

SCHEDULE 1

RESTATING AND PRO FORMA ADJUSTMENTS

Restating Adjustment

1. Remove Capital Wages	
Wages	-\$5,484.00
Payroll taxes	<u>-\$656.00</u>
Total	-\$6,140.00

Note: Capitalized wages are included in Line 49, Column (b)

2. Revenue Adjustment-Broken Line	
Amount billed	\$11,221.00
Amount of prior year's bill	<u>\$70.00</u>
Net	-\$11,151.00

Note: During the affected period, water is derived from free flow so no power costs are involved.

Pro Forma Adjustments

	<u>2014</u>	<u>2015</u>
1. <u>Wages</u>		
Jim Garrison	\$36/hour	\$37/ hour
Evan	\$36/ hour	\$37/ hour
Mark Graham	\$25/ hour	\$26/ hour
Gerry	\$29/ hour	\$30/ hour
Susan Lewis	new hire	
Est. total	\$1,500.00	
Payroll Tax	\$179.00	
2. Property Tax Increase	\$125.00	
3. <u>Rate Case Expense</u>		
Accountants	\$4,920.00	
Attorney	<u>\$10,000.00</u>	
Total	\$14,920.00	
3 year amortization	\$4,973.00	
4. New Phone Line	\$840.00	