

P/L Statements**Entire Water System**

Total Ordinary Income	\$ 37,936
Total Ordinary Expenses	\$ <u>40,356</u>
Net Ordinary Income	\$ (2,420)
Other Expenses (Amort-Rate Case Exp)	\$ <u>2,500</u>
Net Total Income	\$ (4,920)

[Depreciation = \$26,912 Amortization AIAC = \$ -10,105]

[May, 2011: Total Ord. Income = \$39,525 Total Ord. Expenses = \$39,656
Net Ord. Income = \$(131) Note: Developer's AIAC subtracted from Expenses]

	<u>TRR Water System</u>	<u>ICR Water System</u>
Total Ordinary Income	\$ 23,148	\$ 14,788
Total Ordinary Expenses	\$ 29,590	\$ <u>10,766</u>
Net Ordinary Income	\$ (6,442)	\$ 4,022
Other Expenses	\$ <u>2,000</u>	\$ <u>500</u>
Net Total Income	\$ (8,442)	\$ 3,522

May Expenses of Note	<u>TRR</u>	<u>ICR System</u>	<u>Ratio</u>
Depreciation:	\$ 19,720	\$ 7,192	2.74:1.0
Amortization CIAC	\$ -6,933	\$ -3,173	2.18:1.0
Legal/Professional Serv.	\$ 1,630	\$ ----	-----
aQuality Extras	\$ 1,310	\$ 123	10.6:1.0
Accounting Non-Routine	\$ 275	\$ 413	0.67:1.0
Electric Power	\$ 6,393	\$ 1,508	4.24:1.0

Balance Sheet Statement

Total Current Assets	\$ 251,473
Accounts Receivable	\$ <u>41,007</u>
Net Current Assets	\$ 292,480
Total Current Liabilities	\$ <u>15,547</u>
Current Assets Exceed Liabilities (CA-CL)	\$ 276,933

Cash Flow

Total Deposits	\$ 34,830
Total Disbursements	\$ <u>27,186</u>
Cash Deficit for May	\$ 7,644

May, 2012 Financial Notes

May Revenues	<u>May 2012</u>	<u>May 2011</u>
Residential	\$ 20,694	\$ 21,798
Commercial	\$ 2,971	\$ 2,766
Lake Fill	\$ <u>13,945</u>	\$ <u>14,776</u>
Total	\$ 37,610	\$ 39,340

May, 2012 total revenues decreased by \$1,589 compared to May, 2011.

May Expenses	<u>May 2012</u>	<u>May 2011</u>
Legal/Prof Services (TRR)	\$ 1,630	-----
Electric Power (total)	\$ 7,901	\$ 7,882
Repairs/Maintenance	\$ 439	\$ 1,073

A \$1,630 legal expense for the Harvard-ICRWUA settlement agreement was incurred.

Total expenses for May, 2012 were \$700 more than for May, 2011.

May Net Income	<u>May 2012</u>	<u>May 2011</u>
Net Ordinary Income	\$(2,420)	\$(131)
Net Total Income	\$(4,920)	\$(2,631)

Lower revenue for May, 2012 by \$1,589, combined with \$700 higher expenses, produced \$2,289 less net ordinary income for May of this year compared with May of last year.

Balance Sheet

This month's improvement in net current assets over last month by \$48,381 is largely due to a \$40,737 increase in accounts receivable over the past month. Our current liabilities remain steady at \$15,547, so current assets exceed current liabilities by \$276,933. This month two new CD accounts are shown on our balance sheet as CD-ICR/WC, \$81,000 and CD-TRR, \$69,000. These represent depreciation reserve accounts which have their use restricted for major infrastructure replacement or repair. Water Company balance sheet equity consequently has a new entry: restricted funds \$150,000. These two accounts were funded from monies in our current savings account.

Cash Flow

May, 2012 cash flow turned positive by \$7,644 as expected from May of previous years. This positive cash flow reverses a four-month negative cash flow trend.