

Exhibit No. ___ (DPK-12)
Docket No. UW-060343
Witness: Danny P. Kermode

**BEFORE THE WASHINGTON UTILITIES AND TRANSPORTATION
COMMISSION**

**WASHINGTON UTILITIES AND
TRANSPORTATION COMMISSION,**

Complainant,

v.

ILIAD WATER SERVICE, INC.,

Respondent.

DOCKET NO. UW-060343

EXHIBIT TO RESPONSE TESTIMONY OF

DANNY P. KERMODE

**ON BEHALF OF STAFF OF
WASHINGTON UTILITIES AND
TRANSPORTATION COMMISSION**

Staff Recommended Project Costs

October 4, 2006

Line No.

Iliad Water Service, Inc.
Staff Recommended Project Costs

1				
2				
3				
4				
5				
6	Iliad, Inc., bid	\$	108,163	
7				
8	Less: Financing costs		<u>(3,868)</u> ⁽¹⁾	
9			104,295	
10	Add:			
11	Engineering costs	\$	7,384	Exhibit No. ___ (DD-14)
12	Legal costs		2,600	Exhibit No. ___ (DD-14)
13	Underwriting costs		3,502	(\$7,370-line 8)
14	Financing Cost		<u>3,533</u> ⁽²⁾	
15	Total	\$	17,020	
16				
17	Total Cost	\$	<u>125,183</u>	Line 9 + Line 15

⁽¹⁾ \$132,795 * (0.03/1.03)

⁽²⁾ Computation of Financing Cost

22	Cost without financing points		104,295
23	Engineering costs		7,384
24	Legal costs		2,600
25	Underwriting costs		<u>3,502</u>
26	Adjusted Cost without Financing Point		117,781
27	Financing percent		<u>3%</u>
28	Financing Cost		<u><u>3,533</u></u>

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