

Gascony Water Company		
Rate Making Income Statement-Water		
Operating Revenues at Current Rates		
Tariffed Rate Revenues *		\$ 36,296
Other Operating Revenues *		\$ -
Total Operating Revenues		\$ 36,296
* See "Revenues - Current Rates" for Details		
Cost of Service		
Item		Amount
Casual Labor-Contracted		\$ 909
Maintainance of Miscellaneous Water Source Plant		\$ 212
Fuel/Power Purchased for Pumping		\$ -
Electric Expenses		\$ 1,628
Clerical Services		\$ 1,656
Management Salaries		\$ 15,000
Communication Expense		\$ 1,181
Billing Materials		\$ 534
IT Expense		\$ 262
Outside Services Employed		\$ 602
Maintainance of Miscellaneous Plant TDE		\$ 244
Travel Expenses		\$ 4,184
PSC Assessment		\$ 271
Regulatory Expense		\$ 200
Uncollectable Accounts Expense		\$ 217
Rate Case Expense		\$ 598
Gascony Association Expense		\$ 340
Bank Fees		\$ 178
Supplies and Expenses		\$ 491
Rents-AGE		\$ 1,500
Fuel Expense		\$ 506
Maintainance of General Plant-AGE		\$ 200
Depreciation Expense		\$ 3,396
Property Taxes		\$ 70
Sub-Total Operating Expenses		\$ 34,379
Current Income Taxes		\$ 628
Deffered Income Taxes		\$ -
Missouri Franchise Taxes		\$ -
Sub-Total Taxes		\$ 628
Total Amortization Expense		\$ -
Sub-Total Interest/Amortization		\$ -
Return on Rate Base		\$ 2,520
Total Cost of Service		\$ 37,527
Overall Revenue Increase Needed		\$ 1,231

Gascony Water Company

Revenue Annualizations at Current Rates-**Water**

Annualized Customer Counts and Customer Charge Revenues

Retail Metered Customers

	Residential	Business	Total Meters	Rate *	Annual Revenue
Full-Time	26	0	0	\$ 103.33	\$ 10,746
Part-Time	157	0	0	\$ 36.88	\$ 23,161
Pool/Bathhouse	0	1	0	\$ 597.29	\$ 2,389
Kitchen	0	1	0		\$ -
Dump Station	0	1	0		\$ -
Total	183	3	0		\$ 36,296

*quarterly service charge

Other Operating Revenues

Miscellaneous Revenues	\$ -
Total Other Revenues	\$ -

Total Operating Revenues

Service Charges - Retail Customers	\$ 36,296
Commodity Revenues - Retail Customers	\$ -
Sub-Total Tariffed Rate Revenues	\$ 36,296
Other Operating Revenues	\$ -
Total Operating Revenues	\$ 36,296

Gascony Water Company

Development of Tariffed Rates-**Water**

Agreement is to increase currently tariffed rates by a percentage equal to the agreed-upon overall revenue increase divided by the revenues generated by the currently tariffed rates.

Revenues Generated by Current Tariffed Rates	\$ 36,296
Agreed-Upon Overall Revenue Increase	\$ 1,231
Percentage Increase Needed	3.39%

Metered Customer Rates

	Current Service Charge	Proposed Service Charge		
Full Time	\$ 103.33	\$ 103.55		
Part Time	\$ 36.88	\$ 36.24		
Pool/Bathhouse	\$ 368.16	\$ 621.31		
Kitchen	\$ 58.39	\$ 207.10		
Dump Station	\$ 170.74	\$ 170.86		
Customer charge:				
Customer equivalents				
	Number	Factor	Equivalent Customers	
Full Time	26	1	26.0	\$ 103.55
Part Time	157	0.35	55.0	\$ 36.24
Pool/Bathhouse	1	6	6.0	\$ 621.31
Kitchen	1	2	2.0	\$ 207.10
Dump Station	1	1.65	1.7	\$ 170.86
	186		90.6	
		\$ 37,527.00	\$ 103.55	

Commodity:

There Are No Meters, and Therefore No Commodity Charge

Gascony Water Company

Revenue Annualizations at Proposed Rates-**Water**

Annualized Customer Counts and Customer Charge Revenues

Retail Metered Customers

	Residential	Business	Total Meters	Rate *	Annual Revenue
Full-Time	26	0	0	\$ 103.55	\$ 10,769
Part-Time	157	0	0	\$ 36.24	\$ 22,761
Pool/Bathhouse		1	0	\$ 621.31	\$ 2,485
Kitchen		1	0	\$ 207.10	\$ 828
Dump Station		1	0	\$ 170.86	\$ 683
Total	183	3	0		\$ 37,527
monthly service charge					

Other Operating Revenues

Total Other Revenues	\$ -
-----------------------------	-------------

Total Operating Revenues

Service Charges - Retail Customers	\$ 37,527
Commodity Revenues - Retail Customers	\$ -
Sub-Total Tariffed Rate Revenues	\$ 37,527
Other Operating Revenues	\$ -
Total Revenues at Proposed Rates	\$ 37,527
Revenue Check - Proposed Rates vs. Current Rates	
Total Revenues at Proposed Rates	\$ 37,527
Total Revenues at Current Rates	\$ 36,296
Increase In Revenues at Proposed Rates	\$ 1,231
Agreed-Upon Increase in Operating Revenues	\$ 1,231

Gascony Water Company

Residential Customer Bill Comparison-**Water**

Rates for 5/8" Meter

	Current Base	Proposed Base
Customer	Customer Charge	Customer Charge
Full Time	\$103.33	\$ 103.55
Part Time	\$ 36.88	\$ 36.24

QUARTERLY BILL COMPARISON

Full Time	Current Rates		
	Customer Charge	\$	103.33
	Usage Charge	\$	-
	Total Bill	\$	103.33
	Proposed Rates		
	Customer Charge	\$	103.55
	Usage Charge	\$	-
	Total Bill	\$	103.55