

Bethel Water Company Inc.

Comparative Income Statement

		Last Case 10-W-0045	Actual Figures			Annualized 2020 (Base Year)	Forecast Changes*		Projected Figures
			Year 1 (2018)	Year 2 (2019)	Year 3 (2020) Jan-Oct 2020				Rate Year (2021)
						(a)	(b)		(c = a + b)
1	Annual Operating Revenue	\$ 37,029	\$ 41,897	\$ 33,733	\$ 33,552	\$ 37,027	\$ 15,551	(i)	\$ 52,578
	O & M Expenses								
2	Management Fees	\$ 15,500	\$ 18,000	\$ 18,000	\$ 18,000	\$ 18,000			\$ 18,000
3	Supervisor's Salary								\$ -
4	Operator's Salary								\$ -
5	Materials & Supplies	\$ 300	\$ 3,310	\$ 581	\$ 703	\$ 703			\$ 703
6	Office Expenses	\$ 219	\$ 314	\$ 506	\$ 55	\$ 55			\$ 55
7	Rent								\$ -
8	Purchase Power (Electric)	\$ 2,200	\$ 2,216	\$ 1,826	\$ 1,894	\$ 2,294			\$ 2,294
9	Purification Chemicals								\$ -
10	Transportation (Automobile)	\$ 1,500							\$ -
11	Licenses & Permits	\$ 128	\$ 360	\$ 360	\$ 448	\$ 448			\$ 448
12	Billing & Meter Reading								\$ -
13	Insurance	\$ 2,406	\$ 2,613	\$ 2,691	\$ 2,822	\$ 2,822			\$ 2,822
14	Repairs & Maintenance	\$ 2,750	\$ 5,497	\$ 4,091	\$ 4,152	\$ 6,452			\$ 6,452
15	Accounting								\$ -
16	Professional Fees	\$ 2,750	\$ 5,600	\$ 3,800	\$ 3,000	\$ 3,000			\$ 3,000
17	Water Testing Expenses	\$ 674	\$ 25	\$ 2,203	\$ -	\$ 1,800	\$ 1,800	(ii)	\$ 3,600
18	Telephone	\$ 800							\$ -
19	Misc. (Uncoll's etc.)	\$ 49	\$ 170	\$ 176	\$ 49	\$ 49			\$ 49
20	Total O&M Expenses (Lines 2 through 19)	\$ 29,276	\$ 38,105	\$ 34,234	\$ 31,123	\$ 35,623	\$ 1,800		\$ 37,423
21	Amortizations		\$ 4,466	\$ 1,117	\$ -				\$ -
22	Depreciation		\$ 3,565	\$ 5,218	\$ 5,045	\$ 6,045			\$ 6,045
	Interest	\$ 750	\$ -	\$ -	\$ -	\$ -			\$ -
23	Property Taxes	\$ 4,000	\$ 6,824	\$ 4,525	\$ 4,615	\$ 4,615			\$ 4,615
24	Revenue Taxes		\$ 25	\$ 25	\$ -	\$ -			\$ -
25	Total Operating Taxes	\$ 4,000	\$ 6,849	\$ 4,550	\$ 4,615	\$ 4,615	\$ -		\$ 4,615
26	Federal Income Tax								\$ -
27	Total Deductions (Lines 20 through 26)	\$ 34,026	\$ 52,985	\$ 45,119	\$ 40,783	\$ 46,283	\$ 1,800		\$ 48,083
28	Net Operating Income (Line 1 - Line 27)	\$ 3,003	\$ (11,088)	\$ (11,386)	\$ (7,231)	\$ (9,256)	\$ 13,751		\$ 4,495
29	Rate Base	\$ 17,901	\$ 36,181	\$ 31,267	\$ -	\$ 25,576			\$ 19,885
30	Pre Tax Rate of Return (Line 28/29)	17%	-31%	-36%	#DIV/0!	-36%			23%

* Please provide a detailed description of the forecast changes going from Base Year (latest full calendar year w/o rate increase) to Rate Year (projected year w/rate increase). Attach separate schedules if needed.

(i) The increase in revenue is based on the assumption that the rate increase request is approved.

(ii) Water testing expenses are \$150/month in addition to additional testing to be performed in 2021 as per the Board of Health requirements.