

ATTACHMENT C

Balance Sheet and Income Statement

Attached are the Balance Sheet and Income Statement of Stoddard County Sewer Company, Inc. The Balance Sheet was prepared as of December 31, 2006, and the Income Statement covers Calendar Year 2006. This information is taken from the 2006 Annual Report of Stoddard County Sewer Company, as filed with the Commission in April 2007.

Under the terms of the proposed transaction, R.D. Sewer, Co., L.L.C. will acquire all of the utility assets and liabilities of Stoddard County Sewer Company, Inc. that are shown on the attached Balance Sheet, so the Balance Sheet for R.D. Sewer Co., L.L.C. after showing the results of the acquisitions of the property will be the same as the Balance Sheet for Stoddard County Sewer Company, Inc.

Under the terms of the proposed transaction, R.D. Sewer, Co., L.L.C. will take over all of the utility operations of Stoddard County Sewer Company, Inc. that are reflected on the attached Income Statement, so the Income Statement for R.D. Sewer Co., L.L.C. after showing the results of the acquisitions of the property will be the same as the Income Statement for Stoddard County Sewer Company, Inc.

As noted above, the attached financial statements were prepared for the Calendar Year 2006. Applicant R.D. Sewer Company will update the attached financial statements through the end of Calendar Year 2007, or later, if the Commission so requests.

These financial statements were prepared by Stoddard County Sewer Company and have been adopted by R.D. Sewer Company. The Staff did not participate in the preparation of these financial statements, has not audited them, and does not vouch for their accuracy or reliability.

Stoddard County Sewer Company, R.D. Sewer Company, and the Staff understand that neither the Staff nor the Commission would be prohibited in future rate cases from making adjustments, as deemed appropriate, to the balances that are shown in the attached financial statements.

Exhibit No. 8
Case No(s) SO-2008-0288
Date 8-13-08 Rptr KE

2. Company Name: Stoddard County Sewer Company, Inc

NOTE: Please do not type over formulas. Totals will calculate automatically in this spreadsheet.

**BALANCE SHEET
WATER AND SEWER OPERATIONS
ASSETS**

Account Description (a)	Amount (b)
3 Water Plant in Service (From Pg. W-6)	\$ -
4 LESS: Water Depreciation Reserve (From Pg. W-4)	\$ -
5 Net Water Plant in Service (ie., Water Plant in Service MINUS Water Depreciation Reserve)	\$ -
6 Water Materials and Supplies (From Pg. 11)	\$ -
7 Water Construction Work in Progress	
8 Water Plant Held for Future Use *	
9 Water Plant Acquisition Adjustment	
10 Sewer Plant in Service (From Pg. S-4)	\$ 255,664.00
11 LESS: Sewer Depreciation Reserve (From Pg. S-5)	\$ 133,338.34
12 Net Sewer Plant in Service (ie., Sewer Plant in Service MINUS Sewer Depreciation Reserve)	\$ 122,325.66
13 Sewer Materials and Supplies (From Pg. 11)	\$ 190.00
14 Sewer Construction Work in Progress	
15 Sewer Plant Held for Future Use *	
16 Sewer Plant Acquisition Adjustment	
17 Other Plant *	
18 Cash	\$ 130.90
19 Other Assets (Accounts Receivable, etc.) *	\$ 2,372.10
20 Total Assets**	\$ 125,018.66

* Please attach a detailed explanation for these items.

** Total Assets should balance with Total Equity and Liabilities on Page 5 (see instructions).
Difference between Equity & Liabilities and Assets (from Pg 5)

\$ (0.00)

Indicates link to another worksheet within workbook

Indicate formula cells

1

For the Year Ended December 31, 2006

2 Company Name: Stoddard County Sewer Company, Inc

NOTE: Please do not type over formulas. Totals will calculate automatically in this spreadsheet.

BALANCE SHEET
WATER AND SEWER OPERATIONS
ASSETS

Line 19 Accounts Receivable \$2,372.10

2 Company Name: Stoddard County Sewer Company, Inc

NOTE: Please do not type over formulas. Totals will calculate automatically in this spreadsheet.

**BALANCE SHEET
WATER AND SEWER OPERATIONS
EQUITY AND LIABILITIES**

Account Description (a)	Amount (b)
3 Capital Stock	\$ 42,710
4 Retained Earnings	\$ 20,626
5 Long-Term Debt to Affiliates (owners, other owner-controlled companies, etc.)	
6 Short-Term Debt to Affiliates (owners, other owner-controlled companies, etc.)	
7 Long-Term Debt (banks, etc.)	
8 Short-Term Debt (banks, etc.)	
9 Water Customer Deposits	
10 Water Advances for Construction	
11 Water CIAC (From Pg. 9)	\$ -
12 LESS: Water Amortization of CIAC (From Pg. 9)	\$ -
13 Net Water CIAC (ie., Water CIAC MINUS Water Amortization of CIAC)	\$ -
14 Sewer Customer Deposits	
15 Sewer Advances for Construction	
16 Sewer CIAC (From Pg. 9)	\$ 98,547.00
17 LESS: Sewer Amortization of CIAC (From Pg. 9)	\$ 38,820.33
18 Net Sewer CIAC (ie., Sewer CIAC MINUS Sewer Amortization of CIAC)	\$ 59,726.67
19 Deferred Taxes - ITC	
20 Deferred Taxes - Other *	
21 Other Liabilities (Accounts Payable, etc.) *	\$ 1,747.94
22 Total Equity and Liabilities**	\$ 125,019.60

* Please attach a detailed explanation for these items.

** Total Equity and Liabilities should balance with Total Assets on Page 4 (see instructions).
Difference between Equity & Liabilities and Assets (from Pg 4)

\$ 0.00

Indicates link to another worksheet within workbook

Indicate formula cells.

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For the Year Ended December 31,

2 Company Name: Stoddard County Sewer Company, Inc.

NOTE: Please do not type over formulas. Totals will calculate automatically in this spreadsheet.

BALANCE SHEET
WATER AND SEWER OPERATIONS
EQUITY AND LIABILITIES

Line 21	Accounts Payable	Ozark Border	\$ 34.35
		Ameren-UE	\$ 525.84
		PWSD #1	\$ 11.62
		Environmental Analysis	\$ 170.60
		Director of Revenue	\$ 472.64
		BPS	\$ 56.54
		US Post Office	\$ 60.00
		Rent	\$ 316.35
		Moore's	\$ 100.00
	Total		\$ 1,747.94

2 Company Name: Stoddard County Sewer Company, Inc

SEWER OPERATING REVENUES, EXPENSES AND STATISTICS

(a)	Amount (b)
3 Total Operating Revenues (From Page S-2)	\$ 22,130.40
<u>Operating Expenses</u>	
4 Salaries & Wages (From Page 7)	\$ 237
5 Employee Pensions and Benefits	\$ 523
6 Purchased Water	\$ 127.92
7 Plant Operations Expenses (From Page S-3)	\$ 12,143.73
8 Billing Expenses	
9 Supplies and Expenses	\$ 3,843.10
10 Transportation Expenses	\$ 160.33
11 Rent Expense *	\$ 1,958.05
12 Insurance Expense	\$ 427.49
13 Outside Services Employed (ie., Legal, Accounting, etc.) (From Page 8)	\$ 705.00
14 Regulatory Commission Expenses	\$ 1,894.04
15 Uncollectible Expenses (From Page 6)	\$ 2,676.90
16 Depreciation Expense (From Page S-5)	\$ 3,675.70
17 Amortization of Contributions in Aid of Construction (Page 9)	\$ (1,416.82)
18 Amortization Expense	
19 Tax Expenses (From Page S-3)	\$ 229.08
20 Interest Expense (From Page 10)	\$ -
21 Other Expenses *	\$ 56.51
22 Total Operating Expenses	\$ 27,026.03
23 Net Income (Loss)	\$ (4,895.63)

* Please attach a detailed explanation for these items.

Indicates link to another worksheet within workbook

Indicates formula cells

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For the Year Ended December 31, 2006

2 Company Name: Stoddard County Sewer Company, Inc

SEWER OPERATING REVENUES, EXPENSES AND STATISTICS

Line 11	Office Rent	\$ 1,958.05
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Line 21	Donations	\$ 56.51
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2 Company Name: Stoddard County Sewer Company, Inc.

SEWER OPERATING REVENUES, EXPENSES AND STATISTICS (Continued)
 (Please indicate if metered amounts are in cubic feet measurements.)

(a)	No. of Customers		Gallons Sold 000's Omitted (d)	Revenue Amount (e)
	Beginning of Year (b)	End of Year (c)		
<u>Flat Rate Sales</u>				
3 Residential - Single Family	115	115	XXXX	\$ 22,120.40
4 Residential - Apartments	57	57	XXXX	
5 Residential - Mobile Homes			XXXX	
6 Commercial			XXXX	
7 Other Sales to Public Authorities			XXXX	
8 Other *			XXXX	
9 Total Unmetered Sales	172	172	XXXX	\$ 22,130.40
<u>Metered Sales of Water</u>				
10 Commercial				
11 Other Sales to Public Authorities				
12 Other *				
13 Total Metered Sales				\$ -
<u>Other Operating Revenues</u>				
14 Late Payment Fees				
15 Inspection Fees				
16 Reconnect Fees				
17 Rent Income				
18 Income from Merchandising, Jobbing & Contract Work *				
19 Other Revenue **				
20 Total Other Operating Revenues				\$ -
21 Total Operating Revenues				\$ 22,130.40
				(Total to Pg. S-1)

* Please attach a detailed explanation for these items:

Indicate formula cells

2 Company Name: Stoddard County Sewer Company, Inc.

SEWER OPERATING REVENUES, EXPENSES AND STATISTICS (Continued)

(a)	Amount (b)
<u>Plant Operations Expenses</u>	
3 Contracted Maintenance Expenses	
4 Repairs of Sewer Plant - Pump Repair	\$ 211.00
5 Repairs of Sewer Plant - Treatment Repair	
6 Repairs of Sewer Plant - Collecting Sewers and Manhole Repair	
7 Repairs of Sewer Plant - Equipment Repair	\$ 653.48
8 Repairs of Sewer Plant - Other *	
9 Utility Bills	\$ 7,456.04
10 Chemicals	
11 Sludge Hauling Expenses	\$ 725.00
12 Effluent Testing Expenses	\$ 938.30
13 Total Plant Operations Expenses	\$ 12,143.73
	(Total to Page S-1)
<u>Tax Expenses</u>	
14 Tax Expense - Property Taxes	\$ 229.08
15 Tax Expense - Payroll Taxes	
16 Tax Expense - Franchise Taxes	
17 Tax Expense - Other Taxes *	
18 Tax Expense - Federal Income Taxes	
19 Tax Expense - State Income Taxes	
20 Tax Expense - Investment Tax Credits	
21 Total Tax Expenses	\$ 229.08
	(Total to Page S-1)

* Please attach a detailed explanation for these items.

Indicate formula cells.

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For the Year Ended December 31, 2006

2 Company Name: Stoddard County Sewer Company, Inc

SEWER OPERATING REVENUES, EXPENSES AND STATISTICS (Continued)

Line 8	Supplies for Sewer Plant Repair	\$ 168.94
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NAMES AND ADDRESSES OF TEN
PERSONS WHO RESIDE IN THE AREA TO BE SERVED

Joshua Clark	15263 County Road 604, Dexter, MO 63841
Tony Pixley	10851 Ranch House Lane, Dexter, MO 63841
Brian Lutmer	15468 Mustang Road, Dexter, MO 63841
Jesse Moore	15465 Arrowhead Lane, Dexter, MO 63841
Deborah Summers	15390 Arrowhead Lane, Dexter, MO 63841
David Smith	10594 Maverick Circle, Dexter, MO 63841
David Agey	25 East Stoddard, P. O. Box 175, Dexter, MO 63841
Aaron O'Connor	10695 Wagontrail, Dexter, MO 63841
Darrell Orr	10584 Ponderosa Park, Dexter, MO 63841
Dale Rowe	15457 Buckskin Lane, Dexter, MO 63841