

Appendix D
Island/Mainland Systems - Results of Operations

	Company End of Year	Commission Adjustments	Restating Adjustments	Pro Forma Adjustments	Pro Forma Results	Revised Revenue	Results
Revenues	1,035,375				1,035,375	552,790	1,588,165
Salary and Wages - Employees	221,643	(14,445)		90,938	298,135		298,135
Salary and Wages - Officers	-				-		-
Employee Pensions and Benefits	25,338				25,338		25,338
Purchased Power/Water	58,023				58,023		58,023
Chemicals & Testing	27,418				27,418		27,418
Material & Supplies	3,596				3,596		3,596
Contractual Engineer	1,281				1,281		1,281
Contractual Accounting	7,938				7,938		7,938
Contractual Legal	-				-		-
Contractual Operations	-				-		-
Jobbing	-				-		-
Rental of Building, Property, and Equipment	4,019				4,019		4,019
Transportation	14,157				14,157		14,157
Insurance - Vehicle, General Liability	22,137				22,137		22,137
Regulatory Commission Expenses - Fees	820	(126)		3,447	4,142	2,211	6,353
Regulatory Commission Expenses - Amort. Rate Case	33,644				33,644		33,644
Travel, Education, CCR, and Public Relations	8,851	(32)			8,819		8,819
Office, Postage, Phone, and Bank Charges	32,491				32,491		32,491
Bad Debt	7,310		(2,133)		5,177	2,764	7,941
Repairs	144,995				144,995		144,995
Net Depreciation/Amortization	237,347			57,557	294,904		294,904
Utility Excise Tax	-		52,069		52,069	27,800	79,869
Property Tax	5,350				5,350		5,350
Payroll Tax (ESD, L&I, Workman's Comp)	23,486			6,775	30,261		30,261
Other Licenses (DOH, DOE, County or City)	24	(302)			(277)		(277)
Miscellaneous (Shared Services, Lab, and Tech)	177,448				177,448		177,448
OPERATING EXPENSES	1,057,316	(14,904)	49,936	158,717	1,251,065	32,775	1,283,840
Operating Income Before Interest & Taxes	(21,941)				(215,690)		304,324
Interest Expense	128,046			58,638	186,683		186,683
Fed Income Tax - 21%			(31,497)	(53,001)	(84,498)	109,203	24,705
TOTAL OPERATING EXPENSE	1,185,362				1,353,250		1,495,228
NET INCOME (LOSS)	(149,987)				(317,875)		92,936
NET OPERATING INCOME	(21,941)				(131,192)		279,620
Utility Plant in Service (UPIS)	7,235,669			1,976,152	9,211,822		9,211,822
Accumulated Depreciation	(2,796,402)			(28,779)	(2,825,181)		(2,825,181)
Deferred Taxes	(5,731)				(5,731)		(5,731)
Contributions In Aid of Construction (CIAC) Plant in Service	(347,535)				(347,535)		(347,535)
Accumulated Amortization	148,195				148,195		148,195
NET RATE BASE	4,234,196				6,181,569		6,181,569
Rate of return	-0.52%				-2.12%		4.52%
Net Plant	4,439,267				6,386,641		6,386,641
Net CIAC	(199,340)				(199,340)		(199,340)
Net Rate Base (min. Def. Tax.)	4,239,927				6,187,301		6,187,301