

P/L Statements**Entire Water System**

Total Ordinary Income	\$ 39,218
Total Ordinary Expenses	\$ <u>50,150</u>
Net Ordinary Income	\$(10,932)
Other Expenses (Amort-Rate Case Exp)	\$ <u>2,500</u>
Net Total Income	\$(13,432)

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

[Sept., 2011: Total Ord. Income = \$48,985 Total Ord. Expenses = \$40,546
Net Ord. Income = \$8,439 Note: Developer's AIAC subtracted from Expenses]

	<u>TRR Water System</u>	<u>ICR Water System</u>
Total Ordinary Income	\$ 21,553	\$ 17,615
Total Ordinary Expenses	\$ <u>39,866</u>	\$ <u>10,235</u>
Net Ordinary Income	\$(18,312)	\$ 7,380
Other Expenses	\$ <u>2,000</u>	\$ <u>500</u>
Net Total Income	\$(20,312)	\$ 6,880

September 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
aQuality Extras	\$ 676	\$ 979	0.69:1.0
Other Vendors/Serv.	\$ 14,538	\$ ---	-----
Electric Power	\$ 5,158	\$ 1,522	3.39:1.0

Balance Sheet Statement

Total Current Assets	\$ 321,266
Accounts Receivable	\$ <u>41,334</u>
Net Current Assets	\$ 362,600
Total Current Liabilities	\$ <u>16,567</u>
Current Assets Exceed Liabilities (CA-CL)	\$ 346,033

Cash Flow

Total Deposits	\$ 59,545
Total Disbursements	\$ <u>32,905</u>
Cash Surplus for September	\$ 26,640

September, 2012 Financial Notes

<u>September Revenues</u>	<u>Sept. 2012</u>	<u>Sept. 2011</u>
Residential	\$ 25,076	\$ 23,888
Commercial	\$ 3,396	\$ 3,403
Lake Fill	\$ 9,914	\$ 20,720
Total	\$ 38,386	\$ 48,011

September, 2012 residential revenues improved by \$1,188 and lake-fill revenues dropped by \$10,806 compared to Sept., 2011. Total Sept., 2012 water revenues decreased by \$9,625 (25%) vs. September, 2011. The low lake-water revenue is atypical. The four-year September lake-fill average from 2009-2012 stands at \$14,752.

<u>September Expenses</u>	<u>Sept. 2012</u>	<u>Sept. 2011</u>
aQuality Extras (TRR)	\$ 1,655	\$ 2,498
Other Vendors/Serv.(TRR)	\$ 14,538	\$ 200
Electric Power (total)	\$ 6,680	\$ 8,281

The \$14,538 expense under Other Vendors/Outside Services (TRR) represents the cost of the TRR Lake-meter vault and installation labor.

Total power costs of \$6,680 for Sept., 2012 are consistent with 11.1 million gallons pumped during September for the entire water system.

<u>September Net Income</u>	<u>Sept. 2012</u>	<u>Sept. 2011</u>
Net Ordinary Income	\$ (10,932)	\$ 8,439
Net Total Income	\$ (13,432)	\$ 5,939

There was a \$19,371 drop in Net Ordinary Income for September, 2012 over that for September, 2011. Water revenues were lower by \$9,652 and monthly expenses rose by \$9,604. Most of our revenue drop is explained by lower than expected lake-water income for the month. The \$14,538 vault installation was a major contributor to September expenses. We hope to receive partial reimbursement for this project resulting from a settlement agreement with Harvard LLC.

Balance Sheet

September saw an improvement in net current assets over last month amounting to \$8,800. Improved cash flow helped our liquid assets to increase by \$21,441. We saw accounts receivable improve by \$12,641. Our current liabilities increased by 4,985. Current assets exceed current liabilities by \$346,033. This represents a \$3,185 improvement from the previous month.

Cash Flow

September, 2012 cash flow remained positive for the fifth consecutive month at \$26,640.