please check this box and skip to Step 2. If not, please do not leave columns B and C blank.

STEP 2: VERIFY FISCAL YEAR END

FY END DATE: 12/31/2005

If the fiscal year end date, listed above, is incorrect, cross out the incorrect date and provide the correct date. Official documentation of this change must be sent to the Chicago office before the fiscal year end date is officially changed.

STEP 3: GASB 34, ACCOUNTING METHOD, AND DEBT

A. Has your government implemented GASB 34 in FY 2005 reporting or in previous reporting years? _____ **X** _____ **Yes** _____ **No**

If Yes:

- You can not select "Cash - with no assets" as your accounting system
- Please fill out the Alternative Assets & Liabilities page, located on page F1(b)

B. Which type of accounting system does Sangamon Valley Public Water Service District use:

_____ **Cash - with no assets** _____ **X** _____ **Modified Accrual/Accrual**

_____ **Cash - with assets** _____ _____ **Combination (explain)**

C. Does the government have debt this reporting fiscal year? _____ **X** _____ **Yes** _____ _____ **No**

D. If "Yes", indicate the type(s) of debt.

_____ **G.O. Bonds** _____ **X** _____ **Revenue Bonds**

_____ **Alternate Revenue Bonds** _____ _____ **Contractual Commitments**

_____ **X** _____ **Other**

STEP 4: POPULATION, EAV AND EMPLOYEES

^What is the total population of Sangamon Valley Public Water Service District?	4,300
What is the total EAV of Sangamon Valley Public Water Service District?	0
*How many full time employees are paid?	5
*How many part time employees are paid?	1
What is the total salary paid to all employees?	162,061

^Or provide estimated population

*Do not include contractual employees.

STEPS 5 AND 6: COMPONENT UNITS AND APPROPRIATIONS

Provide the appropriation for the primary government listed in the first row of the table below.

In the remaining rows, provide the names of all component units along with their appropriations. Indicate if the component units are blended or discretely presented, its fiscal year end date and if the component unit was funded with governmental fund types or enterprise fund types. If the component units are already indicated, that data is based on forms submitted last year. If you have more component units than the rows provided below, please indicate them on an attachment.

If you need assistance with the terms indicated below, refer to the *Chart of Accounts and Definitions* and the *How to Fill Out An AFR* documents.

Name of Unit/Component	Appropriation	Type of Component Unit	FISCAL YEAR END	Enterprise Fund Type or Governmental Fund Type
FUNDS SHOULD NOT BE LISTED HERE				
Sangamon Valley Public Water Service District	\$709,067		12/31	
Total Appropriations	\$709,067			

STEP 7: AUDITS

Provide CPA's information if Sangamon Valley Public Water Service District is required to submit an audit to the Office of the Comptroller.

Firm Name:	Martin, Hood, Friese & Associates, LLC
CPA's first name:	David
CPA's last name:	Hood
CPA's Title:	Partner
Address:	2507 S Neil
City:	Champaign
State:	IL
ZIP:	61820
Phone:	(217) 351-2000
Fax:	(217) 351-7726
Email:	dave@mhfa.net
State Registration Number:	066-003144

STEP 8: OTHER GOVERNMENTS

Indicate any payments Sangamon Valley Public Water Service District made to other governments for services or programs (include programs performed on a reimbursement, cost-sharing basis or federal payroll taxes).

Intergovernmental agreements - indicate how much was paid	0
Federal government payroll taxes	12,468
All other intergovernmental payments	14,656

STEP 9: FUND LISTING & ACCOUNT GROUPS

A. List all funds and how much was spent in FY 2005 for each fund. Also, indicate the Fund Type (Fund Types are at the top of each column beginning on page F1). If any fund names appear below, the data is based on forms submitted last year. Please make all necessary corrections. If you have more fund names than the rows provided below, please indicate them on an attachment.

Fund Name	Expenditure	Fund Type	FY End
Operating Fund Fund	\$709,067	Enterprise Fund	12/31
Total Expenditures	\$709,067		

B. Does Sangamon Valley Public Water Service District have assets or liabilities that should be recorded as a part of Account Groups? See *Chart of Accounts and Definitions* and the *How to Fill Out An AFR* documents for more information about Account Groups.

Yes No

STEP 10: GOVERNMENTAL ENTITIES

List of governmental entities that are part of or related to the primary government. Exclude component units detailed in Steps 5 & 6. Most small governments do not have governmental entities.

Entity Name	Relationship

STEP 11: REPORTING

Check any state or local entity where financial reports are filed.

STATE AGENCIES	
<input type="checkbox"/> - Board of Education	<input type="checkbox"/> - Board of Higher Education
<input type="checkbox"/> - DCCA	<input type="checkbox"/> - Department of Insurance
OTHER STATE OR LOCAL OFFICES	
<input checked="" type="checkbox"/> - Illinois Comptroller	<input type="checkbox"/> - Secretary of State
<input type="checkbox"/> - General Assembly - House	<input type="checkbox"/> - General Assembly - Senate
<input checked="" type="checkbox"/> - County Clerk	<input type="checkbox"/> - Circuit Clerk
<input type="checkbox"/> - Governor's Office	<input type="checkbox"/> - Other - _____

Assets

Code	Enter all Amounts in Whole Numbers	Governmental Activity	Business-Like Activity	Fiduciary	Discretely Presented Component Units
Current Assets					
101t	Cash and Cash Equivalent	0	55,815	0	0
102t	Investments	0	0	0	0
115t	Receivables	0	165,349	0	0
109t	Inventories	0	60,617	0	0
113t	Other Assets (Explain)	0	41,870	0	0
Non-Current Assets					
116t	Capital Assets/Net of Accumulated Depreciation	0	4,247,103	0	0
117t	Other Capital Assets	0	0	0	0
120t	TOTAL ASSETS	0	4,570,754	0	0

Liabilities

Code	Enter all Amounts in Whole Numbers	Governmental Activity	Business-Like Activity	Fiduciary	Discretely Presented Component Units
Current Liabilities					
122t	All Payables	0	235,719	0	0
132t	Deferred Revenues	0	0	0	0
128t	Other Liabilities (Explain)	0	3,612	0	0
Non-Current/Long-Term Liabilities					
129t	Due Within One Year	0	327,484	0	0
130t	Due Beyond One Year	0	1,479,669	0	0
131t	Other Non-Current/Long Term Liabilities	0	0	0	0
135t	TOTAL LIABILITIES	0	2,046,484	0	0

Net Assets

Code	Enter all Amounts in Whole Numbers	Governmental Activity	Business-Like Activity	Fiduciary	Discretely Presented Component Units
143t	Investments in Capital Assets/Net of Related Debt	0	2,449,550	0	0
148t	Net Assets - Restricted	0	38,114	0	0
149t	Net Assets - Unrestricted	0	36,606	0	0
146t	TOTAL NET ASSETS	0	2,524,270	0	0
147t	TOTAL LIABILITIES & NET ASSETS	0	4,570,754	0	0

Revenues and Receipts

Code	Enter all Amount in Whole Numbers	General	Special Revenue	Capital Projects	Debt Service	Enterprise	Internal Service	Fiduciary	Discretely Presented Component Units
Local Taxes									
201t	Property Tax	0	0	0	0	0	0	0	0
203t	Utilities Tax	0	0	0	0	0	0	0	0
204t	Other Taxes (Explain)	0	0	0	0	0	0	0	0

Report in Whole Numbers

Intergovernmental Receipts & State or Federal Grants									
212t	State Sales Tax	0	0	0	0	0	0	0	0
213t	State Motor Fuel Tax	0	0	0	0	0	0	0	0
214t	State Replacement Tax	0	0	0	0	0	0	0	0
205t	State Gaming Taxes	0	0	0	0	0	0	0	0
215t	Other State Sources (Explain)	0	0	0	0	0	0	0	0
225t	Federal Sources	0	0	0	0	0	0	0	0
226t	Other Intergovernmental (Explain)	0	0	0	0	0	0	0	0

Other Local Sources

231t	Licenses and Permits	0	0	0	0	0	0	0	0
233t	Fines and Forfeitures	0	0	0	0	0	0	0	0
234t	Charges for Services	0	0	0	0	660,006	0	0	0
235t	Interest	0	0	0	0	12,416	0	0	0
236t	Miscellaneous (Explain)	0	0	0	0	0	0	0	0
240t	Total Receipts and Revenue	0	0	0	0	672,422	0	0	0

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Disbursements, Expenditures and Expenses

Code	Enter all Amounts in Whole Numbers	General	Special Revenue	Capital Projects	Debt Service	Report in Whole Numbers				
						Enterprise	Internal Service	Fiduciary	Discretely Presented Component Units	
251t	General Government	0	0	0	0	0	0	0	0	0
252t	Public Safety	0	0	0	0	0	0	0	0	0
254t	Judiciary and Legal	0	0	0	0	0	0	0	0	0
255t	Transportation and Public Works	0	0	0	0	0	0	0	0	0
256t	Social Services	0	0	0	0	0	0	0	0	0
257t	Culture and Recreation	0	0	0	0	0	0	0	0	0
258t	Housing	0	0	0	0	0	0	0	0	0
275t	Environment	0	0	0	0	0	0	0	0	0
259t	Debt	0	0	0	0	92,838	0	0	0	0
271t	Public Utility Company	0	0	0	0	437,589	0	0	0	0
272t	Depreciation	0	0	0	0	178,640	0	0	0	0
280t	Capital Outlay	0	0	0	0	0	0	0	0	0
260t	Other Expenditures (Explain)	0	0	0	0	0	0	0	0	0
270t	Total Expenditures/Expense	0	0	0	0	709,067	0	0	0	0

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Fund Balances and Other Financing Sources (Uses)

Code	Enter all Amounts in Whole Numbers	Report in Whole Numbers							
		General	Special Revenue	Capital Projects	Debt Service	Enterprise	Internal Service	Fiduciary	Discretely Presented Component Units
301t	Excess of receipts/revenues over (under) expenditures/expenses (240t-270t)	0	0	0	0	-3,645	0	0	0
302t	Operating transfers in	0	0	0	0	0	0	0	0
303t	Operating transfers out	0	0	0	0	0	0	0	0
304t	Bond proceeds	0	0	0	0	0	0	0	0
305t	Other (Explain)	0	0	0	0	139,360	0	0	0
306t	Net increase(decrease) in fund balance (301t + 302t - 303t + 304t + 305t)	0	0	0	0	102,715	0	0	0
307t	Previous year fund balance	0	0	0	0	2,421,555	0	0	0
308t	Other (Explain)	0	0	0	0	0	0	0	0
310t	Current Year Ending Fund Balance (306t + 307t + 308t)	0	0	0	0	2,524,270	0	0	0

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Statement of Indebtedness

Debt Instruments for All Funds	Code	Outstanding Beginning of Year	Code	Report in Whole Numbers Issued Current Fiscal Year	Code	Retired Current Fiscal Year	Code	Outstanding End of Year
General Obligation Bonds	400	0	406	0	412	0	418	0
Revenue Bonds	401	1,350,000	407	0	413	40,000	419	1,310,000
Alternate Revenue Bonds	402	0	408	0	414	0	420	0
Contractual Commitments	403	0	409	0	415	0	421	0
Other (Explain)	404	541,189	410	0	416	53,636	422	487,553
Total Debt	405	1,891,189	411	0	417	93,636	423	1,797,553

Explanation or Comments:

1121 Consists of Unamortized Bond Issue Costs

1281 Consists of Accrued Vacation (\$1,200) and Accrued Payroll Taxes (\$2,412)

3051 Consists of donated property and equipment.

4041 Various notes payable with a balance of \$195,153 and a line of credit of \$292,400.

GEN The Sangamon Valley Public Water District does not, and is not required to pass an appropriations ordinance. The appropriations amounts entered are the District's expenditures for the year.

Step 8 Other intergovernmental payments includes NPDES Permit (\$2,500), Lab Service Fee (\$6,091), and interest on notes payable to the IL EPA (\$6,065)

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* Sangamon Valley Public Water Service District Capital Outlay

Code	Function	These are not funds	
		Construction	Land, Structures, and Equipment
601t	General Government	0	0
602t	Law Enforcement	0	0
603t	Corrections	0	0
604t	Fire	0	0
605t	Sewerage	0	0
606t	Sanitation and Wastewater	0	0
607t	Parks and Recreation	0	0
608t	Housing and Community Development	0	0
609t	Highways, Roads and Bridges	0	0
610t	Parking Facilities	0	0
611t	Welfare	0	0
612t	Hospital	0	0
613t	Water	0	0
614t	Nursing Homes	0	0
615t	Conservation and Natural Resources	0	0
616t	Libraries	0	0
617t	Other	0	0

*This page should only be filled out if you have spent funds for capital projects or development.

*The Capital outlay page is requested by the U.S. Census Bureau and is considered optional by the State Comptroller.

*If you complete this page you WILL NOT have to complete the Survey of Government Finances from the U.S. Census Bureau.

*If you do NOT complete this page the U.S. Census Bureau will contact you for further information.

SANGAMON VALLEY PUBLIC WATER DISTRICT

Mahomet, Illinois

FILED
MAY 30 2006
M. J. H. H. H.
CHAMPAIGN COUNTY CLERK

**Financial Statements
and Supplementary Information**

For the Years Ended

December 31, 2005 and 2004

MARTIN, HOOD, FRIESE & ASSOCIATES, LLC

CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITORS' REPORT

Board of Trustees
Sangamon Valley Public Water District
Mahomet, Illinois

We have audited the accompanying financial statements of the Sangamon Valley Public Water District as of December 31, 2005 and 2004, which collectively comprise the District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the District's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Sangamon Valley Public Water District as of December 31, 2005 and 2004, and the changes in financial position and cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

As described in Note 3, the District has implemented a new financial reporting model, as required by the provisions of GASB Statement No. 34, Basic Financial Statements—and Management's Discussion and Analysis—for State and Local Governments, as of December 31, 2004.

The management's discussion and analysis on pages 3 through 8 is not a required part of the basic financial statements, but is supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of this supplementary information. However, we did not audit the information and express no opinion on it.



Our audits were made for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information contained in Schedules 1 and 2 is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has not been subjected to the auditing procedures applied in the audits of the basic financial statements and, accordingly, we express no opinion on it.

Marta, Hood, Frazier & Associates, LLC

January 19, 2006

MANAGEMENT'S DISCUSSION AND ANALYSIS

Management's Discussion and Analysis (MD&A) is an introduction to the basic financial statements and supplementary information of the District. MD&A should be read in conjunction with the basic financial statements, notes to financial statements, and supplementary information. MD&A provides management's perspective on the performance of the District in the current year and its financial condition at year-end.

Financial Highlights

Sangamon Valley Public Water District ended the year 2005 in reasonably sound financial condition. 2005 will end with a substantial improvement in income over original estimates, and expenses were reasonably kept within original estimates. Repairs and maintenance expense was able to be controlled as there were no major emergency repairs throughout the year. The following are key financial highlights for 2005:

- An increase in charges for natural gas and electric utilities, along with the construction of two additional lift systems led to an increase in utilities expense for 2005. Attempts are being made to reduce dependence on natural gas by converting new and existing lift station generator sets to utilize propane instead of natural gas in order to more easily control fuel costs.
- The project to provide water and sewer service to Camp Kiwanis was completed in 2005. This project was made possible because of completion of the South Lake of the Woods Road water and sewer project in 2004.
- The Wastewater Treatment Plant Upgrade Project began in August 2005 and was completed in November of 2005. The project will be funded by a long-term loan from USDA Rural Development, but is currently financed by a short-term bank loan, and will be of considerable value to the operation of sewerage collection and treatment systems within the District.
- Additional accounting expenses were incurred due to increased accounting and reporting requirements.
- The District continued in compliance with water production and distribution system requirements in 2005. There were no violations of state or federal regulations noted during the year. Unfortunately, the district was issued a violation letter for the discharge of treated wastewater from a non-permitted outfall at the Wastewater Treatment Plant. The incident occurred during the construction of the new lift station and other improvements at the site. Except for the notice of violation, to date, no additional action has been taken against the District.

Using This Annual Report

The basic financial statements are the balance sheet, statement of revenues, expenses, and changes in net assets, and the statement of cash flows. These financial statements were prepared using the full accrual accounting method used by businesses in the private sector.

The balance sheet presents the financial position of the District on a full accrual historical cost basis.

The balance sheet provides information on all the assets and liabilities of the District, with the difference between the two being the District's net assets. Increases or decreases in net assets are one indicator of whether the District's financial position is improving or deteriorating.

The statement of revenues, expenses, and changes in net assets provides the performance of the District over its fiscal year, which is the twelve-month period ended December 31. This statement presents the detail of how the net assets presented on the balance sheet changed over the fiscal year. All activities that increase or decrease net assets are reflected on this statement when they occur rather than when the related cash flow occurs.

The cash flow statement presents the increase or decrease in cash and cash equivalents during the fiscal year resulting from the operating, financing, and investing activities of the District. This statement simply presents the increases and decreases in cash and cash equivalents without regard to related revenues/receivables and expenses/liabilities.

The notes to financial statements provide further information on the items reported in the basic financial statements. This information is essential for the reader of this report to acquire a full understanding of the amounts in the financial statements and other commitments and events not reflected in the financial statements. The supplementary information also provides further detail on the District's insurance coverage and operating statistics.

The District as a Whole

The District's net assets increased from \$2,421,555 to \$2,524,270. This is up from the prior year, when the District had an increase in net assets of \$70,368. Our analysis below focuses on the net assets (Table 1) and changes in net assets (Table 2) of the District.

Table 1
Net Assets

	<u>2005</u>	<u>2004</u>
Current and Other Assets	\$ 323,651	\$ 460,450
Capital Assets	4,247,103	3,901,505
Total Assets	<u>4,570,754</u>	<u>4,361,955</u>
Current Liabilities	566,815	385,358
Long-Term Liabilities	1,479,669	1,555,042
Total Liabilities	<u>2,046,484</u>	<u>1,940,400</u>
Total Net Assets	<u>\$ 2,524,270</u>	<u>\$ 2,421,555</u>
Net Assets:		
Invested in Capital Assets, Net of Related Debt	\$ 2,449,550	\$ 2,010,316
Restricted	38,114	140,211
Unrestricted	36,606	271,028
Total Net Assets	<u>\$ 2,524,270</u>	<u>\$ 2,421,555</u>

Total net assets of the District increased by 4 percent during 2005. Unrestricted net assets – the part of net assets that can be used to finance day-to-day operations without constraints established by enabling legislation or other legal requirements – decreased by \$234,422 (\$271,028 compared to \$36,606).

Table 2
Changes in Net Assets

	<u>2005</u>	<u>2004</u>
Operating Revenues:		
Service Fees - Securing Revenue Bonds	\$ 589,117	\$ 542,187
Other Operating Revenues	57,862	62,455
Total Operating Revenues	<u>646,979</u>	<u>604,642</u>
Operating Expenses:		
Depreciation and Amortization	178,640	171,612
Salaries	162,061	176,624
Other Operating Expenses	275,528	314,976
Total Operating Expenses	<u>616,229</u>	<u>663,212</u>
Operating Income (Loss)	<u>30,750</u>	<u>(58,570)</u>
Non-Operating Revenues:		
Hook-On Fees	13,027	207,310
Interest Income	12,416	11,182
Interest Expense	(92,838)	(89,554)
Total Non-Operating Revenues	<u>(67,395)</u>	<u>128,938</u>
Increase (Decrease) in Net Assets before Contributions	(36,645)	70,368
Capital Contributions:		
Donated Property and Equipment	139,360	-
Increase in Net Assets	<u>\$ 102,715</u>	<u>\$ 70,368</u>

The District's operating revenues increased by 7 percent (\$42,337). This rise was a result of the same factors that contributed to the increase in the unrestricted net asset increase mentioned previously. This was supplemented by a decrease of 7.1 percent (\$46,983) in operating expenses. One factor that led to the decrease in these expenses was that, unlike last year, there were almost no unexpected repair and maintenance costs. Another reason was the loss of one full-time position that was filled in the current year by a part-time employee. The main reasons for the decrease in hook-on fees is that, in the previous year, there were several new collection sewers in existing subdivisions (Trailside, Charter Oaks, South Lake of the Woods/Uncle Buck's) that required customers to pay initial hook-on fees. In addition, there were two large hook-on payments of \$37,810 and \$34,000 for subdivisions that connected to the District's Northeast Trunkline sewer. The donated property and equipment equals the fair value of water and sewer lines to Camp Kiwanis. These lines were paid for by the operator of Camp Kiwanis, but the lines were turned over to the District in 2005, and the District now has responsibility for maintenance and repair of these lines.

Budgetary Highlights

The District is not legally required to adopt a budget; however, one is prepared each year. Overall, expenses performed very well during the past year, and the District remained substantially within original budget expectations. The budget included \$468,300 for operating expenses (excluding depreciation and amortization) for 2005.

- Operating revenue of \$646,979 exceeded the budgeted amount of \$541,000 by \$105,979. Operating revenue increased by \$42,337 over the previous year.
- Operating expenses less depreciation and amortization totaled \$437,888; this was \$30,412 under budget. Operating expenses excluding depreciation and amortization decreased by \$46,983.

Only the utilities and telephone and the materials and supplies expense categories were significantly above the respective budgeted amounts. The utilities and telephone expense is reported separately on Exhibit B, but the material and supplies account is netted with the sales revenue. The percentages exceeding budget for these two expenses are 19.7 percent (\$9,040) and 56.8 percent (\$13,068), respectively.

Capital Asset Administration

At the end of 2005, the District had \$4,247,103 invested in a broad range of capital assets (see Table 3 below).

Table 3
Capital Assets at Year-End

	2005	2004
Land and Land Improvements	\$ 318,805	\$ 318,805
Water Supply System	410,190	410,190
Water Distribution System	702,104	562,744
Sewer Treatment System	3,836,650	3,445,020
Sewer Collection System	2,312,079	2,059,820
Other Equipment	75,894	75,894
Other Capitalized Project Costs	17,942	17,942
Work-in-Process	-	261,198
Less: Accumulated Depreciation	(3,426,561)	(3,250,108)
Totals	\$ 4,247,103	\$ 3,901,505

This year's major additions included:

Work performed on the Sewer Treatment Plant	\$ 375,993
Construction completed on the Trailside Sewer Project	248,278
Construction completed on the Girls Scouts' Camp Kiwanis	139,360
	\$ 763,631

More detailed information about the District's capital assets is presented in Notes 2 and 7 to the financial statements.

Debt Administration

**Table 4
Outstanding Debt**

	<u>2005</u>	<u>2004</u>
Revenue Bond	\$ 1,310,000	\$ 1,350,000
Notes Payable	487,553	541,189
Deferred Retirement	9,600	14,400
Totals	<u>\$ 1,807,153</u>	<u>\$ 1,905,589</u>

During the year, \$40,000 of bonds payable was retired, \$53,636 of notes payable was retired, and \$4,800 was paid related to the deferred retirement obligation.

Economic Factors and Next Year's Budget

The District's budget for 2006 includes the following items of note:

- The District will assess a new construction fee and a facilities charge on metered water service similar to what was done in 2000 for improvements and upgrades to the sewer collection system. This new revenue will allow for the study of the water production, treatment, distribution, and storage systems of the District for the purpose of improvement and future planning. These funds will also be used to pay the cost of converting all the meters in the District to a new radio-read system. The District budgeted for \$25,000 in income for these fees and charges during 2006.
- The District staffing level will remain unchanged for 2006. The use of part time people to perform repair and maintenance work will continue in 2006. The amount budgeted for salaries in 2006 of \$158,000 is consistent with 2005 actual and budgeted amounts.
- Because of the continued rise in the cost of health insurance, it has been decided to "cap" the amount paid by the District to each of the employees who are currently receiving medical care insurance coverage. The District is currently exploring the possibility of other options such as Medical Savings Accounts as a way to continue to provide quality medical options for employees and reduce the cost of this benefit to the District.

Overall, the District has a 2006 budget expectation for net income to be about \$110,500. This amount does not take into account depreciation and amortization expense since these amounts are not budgeted for by the District.

SANGAMON VALLEY PUBLIC WATER DISTRICT

Balance Sheets

December 31, 2005 and 2004

ASSETS		
	2005	2004
Current Assets		
Cash and Cash Equivalents	\$ 2,203	\$ 2,210
User Accounts Receivable	42,134	31,565
Inventory	60,617	56,217
Notes Receivable - Current Portion	9,800	6,000
Total Current Assets	114,754	95,992
Property and Equipment, Net		
Land and Work-in-Process, Not Being Depreciated	303,839	565,037
Other Property and Equipment, Net of Accumulated Depreciation	3,943,264	3,336,468
Property and Equipment, Net	4,247,103	3,901,505
Other Assets		
Cash and Cash Equivalents Set Aside for:		
Bond Reserve Requirements	38,114	140,211
Meadow Lake Sewer Projects	1,013	1,003
Sewer Facility Charge and Population Equivalent Fee Revenue for Future Capital Projects	14,485	42,819
Notes Receivable - Net of Current Portion	113,415	136,365
Unamortized Bond Issuance Costs	41,870	44,060
Total Other Assets	208,897	364,458
Total Assets	\$ 4,570,754	\$ 4,361,955
LIABILITIES AND NET ASSETS		
Current Liabilities		
Accounts Payable	\$ 235,719	\$ 32,207
Accrued Payroll Taxes	2,412	1,404
Accrued Vacation	1,200	1,200
Deferred Retirement - Current Portion	4,800	4,800
Notes Payable - Current Portion	322,684	345,747
Total Current Liabilities	566,815	385,358
Long-Term Liabilities		
Deferred Retirement - Net of Current Portion	4,800	9,600
Notes Payable - Net of Current Portion	164,869	195,442
Revenue Bonds Payable	1,310,000	1,350,000
Total Long-Term Liabilities	1,479,669	1,555,042
Total Liabilities	2,046,484	1,940,400
Net Assets		
Invested in Capital Assets, Net of Related Debt	2,449,550	2,010,316
Restricted	38,114	140,211
Unrestricted	36,606	271,028
Total Net Assets	2,524,270	2,421,555
Total Liabilities and Net Assets	\$ 4,570,754	\$ 4,361,955

The notes following Exhibit C are an integral part of these financial statements.

SANGAMON VALLEY PUBLIC WATER DISTRICT

Statements of Revenues, Expenses, and Changes in Net Assets

For the Years Ended December 31, 2005 and 2004

	2005	2004
Operating Revenues		
Service Fees - Securing Revenue Bonds	\$ 589,117	\$ 542,187
Sewer Facility Charge	20,876	19,261
Management Fees	15,295	14,970
Population Equivalent Fee	13,644	21,376
Miscellaneous Sales, Net of Costs	8,047	6,848
Total Operating Revenues	<u>646,979</u>	<u>604,642</u>
Operating Expenses		
Depreciation and Amortization	178,640	171,612
Salaries	162,061	176,624
Repairs and Maintenance	72,957	99,921
Utilities and Telephone	55,040	46,927
Insurance	47,454	45,730
Chemicals and Salt	23,401	23,084
Deferred Compensation	16,967	24,042
Payroll Taxes	13,385	14,475
Professional Fees	8,855	11,275
Vehicle	7,917	3,563
Office	7,896	8,941
Lab Service Fees	6,091	6,072
Engineering	4,224	2,233
NPDES Permit	2,500	3,000
Bad Debt	2,187	4,347
Retirement Expense	-	16,000
Other	6,654	5,366
Total Operating Expenses	<u>616,229</u>	<u>663,212</u>
Operating Income (Loss)	<u>30,750</u>	<u>(58,570)</u>
Non-Operating Revenues (Expenses)		
Hook-On Fees	13,027	207,310
Interest Income	12,416	11,182
Interest Expense	(92,838)	(89,554)
Net Non-Operating Revenues (Expenses)	<u>(67,395)</u>	<u>128,938</u>
Increase (Decrease) in Net Assets before Contributions	(36,645)	70,368
Capital Contributions		
Donated Property and Equipment	<u>139,360</u>	<u>-</u>
Increase in Net Assets	102,715	70,368
Net Assets, Beginning of Year	<u>2,421,555</u>	<u>2,351,187</u>
Net Assets, End of Year	<u>\$ 2,524,270</u>	<u>\$ 2,421,555</u>

The notes following Exhibit C are an integral part of these financial statements.

SANGAMON VALLEY PUBLIC WATER DISTRICT

Statements of Cash Flows

For the Years Ended December 31, 2005 and 2004

	2005	2004
Cash Flows from Operating Activities		
Receipts from Customers	\$ 650,319	\$ 626,275
Payments to Vendors	(277,536)	(384,538)
Payments to Employees	(179,028)	(200,666)
Net Cash Provided by Operating Activities	<u>193,755</u>	<u>41,071</u>
Cash Flows from Capital and Related Financing Activities		
Payments Received on Notes Receivable	19,150	14,173
Interest Received on Notes Receivable	9,174	8,962
Purchases of Property and Equipment	(182,302)	(169,322)
Principal Advanced on Note Payable	-	100,000
Principal Payments on Notes Payable	(53,636)	(74,699)
Interest Payments on Notes Payable	(22,620)	(18,037)
Principal Payments on Bonds Payable	(40,000)	(40,000)
Interest Payments on Bonds Payable	(70,218)	(71,517)
Payments Received for Hook-On Fees	13,027	134,810
Net Cash Used in Capital and Related Financing Activities	<u>(327,425)</u>	<u>(115,630)</u>
Cash Flows from Investing Activities		
Interest Received	<u>3,242</u>	<u>2,220</u>
Net Decrease in Cash and Cash Equivalents	(130,428)	(72,339)
Cash and Cash Equivalents, January 1	<u>186,243</u>	<u>258,582</u>
Cash and Cash Equivalents, December 31	<u>\$ 55,815</u>	<u>\$ 186,243</u>
Included in the Balance Sheet Under the Following Captions		
Current Assets	2,203	2,210
Other Assets	53,612	184,033
Total Cash and Cash Equivalents	<u>\$ 55,815</u>	<u>\$ 186,243</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided by Operating Activities		
Operating Income (Loss)	\$ 30,750	\$ (58,570)
Adjustment to Reconcile Operating Income (Loss) to Net Cash Provided by Operating Activities:		
Depreciation and Amortization	178,640	171,612
(Increase) Decrease in Current Assets:		
Receivables	(10,569)	12,082
Inventory	(4,400)	(7,175)
Increase (Decrease) in Current Liabilities:		
Accounts Payable	3,126	(84,432)
Other Accrued Expenses	1,008	(3,646)
Deferred Retirement	(4,800)	11,200
Total Adjustments	<u>163,005</u>	<u>99,641</u>
Net Cash Provided by Operating Activities	<u>\$ 193,755</u>	<u>\$ 41,071</u>
Supplemental Disclosure of Non-Cash Capital and Related Financing Activity		
Hook-On Fees Received through the Issuance of Notes Receivable	<u>\$ -</u>	<u>\$ 72,500</u>
Donated Property and Equipment	<u>\$ 139,360</u>	<u>\$ -</u>

The notes following this Exhibit are an integral part of these financial statements.

SANGAMON VALLEY PUBLIC WATER DISTRICT

Notes to Financial Statements

December 31, 2005 and 2004

1. Nature of Operations

The Sangamon Valley Public Water District (the District) is a governmental unit serving as a public utility that provides water and sewer services to a residential area northeast of Mahomet, Illinois. The District operates as an enterprise fund, which accounts for operations in a manner similar to private business enterprises - where the intent of the governing body (the Board of Trustees) is that the costs (expenses, including depreciation) of providing services to the general public on a continuing basis be financed or recovered primarily through user charges. The District also provides management support services for the Village of Seymour's water operations.

2. Significant Accounting Policies

- a. For financial purposes, the District includes the operations of the primary government, Sangamon Valley Public Water District.
- b. In accordance with Statement No. 20 of the Government Accounting Standards Board (GASB), *Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities That Use Proprietary Fund Accounting*, the District has elected to apply all applicable GASB pronouncements. In addition, the District follows all Financial Accounting Standards Board pronouncements as well as Accounting Principles Board opinions and accounting research bulletins of the Committee on Accounting Procedure issued on or before November 30, 1989, unless those pronouncements conflict with or contradict GASB pronouncements.
- c. For purposes of the statement of cash flows, cash and cash equivalents refers to cash on hand, cash in demand deposit accounts, and all highly liquid investments and certificates of deposit with an initial maturity of three months or less.
- d. Inventory is stated at the lower of cost or market with cost determined using the first-in, first-out method.
- e. Property and equipment are stated at cost. The District's capitalization threshold is \$1,000 per unit. Depreciation of property and equipment is computed using the straight-line method over the estimated useful lives of the assets, ranging from five to fifty years for the water and sewer system and three to twenty years for other property and equipment.
- f. Bond issuance costs are being amortized over the term of the related bonds using the straight-line method.

- g. Full-time, permanent employees are granted vacation benefits in varying amounts to specified maximums depending on tenure with the District. Employees are eligible to be paid for all unused vacation at separation. The accrued vacation liability is calculated based on the employee's unused vacation balance and straight-time hourly rate.
- h. The District's operating revenues include revenue from the provision of water and sewerage services, which are billed monthly, and its retail sales of repair and maintenance parts to District customers.
- i. It is the District's policy to recognize all hook-on fees charged to new users of the District as non-operating revenues.
- j. The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

3. Cash and Cash Equivalents

The District is authorized to invest excess funds in instruments outlined under Chapter 50, Section 340, of the Illinois Compiled Statutes. Such instruments include obligations of the U.S. Treasury, savings accounts, certificates of deposit, and money market mutual funds.

Custodial Credit Risk – Bank Deposits

Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. At December 31, 2005, none of the District's bank balance of \$63,555 was exposed to custodial credit risk. At December 31, 2004, \$23,669 of the District's bank balance of \$197,592 was exposed to custodial credit risk.

	2005	2004
Uninsured and Collateral Held by the Pledging Bank's Trust Department Not in the District's Name	\$ -	\$ 23,669

4. User Accounts Receivable

User accounts receivable is reported at the amount management expects to collect on balances outstanding at year-end. Management closely monitors outstanding balances and writes off, as of year-end, balances that it believes will not be collected.

Due to the timing of the District's billing cycle, user accounts receivable included \$14,675 and \$13,960 of unbilled receivables at December 31, 2005 and 2004, respectively, all of which are billed in January of the following year.

5. Notes Receivable

Notes receivable as of December 31, 2005 and 2004 represent amounts due from property owners for certain costs incurred in connection with the installation of water and sewer services at several subdivisions. The original maturities on these installment notes range from ten to forty years with annual interest ranging from 3.6 to 8.0 percent. The District has filed liens on all of the related properties as collateral for the notes.

6. Reimbursement Agreements

The District has reimbursement agreements with various commercial and residential customers who partially financed the construction of trunk lines for water and sewer services to their premises. The agreements provide that in the event that new District customers benefited from these trunk lines, the customers that partially financed the initial construction would be reimbursed for a portion of their costs. Any reimbursement would be paid from the hook-on fees received by the District from the new customers. These agreements vary in the calculation of the reimbursement amount and the term of existence. During 2005 and 2004, there were no new hook-ons under the terms of these agreements.

7. Property and Equipment, Net

The following table provides a summary of changes in capital assets:

	December 31, 2004	Additions	Disposals	December 31, 2005
Depreciable Property and Equipment:				
Land Improvements	\$ 14,966	\$ -	\$ -	\$ 14,966
Water Supply System	410,190	-	-	410,190
Water Distribution System	562,744	139,360	-	702,104
Sewer Treatment System	3,445,020	391,630	-	3,836,650
Sewer Collection System	2,059,820	252,259	-	2,312,079
Other Equipment	75,894	-	-	75,894
Other Capitalized Project Costs	17,942	-	-	17,942
Total Depreciable Property and Equipment	6,586,576	783,249	-	7,369,825
Less: Accumulated Depreciation	(3,250,108)	(176,453)	-	(3,426,561)
Depreciable Property and Equipment, Net	3,336,468	606,796	-	3,943,264
Non-Depreciable Property and Equipment:				
Land	303,839	-	-	303,839
Work-in-Process	261,198	182,303	443,501	-
Property and Equipment, Net	<u>\$ 3,901,505</u>	<u>\$ 789,099</u>	<u>\$ 443,501</u>	<u>\$ 4,247,103</u>

Certain reclassifications have been made to the capital asset totals for the year ended December 31, 2004 in order to accurately present work-in-process of \$245,561 and \$15,637 in Sewer Collection System and Sewer Treatment System, respectively, as of December 31, 2004. This work-in-process went into service during the year ended December 31, 2005.

8. Debt Service

On February 7, 2002, the District issued revenue bonds totaling \$1,470,000 to refund the Waterworks and Sewerage Refunding Revenue Bonds, Series 1993. Farmer City State Bank, Farmer City, Illinois, is the paying agent and bond registrar for the issue known as the Waterworks and Sewerage Refunding Revenue Bonds, Series 2002. These bonds mature serially on January 1 of each of the years 2004-2025 in amounts ranging from \$40,000 to \$105,000 and bear interest from 3.00 percent to 5.65 percent, payable January 1 and July 1 annually. Bonds that mature on or after January 1, 2012 are subject to redemption prior to maturity at the option of the District beginning January 1, 2011 and on any interest date thereafter. The bonds can be redeemed at the redemption price, plus accrued interest to such redemption date. Bonds maturing on January 1, 2013, 2015, 2017, 2019, 2021, 2023, and 2025 are subject to mandatory sinking fund redemption on the January 1 preceding these dates at the price of par plus accrued interest. The bonds are secured and payable solely from net revenue derived by the District from the operation of the waterworks and sewerage systems.

Aggregate principal maturities required on the Series 2002 bonds are as follows:

Year	Principal	Interest	Total
2006	\$ -	\$ 34,359	\$ 34,359
2007	45,000	67,761	112,761
2008	45,000	65,793	110,793
2009	45,000	63,711	108,711
2010	50,000	61,455	111,455
2011-2015	285,000	267,841	552,841
2016-2020	365,000	183,326	548,326
2021-2025	475,000	69,461	544,461
Total	<u>\$ 1,310,000</u>	<u>\$ 813,707</u>	<u>\$ 2,123,707</u>

The bond ordinance requires the following funded reserves:

Operation and Maintenance Account - The District is required to maintain a balance that exceeds the amount necessary to pay for one month's operation and maintenance costs of the District, which is \$35,200.

Bond and Interest Account - Each month, one-sixth of the next interest payment plus one-twelfth of the next principal payment due must be deposited into the account. The money in the account is to be used only for the annual principal and semi-annual interest payments. At December 31, 2005 and 2004, there was no balance in this reserve because the District paid the January 1, 2006 and 2005 principal and interest payment to the paying agent in December 2005 and 2004, respectively.

Bond Reserve Account - The District is required to maintain a balance equal to or greater than the maximum annual debt service, which is \$114,300. The money in the account is to be used only to pay principal of or interest on the outstanding bonds at any time when there are insufficient funds available in the bond and interest account to pay the same.

Depreciation, Improvement, and Extension Account - The District is required to maintain a balance equal to or greater than \$75,000. The money in this account is to be used for the payment of repairs, replacements, renewals, improvements, and extensions to the system or to pay principal if no other funds are available. If funds from this account are used, the District is required to deposit into this account, on a monthly basis, one-twelfth of the amount used to return the balance to \$75,000.

The balance in the various funded reserves at December 31 was as follows:

	2005	2004
Operation and Maintenance Account	\$ -	\$ 25,911
Bond and Interest Account	-	-
Bond Reserve Account	38,114	114,300
Depreciation Account	-	-
Total	<u>\$ 38,114</u>	<u>\$ 140,211</u>

Restricted net assets at December 31, 2005 equal the total of the funded reserves. The District's policy is to use unrestricted net assets before restricted net assets for purposes for which both may be used.

At December 31, 2005, the District was not in compliance with the provisions of the Waterworks and Sewerage Refunding Revenue Bonds, Series 2002 bond ordinance that requires assets to be accumulated in restricted accounts for the payment of one month's operation and maintenance, for future debt service, and for system depreciation. As noted above, the ordinance requires the District to maintain a total balance of \$224,500 in these reserve accounts. At December 31, 2005, the District held \$38,114 in these reserve accounts.

9. Notes Payable

Illinois Environmental Protection Agency

The District has three notes payable to the Illinois Environmental Protection Agency (IEPA). The first note bears interest at the rate of 3.58 percent, matures December 15, 2011, and requires semiannual interest and principal payments. The outstanding principal balance of the note is \$28,624 at December 31, 2005. The District's second note from the IEPA totals \$70,142 at December 31, 2005 and matures June 18, 2017. This note has an interest rate of 2.865 percent and requires semiannual interest and principal payments. These first two notes are collateralized by the District's pledge of revenue to be received from participants of the projects (see Note 5). The District's third loan had a balance of \$84,387 at December 31, 2005. This unsecured note has an interest rate of 3.015 percent, and requires semiannual interest and principal payments. This note matures August 15, 2014.

Busey Bank

The District has an unsecured note payable to Busey Bank. The note bears interest at the rate of 4.7 percent, matures December 31, 2006, and requires semiannual interest and annual principal payments. The outstanding principal balance of the note is \$12,000 at December 31, 2005.

Main Street Bank and Trust

The District has an unsecured note payable to Main Street Bank and Trust. The note bears interest at the rate of 7 percent payable monthly, matures June 21, 2006, with all principal and remaining unpaid accrued interest due on that date. The outstanding principal balance of the note is \$292,400 at December 31, 2005. The District may borrow a maximum of \$500,000 on this note.

The principal payments due on the notes payable described above are as follows at December 31:

<u>Year</u>	<u>Principal</u>
2006	\$ 322,684
2007	18,859
2008	19,452
2009	20,064
2010	20,695
2011-2015	74,733
2016-2017	11,066
Total	<u>\$ 487,553</u>

The District expects funding in the form of a long-term note payable from the U.S. Department of Agriculture's (USDA) Rural Development Program to finance the completed Wastewater Treatment Plant Project. Management plans to use the funds from the long-term note payable to retire current debt due to Main Street Bank and Trust and to refund required bond reserve accounts in 2006. As of December 31, 2005 and through the date of the auditors' report, there was no formal agreement from the USDA so no estimate can be made as to the date or amount, if any, of receipt.

10. Deferred Retirement

The District had an employment contract with its former General Manager, which provided for his retirement compensation. The employment period of the contract was from January 1, 1982 through December 31, 1987. The agreement provides \$400 per month for the balance of the former General Manager's or his wife's life, whichever is longer. The District increased the estimated liability during 2004 in order to reflect continued payments for at least a few more years. The deferred retirement liability at December 31, 2005 and 2004 was estimated at \$9,600 and \$14,400, respectively.

11. Changes in Long-Term Debt

The following is a summary of changes in long-term debt for the year ended December 31, 2005:

	December 31, 2004	Issued	Retired	December 31, 2005	Due Within One Year
Revenue Bond	\$ 1,350,000	\$ -	\$ 40,000	\$ 1,310,000	\$ -
Notes Payable	541,189	-	53,636	487,553	322,684
Deferred Retirement	14,400	-	4,800	9,600	4,800
Total Long-Term Debt	<u>\$ 1,905,589</u>	<u>\$ -</u>	<u>\$ 98,436</u>	<u>\$ 1,807,153</u>	<u>\$ 327,484</u>

12. Government Deferred Compensation Plan

The District carries a government deferred compensation plan authorized by the District's Board of Trustees that covers all employees and trustees that wish to participate. For full-time employees, the District contributes a percentage of their salary equal to the number of years employed times two, with a ceiling of 20 percent up to a maximum of \$10,000. If the percentage does not result in an annual contribution of \$600 by the District, the employee is required to contribute the remainder. District Trustees have the option of contributing up to 25 percent of their salary. All plan assets are held in trust by a third party administrator, only for the purpose of paying plan benefits.

13. Unrestricted Net Assets

Unrestricted net assets consist of the following:

	2005	2004
Board Designated:		
Meadow Lake Sewer Projects	\$ 1,013	\$ 1,003
Sewer Facility Charge and Population Equivalent Fee Revenue for Future Capital Projects	14,485	42,819
Total Board Designated	<u>15,498</u>	<u>43,822</u>
Undesignated	21,108	227,206
Total Unrestricted Net Assets	<u>\$ 36,606</u>	<u>\$ 271,028</u>

14. Risk of Loss

Significant losses are covered by commercial insurance for property, liability, and worker's compensation. During the year ended December 31, 2005, there were no significant reductions in coverage. Also, there have been no settlement amounts that have exceeded insurance coverage in the past three years.

15. Environmental Remediation Loss Contingency

During 2005, the District was notified by the Illinois Environmental Protection Agency that the District was in violation of the Illinois Environmental Protection Act. A loss resulting from this violation is possible; however, management is not able to estimate the amount, if any, at December 31, 2005.

SANGAMON VALLEY PUBLIC WATER DISTRICT

Unaudited Schedule of Insurance Coverage

December 31, 2005

<u>Type of Coverage</u>	<u>Name of Insurer</u>	<u>Amount of Coverage</u>	<u>Policy Expiration Date</u>
Property, General Liability, Inland Marine and Electronic Data Processing	Cincinnati Insurance	\$ 2,000,000	11/01/06
Workers' Compensation	Cincinnati Casualty	\$ 500,000	11/01/06
Commercial Umbrella	Cincinnati Insurance	\$ 3,000,000	11/01/06
Auto/Truck	Cincinnati Insurance	\$ 1,000,000	11/01/06
Boiler and Machinery	Cincinnati Insurance	\$ 1,000,000	11/01/06
Public Official Liability	Cincinnati Insurance	\$ 1,000,000	11/01/06
Public Official Bonds (6)	Old Republic	Various	Various

The above summary of insurance protection is presented on the basis of unaudited information obtained from policies on file in the District's office. The amount and adequacy of the coverage were not investigated by the auditors.

SANGAMON VALLEY PUBLIC WATER DISTRICT

Unaudited Schedules of Operating Statistics

For the Years Ended December 31, 2005 and 2004

	<u>2005</u>	<u>2004</u>
Number of Sewer Customers at December 31	1,246	1,184
Gallons of Sewage Treated (Influent) During the Year	* 163,775,000	149,239,000
Number of Metered Water Customers at December 31	1,348	1,285
Number of Unmetered Water Customers at December 31	-	-
Gallons of Water Pumped During the Year	116,109,000	105,803,000
Gallons of Water Billed During the Year	94,852,670	85,438,140

Rates in Effect During 2005 and 2004

Regular Rate:

2005 and 2004

\$3.15 per 1,000 Gallons for Both Water and Sewer (Minimum Bill 2,000 Gallons)

Multi-Dwelling Rate:

2005 and 2004

\$2.37 per 1,000 Gallons for Water and \$3.15 per 1,000 Gallons for Sewer

Sewer Facility Charge:

2005 and 2004

\$.25 per 1,000 Gallons (Minimum Bill 2,000 Gallons)

- * The District is unable to provide accurate data due to a construction project rendering the measuring equipment inoperative for part of the year. The amount reported is an estimate based on the increase in water pumped (water measuring equipment was in operation for the whole year) from the prior year since there is a correlation between the two amounts as water is pumped as part of the sewage treatment process.