

## Restating and Pro Forma Adjustment Work Sheet

### Restating Adjustments - PFIS

- 1) Line 5 – Remove non-regulated revenue of \$676.
- 2) Line 32 – Net Depreciation/Amortization - Produced by Workbook per Accounting Firm - Appears primarily due to difference in asset lives.
- 3) Line 33 – Utility Excise Tax - Produced by Workbook per Accounting Firm - Difference between excise tax actually paid and Workbook calculation: still under review.
- 4) Line 49 – Accumulated Depreciation - Produced by Workbook per Accounting Firm - Appears primarily due to difference in asset lives.
- 5) Line 52 – CIAC Accumulated Amortization - Produced by Workbook per Accounting Firm - Appears primarily due to difference in asset lives.

### Pro Forma Adjustments – PFIS

- 1) Line 13 – Wage Increase - \$38/hour in 2017 increased to \$40/hour in 2018.
- 2) Line 18 – Contractual engineering – Estimate from NW Water Solutions for Water System Plant Update (\$5,650) and DOH required Coliform Monitoring Plan (\$1,200) using a 6 year amortization, plus DOH requested Capacity Analysis (\$3,600) (expensed).
- 3) Line 27 – Rate Case Expense – Estimated as follows: \$10,000 legal plus \$5,000 accounting plus \$6,000 above normal activity for Burton = \$21,000/3 year amortization = \$7,000.
- 4) Line 32 – Net Dep/Amortization (related to Pro Forma Number 2).
- 5) Line 35 – Payroll taxes (related to Pro Forma Number 1).
- 6) Line 36 – Other taxes – King County Rent - \$27,429 – Information previously provided.
- 7) Line 48 – Utility Plant in Service – Estimate of additions per Accounting Firm.