

PER BOOKS

PROFORMA PROFORMA PROFORMA

	YEAR END <u>12/31/00</u>	RESTATE <u>ADJ</u>	RESTATED <u>AMOUNTS</u>	AGREED <u>ADJUSTMENTS</u>	STAFF <u>NUMBER</u>	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	\$7,885	\$69,657
3 Metered Sales	2,706,447		2,706,447			(45,433) PA-2	2,661,014	445,272	3,106,286
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	\$453,157	\$3,477,298
8									
9 OPERATING & MAINTENANCE EXPENSE									
10 Salaries-Employees	\$621,844		\$621,844			\$156,537 PA-1	\$778,381		\$778,381
11 Salaries-Officers	76,440		76,440			6,818 PA-1	83,258		83,258
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	906	6,385
26 Miscellaneous Expense	17,197		17,197				17,197		17,197
27 Depreciation - Amortization	402,532	(75,731) RA-3	326,801			4,880 PA-8,PA-9	331,681		331,681
28 Bad Debt	(627)	53,723 RA-2	53,096				53,096	4,532	57,628
29 Taxes Other Than Income	295,886	(12,763) RA-1,RA-2	283,123			16,125 PA-1,PA-2	299,247	22,789	322,037
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	(\$34,771)	\$2,459,394	\$121,873		\$259,614	\$2,840,880	\$28,227	\$2,869,108
33									
34 Utility Operating Income Before FIT	\$765,610	(\$155,430)	\$610,180	(\$121,873)		(\$305,047)	\$183,260	\$424,930	608,190
35 Federal Income Tax (C-Corp Rates)	<u>\$167,639</u>	<u>(52,846)</u>	<u>114,793</u>	<u>(41,437)</u>		<u>(103,716)</u>	<u>(30,360)</u>	<u>144,476</u>	<u>114,116</u>
36 Net Operating Income	\$597,971	(\$102,583)	\$495,387	(\$80,436)		(\$201,331)	\$213,620	\$280,454	\$494,074
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	(\$102,583)	\$222,834	(\$80,436)		(\$201,331)	(\$58,934)	\$280,454	\$221,520
41									
42 RATE BASE (AVERAGE)									
43 Utility Plant in Service	\$13,051,236	(\$416,662) (1)	\$12,634,575			\$20,979 PA-8,PA-9	\$12,655,553	\$0	\$12,655,553
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		\$20,979	\$5,219,674	\$0	\$5,219,674
49									
50 RATE OF RETURN	11.79%		9.97%				4.09%		9.47%