

**Exhibit No.:**  
**Issue:** Accounting Schedules  
**Witness:** MO PSC Auditors  
**Sponsoring Party:** MO PSC Staff  
**Case No:** WR-2013-0461  
**Date Prepared:** February 10, 2014 (REVISED)



**MISSOURI PUBLIC SERVICE COMMISSION**  
**UTILITY SERVICES DEPARTMENT**  
**SHAWNEE BEND WATER**  
**STAFF ACCOUNTING SCHEDULES**

**LAKE REGION WATER AND SEWER COMPANY**  
**CASE NO. WR-2013-0461**

**Jefferson City, Missouri**

**REVISED February 2014**

Lake Region Water and Sewer Company  
 Shawnee Bend Water  
 WR-2013-0461 - Revised 2/10/14  
 Test Year Ending 06/30/2013  
 Rate Design Schedule - Water

Line Number	A Description	B Account Number (Optional)	C Staff Annualized	D Customer Charge	E Commodity	F Percentage Rate
Rev-1	ANNUALIZED REVENUES					
Rev-2	Annualized Rate Revenues		(1) \$216,556			
Rev-3	Miscellaneous Revenues		(1) \$99,599			
Rev-4	TOTAL ANNUALIZED REVENUES		<u>\$316,155</u>			
1	OPERATIONS EXPENSES		(2)			
2	Well Pump Power	615.200	\$15,844	\$0	\$15,844	0.00%
3	Chemicals-(Chlorine)	618.000	\$750	\$0	\$750	0.00%
4	Testing	619.000	\$849	\$0	\$849	0.00%
5	PWSD#4 Labor - Water	637.000	\$50,834	\$0	\$50,834	0.00%
6	TOTAL OPERATIONS EXPENSE		<u>\$68,277</u>	<u>\$0</u>	<u>\$68,277</u>	
7	MAINTENANCE EXPENSES					
8	Supplies and Materials	620.000	\$498	\$0	\$498	0.00%
9	Tools and Shop Supplies	622.000	\$802	\$0	\$802	0.00%
10	Equipment Rental - Water	642.000	\$3,748	\$0	\$3,748	0.00%
11	Maintenance of Well #1 Grand Point	645.100	\$396	\$0	\$396	0.00%
12	Maintenance of Well #2 Villages	645.110	\$278	\$0	\$278	0.00%
13	Maintenance of Mains	645.300	\$1,425	\$0	\$1,425	0.00%
14	Maintenance of Services	645.400	\$2,772	\$0	\$2,772	0.00%
15	Maintenance of Other Plant	645.600	\$351	\$0	\$351	0.00%
16	Outside Services	923.000	\$698	\$0	\$698	0.00%
17	TOTAL MAINTENANCE EXPENSE		<u>\$10,968</u>	<u>\$0</u>	<u>\$10,968</u>	
18	CUSTOMER ACCOUNT EXPENSE					
19	Billing Expense	921.500	\$1,942	\$0	\$1,942	0.00%
20	Bad Debt Expense	950.000	\$419	\$0	\$419	0.00%
21	TOTAL CUSTOMER ACCOUNT EXPENSE		<u>\$2,361</u>	<u>\$0</u>	<u>\$2,361</u>	
22	ADMINISTRATIVE & GENERAL EXPENSES					
23	Contracted Accounting Fees	632.000	\$3,286	\$0	\$3,286	0.00%
24	Contracted Legal Fees	633.000	\$685	\$0	\$685	0.00%
25	General Liability - Water	657.000	\$3,495	\$0	\$3,495	0.00%
26	Office Supplies	921.000	\$2,025	\$0	\$2,025	0.00%
27	Management Fees	922.000	\$7,095	\$0	\$7,095	0.00%
28	Telephone	925.000	\$448	\$0	\$448	0.00%
29	Travel and Entertainment - Other	927.000	\$66	\$0	\$66	0.00%
30	Travel and Entertainment - Lodging	927.100	\$0	\$0	\$0	0.00%
31	Transportation - Airline/Car	927.200	\$0	\$0	\$0	0.00%
32	Transportation Expense	933.000	\$10,329	\$0	\$10,329	0.00%
33	Customer Refunds	940.000	\$41	\$0	\$41	0.00%
34	Building Rent	941.000	\$3,135	\$0	\$3,135	0.00%
35	Other Misc. Expenses	975.000	\$423	\$0	\$423	0.00%
36	Rate Case Expense	981.000	\$1,396	\$0	\$1,396	0.00%
37	TOTAL ADMINISTRATIVE AND GENERAL		<u>\$32,424</u>	<u>\$0</u>	<u>\$32,424</u>	
38	OTHER OPERATING EXPENSES					
39	Licenses and Permits	626.000	\$513	\$0	\$513	0.00%
40	PSC Assessment	667.000	\$1,260	\$0	\$1,260	0.00%
41	Discounts Taken	929.000	-\$11	\$0	-\$11	0.00%
42	Loss on Disposition of Assets	930.000	-\$995	\$0	-\$995	0.00%
43	Amortization of SB Development Legal Fees		\$1,524	\$0	\$1,524	0.00%
44	CIAC Amortization Expense		-\$48,706	\$0	-\$48,706	0.00%
45	Depreciation		\$102,473	\$0	\$102,473	0.00%
46	TOTAL OTHER OPERATING EXPENSES		<u>\$56,058</u>	<u>\$0</u>	<u>\$56,058</u>	
47	TAXES OTHER THAN INCOME					
48	Real Estate Taxes	967.200	\$1,495	\$0	\$1,495	0.00%
49	TOTAL TAXES OTHER THAN INCOME		<u>\$1,495</u>	<u>\$0</u>	<u>\$1,495</u>	
50	TOTAL OPERATING EXPENSES		<u>\$171,583</u>	<u>\$0</u>	<u>\$171,583</u>	

Lake Region Water and Sewer Company  
 Shawnee Bend Water  
 WR-2013-0461 - Revised 2/10/14  
 Test Year Ending 06/30/2013  
 Rate Design Schedule - Water

Line Number	A Description	B Account Number (Optional)	C Staff Annualized	D Customer Charge	E Commodity	F Percentage Rate
51	Interest Expense		(3) \$40,264	\$0	\$40,264	0.00%
52	Return on Equity		(3) \$37,290	\$0	\$37,290	0.00%
53	Income Taxes		(3) \$9,286	\$0	\$9,286	0.00%
54	TOTAL INTEREST RETURN & TAXES		<u>\$86,840</u>	\$0	\$86,840	
55	TOTAL COST OF SERVICE		\$258,423	\$0	\$258,423	
56	Less: Miscellaneous Revenues		<u>\$99,599</u>	\$0	\$99,599	0.00%
57	COST TO RECOVER IN RATES		<u>\$158,824</u>	\$0	\$158,824	
58	INCREMENTAL INCREASE IN RATE REVENUES		<u><u>-\$57,732</u></u>			
59	PERCENTAGE OF INCREASE		<u><u>-18.26%</u></u>			
60	REQUESTED INCREASE IN REVENUES		\$74,197			

- (1) From Revenue Schedule
- (2) From Expense Schedule
- (3) From PreTax Rate of Return Schedule, Rate Base & Return Schedule

**Lake Region Water and Sewer Company**  
**Shawnee Bend Water**  
**WR-2013-0461 - Revised 2/10/14**  
**Test Year Ending 06/30/2013**  
**Rate Base Required Return on Investment Schedule - Water**

Line Number	<u>A</u> Rate Base Description	<u>B</u> Dollar Amount	
1	Plant In Service	\$4,123,408	From Plant Schedule
2	Less Accumulated Depreciation Reserve	<u>\$820,910</u>	From Depreciation Reserve Schedule
3	Net Plant In Service	\$3,302,499	
4	Other Rate Base Items:	\$0	
	Deferred Taxes	-\$38,174	
	Customer Advances	-\$245,925	
	Material and Supplies	\$11,939	
	Contribution in Aid of Construction	-\$2,673,463	
	CIAC Depreciation	\$716,822	
5	Total Rate Base	<u>\$1,073,698</u>	
6	Total Weighted Rate of Return Including Income Tax	<u>8.09%</u>	From PreTax Return & Taxes Schedule
7	Required Return & Income Tax	<u><u>\$86,839</u></u>	

Lake Region Water and Sewer Company  
 Shawnee Bend Water  
 WR-2013-0461 - Revised 2/10/14  
 Test Year Ending 06/30/2013  
 Rate of Return Including Income Tax - Water

		A	B	formulas
1	State Income Tax Rate Statutory / Effective	6.25% (2)	5.81%	(1 - (B2 x .5)) x A1
2	Federal Income Tax Rate Statutory / Effective	15.00% (1) & (2)	<u>14.13%</u>	(1 - B1) x A2
3	Composite Effective Income Tax Rate		19.94%	B1 + B2
4	Equity Tax Factor		1.2490	1 / (1-B3)
5	Recommended Weighted Rate of Return on Equity - Common and Preferred		<u>3.47%</u>	From Capital Structure Schedule
6	Weighted Rate of Return on Equity Including Income Tax		4.34%	B4 x B5
7	Recommended Weighted Rate of Return on Debt - Long-Term and Short-Term		<u>3.75%</u>	From Capital Structure Schedule
8	Total Weighted Rate of Return Including Income Tax		<u><u>8.09%</u></u>	B6+B7

To Rate Base Schedule

(1) If Sub-Chapter S Corporation, Enter Y: N

Equity Income Required \$43,871  
 & Preliminary Federal Tax

Tax Rate Table

Net Income Range				
Start	End	Tax Rate	Amount in Range	Tax on Range
\$0	\$50,000	15.00%	\$43,871	\$6,581
\$50,001	\$75,000	25.00%	\$0	\$0
\$75,001	\$100,000	34.00%	\$0	\$0
\$100,001	\$335,000	39.00%	\$0	\$0
\$335,001	\$9,999,999,999	34.00%	\$0	\$0
			<u>\$43,871</u>	<u>\$6,581</u>
			Consolidated Tax Rate:	
			Average Tax Rate:	0.15

**Lake Region Water and Sewer Company**  
**Shawnee Bend Water**  
**WR-2013-0461 - Revised 2/10/14**  
**Test Year Ending 06/30/2013**  
**Capital Structure Schedule - Water**

Line Number	A Description	B Dollar Amount	C Percentage of Total Capital Structure	D Embedded Cost of Capital	E Weighted Cost of Capital
1	Common Stock	\$658,892	25.00%	13.89%	3.473%
2	Other Security-Non Tax Deductible	\$0	0.00%	0.00%	0.000%
3	Preferred Stock	\$0	0.00%	0.00%	0.000%
4	Long Term Debt	\$1,976,675	75.00%	5.00%	3.750%
5	Short Term Debt	\$0	0.00%	0.00%	0.000%
6	Other Security-Tax Deductible	\$0	0.00%	0.00%	0.000%
7	<b>TOTAL CAPITALIZATION</b>	<b><u>\$2,635,567</u></b>	<b><u>100.00%</u></b>		<b><u>7.223%</u></b>

To PreTax Return Rate Schedule

Note: column C: is 6 positions with 4 that are displayed (if not totaled correctly, due to rounding)

Lake Region Water and Sewer Company  
 Shawnee Bend Water  
 WR-2013-0461 - Revised 2/10/14  
 Test Year Ending 06/30/2013  
 Plant In Service - Water

Line Number	A Account # (Optional)	B Plant Account Description	C Total Plant	D Adjustment Number	E Adjustments	F Jurisdictional Allocation	G Adjusted Jurisdictional
1		INTANGIBLE PLANT					
2	301.000	Organization	\$31,666			100.00%	\$31,666
3		TOTAL INTANGIBLE PLANT	\$31,666		\$0		\$31,666
4		SOURCE OF SUPPLY PLANT					
5	310.000	Land & Land Rights - SSP	\$427			100.00%	\$427
6	311.000	Structures & Improvements - SSP	\$22,015	P-6	\$33,583	100.00%	\$55,598
7	314.000	Wells and Springs	\$110,881	P-7	-\$50,090	100.00%	\$60,791
8	316.000	Supply Mains - Well Interconnections	\$79,315			100.00%	\$79,315
9		TOTAL SOURCE OF SUPPLY PLANT	\$212,638		-\$16,507		\$196,131
10		PUMPING PLANT					
11	325.000	Electric Pumping Equipment	\$16,378	P-11	\$74,897	100.00%	\$91,275
12		TOTAL PUMPING PLANT	\$16,378		\$74,897		\$91,275
13		WATER TREATMENT PLANT					
14	331.000	Structures & Improvements - WTP	\$12,799			100.00%	\$12,799
15	332.000	Water Treatment Equipment	\$16,564	P-15	\$2,676	100.00%	\$19,240
16		TOTAL WATER TREATMENT PLANT	\$29,363		\$2,676		\$32,039
17		TRANSMISSION & DISTRIBUTION PLANT					
18	342.000	Distribution Reservoirs & Standpipes	\$275,235			100.00%	\$275,235
19	343.000	Transmission & Distribution Mains SB	\$3,042,269	P-19	-\$14,700	100.00%	\$3,027,569
20	345.000	Services	\$291,887	P-20	\$14,036	100.00%	\$305,923
21	346.000	Meters	\$83,320	P-21	\$15,333	100.00%	\$98,653
22	347.000	Meter Installations	\$17,861			100.00%	\$17,861
23	348.000	Hydrants	\$594	P-23	\$24,000	100.00%	\$24,594
24		TOTAL TRANS. & DISTRIBUTION PLANT	\$3,711,166		\$38,669		\$3,749,835
25		GENERAL PLANT					
26	391.000	Office Furniture & Equipment	\$11,172			42.77%	\$4,778
27	391.100	Office Electronic Equipment	\$14,917			42.77%	\$6,380
28	392.200	Transportation Equipment - Sierra Truck	\$19,703			42.77%	\$8,427
29	394.000	Tools, Shop and Garage Equipment	\$6,727			42.77%	\$2,877
30		TOTAL GENERAL PLANT	\$52,519		\$0		\$22,462
31		TOTAL PLANT IN SERVICE	\$4,053,730		\$99,735		\$4,123,408

To Rate Base & Depreciation Schedules

Lake Region Water and Sewer Company  
 Shawnee Bend Water  
 WR-2013-0461 - Revised 2/10/14  
 Test Year Ending 06/30/2013  
 Schedule of Adjustments for Plant in Service - Water

<u>A</u> Plant Adjustment Number	<u>B</u> Plant In Service Adjustment Description	<u>C</u> Account Number	<u>D</u> Adjustment Amount	<u>E</u> Total Adjustment
P-6	Structures & Improvements - SSP	311.000		\$33,583
	1 - Third of original engineering cost well #2, Attachment to Bowden 1998 letter. A. Rice		\$1,783	
	2 - Add in #2 well original cost, Attachment to Bowden 1998 letter. A. Rice		\$31,800	
P-7	Wells and Springs	314.000		-\$50,090
	1 - Reverse - Estimated #2 well original cost 12/31/2000. A. Rice		-\$36,000	
	2 - Reverse - Estimated #2 well original cost 12/31/2001. A. Rice		-\$10,000	
	3 - Third of original engineering cost well #2, Attachment to Bowden 1998 letter. A. Rice		\$1,783	
	4 - Add in #2 well original cost, Attachment to Bowden 1998 letter. A. Rice		\$27,673	
	5 - Transfer - Acct. 314.00 to Acct. 325.00, est elect and controls orig. cost well #1. #2 well known cost \$27,673 subt from original balance in wells \$47,819 in 1999. Leaves \$20,000 to transfer. A. Rice		-\$20,000	
	6 - Transfer (reclass) to Pumping Equip. Acct. 325.00. (prior last case 11/7/2003). A. Rice		-\$403	
	7 - Transfer - (reclass) to Pumping Equip. Acct. 325.00 (prior last case 4/8/2004). A. Rice		-\$1,250	
	8 - Transfer - (reclass) to Pumping Equip. Acct. 325.00 (prior last case 6/4/2004). A. Rice		-\$267	
	9 - Transfer - (reclass) to Pumping Equip. Acct. 325.00 (prior last case 6/21/2004). A. Rice		-\$8,950	



Lake Region Water and Sewer Company  
 Shawnee Bend Water  
 WR-2013-0461 - Revised 2/10/14  
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 Schedule of Adjustments for Plant in Service - Water

A Plant Adjustment Number	B Plant In Service Adjustment Description	C Account Number	D Adjustment Amount	E Total Adjustment
	10 - Transfer - (reclass) to Water Treatment Equip. Acct 332.00 (prior last case 4/17/2009). A. Rice		-\$2,676	
P-11	Electric Pumping Equipment	325.000		\$74,897
	1 - Transfer - from Wells and Springs Acct. 314.00, est elect and controls orig cost well #1. A. Rice		\$20,000	
	2 - Transfer (reclass) from Wells and Springs Acct. 314.00, (prior last case 11/7/2003). A. Rice		\$403	
	3 - Transfer (reclass) from Wells and Springs Acct. 314.00, (prior last case 4/8/2004). A. Rice		\$1,250	
	4 - Transfer (reclass) from Wells and Springs Acct. 314.00, (prior last case 6/4/2004). A. Rice		\$267	
	5 - Transfer (reclass) from Wells and Springs Acct. 314.00, (prior last case 6/21/2004). A. Rice		\$8,950	
	6 - Add in #2 well pumping original cost, Attachment to Bowden 1998 letter. A. Rice		\$46,852	
	7 - Third of original engineering cost well #2, Attachment to Bowden 1998 letter. A. Rice		\$1,783	
	8 - Retirement of #2 well controls replaced with new upgrade 6/21/04, at 50% of new upgrade cost. A. Rice		-\$4,608	
P-15	Water Treatment Equipment	332.000		\$2,676
	1 - Transfer (reclass) from Acct 314.00. A. Rice		\$2,676	

Lake Region Water and Sewer Company  
 Shawnee Bend Water  
 WR-2013-0461 - Revised 2/10/14  
 Test Year Ending 06/30/2013  
 Schedule of Adjustments for Plant in Service - Water

A Plant Adjustment Number	B Plant In Service Adjustment Description	C Account Number	D Adjustment Amount	E Total Adjustment
P-19	Transmission & Distribution Mains SB	343.000		-\$14,700
	1 - Transfer eight fire hydrant original cost (\$3,000 each) to Acct 348.00. A. Rice		-\$24,000	
	2 - Reverse - Villages T&D original cost - 12/31/2000. A. Rice		-\$30,825	
	3 - Reverse - Villages T&D original cost - 12/31/2001. A. Rice		-\$2,250	
	4 - Water connects and crossing, Villages lawsuit determined original cost. A. Rice		\$42,375	
P-20	Services	345.000		\$14,036
	1 - Plant not included in previous case true-up. A. Rice		\$14,036	
P-21	Meters	346.000		\$15,333
	1 - Meter upgrade installations from previous case. A. Rice		\$4,614	
	2 - Five new water service from previous case. A. Rice		\$845	
	3 - Reclass meters from previous case. A. Rice		\$19,958	
	4 - Record retired meters from previous case. A. Rice		-\$8,160	
	5 - Reclass between accounts from previous case. A. Rice		-\$1,924	
P-23	Hydrants	348.000		\$24,000
	1 - Transfer eight fire hydrant original cost (\$3,000 each) from Acct 343.00. A. Rice		\$24,000	

**Lake Region Water and Sewer Company**  
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**WR-2013-0461 - Revised 2/10/14**  
**Test Year Ending 06/30/2013**  
**Schedule of Adjustments for Plant in Service - Water**

<u>A</u>	<u>B</u>	<u>C</u>	<u>D</u>	<u>E</u>
Plant Adjustment Number	Plant In Service Adjustment Description	Account Number	Adjustment Amount	Total Adjustment
<b>Total Plant Adjustments</b>				<b><u><u>\$99,735</u></u></b>

Lake Region Water and Sewer Company  
Shawnee Bend Water  
WR-2013-0461 - Revised 2/10/14  
Test Year Ending 06/30/2013  
Depreciation Expense - Water

Line Number	A Account Number	B Plant Account Description	C Adjusted Jurisdictional	D Depreciation Rate	E Depreciation Expense
1		INTANGIBLE PLANT			
2	301.000	Organization	\$31,666	0.00%	\$0
3		TOTAL INTANGIBLE PLANT	<u>\$31,666</u>		<u>\$0</u>
4		SOURCE OF SUPPLY PLANT			
5	310.000	Land & Land Rights - SSP	\$427	0.00%	\$0
6	311.000	Structures & Improvements - SSP	\$55,598	2.50%	\$1,390
7	314.000	Wells and Springs	\$60,791	2.00%	\$1,216
8	316.000	Supply Mains - Well Interconnections	\$79,315	2.00%	\$1,586
9		TOTAL SOURCE OF SUPPLY PLANT	<u>\$196,131</u>		<u>\$4,192</u>
10		PUMPING PLANT			
11	325.000	Electric Pumping Equipment	\$91,275	10.00%	\$9,128
12		TOTAL PUMPING PLANT	<u>\$91,275</u>		<u>\$9,128</u>
13		WATER TREATMENT PLANT			
14	331.000	Structures & Improvements - WTP	\$12,799	2.50%	\$320
15	332.000	Water Treatment Equipment	\$19,240	2.90%	\$558
16		TOTAL WATER TREATMENT PLANT	<u>\$32,039</u>		<u>\$878</u>
17		TRANSMISSION & DISTRIBUTION PLANT			
18	342.000	Distribution Reservoirs & Standpipes	\$275,235	2.50%	\$6,881
19	343.000	Transmission & Distribution Mains SB	\$3,027,569	2.00%	\$60,551
20	345.000	Services	\$305,923	2.50%	\$7,648
21	346.000	Meters	\$98,653	10.00%	\$9,865
22	347.000	Meter Installations	\$17,861	2.50%	\$447
23	348.000	Hydrants	\$24,594	2.00%	\$492
24		TOTAL TRANS. & DISTRIBUTION PLANT	<u>\$3,749,835</u>		<u>\$85,884</u>
25		GENERAL PLANT			
26	391.000	Office Furniture & Equipment	\$4,778	5.00%	\$239
27	391.100	Office Electronic Equipment	\$6,380	14.30%	\$912
28	392.200	Transportation Equipment - Sierra Truck	\$8,427	13.00%	\$1,096
29	394.000	Tools, Shop and Garage Equipment	\$2,877	5.00%	\$144
30		TOTAL GENERAL PLANT	<u>\$22,462</u>		<u>\$2,391</u>
31		<b>Total Depreciation</b>	<u><u>\$4,123,408</u></u>		<u><u>\$102,473</u></u>

Lake Region Water and Sewer Company  
Shawnee Bend Water  
WR-2013-0461 - Revised 2/10/14  
Test Year Ending 06/30/2013  
Accumulated Depreciation Reserve - Water

Line Number	A Account Number	B Depreciation Reserve Description	C Total Reserve	D Adjustment Number	E Adjustments	F Jurisdictional Allocation	G Adjusted Jurisdictional
1		INTANGIBLE PLANT					
2	301.000	Organization	\$0			100.00%	\$0
3		TOTAL INTANGIBLE PLANT	\$0		\$0		\$0
4		SOURCE OF SUPPLY PLANT					
5	310.000	Land & Land Rights - SSP	\$0			100.00%	\$0
6	311.000	Structures & Improvements - SSP	\$12,185			100.00%	\$12,185
7	314.000	Wells and Springs	\$34,377	R-7	-\$7,998	100.00%	\$26,379
8	316.000	Supply Mains - Well Interconnections	\$17,251			100.00%	\$17,251
9		TOTAL SOURCE OF SUPPLY PLANT	\$63,813		-\$7,998		\$55,815
10		PUMPING PLANT					
11	325.000	Electric Pumping Equipment	\$8,660	R-11	\$3,165	100.00%	\$11,825
12		TOTAL PUMPING PLANT	\$8,660		\$3,165		\$11,825
13		WATER TREATMENT PLANT					
14	331.000	Structures & Improvements - WTP	\$0			100.00%	\$0
15	332.000	Water Treatment Equipment	\$6,455	R-15	\$225	100.00%	\$6,680
16		TOTAL WATER TREATMENT PLANT	\$6,455		\$225		\$6,680
17		TRANSMISSION & DISTRIBUTION PLANT					
18	342.000	Distribution Reservoirs & Standpipes	\$47,211			100.00%	\$47,211
19	343.000	Transmission & Distribution Mains SB	\$614,457	R-19	-\$5,025	100.00%	\$609,432
20	345.000	Services	\$51,364	R-20	\$1,333	100.00%	\$52,697
21	346.000	Meters	\$10,775	R-21	\$1,345	100.00%	\$12,120
22	347.000	Meter Installations	\$8,132			100.00%	\$8,132
23	348.000	Hydrants	-\$579	R-23	\$5,025	100.00%	\$4,446
24		TOTAL TRANS. & DISTRIBUTION PLANT	\$731,360		\$2,678		\$734,038
25		GENERAL PLANT					
26	391.000	Office Furniture & Equipment	\$7,453			42.77%	\$3,188
27	391.100	Office Electronic Equipment	\$6,894			42.77%	\$2,949
28	392.200	Transportation Equipment - Sierra Truck	\$10,664			42.77%	\$4,561
29	394.000	Tools, Shop and Garage Equipment	\$4,336			42.77%	\$1,855
30		TOTAL GENERAL PLANT	\$29,347		\$0		\$12,552
31		TOTAL DEPRECIATION RESERVE	\$839,635		-\$1,930		\$820,910

To Rate Base Schedule

Lake Region Water and Sewer Company  
 Shawnee Bend Water  
 WR-2013-0461 - Revised 2/10/14  
 Test Year Ending 06/30/2013  
 Schedule of Adjustments for Accumulated Depreciation Reserve - Water

<u>A</u> Reserve Adjustment Number	<u>B</u> Accumulated Depreciation Reserve Adjustments Description	<u>C</u> Account Number	<u>D</u> Adjustment Amount	<u>E</u> Total Adjustment Amount
R-7	Wells and Springs	314.000		-\$7,998
	1 - Transfer to Pumping Equipment Acct. 325.00, est elect and controls orig. cost well #1. #2 well known cost \$27,673 sub from original balance in wells \$47,819. Leaves \$20,000 to transfer. A. Rice		-\$5,799	
	2 - Transfer - (reclass) to Pumping Equip. Acct 325.00 (prior last case 11/7/2003). A. Rice		-\$80	
	3 - Transfer - (reclass) to Pumping Equip. Acct. 325.00 (prior last case 4/8/2004). A. Rice		-\$231	
	4 - Transfer - (reclass) to Pumping Equip. Acct 325.00 (prior last case 6/4/2004). A. Rice		-\$48	
	5 - Transfer - (reclass) to Pumping Equip. Acct. 325.00 (prior last case 6/21/2004). A. Rice		-\$1,615	
	6 - Transfer - (reclass) to Water Treatment Equipment Acct. 332.00 (prior last case 4/17/2009). A. Rice		-\$225	
R-11	Electric Pumping Equipment	325.000		\$3,165
	1 - Transfer from Wells and Springs Acct. 314.00, est elect and controls orig cost well #1. A. Rice		\$5,799	
	2 - Transfer (reclass) from Wells and Springs Acct. 314.00 (prior last case bookings). A. Rice		\$80	
	3 - Transfer (reclass) from Wells and Springs Acct. 314.00, (prior last case bookings). A. Rice		\$231	

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<u>A</u> Reserve Adjustment Number	<u>B</u> Accumulated Depreciation Reserve Adjustments Description	<u>C</u> Account Number	<u>D</u> Adjustment Amount	<u>E</u> Total Adjustment Amount
	4 - Transfer (reclass) from Wells and Springs Acct. 314.00, (prior last case bookings). A. Rice		\$48	
	5 - Transfer (reclass) from Wells and Springs Acct. 314.00, (prior last case bookings). A. Rice		\$1,615	
	6 - Retirement of #2 well controls, were replaced in 2004. A. Rice		-\$4,608	
R-15	Water Treatment Equipment	332.000		\$225
	1 - Transfer (reclass) from Acct 314.00. A. Rice		\$225	
R-19	Transmission & Distribution Mains SB	343.000		-\$5,025
	1 - Transfer eight fire hydrant original cost (\$3,000 each) 67 yrs @ 2.5% to Acct. 348.00. A Rice		-\$5,025	
R-20	Services	345.000		\$1,333
	Additional reserves for services added to plant this case that were omitted in the prior rate case A Rice/OPC Settlement		\$1,333	
R-21	Meters	346.000		\$1,345
	Additional reserves for services added to plant this case that were omitted in the prior rate case A Rice/OPC Settlement		\$1,345	
R-23	Hydrants	348.000		\$5,025
	1 - Transfer eight fire hydrant original cost (\$3,000 each) 67 yrs @ 2.5% from Acct. 343.00. A. Rice		\$5,025	

**Lake Region Water and Sewer Company**  
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**Schedule of Adjustments for Accumulated Depreciation Reserve - Water**

<u>A</u> Reserve Adjustment Number	<u>B</u> Accumulated Depreciation Reserve Adjustments Description	<u>C</u> Account Number	<u>D</u> Adjustment Amount	<u>E</u> Total Adjustment Amount
<b>Total Reserve Adjustments</b>				<b><u><u>-\$1,930</u></u></b>



Lake Region Water and Sewer Company  
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 Revenue Schedule - Water

A	B	C	D	E	F	G	
Line Number	Account Number (Optional)	Revenue Description	Company/ Test Year Amount	Adjustment Number	Jurisdictional Adjustments	Jurisdictional Allocation	Adjusted Jurisdictional
Rev-1		<b>ANNUALIZED REVENUES</b>					
Rev-2		Annualized Rate Revenues	\$208,623	Rev-2	\$7,933	100.00%	\$216,556
Rev-3		Miscellaneous Revenues	\$6,632	Rev-3	\$92,967	100.00%	\$99,599
Rev-4		<b>TOTAL ANNUALIZED REVENUES</b>	<b>\$215,255</b>		<b>\$100,900</b>		<b>\$316,155</b>

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 Revenue Adjustment Schedule - Water

<u>A</u> Revenue Adj Number	<u>B</u> Adjustment Description	<u>C</u> Account Number	<u>D</u> Adjustment Amount	<u>E</u> Total Adjustment
Rev-2	Annualized Rate Revenues			\$7,933
	1. To Annualize Rate Revenues		\$7,933	
Rev-3	Miscellaneous Revenues			\$92,967
	1. To Annualize Miscellaneous Revenues		\$92,967	
<b>Total Revenue Adjustments</b>				<b>\$100,900</b>

Lake Region Water and Sewer Company  
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 Rate Revenue Feeder Schedule - Water

Line Number	A Description	Residential 5/8"		Residential 1"	
		B Amount	C Amount	D Amount	E Amount
1	<u>Customer Charge Revenues:</u>				
2	Customer Number	585		13	
3	Bills Per Year	12		12	
4	Customer Bills Per year	7,020		156	
5	Current Customer Charge	<u>\$12.99</u>		<u>\$24.18</u>	
6	Annualized Customer Charge Revenues		\$91,190		\$3,772
7	<u>Commodity Charge Revenues:</u>				
8	Total Gallons Sold	39,401,172		1,334,019	
9	Less: Base Gallons Included In Customer Charge	<u>10,530,000</u>		<u>682,500</u>	
10	Commodity Gallons	28,871,172		651,519	
11	Block 1, Commodity Gallons per Block	28,871,172		651,519	
12	Block 1, Number of Commodity Gallons per Unit	<u>1,000</u>		<u>1,000</u>	
13	Block 1, Commodity Billing Units	28,871.17		651.52	
14	Block 1, Existing Commodity Charge	<u>\$2.49</u>		<u>\$2.49</u>	
15	Block 1, Annualized Commodity Charge Rev.		\$71,889		\$1,622
16	<b>Total Annualized Water Rate Revenues</b>		<u><b>\$163,079</b></u>		<u><b>\$5,394</b></u>

Commodity Billing Units are based on the number of commodity gallons applicable to each block, divided by the tariff usage rate gallons (e.g. for tariff rate of \$2.50 per 1,000 gallons of usage, the commodity gallons for that rate would be divided by 1,000 to arrive at the number of commodity billing units.

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 Rate Revenue Feeder Schedule - Water

Line Number	A Description	Residential 1.5"		Residential 2"	
		F Amount	G Amount	H Amount	I Amount
1	<u>Customer Charge Revenues:</u>				
2	Customer Number	18		8	
3	Bills Per Year	12		12	
4	Customer Bills Per year	216		96	
5	Current Customer Charge	<u>\$42.82</u>		<u>\$65.19</u>	
6	Annualized Customer Charge Revenues		\$9,249		\$6,258
7	<u>Commodity Charge Revenues:</u>				
8	Total Gallons Sold	31,656,267		279,446	
9	Less: Base Gallons Included In Customer Charge	<u>30,858,622</u>		<u>276,646</u>	
10	Commodity Gallons	797,645		2,800	
11	Block 1, Commodity Gallons per Block	797,645		2,800	
12	Block 1, Number of Commodity Gallons per Unit	<u>1,000</u>		<u>1,000</u>	
13	Block 1, Commodity Billing Units	797.65		2.80	
14	Block 1, Existing Commodity Charge	<u>\$2.49</u>		<u>\$2.49</u>	
15	Block 1, Annualized Commodity Charge Rev.		\$1,986		\$7
16	<b>Total Annualized Water Rate Revenues</b>		<u><b>\$11,235</b></u>		<u><b>\$6,265</b></u>

Commodity Billing Units are based on the number of commodity gallons applicable to each block, divided by the tariff usage rate gallons (e.g. for tariff rate of \$2.50 per 1,000 gallons of usage, the commodity gallons for that rate would be divided by 1,000 to arrive at the number of commodity billing units.

Lake Region Water and Sewer Company  
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 Rate Revenue Feeder Schedule - Water

Line Number	A Description	Commercial 5/8"		Commercial 1"	
		J Amount	K Amount	L Amount	M Amount
1	<u>Customer Charge Revenues:</u>				
2	Customer Number	9		7	
3	Bills Per Year	12		12	
4	Customer Bills Per year	108		84	
5	Current Customer Charge	<u>\$12.99</u>		<u>\$24.18</u>	
6	Annualized Customer Charge Revenues		\$1,403		\$2,031
7	<u>Commodity Charge Revenues:</u>				
8	Total Gallons Sold	705,680		953,695	
9	Less: Base Gallons Included In Customer Charge	<u>167,411</u>		<u>175,795</u>	
10	Commodity Gallons	538,269		777,900	
11	Block 1, Commodity Gallons per Block	<u>538,269</u>		<u>777,900</u>	
12	Block 1, Number of Commodity Gallons per Unit	<u>1,000</u>		<u>1,000</u>	
13	Block 1, Commodity Billing Units	538.27		777.90	
14	Block 1, Existing Commodity Charge	<u>\$2.49</u>		<u>\$2.49</u>	
15	Block 1, Annualized Commodity Charge Rev.		\$1,340		\$1,937
16	<b>Total Annualized Water Rate Revenues</b>		<u><b>\$2,743</b></u>		<u><b>\$3,968</b></u>

Commodity Billing Units are based on the number of commodity gallons applicable to each block, divided by the tariff usage rate gallons (e.g. for tariff rate of \$2.50 per 1,000 gallons of usage, the commodity gallons for that rate would be divided by 1,000 to arrive at the number of commodity billing units.

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 Rate Revenue Feeder Schedule - Water

Line Number	A Description	Commercial 1 1/2"		Commercial 2"	
		N Amount	O Amount	P Amount	Q Amount
1	<u>Customer Charge Revenues:</u>				
2	Customer Number	3		7	
3	Bills Per Year	12		12	
4	Customer Bills Per year	36		84	
5	Current Customer Charge	<u>\$42.82</u>		<u>\$65.19</u>	
6	Annualized Customer Charge Revenues		\$1,542		\$5,476
7	<u>Commodity Charge Revenues:</u>				
8	Total Gallons Sold	982,711		2,034,375	
9	Less: Base Gallons Included In Customer Charge	<u>276,220</u>		<u>867,372</u>	
10	Commodity Gallons	706,491		1,167,003	
11	Block 1, Commodity Gallons per Block	706,491		1,167,003	
12	Block 1, Number of Commodity Gallons per Unit	<u>1,000</u>		<u>1,000</u>	
13	Block 1, Commodity Billing Units	706.49		1,167.00	
14	Block 1, Existing Commodity Charge	<u>\$2.49</u>		<u>\$2.49</u>	
15	Block 1, Annualized Commodity Charge Rev.		\$1,759		\$2,906
16	<b>Total Annualized Water Rate Revenues</b>		<u><b>\$3,301</b></u>		<u><b>\$8,382</b></u>

Commodity Billing Units are based on the number of commodity gallons applicable to each block, divided by the tariff usage rate gallons (e.g. for tariff rate of \$2.50 per 1,000 gallons of usage, the commodity gallons for that rate would be divided by 1,000 to arrive at the number of commodity billing units.

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 Rate Revenue Feeder Schedule - Water

Line Number	A Description	Commercial 4"		Commercial 6"	
		R Amount	S Amount	T Amount	U Amount
1	<u>Customer Charge Revenues:</u>				
2	Customer Number	3		1	
3	Bills Per Year	12		12	
4	Customer Bills Per year	36		12	
5	Current Customer Charge	<u>\$191.95</u>		<u>\$378.37</u>	
6	Annualized Customer Charge Revenues		\$6,910		\$4,540
7	<u>Commodity Charge Revenues:</u>				
8	Total Gallons Sold	1,949,017		739,000	
9	Less: Base Gallons Included In Customer Charge	<u>1,658,784</u>		<u>732,667</u>	
10	Commodity Gallons	290,233		6,333	
11	Block 1, Commodity Gallons per Block	<u>290,233</u>		<u>6,333</u>	
12	Block 1, Number of Commodity Gallons per Unit	<u>1,000</u>		<u>1,000</u>	
13	Block 1, Commodity Billing Units	290.23		6.33	
14	Block 1, Existing Commodity Charge	<u>\$2.49</u>		<u>\$2.49</u>	
15	Block 1, Annualized Commodity Charge Rev.		\$723		\$16
16	<b>Total Annualized Water Rate Revenues</b>		<u><b>\$7,633</b></u>		<u><b>\$4,556</b></u>

Commodity Billing Units are based on the number of commodity gallons applicable to each block, divided by the tariff usage rate gallons (e.g. for tariff rate of \$2.50 per 1,000 gallons of usage, the commodity gallons for that rate would be divided by 1,000 to arrive at the number of commodity billing units.

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 Rate Revenue Feeder Schedule - Water

Line Number	A Description	Total	
		V Amount	W Amount
1	<u>Customer Charge Revenues:</u>		
2	Customer Number	654	
3	Bills Per Year		
4	Customer Bills Per year	7,848	
5	Current Customer Charge		
6	Annualized Customer Charge Revenues		\$132,371
7	<u>Commodity Charge Revenues:</u>		
8	Total Gallons Sold	80,035,382	
9	Less: Base Gallons Included In Customer Charge	46,226,017	
10	Commodity Gallons	33,809,365	
11	Block 1, Commodity Gallons per Block		
12	Block 1, Number of Commodity Gallons per Unit		
13	Block 1, Commodity Billing Units		
14	Block 1, Existing Commodity Charge		
15	Block 1, Annualized Commodity Charge Rev.		\$84,185
16	<b>Total Annualized Water Rate Revenues</b>		<b><u>\$216,556</u></b>

Commodity Billing Units are based on the number of commodity gallons applicable to each block, divided by the tariff usage rate gallons (e.g. for tariff rate of \$2.50 per 1,000 gallons of usage, the commodity gallons for that rate would be divided by 1,000 to arrive at the number of commodity billing units.



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**Miscellaneous Revenues Feeder - Water**

Line Number	<u>A</u> Description	<u>B</u> Amount
1	To annualize Late Fees	\$4,641
2	To remove Clearing Account 471.10	\$0
3	To annualize Non-Utility Revenue	\$1,034
4	To annualize Other Water Revenue	\$788
5	To include Availability Fees	<u>\$93,136</u>
6	Total Miscellaneous Revenues	<u><u>\$99,599</u></u>

Lake Region Water and Sewer Company  
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Expense Schedule - Water

Line Number	A Account Number (Optional)	B Expense Description	C Company/ Test Year Amount	D Adjustment Number	E Adjustments	F Jurisdictional Allocation	G Adjusted Jurisdictional
1		OPERATIONS EXPENSES					
2	615.200	Well Pump Power	\$13,866	W-2	\$1,978	100.00%	\$15,844
3	618.000	Chemicals-(Chlorine)	\$750			100.00%	\$750
4	619.000	Testing	\$1,195	W-4	-\$346	100.00%	\$849
5	637.000	PWSD#4 Labor - Water	\$67,914	W-5	-\$17,080	100.00%	\$50,834
6		TOTAL OPERATIONS EXPENSE	<u>\$83,725</u>		<u>-\$15,448</u>		<u>\$68,277</u>
7		MAINTENANCE EXPENSES					
8	620.000	Supplies and Materials	\$906	W-8	-\$408	100.00%	\$498
9	622.000	Tools and Shop Supplies	\$615	W-9	\$187	100.00%	\$802
10	642.000	Equipment Rental - Water	\$4,500	W-10	\$11,280	23.75%	\$3,748
11	645.100	Maintenance of Well #1 Grand Point	\$350	W-11	\$46	100.00%	\$396
12	645.110	Maintenance of Well #2 Villages	\$175	W-12	\$103	100.00%	\$278
13	645.300	Maintenance of Mains	\$0	W-13	\$1,425	100.00%	\$1,425
14	645.400	Maintenance of Services	\$7,773	W-14	-\$5,001	100.00%	\$2,772
15	645.600	Maintenance of Other Plant	\$271	W-15	\$80	100.00%	\$351
16	923.000	Outside Services	\$1,407			49.58%	\$698
17		TOTAL MAINTENANCE EXPENSE	<u>\$15,997</u>		<u>\$7,712</u>		<u>\$10,968</u>
18		CUSTOMER ACCOUNT EXPENSE					
19	921.500	Billing Expense	\$4,889	W-19	-\$352	42.80%	\$1,942
20	950.000	Bad Debt Expense	\$2,205	W-20	-\$396	23.14%	\$419
21		TOTAL CUSTOMER ACCOUNT EXPENSE	<u>\$7,094</u>		<u>-\$748</u>		<u>\$2,361</u>
22		ADMINISTRATIVE & GENERAL EXPENSES					
23	632.000	Contracted Accounting Fees	\$3,624	W-23	-\$338	100.00%	\$3,286
24	633.000	Contracted Legal Fees	\$9,354	W-24	-\$8,669	100.00%	\$685
25	657.000	General Liability - Water	\$2,363	W-25	\$1,132	100.00%	\$3,495
26	921.000	Office Supplies	\$12,969	W-26	-\$8,237	42.80%	\$2,025
27	922.000	Management Fees	\$211,000	W-27	-\$181,125	23.75%	\$7,095
28	925.000	Telephone	\$3,694	W-28	-\$1,759	23.14%	\$448
29	927.000	Travel and Entertainment - Other	\$17,516	W-29	-\$17,229	23.14%	\$66
30	927.100	Travel and Entertainment - Lodging	\$85	W-30	-\$85	23.14%	\$0
31	927.200	Transportation - Airline/Car	\$227	W-31	-\$227	23.14%	\$0
32	933.000	Transportation Expense	\$46,778	W-32	-\$2,142	23.14%	\$10,329
33	940.000	Customer Refunds	\$96			42.80%	\$41
34	941.000	Building Rent	\$13,200			23.75%	\$3,135
35	975.000	Other Misc. Expenses	\$4,516	W-35	-\$2,687	23.14%	\$423
36	981.000	Rate Case Expense	\$322	W-36	\$1,074	100.00%	\$1,396
37		TOTAL ADMINISTRATIVE AND GENERAL	<u>\$325,744</u>		<u>-\$220,292</u>		<u>\$32,424</u>
38		OTHER OPERATING EXPENSES					
39	626.000	Licenses and Permits	\$693	W-39	-\$180	100.00%	\$513
40	667.000	PSC Assessment	\$1,584	W-40	-\$324	100.00%	\$1,260
41	929.000	Discounts Taken	-\$49			23.14%	-\$11
42	930.000	Loss on Disposition of Assets	-\$2,520			39.49%	-\$995
43		Amortization of SB Development Legal Fees	\$0	W-43	\$1,524	100.00%	\$1,524
44		CIAC Amortization Expense	\$0	W-44	-\$48,706	100.00%	-\$48,706
45		Depreciation	\$0	W-45	\$102,473	100.00%	\$102,473
46		TOTAL OTHER OPERATING EXPENSES	<u>-\$292</u>		<u>\$54,787</u>		<u>\$56,058</u>
47		TAXES OTHER THAN INCOME					
48	967.200	Real Estate Taxes	\$4,025	W-48	-\$239	39.49%	\$1,495
49		TOTAL TAXES OTHER THAN INCOME	<u>\$4,025</u>		<u>-\$239</u>		<u>\$1,495</u>
50		TOTAL OPERATING EXPENSES	<u>\$436,293</u>		<u>-\$174,228</u>		<u>\$171,583</u>

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 Expense Adjustment Schedule - Water

<u>A</u> Expense Adj Number	<u>B</u> Adjustment Description	<u>C</u> Account Number	<u>D</u> Adjustment Amount	<u>E</u> Total Adjustment
W-2	Well Pump Power	615.200		\$1,978
	1 - To annualize power to reflect rate increase. A. Sarver		\$281	
	2 - To add amount booked to incorrect account. A. Sarver		\$1,697	
W-4	Testing	619.000		-\$346
	1 - To remove amounts booked to incorrect accounts. A. Sarver		-\$346	
W-5	PWSD#4 Labor - Water	637.000		-\$17,080
	1 - To annualize payroll, employee benefits, payroll taxes, and workers' compensation. K. Foster		-\$17,080	
W-8	Supplies and Materials	620.000		-\$408
	1 - To remove items not necessary to provide safe and adequate service. A. Sarver		-\$27	
	2 - To remove amounts booked to incorrect accounts. A. Sarver		-\$381	
W-9	Tools and Shop Supplies	622.000		\$187
	1 - To add amount booked to incorrect account. A. Sarver		\$187	
W-10	Equipment Rental - Water	642.000		\$11,280
	1 - To adjust equipment rental expense to reflect Staff's annualized rental expense. E. Carle		\$11,280	
W-11	Maintenance of Well #1 Grand Point	645.100		\$46

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 Expense Adjustment Schedule - Water

A Expense Adj Number	B Adjustment Description	C Account Number	D Adjustment Amount	E Total Adjustment
	1 - To adjust water maintenance to a normalized level. E. Carle		\$46	
W-12	Maintenance of Well #2 Villages	645.110		\$103
	1 - To adjust water maintenance to a normalized level. E. Carle		\$103	
W-13	Maintenance of Mains	645.300		\$1,425
	1 - To adjust water maintenance to a normalized level. E. Carle		\$1,425	
W-14	Maintenance of Services	645.400		-\$5,001
	1 - To adjust water maintenance to a normalized level. E. Carle		-\$5,001	
W-15	Maintenance of Other Plant	645.600		\$80
	1 - To adjust water maintenance to a normalized level. E. Carle		\$80	
W-19	Billing Expense	921.500		-\$352
	1 - To annualize billing expense based on current postal rates. K. Foster		-\$352	
W-20	Bad Debt Expense	950.000		-\$396
	1 - To adjust bad debt expense to a normalized level. E. Carle		-\$396	
W-23	Contracted Accounting Fees	632.000		-\$338
	1 - To reallocate accounting fees according to the revenue allocation factor. K. Foster		-\$338	
W-24	Contracted Legal Fees	633.000		-\$8,669

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A Expense Adj Number	B Adjustment Description	C Account Number	D Adjustment Amount	E Total Adjustment
	1 - To remove legal fees for Shawnee Bend Litigation and 2012 Finance Authority. K. Foster		-\$9,184	
	2 - To annualize legal fees for 2012 Finance Authority to a three-year average. K. Foster		\$515	
W-25	General Liability - Water	657.000		\$1,132
	1 - To annualize insurance to reflect allocation based on plant. A. Sarver		\$1,132	
W-26	Office Supplies	921.000		-\$8,237
	1 - To remove amount booked to incorrect account. A. Sarver		-\$2,350	
	2 - To remove non-recurring expenses. A. Sarver		-\$250	
	3 - To remove account analysis charge. A. Sarver		-\$3,132	
	4 - To remove expense not necessary to provide safe and adequate service. A. Sarver		-\$2,255	
	5 - To remove expenses accounted for in payroll. A. Sarver		-\$250	
W-27	Management Fees	922.000		-\$181,125
	1 - To replace executive management fees in test year with costs for executive oversight. K. Foster		-\$181,125	
W-28	Telephone	925.000		-\$1,759
	1 - To annualize cell phone for a two-year average. A. Sarver		-\$81	
	2 - To annualize wireless service to reflect allocation based on payroll. A. Sarver		-\$484	
	3 - To remove disallowed expense. A. Sarver		-\$225	
	4 - To remove wireless service no longer activated. A. Sarver		-\$969	

**Lake Region Water and Sewer Company**  
**Shawnee Bend Water**  
 WR-2013-0461 - Revised 2/10/14  
 Test Year Ending 06/30/2013  
**Expense Adjustment Schedule - Water**

<u>A</u> Expense Adj Number	<u>B</u> Adjustment Description	<u>C</u> Account Number	<u>D</u> Adjustment Amount	<u>E</u> Total Adjustment
W-29	Travel and Entertainment - Other	927.000		-\$17,229
	1 - To remove expenses covered by executive oversight adjustment to account 922.00 and other miscellaneous expenses. K. Foster		-\$17,229	
W-30	Travel and Entertainment - Lodging	927.100		-\$85
	1 - To remove expenses covered by executive oversight adjustment to account 922.00. K. Foster		-\$85	
W-31	Transportation - Airline/Car	927.200		-\$227
	1 - To remove expenses covered by executive oversight adjustment to account 922.00. K. Foster		-\$227	
W-32	Transportation Expense	933.000		-\$2,142
	1 - To adjust out misapplied expenses and expenses related to the Shawnee Bend Development Lawsuit, and to adjust expenses related to the 2012 Finance Authority to a three-year average. K. Foster		-\$2,142	
W-35	Other Misc. Expenses	975.000		-\$2,687
	1 - To adjust Misc. Expense to a normalized level. E. Carle		-\$3,501	
	2 - To annualize bank service charge. A. Sarver		\$814	
W-36	Rate Case Expense	981.000		\$1,074
	1 - To normalize rate case expense over a three year period. E. Carle		\$1,074	
W-39	Licenses and Permits	626.000		-\$180

Lake Region Water and Sewer Company  
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 Expense Adjustment Schedule - Water

A Expense Adj Number	B Adjustment Description	C Account Number	D Adjustment Amount	E Total Adjustment
	1 - To correct amounts booked to incorrect account A. Sarver		\$20	
	2 - To remove non-recurring expenses. A. Sarver		-\$200	
W-40	PSC Assessment	667.000		-\$324
	1 - To adjust PSC/OPC Assessment to the 2014 assessment level. E. Carle		-\$324	
W-43	Amortization of SB Development Legal Fees			\$1,524
	1 - To amortize legal fees for Shawnee Bend Litigation over five years. K. Foster		\$1,524	
W-44	CIAC Amortization Expense			-\$48,706
	1 - Update Amortized CIAC based on new allocation factors. A. Sarver		-\$48,706	
W-45	Depreciation			\$102,473
	1. To Annualize Depreciation		\$102,473	
W-48	Real Estate Taxes	967.200		-\$239
	1 - To annualize taxes to reflect allocation based on Company's plant. A. Sarver		-\$239	
<b>Total Expense Adjustments</b>				<b>-\$174,228</b>