

	PER BOOKS YEAR END <u>12/31/00</u>	RESTATE <u>ADJ</u>	RESTATED <u>AMOUNTS</u>	AGREED <u>ADJUSTMENTS</u>	STAFF <u>NUMBER</u>	Results of Operation PROFORMA <u>ADJ</u>	BEFORE <u>PROP RATES</u>	EFFECT OF <u>PROP RATES</u>	AFTER <u>PROP RATES</u>
1 OPERATING REVENUES									
2 Unmetered sales	\$61,772		\$61,772				\$61,772	\$7,211	\$68,983
3 Metered Sales	2,706,447		2,706,447			(45,433) PA-2	2,661,014	407,205	3,068,219
4 Treatment Surcharge Expense	436,467	(190,201) RA-1	246,266				246,266		246,266
5 Fire Flow	12,177		12,177				12,177		12,177
6 Misc Service Revenue	<u>42,912</u>	<u>0</u>	<u>42,912</u>			<u>0</u>	<u>42,912</u>	<u>0</u>	<u>42,912</u>
7 Total Operating Revenue	\$3,259,775	(\$190,201)	\$3,069,574			(\$45,433)	\$3,024,141	\$414,416	\$3,438,557
8									
9 OPERATING & MAINTENCE EXPENSE									
10 Salaries-Employees	\$621,844		\$621,844			\$133,056 PA-1	\$754,900		\$754,900
11 Salaries-Officers	76,440		76,440			5,800 PA-1	82,240		82,240
12 Employee Benefits	155,856		155,856	49,798	PA #2		205,654		205,654
13 Purchased Power	173,896		173,896			46,345 PA-7	220,241		220,241
14 Chemical Testing	79,313		79,313				79,313		79,313
15 Materials & Supplies	376,036		376,036	23,918	PA #4		399,954		399,954
16 Contract Services-Engineering	37,709		37,709				37,709		37,709
17 Contract Services-Acctg	26,961		26,961				26,961		26,961
18 Contract Services-Legal	29,681		29,681			6,342 PA-10	36,023		36,023
19 Contract Services-Other	7,138		7,138				7,138		7,138
20 Building Rent	49,740		49,740				49,740		49,740
21 Equipment Rent	200		200				200		200
22 Transportation Expense	89,840		89,840				89,840		89,840
23 Insurance-Vehicle	34,259		34,259	(6,911)	PA #5		27,348		27,348
24 Insurance-General Liability	14,785		14,785	55,069	PA #6		69,854		69,854
25 Regulatory Commission Expense	5,479		5,479				5,479	829	6,308
26 Miscellaneous Expense	17,197		17,197				17,197		17,197
27 Depreciation - Amortization	402,532	(75,731) RA-3	326,801			6,820 PA-8,PA-9	333,621		333,621
28 Bad Debt	(627)	33,556 RA-2	32,929				32,929	4,144	37,073
29 Taxes Other Than Income	295,886	(11,253) RA-1,RA-2	284,633			16,125 PA-1,PA-2	300,758	20,841	321,599
30									
31 Rate Case Expense	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>		<u>22,567</u> PA-4	<u>22,567</u>	<u>0</u>	<u>22,567</u>
32 Total Operating Expenses	\$2,494,165	(\$53,428)	\$2,440,737	\$121,873		\$237,055	\$2,799,666	\$25,814	\$2,825,479
33									
34 Utility Operating Income Before FIT	\$765,610	(\$136,773)	\$628,837	(\$121,873)		(\$282,488)	\$224,475	\$388,602	613,077
35 Federal Income Tax (C-Corp Rates)	<u>\$167,639</u>	<u>(46,503)</u>	<u>121,136</u>	<u>(41,437)</u>		<u>(96,046)</u>	<u>(16,347)</u>	<u>132,125</u>	<u>115,778</u>
36 Net Operating Income	\$597,971	(\$90,270)	\$507,701	(\$80,436)		(\$186,442)	\$240,822	\$256,477	\$497,299
37									
38 Interest Income	72,094	0	72,094	0		0	72,094	0	72,094
39 Interest Expense	<u>344,648</u>	<u>0</u>	<u>344,648</u>	<u>0</u>		<u>0</u>	<u>344,648</u>	<u>0</u>	<u>344,648</u>
40 Net Income	\$325,417	(\$90,270)	\$235,147	(\$80,436)		(\$186,442)	(\$31,732)	\$256,477	\$224,745
41									
42 RATE BASE (AVERAGE)									
43 Utility Plant in Service	\$13,051,236	(\$416,662) (1)	\$12,634,575			\$55,053 PA-8,PA-9	\$12,689,628	\$0	\$12,689,628
44 LESS: Accumulated Depreciation	(2,663,652)	289,738 (2)	(2,373,914)				(2,373,914)		(2,373,914)
45 Net CIAC	<u>(\$5,317,673)</u>	<u>24,321</u> (3)	<u>(5,293,353)</u>			<u>0</u>	<u>(5,293,353)</u>	<u>0</u>	<u>(5,293,353)</u>
46									
47 Working Capital				231,387	RA #16				
48 Net Average Rate Base	\$5,069,911	(\$102,603)	\$4,967,308	\$231,387		\$55,053	\$5,253,748	\$0	\$5,253,748
49									
50 RATE OF RETURN	11.79%		10.22%				4.58%		9.47%