

**Exhibit No. \_\_\_ (DPK-4)**  
**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**

*Company Schedule – Costs Included in 2004 Assessment*

**October 4, 2006**

**Alderlake Water Company  
Capital Improvements Costs**

**A. Costs Performed to date:**

1. Iliad, Inc. Recap Costs \$31,127.01

**B. Cost to Complete:**

Subcontractors Bid:

4. Construction cost for new chlorine  
Disinfection system \$68,020.00

**C. Estimated cost for exclusions:**

5. Clearing of all utility right-a-way, locating  
All valves, main water line and services \$ 3,500.00

6. Electrical to pump house, fees \$ 1,000.00

7. Inspection DOH, fees \$ 2,400.00

**D. Administration:**

8. Construction contingency \$ 5,770.00

9. W.S.S.T. \$ 9,190.00

10. Financing and underwriter fees \$ 6,366.75

**Total capital costs \$127,374.00**

Improvement assessment per water customer total capital cost of \$127,374.00 divided by 39 customers equal \$3,266.00.