

	PER BOOKS YEAR END <u>12/31/00</u>	RESTATE <u>ADJ</u>	RESTATE <u>AMOUNTS</u>	PROFORMA <u>ADJ</u>	PROFORMA BEFORE <u>PROP RATES</u>	PROFORMA EFFECT OF <u>PROP RATES</u>	PROFORMA AFTER <u>PROP RATES</u>
1 OPERATING REVENUES							
2 Unmetered sales	\$61,772		\$61,772		\$61,772	\$8,492	\$70,264
3 Metered Sales	2,706,447		2,706,447	(45,433) PA-2	2,661,014	479,559	3,140,573
4 Treatment Surcharge Expense	436,467	(191,067) RA-1	245,400		245,400		245,400
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	(\$191,067)	\$3,068,708	(\$45,433)	\$3,023,275	\$488,051	\$3,511,326
8							
9 OPERATING & MAINTENCE EXPENSE							
10 Salaries-Employees	\$621,844		\$621,844	\$109,164 PA-1	\$731,008		\$731,008
11 Salaries-Officers	76,440		76,440	4,277 PA-1	80,717		80,717
12 Employee Benefits	155,856		155,856	49,798 PA-3	205,654		205,654
13 Purchased Power	173,896		173,896	66,272 PA-7	240,168		240,168
14 Chemical Testing	79,313		79,313		79,313		79,313
15 Materials & Supplies	376,036		376,036	23,918 PA-6	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	13,441 PA-10	43,122		43,122
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	(3,903) PA-5	30,356		30,356
24 Insurance-General Liability	14,785		14,785	55,106 PA-5	69,891		69,891
25 Regulatory Commission Expense	5,479		5,479		5,479	976	6,455
26 Miscellaneous Expense	17,197		17,197		17,197		17,197
27 Depreciation - Amortization	402,532		402,532		402,532		402,532
28 Bad Debt	(627)	53,723 RA-2	53,096		53,096	4,881	57,977
29 Taxes Other Than Income	295,886	(12,809) RA-1,RA-2	283,077	10,822 PA-1,PA-2	293,899	24,544	318,443
30							
31 Rate Case Expense	<u>0</u>	<u>0</u>	<u>0</u>	<u>18,333</u> PA-4	<u>18,333</u>	<u>0</u>	<u>18,333</u>
32 Total Operating Expenses	\$2,494,165	\$40,914	\$2,535,079	\$347,227	\$2,882,306	\$30,401	\$2,912,707
33							
34 Utility Operating Income Before FIT	\$765,610	(\$231,981)	\$533,629	(\$392,661)	\$140,968	\$457,651	598,619
35 Federal Income Tax (C-Corp Rates)	<u>\$167,639</u>	<u>(78,874)</u>	<u>88,766</u>	<u>(133,505)</u>	<u>(44,739)</u>	<u>155,601</u>	<u>110,862</u>
36 Net Operating Income	\$597,971	(\$153,107)	\$444,863	(\$259,156)	\$185,707	\$302,049	\$487,757
37							
38 Interest Income	72,094	0	72,094	0	72,094	0	72,094
39 Interest Expense	<u>344,648</u>	<u>0</u>	<u>344,648</u>	<u>0</u>	<u>344,648</u>	<u>0</u>	<u>344,648</u>
40 Net Income	\$325,417	(\$153,107)	\$172,310	(\$259,156)	(\$86,846)	\$302,049	\$215,203
41							
42 RATE BASE (AVERAGE)							
43 Utility Plant in Service	\$13,051,236	(\$416,662) (1)	\$12,634,575	\$87,115 PA-8,PA-9	\$12,721,690	\$0	\$12,721,690
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 Net Average Rate Base	\$5,069,911	(\$102,603)	\$4,967,308	\$87,115	\$5,054,423	\$0	\$5,054,423
47							
48 RATE OF RETURN	11.79%		8.96%		3.67%		9.65%