



WEST McCRACKEN COUNTY WATER DISTRICT

8020 Ogden Landing Road

West Paducah, KY 42086

William A. Tanner, Superintendent

Gary D. Jackson, Chairman

November 18, 2010

JEFF R DEROUEN
EXECUTIVE DIRECTOR
PUBLIC SERVICE COMMISSION
211 SOWER BLVD
FRANKFORT KY 40601-8294

RECEIVED

NOV 28 2010

PUBLIC SERVICE
COMMISSION

RE: Proposed Rate Increase

Dear Mr. Derouen;

Please find enclosed the original and ten copies of our proposed rate increase. If you have any questions, please give me a call.

Sincerely,

William A. Tanner

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

RECEIVED
NOV 23 2010
PUBLIC SERVICE
COMMISSION

IN THE MATTER OF:

**THE APPLICATION OF THE WEST McCracken)
COUNTY WATER DISTRICT FOR APPROVAL) CASE NO. 2010-_____
OF INCREASED RATES FOR WATER SERVICE)**

STATEMENT AND NOTICE

West McCracken County Water District ("West McCracken"), by counsel, pursuant to KRS 278.180 and KRS 278.190, hereby petitions the Commission for approval of a proposed increase in its water rates and charges. In support of its application, West McCracken respectfully states as follows:

1. West McCracken is a non-profit water district that has been engaged in the distribution and sale of water. It currently provides water service to approximately 1,475 customers in McCracken County in Kentucky. West McCracken is organized under KRS Chapter 74, and its principal office, place of business, and mailing address is 8020 Ogden Landing Road, West Paducah, Kentucky 42086.

2. The proposed increase in the rates and charges is necessary for West McCracken to meet its operating expenses, to maintain financial viability, and to continue to provide adequate service.

3. As authorized by KRS 278.192 (1), and for the purpose of justifying the reasonableness of the proposed general increase in rates, West McCracken has utilized an historical test period consisting of the twelve (12) consecutive calendar months ending December 31, 2009.

4. West McCracken's annual reports are on file with the Public Service Commission as required by 807 KAR 5:006, Section 3(1).

5. West McCracken hereby gives notice to the Public Service Commission of the adjustment of its rates to those rates set forth in Exhibit No. 1 in the filing requirements. The proposed rates will result in increased annual revenues of \$57,403, which is an increase of 10.9 percent over 2009 normalized sales revenues of \$568,890, as shown in Exhibit 4. West McCracken believes the financial information attached to this application justifies a revenue increase of 33.1 percent; however, to reduce the burden upon its customers, West McCracken is instead requesting a smaller increase.

6. The proposed tariffs (Exhibit No. 1) are shown in comparative form on the same sheets, side by side, and those comparative sheets are identified as Exhibit No. 2 in the filing requirements.

7. West McCracken has complied with 807 KAR 5:011, Section 9, (2) and 807 KAR 5:001, Section 10, (3) and (4), by direct mailing to its customers a copy of the Notice identified as Exhibit No. 8 in the filing requirements on November 17, 2010.

8. A copy of this filing has been mailed to the Utility Intervention and Rate Division of the Attorney General's office of the Commonwealth of Kentucky.

9. As required by 807 KAR 5:001, Section 10, (4), (f), West McCracken will post a copy of its Customer Notice (Exhibit No. 8) at its place of business on November 17, 2010 and it will remain posted until the Public Service Commission has determined West McCracken's rates.

10. The list of the documents filed in support of West McCracken's application for approval of the proposed adjustment of rates or the explanation for their absence is contained in the Filing Requirement Index.

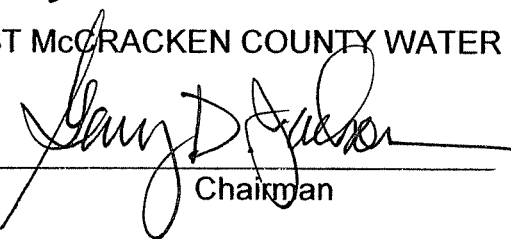
11. West McCracken has attempted in good faith to comply with the Commission's rate case filing requirements, and believes it has provided sufficient information to allow the processing of this case to begin. In addition, it has been several years since West McCracken has had a general rate increase, and its unrestricted cash reserves are extremely low. Therefore, and for these reasons, West McCracken respectfully requests a waiver of any filing requirements deemed to be unmet, and requests Commission Staff assistance to the extent necessary to expedite the processing of this case.

WHEREFORE, the Applicant, West McCracken County Water District requests that the Public Service Commission of Kentucky grant to the Applicant its proposal to increase its rates and charges as set forth in this Petition.

Dated at Paducah, Kentucky this Nov 15, 2010

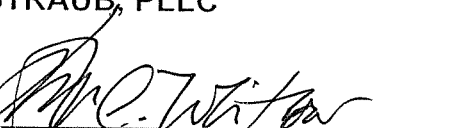
WEST McCRACKEN COUNTY WATER DISTRICT

By


Chairman

WHITLOW, ROBERTS, HOUSTON &
STRAUB, PLLC

By


Mark C. Whitlow
300 Broadway
P.O. Box 995
Paducah, KY 42002-0995
270-443-4516

COMMONWEALTH OF KENTUCKY)
) SS
COUNTY OF McCracken)

The undersigned, Gary Jackson being duly sworn, deposes and states he is the Chairman of the West McCracken County Water District, Applicant, in the above proceedings; that he has read the foregoing Application and has noted the contents thereof; that the same is true of his own knowledge, except as to matters which are there in stated on information or belief, and as to those matters, he believes same to be true.

IN TESTIMONY WHEREOF, witness the signature of the undersigned on this Nov 15, 2010

Gary D. Jackson

Chairman
West McCracken County Water District

Subscribed and sworn to before me by Gary D. Jackson Chairman of the West McCracken County Water District, on this 11-15, 2010

My Commission Expires Feb. 19, 2014
JD # 414254

Cindy H. Ross

Notary Public
In and for said County and State

Filing Requirement Index Historical Test Period Rate Case

Filing Requirements	Filing Requirement Description	Location or Absence Reason
807 KAR 5:001 Section 8(1)	Full name and P. O. address of applicant and reference to the particular provision of law requiring PSC approval.	Application – Page No. 1.
807 KAR 5:001 Section 8(2)	The original and 10 copies of application plus copy for anyone named as interested party.	The correct number of applications has been filed.
807 KAR 5:001 Section 10(1)(b)(1)	Reason adjustment is required.	Application – Page No. 1.
807 KAR 5:001 Section 10(1)(b)(2)	Statement that utility's annual reports, including the most recent calendar year, are filed with PSC. 807 KAR 5:006, Section 3(1)	Application – Page No. 2.
807 KAR 5:001 Section 10(1)(b)(3) & (5)	If utility is incorporated, certified copy of articles of incorporation and amendments or out of state documents of similar import. If they have already been filed with PSC refer to the style and case number of the prior proceeding and file a certificate of good standing or authorization dated within 60 days of date application filed.	NA – West McCracken is a Water District.
807 KAR 5:001 Section 10(1)(b)(4) & (5)	If applicant is limited partnership, certified copy of limited partnership agreement. If agreement filed with PSC refer to style and case number of prior proceeding and file a certificate of good standing or authorization dated within 60 days of date application filed.	N/A – Applicant is not a limited partnership.
807 KAR 5:001 Section 10(1)(b)(6)	Certified copy of certificate of assumed name required by KRS 365.015 or statement that certificate not necessary.	N/A – Applicant has never used an assumed name.
807 KAR 5:001 Section 10(1)(b)(7)	Proposed tariff in form complying with 807 KAR 5:011 effective not less than 30 days from date application filed.	Exhibit No. 1.
807 KAR 5:001 Section 10(1)(b)(8)	Proposed tariff changes shown by present and proposed tariffs in comparative form or by indicating additions in italics or by underscoring and striking over deletions in current tariff.	Exhibit No. 2.
807 KAR 5:001	Statement that notice given, see subsections (3) and (4) of	Application – Page No. 2.

Filing Requirement Index Historical Test Period Rate Case

Filing Requirements	Filing Requirement Description	Location or Absence Reason
Section 10(1)(b)(9)	807 KAR 5:001, Section 10 with copy.	Exhibit No. 8.
807 KAR 5:001 Section 10(2)	If gross annual revenues exceed \$1,000,000, written notice of intent filed at least 4 weeks prior to application. Notice shall state whether application will be supported by historical or fully forecasted test period.	N/A – Applicant's gross revenues do not exceed \$1,000,000.
807 KAR 5:001 Section 10 (6)(a)	Complete description and quantified explanation for proposed adjustments with support for changes in price or activity levels, and other factors affecting the adjustment.	Exhibit No. 4.
807 KAR 5:001 Section 10 (6)(b) & (c)	If gross annual revenues exceed \$1,000,000, prepared testimony of each witness who will support the application. If less than \$1,000,000, prepared testimony of each witness who will support application or statement that utility does not plan to submit prepared testimony.	N/A and/or waiver requested - Applicant does not intend to submit prepared testimony.
807 KAR 5:001 Section 10 (6)(d)	Estimate of effect that new rate(s) will have on revenues including, at minimum, total revenues resulting from increase or decrease and percentage of increase or decrease.	Application – Page No. 2.
807 KAR 5:001 Section 10 (6)(e)	If electric, gas, water or sewer utility effect upon the average bill for each customer classification to which change will apply.	See Exhibit 8. Also, the application and exhibits reflect a 10% across-the-board increase.
807 KAR 5:001 Section 10 (6)(f)	If local exchange company, effect upon the average bill for 807 each customer class for change in basic local service.	N/A – Applicant is a Water District.
807 KAR 5:001 Section 10 (6)(g)	Analysis of customers' bills in such detail that revenues from present and proposed rates can be readily determined for each customer class.	Exhibit No 5.
807 KAR 5:001 Section 10 (6)(h)	Summary of determination of revenue requirements based on return on net investment rate base, return on capitalization, interest coverage, debt service coverage, or operating ratio, with supporting schedules.	Exhibit No. 4.

**Filing Requirement Index
Historical Test Period Rate Case**

Filing Requirements	Filing Requirement Description	Location or Absence Reason
807 KAR 5:001 Section 10 (6)(i)	Reconciliation of rate base and capital used to determine revenue requirements.	N/A – Revenue Requirement reflects Debt Service Coverage.
807 KAR 5:001 Section 10 (6)(j):	Current chart of accounts if more detailed than the Uniform System of Accounts.	Not applicable
807 KAR 5:001 Section 10 (6)(k)	Independent auditor's annual opinion report, with any written communication from auditor, which indicates existence of material weakness in internal controls.	The 2009 Audit Report is attached as Exhibit 9.
807 KAR 5:001 Section 10 (6)(l):	The most recent FERC or FCC audit reports.	N/A to a Water District
807 KAR 5:001 Section 10 (6)m	The most recent FERC Form 1 (electric), FERC Form 2 (gas), or Automated Reporting Management Information System Report (telephone) and PSC Form T (telephone).	N/A to a Water District
807 KAR 5:001 Section 10 (6)(n)	Summary of latest depreciation study with schedules by major plant accounts, except that telecommunications utilities adopting PSC's average depreciation rates shall provide schedule identifying current and test period depreciation rates used by major plant accounts. If filed in another PSC case refer to that case's number and style.	Exhibit No. 6.
807 KAR 5:00 Section 10 (6)(o)	List of all commercial or in-house computer software, programs, and models used to develop schedules and work papers associated with the filing. Include each software, program, or model; what each was used for; its supplier; brief description and specifications for the computer hardware and the operating system required to run the program.	Word
807 KAR 5:001 Section 10 (6)(p)	Prospectuses of most recent stock or bond offerings.	N/A to a Water District
807 KAR 5:001 Section 10 (6)(q)	Annual report to shareholders, or members, and statistical supplements covering 2 years prior to application filing	N/A to a Water District

**Filing Requirement Index
Historical Test Period Rate Case**

Filing Requirements	Filing Requirement Description	Location or Absence Reason
807 KAR 5:001 Section 10 (6)(r)	date. Monthly managerial reports providing financial results for 12 months in test period.	N/A and/or waiver requested, as Applicant does not produce monthly managerial reports on a routine basis, and their production at this time would result in additional expense.
807 KAR 5:001 Section 10 (6)(s)	SEC's annual report for most recent 2 years, Form 10-Ks and any Form 8-Ks issued within past 2 years, and Form 10-Qs issued during the past 6 quarters updated as current information becomes available.	N/A to a Water District
807 KAR 5:001 Section 10 (6)(t)	If utility had any amounts charged or allocated to it by affiliate or general or home office, or paid any monies to affiliate or general or home office during test period or during previous 3 calendar years, file: 1. Detailed description of method of calculation and amounts allocated or charged to utility by affiliate or general or home office for each charge allocation or payment; 2. Explanation of how allocator for the test period was determined; and 3. All facts relied upon, including other regulatory approval, to demonstrate that each amount charged, allocated or paid during test period was reasonable;	N/A – There are no affiliate allocations.

**Filing Requirement Index
Historical Test Period Rate Case**

Filing Requirements	Filing Requirement Description	Location or Absence Reason
807 KAR 5:001 Section 10 (6)(u)	If gas, electric or water utility, whose annual gross revenues exceed \$5,000,000, cost of service study based on methodology generally accepted in industry and based on current and reliable data from a single time period.	Not applicable.
807 KAR 5:001 Section 10 (6)(v)	Local exchange carriers with fewer than 50,000 access lines need not file cost of service studies, except as specifically directed by PSC. Local exchange carriers with more than 50,000 access lines shall file: 1. Jurisdictional separations study consistent with Part 36 of the FCC's rules and regulations; and 2. Service specific cost studies to support pricing of all services that generate annual revenue greater than \$1,000,000, except local exchange access: (a) Based on current and reliable data from a single time period; and (b) Using generally recognized fully allocated, embedded, or incremental cost principles.	N/A to a Water District
807 KAR 5:001 Section 10 (7)(a)	Detailed income statement and balance sheet reflecting impact of all proposed adjustments	Exhibit No. 3.
807 KAR 5:001 Section 10 (7)(b)	Most recent capital construction budget containing at least period of time as proposed for any pro forma adjustment for plant additions.	NA – There are no pro forma adjustments for plant additions.

**Filing Requirement Index
Historical Test Period Rate Case**

Filing Requirements	Filing Requirement Description	Location or Absence Reason
807 KAR 5:001 Section 10 (7)(c)	<p>For each proposed pro forma adjustment reflecting plant additions the following information:</p> <ol style="list-style-type: none"> 1. Starting date of the construction of each major component of plant; 2. Proposed in-service date; 3. Total estimated cost of construction at completion; 4. Amount contained in construction work in progress at end of test period; 5. Complete description of actual plant retirements and anticipated plant retirements related to the pro forma plant additions including the actual or anticipated date of retirement; 6. Original cost, cost of removal and salvage for each component of plant to be retired during the period of the proposed pro forma adjustment for plant additions; 7. Explanation of any differences in amounts contained in the capital construction budget and amounts of capital construction cost contained in the pro forma adjustment period; and 8. Impact on depreciation expense of all proposed pro 	NA – There are no pro forma adjustments for plant additions.

**Filing Requirement Index
Historical Test Period Rate Case**

Filing Requirements	Filing Requirement Description	Location or Absence Reason
807 KAR 5:001 Section 10 (7)(e)	forma adjustments for plant additions and retirements; Number of customers to be added to the test period – end level of customers and the related revenue requirements impact for all pro forma adjustments with complete details and supporting work papers.	Exhibit No. 4.

West McCracken WD Exhibit Index

Exhibit Number and Title

1. Proposed Tariff
2. Comparison of Proposed & Current Tariff
3. Pro Forma Financial Statements
4. Pro Forma Adjustments/Revenue Requirements
5. Billing Analysis
6. Analysis of Depreciation
7. Cost of Service Study (Not Applicable under \$5 million)
8. Customer Notification
9. 2009 Audit Report

FOR ENTIRE AREA SERVED
Community, Town or City

P.S.C. KY. NO. _____

_____ SHEET NO. _____

WEST MCCRACKEN COUNTY WATER DISTRICT
(Name of Utility)

CANCELLING P.S.C. KY. NO. _____

_____ SHEET NO. _____

CONTENTS

SCHEDULE NO. 1

RATES

APPLICABLE WITHIN THE SERVICE AREA OF THE
WEST MCCRACKEN COUNTY WATER DISTRICT

Minimum Rate with Zero Usage

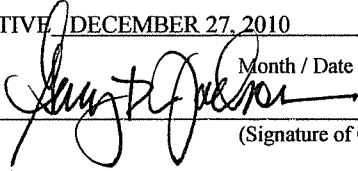
5/8" Meter	\$6.37
1" Meter	\$15.92
2" Meter	\$63.69
3" Meter	\$95.51
4" Meter	\$159.17

All Water Usage

0 to 100,000 gallons per month, per 1,000 gallons	\$5.10
Over 100,000 gallons per month, per 1,000 gallons	\$3.47
Bulk Water Sales, per 1,000 gallons	\$5.50

DATE OF ISSUE NOVEMBER 18, 2010
Month / Date / Year

DATE EFFECTIVE DECEMBER 27, 2010
Month / Date / Year

ISSUED BY 
(Signature of Officer)

TITLE CHAIRMAN

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. _____ DATED _____

FOR ENTIRE AREA SERVED
Community, Town or City

P.S.C. KY. NO. _____

_____ SHEET NO. _____

WEST MCCRACKEN COUNTY WATER DISTRICT
(Name of Utility)

CANCELLING P.S.C. KY. NO. _____

_____ SHEET NO. _____

CONTENTS

SCHEDULE NO. 1

RATES
APPLICABLE WITHIN THE SERVICE AREA OF THE
WEST MCCRACKEN COUNTY WATER DISTRICT

Minimum Rate with Zero Usage

5/8" Meter	\$5.79	\$6.37
1" Meter	\$14.47	\$15.92
2" Meter	\$57.88	\$63.69
3" Meter	\$86.82	\$95.51
4" Meter	\$144.70	\$159.17

All Water Usage

0 to 100,000 gallons per month, per 1,000 gallons	\$4.63	\$5.10
Over 100,000 gallons per month, per 1,000 gallons	\$3.15	\$3.47
Bulk Water Sales, per 1,000 gallons	\$5.00	\$5.50

DATE OF ISSUE NOVEMBER 18, 2010
Month / Date / Year

DATE EFFECTIVE DECEMBER 27, 2010
Month / Date / Year

ISSUED BY _____
(Signature of Officer)

TITLE CHAIRMAN

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. _____ DATED _____

West McCracken Exhibit 3 – Pro Forma Income Statement

Income Statement Showing Impact of All Proposed Adjustments	2009	Adjustments	Ref	Adjusted
Total Water Sales Revenue	\$564,287	\$62,006		\$626,293
Other Water Revenues	\$22,687	0		\$22,687
Operating Revenues	\$586,974	\$62,006	A	\$648,980
Employee Salaries and Wages	\$173,076	(\$5,025)		\$168,051
Officer Salaries	\$1,650	0		\$1,650
Employee Pensions/Benefits	\$25,279	0		\$25,279
Purchased Water	\$184,289	0		\$184,289
Purchased Power	\$7,635	0		\$7,635
Chemicals	\$724	0		\$724
Materials & Supplies	\$20,069	0		\$20,069
Contract Serv. - Accounting	\$8,250	0		\$8,250
CS - Legal	\$45	0		\$45
CS - Testing	\$3,913	0		\$3,913
Transportation Exp.	\$10,839	0		\$10,839
Insurance - GL	\$9,270	0		\$9,270
Insurance - WC	\$4,672	0		\$4,672
Ins. - Other	\$25,440	0		\$25,440
Advertising	\$507	0		\$507
Bad Debt	\$3,611	0		\$3,611
Misc. Exp.	\$18,445	0		\$18,445
Operating Expenses	\$497,714	(\$5,025)		\$492,689
Depreciation Expense	\$199,159	\$1,064	B	\$200,223
Amortization Expense	0	\$875	C	\$875
Taxes OTI (Licenses/Taxes)	\$14,286	0		\$14,286
Utility Operating Expenses	\$711,159	\$3,086		\$708,073
Loss from Disposition	(\$1,883)	\$1,883	D	0
Utility Operating Income	(\$126,068)	\$66,975		(\$59,093)
Interest Income	\$70	0		\$70
Interest Expense	(\$34,129)	0		(\$34,129)
Net Income	(\$160,127)	\$66,975		\$93,152

Notes

A. Revenues were increased by \$62,006 to reflect the proposed 10.09% revenue increase of \$57,403 as well as the \$4,603 increase reflecting the billing analysis.

B, C, and D. Expense adjustments – see Exhibit 4.

WEST MCCrackEN COUNTY WATER DISTRICT
STATEMENTS OF NET ASSETS
December 31, 2009 and 2008

	2009	2008
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	\$ 15,136	\$ 3,420
Accounts receivable, less allowance for doubtful accounts of \$3,959 and \$3,959, respectively	51,112	46,890
Prepaid expenses	6,728	8,867
Inventory, at cost	7,398	10,597
Total current assets	80,374	69,774
RESTRICTED ASSETS		
<i>Checking and Cash Management Accounts</i>		
Developer contributed funds for construction	-	16,390
Grant funds for construction	292	1,203
Depreciation and sinking funds held by District	2,194	7,189
Construction and sinking funds held in trust	60,440	59,383
Total restricted assets	62,926	84,165
NON-CURRENT ASSETS		
Capital Assets		
Water system, at cost	7,642,344	7,595,705
Accumulated Depreciation	2,191,343	1,993,731
Net capital assets	5,451,001	5,601,974
Unamortized Bond Discount and Issue Costs	18,524	20,726
Total non-current assets	5,469,525	5,622,700
Total Assets	\$ 5,612,825	\$ 5,776,639

The notes to financial statements are an integral part of this statement.

	<u>2009</u>	<u>2008</u>
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts payable	\$ 57,759	\$ 77,766
Accrued interest payable	12,313	12,809
Bonds payable – current	38,000	36,000
Accrued and withheld payroll taxes	4,836	5,744
Line of credit	35,000	10,000
Other current liabilities	3,976	2,938
	<u>151,884</u>	<u>145,257</u>
NON-CURRENT LIABILITIES		
Long Term Debt		
Bonds payable, non-current	<u>696,000</u>	<u>734,000</u>
	<u>847,884</u>	<u>879,257</u>
NET ASSETS		
Invested in capital assets, net of related debt	4,682,001	4,821,974
Restricted for debt service and construction	62,926	84,165
Unrestricted	<u>20,014</u>	<u>(8,757)</u>
	<u>\$ 4,764,941</u>	<u>\$ 4,897,382</u>

The notes to financial statements are an integral part of this statement.

West McCracken Exhibit 4 – Pro Forma

	2009	Adjustments	Ref	Adjusted
Total Water Sales Revenue	\$564,287	\$4,603		\$568,890
Other Water Revenues	\$22,687	0		\$22,687
Operating Revenues	\$586,974	\$4,603	A	\$591,577
Employee Salaries and Wages	\$173,076	(\$5,025)	B	\$168,051
Officer Salaries	\$1,650	0		\$1,650
Employee Pensions/Benefits	\$25,279	0		\$25,279
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Materials & Supplies	\$20,069	0		\$20,069
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Interest Income	\$70	0		\$70
Interest Expense	(\$34,129)	0		(\$34,129)
Net Income	(\$160,127)	(\$9,572)		(\$150,555)

Revenue Requirement Calculation

\$ 708,073 - Proforma Operating Expenses

\$ 79,568 - Debt Service Coverage (1.2 x \$66,307 Debt Service)

\$ 787,641 - Revenue Requirement

(\$591,577) - Normalized Revenues

\$ 196,064 - Justified Increase (33.1% increase over normalized water sales revenues)

\$ 57,403 - Increase Requested (10.09% increase in sales revenue)

Debt Service Calculation:

Year	Principal	3-year average	Interest	Totals
2011	\$38,000		\$27,664	
2012	\$40,000		\$26,347	
2013	\$42,000		\$24,911	
Totals	\$120,000		\$78,922	
Avg.		\$40,000	\$26,307	\$66,307

Reference Notes

A. Revenues were increased by \$4,603 based on a 2009 billing analysis. It should also be noted that water sales revenue has decreased significantly in recent years due to the loss of a major customer.

B. Employee Salaries and Wages were reduced by \$5,025 based on staff turnover.

C. Depreciation Expense was adjusted by \$1,064 to include normalized depreciation expense on 2009 plant additions, as follows:

Plant Account – 2009 Additions	2009 Date	Original Cost	Life	Annual Exp.	2009 Exp.	Adjustment
Meters added in 2009	7/1	\$10,471.15	20	\$523.56	\$261.78	\$261.78
Annual Software Support	8/27	\$1,291.00	3	\$430.33	\$143.44	\$286.89
Television	11/1	\$296.79	5	\$59.36	\$9.89	\$49.47
Services added in 2009	7/1	\$7,925.14	40	\$198.13	\$99.06	\$99.07
Troy Bilt Generator	4/1	\$506.35	5	\$101.27	\$75.95	\$25.32
1000 lb. Hoist	4/17	\$419.14	5	\$83.83	\$55.89	\$27.94
Lawn Mower	7/28	\$312.00	5	\$62.40	\$26.00	\$36.40
Mains added in 2009	9/16	\$14,760.00	40	\$369.00	\$92.25	\$276.75
		\$36,339.37		\$1827.88	\$764.26	\$1063.62

D. Amortization Expense was adjusted by \$875 to include rate case consulting fees of \$2,625 amortized over a three-year period.

E. Loss from Disposition was taken out for purposes of this analysis.

West McCracken Billing Analysis – Exhibit 5

Summary Billing Analysis – Current Rates	2009 (use)	Rate	Revenue
First 100,000 gallons	78,138,820	\$4.63/th.	\$361,782.73
Over 100,000 gallons	30,427,000	\$3.15/th.	\$95,845.05
Total Usage Based Charges	108,565,820		\$457,627.78
Minimum Rates (Facilities Charge)	Bills	Rate	
5/8 inch residential (W1)	16,639	\$5.79	\$96,339.81
5/8 inch commercial (W2)	528	\$5.79	\$3,057.12
1 inch commercial (W3)	34	\$14.47	\$491.98
1 inch residential (W4)	41	\$14.47	\$593.27
2 inch (W5)	48	\$57.88	\$2,778.24
3 inch (W6)	27	\$86.82	\$2,344.14
4 inch (W7)	25	\$144.70	\$3,617.50
Total from customer charge	17,342		\$109,222.06
Fire department	24	\$25.00	\$600.00
Sprinkler (Nonmetered-Food World)	12	\$30.00	\$360.00
Sprinkler (2 Schools)	24	\$45.00	\$1,080.00
Total Other			\$2,040.00
Total Revenue from Sales			\$568,889.84

Usage Summary by Meter Size	YE Cust.	Usage Chgs.	Usage	Normalized Revenue	0-100,000 gallons @ \$4.63	Over 100,000 @ \$3.15
W7 (4" C/I)	2	\$16,800.92	4,457,900	\$17,742.00	2,500,000	1,957,900
W6 (3" C/I)	3	\$84,892.61	26,388,100	\$87,119.00	2,700,000	23,688,100
W5 (2" meter)	4	\$1,656.31	368,140	\$1,704.49	368,140	0
W3 (1" Com)	3	\$2,888.70	634,880	\$2,939.49	634,880	0
W2 (5/8" Com)	44	\$24,838.35	6,558,030	\$23,287.80	1,777,030	4,781,000
Non-resid. Totals	56		38,407,050	\$132,792.78	7,980,050	30,427,000
W4-Res 1"	4	\$868.65	191,050	\$884.56	191,050	0
W1-Res 5/8"	1,404	\$318,062.87	69,967,720	\$323,950.54	69,967,720	0
Residential Totals	1,408	\$318,931.52	70,158,770	\$324,835.10	70,158,770	0
Totals	1,464	\$450,008.41	108,565,820	\$457,627.88	78,138,820	30,427,000
Resid. Totals		\$318,931.52	70,158,770	\$324,835.10		
Com/Ind. Sales		\$131,076.89	38,407,050	\$132,792.78		

Summary Billing Analysis – Proposed Rates	Usage	Present Rate	Revenue	Proposed Rate	Proposed Revenue
First 100,000 gallons	78,138,820	\$4.63/th.	\$361,782.73	\$5.10/th.	\$398,507.98
Over 100,000 gallons	30,427,000	\$3.15/th.	\$95,845.05	\$3.47/th.	\$105,581.69
Total Usage Based Charges	108,565,820		\$457,627.78		\$504,089.67
Minimum Rates (Facilities Charge)	Bills	Present Rate			
5/8 inch residential (W1)	16,639	\$5.79	\$96,339.81	\$6.37	\$105,990.43
5/8 inch commercial (W2)	528	\$5.79	\$3,057.12	\$6.37	\$3,363.36
1 inch commercial (W3)	34	\$14.47	\$491.98	\$15.92	\$541.28
1 inch residential (W4)	41	\$14.47	\$593.27	\$15.92	\$652.72
2 inch (W5)	48	\$57.88	\$2,778.24	\$63.69	\$3,057.12
3 inch (W6)	27	\$86.82	\$2,344.14	\$95.51	\$2,578.77
4 inch (W7)	25	\$144.70	\$3,617.50	\$159.17	\$3,979.25
Total from Cust. charge	17,342		\$109,222.06		\$120,162.93
Fire department	24	\$25.00	\$600.00	\$25.00	\$600.00
Sprinkler (Nonmetered-Food World)	12	\$30.00	\$360.00	\$30.00	\$360.00
Sprinkler (2 Schools)	24	\$45.00	\$1,080.00	\$45.00	\$1,080.00
Total Other			\$2,040.00		\$2,040.00
Total Revenue from Sales			\$568,889.84		\$626,292.60

\$626,292.60 - Revenue from Proposed Rates

\$568,889.84 - Revenue from Present Rates

\$ 57,402.76 - Proposed Revenue Increase

SERVICE: WATER

RATE TABLE	ALTERNATE TABLE	DESCRIPTION	MINIMUM AMOUNT	FACILITY CHARGE	SCHOOLTX	EST-FEE	PENALTY RATE 1	PENALTY RATE 2	RATE 1 CUT OFF	PENALTY ADD ON	TAXABLE
W1	NONE	5/8" RESIDENTIAL	0.00	5.79	0.030000	0.00	0.00%	10.00%	0.00	0.00	Y

***** VOLUME TABLE *****

STEP	UNITS	RATE	STEP	UNITS	RATE
1.	10000.0	0.0463	6.	0.0	0.0000
2.	99999.9	0.0315	7.	0.0	0.0000
3.	0.0	0.0000	8.	0.0	0.0000
4.	0.0	0.0000	9.	0.0	0.0000
5.	0.0	0.0000	10.	0.0	0.0000

***** TAX TABLE *****

TAX DESCRIPTION	TYPE	AMOUNT
1.		
2.		
3.		
4.		
5.		

USAGE CONVERSION FACTOR: 1.00000

RATE TABLE	ALTERNATE TABLE	DESCRIPTION	MINIMUM AMOUNT	FACILITY CHARGE	SCHOOLTX	EST-FEE	PENALTY RATE 1	PENALTY RATE 2	RATE 1 CUT OFF	PENALTY ADD ON	TAXABLE
W2	NONE	5/8" COMMERCIAL	0.00	5.79	0.030000	0.00	0.00%	10.00%	0.00	0.00	Y

***** VOLUME TABLE *****

STEP	UNITS	RATE	STEP	UNITS	RATE
1.	10000.0	0.0463	6.	0.0	0.0000
2.	99999.9	0.0315	7.	0.0	0.0000
3.	0.0	0.0000	8.	0.0	0.0000
4.	0.0	0.0000	9.	0.0	0.0000
5.	0.0	0.0000	10.	0.0	0.0000

***** TAX TABLE *****

TAX DESCRIPTION	TYPE	AMOUNT
1.	STATE SALES	TP 6.00 %
2.		
3.		
4.		
5.		

USAGE CONVERSION FACTOR: 1.00000

RATE TABLE	ALTERNATE TABLE	DESCRIPTION	MINIMUM AMOUNT	FACILITY CHARGE	SCHOOLTX	EST-FEE	PENALTY RATE 1	PENALTY RATE 2	RATE 1 CUT OFF	PENALTY ADD ON	TAXABLE
W3	NONE	1 INCH COMMERCIAL	0.00	14.47	0.030000	0.00	0.00%	10.00%	0.00	0.00	Y

***** VOLUME TABLE *****

STEP	UNITS	RATE	STEP	UNITS	RATE
1.	10000.0	0.0463	6.	0.0	0.0000
2.	99999.9	0.0315	7.	0.0	0.0000
3.	0.0	0.0000	8.	0.0	0.0000
4.	0.0	0.0000	9.	0.0	0.0000
5.	0.0	0.0000	10.	0.0	0.0000

***** TAX TABLE *****

TAX DESCRIPTION	TYPE	AMOUNT
1.	STATE SALES	TP 6.00 %
2.		
3.		
4.		
5.		

USAGE CONVERSION FACTOR: 1.00000

RATE TABLE	ALTERNATE TABLE	DESCRIPTION	MINIMUM AMOUNT	FACILITY CHARGE	SCHOOLTX	EST-FEE	PENALTY RATE 1	PENALTY RATE 2	RATE 1 CUT OFF	PENALTY ADD ON	TAXABLE
W4	W1	1 INCH RESIDENTIAL	0.00	14.47	0.030000	0.00	0.00%	10.00%	0.00	0.00	N

***** VOLUME TABLE *****

STEP	UNITS	RATE	STEP	UNITS	RATE
1.	10000.0	0.0463	6.	0.0	0.0000
2.	99999.9	0.0315	7.	0.0	0.0000
3.	0.0	0.0000	8.	0.0	0.0000
4.	0.0	0.0000	9.	0.0	0.0000
5.	0.0	0.0000	10.	0.0	0.0000

USAGE CONVERSION FACTOR: 1.00000

TERMINAL: 4

RATE TABLES MASTER LIST

SERVICE: WATER

RATE TABLE	ALTERNATE TABLE	DESCRIPTION	MINIMUM AMOUNT	FACILITY CHARGE	SCHOOLTX	EST-FEE	PENALTY RATE 1	PENALTY RATE 2	RATE 1 CUT OFF	PENALTY ADD ON	TAXABLE
W5	NONE	2 INCH	0.00	57.88	0.030000	0.00	0.00%	10.00%	0.00	0.00	Y

***** VOLUME TABLE *****

STEP	UNITS	RATE	STEP	UNITS	RATE
1.	10000.0	0.0463	6.	0.0	0.0000
2.	99999.9	0.0315	7.	0.0	0.0000
3.	0.0	0.0000	8.	0.0	0.0000
4.	0.0	0.0000	9.	0.0	0.0000
5.	0.0	0.0000	10.	0.0	0.0000

***** TAX TABLE *****

TAX DESCRIPTION	TYPE	AMOUNT	%
1. STATE SALES	TP	6.00	%
2.			
3.			
4.			
5.			

USAGE CONVERSION FACTOR: 1.00000

RATE TABLE	ALTERNATE TABLE	DESCRIPTION	MINIMUM AMOUNT	FACILITY CHARGE	SCHOOLTX	EST-FEE	PENALTY RATE 1	PENALTY RATE 2	RATE 1 CUT OFF	PENALTY ADD ON	TAXABLE
W6	NONE	3 INCH	0.00	86.82	0.030000	0.00	0.00%	10.00%	0.00	0.00	Y

***** VOLUME TABLE *****

STEP	UNITS	RATE	STEP	UNITS	RATE
1.	10000.0	0.0463	6.	0.0	0.0000
2.	99999.9	0.0315	7.	0.0	0.0000
3.	0.0	0.0000	8.	0.0	0.0000
4.	0.0	0.0000	9.	0.0	0.0000
5.	0.0	0.0000	10.	0.0	0.0000

***** TAX TABLE *****

TAX DESCRIPTION	TYPE	AMOUNT	%
1. STATE SALES	TP	6.00	%
2.			
3.			
4.			
5.			

USAGE CONVERSION FACTOR: 1.00000

RATE TABLE	ALTERNATE TABLE	DESCRIPTION	MINIMUM AMOUNT	FACILITY CHARGE	SCHOOLTX	EST-FEE	PENALTY RATE 1	PENALTY RATE 2	RATE 1 CUT OFF	PENALTY ADD ON	TAXABLE
W7	NONE	4 INCH	0.00	144.70	0.030000	0.00	0.00%	10.00%	0.00	0.00	Y

***** VOLUME TABLE *****

STEP	UNITS	RATE	STEP	UNITS	RATE
1.	10000.0	0.0463	6.	0.0	0.0000
2.	99999.9	0.0315	7.	0.0	0.0000
3.	0.0	0.0000	8.	0.0	0.0000
4.	0.0	0.0000	9.	0.0	0.0000
5.	0.0	0.0000	10.	0.0	0.0000

***** TAX TABLE *****

TAX DESCRIPTION	TYPE	AMOUNT	%
1. STATE SALES	TP	6.00	%
2.			
3.			
4.			
5.			

USAGE CONVERSION FACTOR: 1.00000

SERVICE: W WATER
 RATE TABLE RANGE: 1 THRU 7

ACCOUNT RANGE: 01-0010-01 THRU -1500-01
 DATE RANGE: 01/2009 THRU 12/2009

ACCOUNT CLASS RANGE: A THRU Z
 MASTER METER RANGE: ALL

RT	MONTH	BILLS	# L/C	CHARGES	F/C	LT	TAX-1	TAX-2	TAX-3	TAX-4	TAX-5	E/F	L/C	TOTALS
W1	01/09	1379	252	28903.31	7984.41	1106.56	0.00	0.00	0.00	0.00	0.00	0.00	635.61	38629.89
W1	02/09	1368	0	24783.94	7920.72	980.99	0.00	0.00	0.00	0.00	0.00	0.00	0.00	33685.65
W1	03/09	1374	270	22448.02	7955.46	911.97	0.00	0.00	0.00	0.00	0.00	0.00	675.41	31990.86
W1	04/09	1378	240	24864.40	7978.62	985.21	0.00	0.00	0.00	0.00	0.00	0.00	584.46	34412.69
W1	05/09	1379	234	25057.82	7984.41	991.20	0.00	0.00	0.00	0.00	0.00	0.00	574.55	34607.98
W1	06/09	1384	244	32522.37	8013.36	1215.96	0.00	0.00	0.00	0.00	0.00	0.00	616.50	42368.19
W1	07/09	1390	259	32817.33	8048.10	1225.97	0.00	0.00	0.00	0.00	0.00	0.00	831.06	42922.46
W1	08/09	1393	283	27915.34	8065.47	1079.40	0.00	0.00	0.00	0.00	0.00	0.00	891.33	37951.54
W1	09/09	1395	282	26719.66	8077.05	1044.02	0.00	0.00	0.00	0.00	0.00	0.00	786.45	36627.18
W1	10/09	1394	270	24307.20	8071.26	971.25	0.00	0.00	0.00	0.00	0.00	0.00	825.51	34175.22
W1	11/09	1401	296	22224.08	8111.79	909.89	0.00	0.00	0.00	0.00	0.00	0.00	708.57	31954.33
W1	12/09	1404	258	25499.40	8129.16	1008.64	0.00	0.00	0.00	0.00	0.00	0.00	608.10	35245.30
<hr/>														
TOTALS		16639	2888	318062.87	96339.81	12431.06	0.00	0.00	0.00	0.00	0.00	0.00	7737.55	434571.29

RT	MONTH	BILLS	# L/C	CHARGES	F/C	LT	TAX-1	TAX-2	TAX-3	TAX-4	TAX-5	E/F	L/C	TOTALS
W2	01/09	44	6	2371.02	254.76	78.75	157.54	0.00	0.00	0.00	0.00	0.00	10.37	2872.44
W2	02/09	44	0	1877.75	254.76	63.97	127.97	0.00	0.00	0.00	0.00	0.00	0.00	2324.45
W2	03/09	44	7	1655.31	254.76	57.23	114.61	0.00	0.00	0.00	0.00	0.00	11.41	2093.32
W2	04/09	44	9	1836.16	254.76	62.69	125.47	0.00	0.00	0.00	0.00	0.00	20.07	2299.15
W2	05/09	44	7	2364.73	254.76	78.59	157.16	0.00	0.00	0.00	0.00	0.00	19.00	2874.24
W2	06/09	44	7	2585.07	254.76	85.17	170.41	0.00	0.00	0.00	0.00	0.00	57.35	3152.76
W2	07/09	44	8	2014.12	254.76	68.05	136.12	0.00	0.00	0.00	0.00	0.00	60.94	2533.99
W2	08/09	45	4	2117.40	260.55	71.34	142.70	0.00	0.00	0.00	0.00	0.00	10.35	2602.34
W2	09/09	44	8	1675.11	254.76	57.95	115.78	0.00	0.00	0.00	0.00	0.00	35.57	2139.17
W2	10/09	44	7	1981.23	254.76	67.05	134.18	0.00	0.00	0.00	0.00	0.00	9.22	2446.44
W2	11/09	43	6	1835.84	248.97	62.52	125.11	0.00	0.00	0.00	0.00	0.00	19.34	2291.78
W2	12/09	44	6	2524.61	254.76	83.33	166.80	0.00	0.00	0.00	0.00	0.00	9.99	3039.49
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TOTALS		528	75	24838.35	3057.12	836.64	1673.85	0.00	0.00	0.00	0.00	0.00	263.61	30669.57

RT	MONTH	BILLS	# L/C	CHARGES	F/C	LT	TAX-1	TAX-2	TAX-3	TAX-4	TAX-5	E/F	L/C	TOTALS
W3	01/09	2	1	288.82	28.94	9.53	19.07	0.00	0.00	0.00	0.00	0.00	8.51	354.87
W3	02/09	2	0	85.47	28.94	3.43	6.87	0.00	0.00	0.00	0.00	0.00	0.00	124.71
W3	03/09	3	1	122.05	43.41	4.97	9.93	0.00	0.00	0.00	0.00	0.00	7.14	187.50
W3	04/09	3	0	139.55	43.41	5.49	10.98	0.00	0.00	0.00	0.00	0.00	0.00	199.43
W3	05/09	3	0	176.09	43.41	6.58	13.18	0.00	0.00	0.00	0.00	0.00	0.00	239.26
W3	06/09	3	0	230.81	43.41	8.22	16.45	0.00	0.00	0.00	0.00	0.00	0.00	298.89
W3	07/09	3	0	454.94	43.41	14.96	29.90	0.00	0.00	0.00	0.00	0.00	0.00	543.21
W3	08/09	3	0	266.08	43.41	9.28	18.57	0.00	0.00	0.00	0.00	0.00	0.00	337.34
W3	09/09	3	0	190.94	43.41	7.02	14.07	0.00	0.00	0.00	0.00	0.00	0.00	255.44
W3	10/09	3	0	209.00	43.41	7.57	15.15	0.00	0.00	0.00	0.00	0.00	0.00	275.13
W3	11/09	3	0	585.40	43.41	18.87	37.73	0.00	0.00	0.00	0.00	0.00	0.00	685.41
W3	12/09	3	0	139.55	43.41	5.49	10.98	0.00	0.00	0.00	0.00	0.00	0.00	199.43
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TOTALS		34	2	2888.70	491.98	101.41	202.88	0.00	0.00	0.00	0.00	0.00	15.65	3700.62

RT	MONTH	BILLS	# L/C	CHARGES	F/C	LT	TAX-1	TAX-2	TAX-3	TAX-4	TAX-5	E/F	L/C	TOTALS
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SERVICE: W WATER
 RATE TABLE RANGE: 1 THRU 7

ACCOUNT RANGE: 01-0010-01 THRU -1500-01
 DATE RANGE: 01/2009 THRU 12/2009

ACCOUNT CLASS RANGE: A THRU Z
 MASTER METER RANGE: ALL

RT	MONTH	BILLS	#	L/C	CHARGES	F/C	LT	TAX-1	TAX-2	TAX-3	TAX-4	TAX-5	E/F	L/C	TOTALS
W4	01/09	3	0	90.75	43.41	4.02	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	138.18
W4	02/09	3	0	77.08	43.41	3.61	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	124.10
W4	03/09	3	1	63.80	43.41	3.21	0.00	0.00	0.00	0.00	0.00	0.00	0.00	5.11	115.53
W4	04/09	3	0	64.87	43.41	3.24	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	111.52
W4	05/09	3	0	75.22	43.41	3.55	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	122.18
W4	06/09	3	0	117.69	43.41	4.83	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	165.93
W4	07/09	3	0	82.46	43.41	3.77	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	129.64
W4	08/09	4	1	103.55	57.88	4.83	0.00	0.00	0.00	0.00	0.00	0.00	0.00	1.45	167.71
W4	09/09	4	3	13.55	57.88	2.16	0.00	0.00	0.00	0.00	0.00	0.00	0.00	9.14	82.73
W4	10/09	4	1	59.21	57.88	3.51	0.00	0.00	0.00	0.00	0.00	0.00	0.00	1.45	122.05
W4	11/09	4	1	57.23	57.88	3.45	0.00	0.00	0.00	0.00	0.00	0.00	0.00	1.46	120.02
W4	12/09	4	1	63.24	57.88	3.63	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.11	124.86

TOTALS		41	8	868.65	593.27	43.81	0.00	0.00	0.00	0.00	0.00	0.00	0.00	18.72	1524.45

RT	MONTH	BILLS	#	L/C	CHARGES	F/C	LT	TAX-1	TAX-2	TAX-3	TAX-4	TAX-5	E/F	L/C	TOTALS
W5	01/09	4	0	36.40	231.52	8.05	12.60	0.00	0.00	0.00	0.00	0.00	0.00	0.00	288.57
W5	02/09	4	0	387.31	231.52	18.57	33.36	0.00	0.00	0.00	0.00	0.00	0.00	0.00	670.76
W5	03/09	4	0	22.50	231.52	7.62	11.30	0.00	0.00	0.00	0.00	0.00	0.00	0.00	272.94
W5	04/09	4	0	29.93	231.52	7.84	11.76	0.00	0.00	0.00	0.00	0.00	0.00	0.00	281.05
W5	05/09	4	0	44.27	231.52	8.27	12.66	0.00	0.00	0.00	0.00	0.00	0.00	0.00	296.72
W5	06/09	4	0	236.88	231.52	14.05	24.07	0.00	0.00	0.00	0.00	0.00	0.00	0.00	506.52
W5	07/09	4	0	629.16	231.52	25.82	45.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	931.50
W5	08/09	4	0	165.20	231.52	11.91	18.94	0.00	0.00	0.00	0.00	0.00	0.00	0.00	427.57
W5	09/09	4	0	-73.68	231.52	4.74	4.72	0.00	0.00	0.00	0.00	0.00	0.00	0.00	167.30
W5	10/09	4	0	48.93	231.52	8.41	11.81	0.00	0.00	0.00	0.00	0.00	0.00	0.00	300.67
W5	11/09	4	0	117.74	231.52	10.49	11.36	0.00	0.00	0.00	0.00	0.00	0.00	0.00	371.11
W5	12/09	4	1	11.67	231.52	7.31	11.11	0.00	0.00	0.00	0.00	0.00	0.00	5.79	267.40

TOTALS		48	1	1656.31	2778.24	133.08	208.69	0.00	0.00	0.00	0.00	0.00	0.00	5.79	4782.11

RT	MONTH	BILLS	#	L/C	CHARGES	F/C	LT	TAX-1	TAX-2	TAX-3	TAX-4	TAX-5	E/F	L/C	TOTALS
W6	01/09	2	0	6924.16	173.64	212.93	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	7310.73
W6	02/09	2	0	7321.96	173.64	224.86	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	7720.46
W6	03/09	2	0	5980.32	173.64	184.62	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	6338.58
W6	04/09	2	1	6093.68	173.64	188.02	0.00	0.00	0.00	0.00	0.00	0.00	0.00	15.43	6470.77
W6	05/09	2	0	6032.80	173.64	186.19	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	6392.63
W6	06/09	2	0	6288.63	173.64	193.87	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	6656.14
W6	07/09	2	0	5869.93	173.64	181.31	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	6224.88
W6	08/09	2	0	6246.67	173.64	192.61	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	6612.92
W6	09/09	2	0	7208.68	173.64	221.47	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	7603.79
W6	10/09	3	0	9016.25	260.46	278.30	12.35	0.00	0.00	0.00	0.00	0.00	0.00	0.00	9567.36
W6	11/09	3	0	8724.70	260.46	269.56	15.52	0.00	0.00	0.00	0.00	0.00	0.00	0.00	9270.24
W6	12/09	3	0	9184.83	260.46	283.36	9.93	0.00	0.00	0.00	0.00	0.00	0.00	0.00	9738.58

TOTALS		27	1	84892.61	2344.14	2617.10	37.80	0.00	0.00	0.00	0.00	0.00	0.00	15.43	89907.08

RT	MONTH	BILLS	#	L/C	CHARGES	F/C	LT	TAX-1	TAX-2	TAX-3	TAX-4	TAX-5	E/F	L/C	TOTALS
W7	01/09	2	1	2396.77	289.40	80.59	118.42	0.00	0.00	0.00	0.00	0.00	0.00	55.98	2941.16

SERVICE: W WATER
 RATE TABLE RANGE: 1 THRU 7

ACCOUNT RANGE: 01-0010-01 THRU -1500-01
 DATE RANGE: 01/2009 THRU 12/2009

ACCOUNT CLASS RANGE: A THRU Z
 MASTER METER RANGE: ALL

W7	02/09	2	0	1120.01	289.40	42.28	36.17	0.00	0.00	0.00	0.00	0.00	0.00	1487.86
W7	03/09	2	0	1306.51	289.40	47.87	22.51	0.00	0.00	0.00	0.00	0.00	0.00	1666.29
W7	04/09	2	1	1478.95	289.40	53.05	16.89	0.00	0.00	0.00	0.00	0.00	122.08	1960.37
W7	05/09	3	0	1360.37	434.10	53.84	29.52	0.00	0.00	0.00	0.00	0.00	0.00	1877.83
W7	06/09	2	0	1540.83	289.40	54.91	29.88	0.00	0.00	0.00	0.00	0.00	0.00	1915.02
W7	07/09	2	0	1217.21	289.40	45.20	31.68	0.00	0.00	0.00	0.00	0.00	0.00	1583.49
W7	08/09	2	1	1058.69	289.40	40.44	24.99	0.00	0.00	0.00	0.00	0.00	52.81	1466.33
W7	09/09	2	0	1317.11	289.40	48.19	26.68	0.00	0.00	0.00	0.00	0.00	0.00	1681.38
W7	10/09	2	0	1115.54	289.40	42.14	38.75	0.00	0.00	0.00	0.00	0.00	0.00	1485.83
W7	11/09	2	0	1318.91	289.40	48.25	25.66	0.00	0.00	0.00	0.00	0.00	0.00	1682.22
W7	12/09	2	0	1570.02	289.40	55.78	30.18	0.00	0.00	0.00	0.00	0.00	0.00	1945.38

TOTALS		25	3	16800.92	3617.50	612.54	431.33	0.00	0.00	0.00	0.00	0.00	230.87	21693.16

SERVICE TOTALS:

RT	MONTH	BILLS	#	L/C	CHARGES	F/C	LT	TAX-1	TAX-2	TAX-3	TAX-4	TAX-5	E/F	L/C	TOTALS
	01/09	1436		260	41011.23	9006.08	1500.43	307.63	0.00	0.00	0.00	0.00	0.00	710.47	52535.84
	02/09	1425		0	35653.52	8942.39	1337.71	204.37	0.00	0.00	0.00	0.00	0.00	0.00	46137.99
	03/09	1432		279	31598.51	8991.60	1217.49	158.35	0.00	0.00	0.00	0.00	0.00	699.07	42665.02
	04/09	1436		251	34507.54	9014.76	1305.54	165.10	0.00	0.00	0.00	0.00	0.00	742.04	45734.98
	05/09	1438		241	35111.30	9165.25	1328.22	212.52	0.00	0.00	0.00	0.00	0.00	593.55	46410.84
	06/09	1442		251	43522.28	9049.50	1577.01	240.81	0.00	0.00	0.00	0.00	0.00	673.85	55063.45
	07/09	1448		267	43085.15	9084.24	1565.08	242.70	0.00	0.00	0.00	0.00	0.00	892.00	54869.17
	08/09	1453		289	37872.93	9121.87	1409.81	205.20	0.00	0.00	0.00	0.00	0.00	955.94	49565.75
	09/09	1454		293	37051.37	9127.66	1385.55	161.25	0.00	0.00	0.00	0.00	0.00	831.16	48556.99
	10/09	1454		278	35737.36	9208.69	1378.23	212.24	0.00	0.00	0.00	0.00	0.00	836.18	48372.70
	11/09	1460		303	34863.90	9243.43	1323.03	215.38	0.00	0.00	0.00	0.00	0.00	729.37	46375.11
	12/09	1464		266	38993.32	9266.59	1447.54	229.00	0.00	0.00	0.00	0.00	0.00	623.99	50560.44
=====															
TOTALS		17342		2978	450008.41	109222.06	16775.64	2554.55	0.00	0.00	0.00	0.00	0.00	8287.62	586848.28

SERVICE: W WATER
 RATE TABLE RANGE: 1 THRU 7

ACCOUNT RANGE: 01-0010-01 THRU -1500-01
 DATE RANGE: 01/2009 THRU 12/2009

ACCOUNT CLASS RANGE: A THRU Z
 MASTER METER RANGE: ALL

RT	MONTH	GROSS USAGE	COUNT	DISC USE	COUNT	BILL USAGE	AVG/BILL	USAGE ADJ	COUNT	NET USAGE	AVG/NET
W1	01/09	653490.1	1379	-160.0	1	653330.1	473.8	-23232.9	4	630097.2	456.9
W1	02/09	564688.9	1368	-128.0	1	564560.9	412.7	-13082.9	3	551478.0	403.1
W1	03/09	505701.3	1374	-118.0	1	505583.3	368.0	.0	0	505583.3	368.0
W1	04/09	560157.8	1378	-151.0	1	560006.8	406.4	.0	0	560006.8	406.4
W1	05/09	564521.4	1379	-155.0	1	564366.4	409.3	.0	0	564366.4	409.3
W1	06/09	702554.1	1384	-125.0	1	702429.1	507.5	.0	0	702429.1	507.5
W1	07/09	709082.3	1390	-284.0	1	708798.3	509.9	-1747.0	2	707051.3	508.7
W1	08/09	602925.5	1393	.0	0	602925.5	432.8	-1028.3	2	601897.2	432.1
W1	09/09	577425.3	1395	-332.0	1	577093.3	413.7	-11999.9	2	565093.4	405.1
W1	10/09	525156.1	1394	-162.0	1	524994.1	376.6	-6201.0	2	518793.1	372.2
W1	11/09	480137.1	1401	-137.0	1	480000.1	342.6	.0	0	480000.1	342.6
W1	12/09	550932.1	1404	-189.0	1	550743.1	392.3	-4484.0	1	546259.1	389.1
TOTALS		6996772.0	16639	-1941.0	11	6994831.0	420.4	-61776.0	16	6933055.0	416.7

RT	MONTH	GROSS USAGE	COUNT	DISC USE	COUNT	BILL USAGE	AVG/BILL	USAGE ADJ	COUNT	NET USAGE	AVG/NET
W2	01/09	64540.0	44	.0	0	64540.0	1466.8	.0	0	64540.0	1466.8
W2	02/09	50582.0	44	.0	0	50582.0	1149.6	.0	0	50582.0	1149.6
W2	03/09	44923.3	44	.0	0	44923.3	1021.0	.0	0	44923.3	1021.0
W2	04/09	50550.7	44	.0	0	50550.7	1148.9	.0	0	50550.7	1148.9
W2	05/09	62352.0	44	.0	0	62352.0	1417.1	.0	0	62352.0	1417.1
W2	06/09	66875.0	44	.0	0	66875.0	1519.9	.0	0	66875.0	1519.9
W2	07/09	51751.0	44	.0	0	51751.0	1176.2	.0	0	51751.0	1176.2
W2	08/09	55056.2	45	.0	0	55056.2	1223.5	.0	0	55056.2	1223.5
W2	09/09	44782.8	44	.0	0	44782.8	1017.8	.0	0	44782.8	1017.8
W2	10/09	52714.0	44	.0	0	52714.0	1198.0	.0	0	52714.0	1198.0
W2	11/09	47911.0	43	.0	0	47911.0	1114.2	.0	0	47911.0	1114.2
W2	12/09	63765.0	44	.0	0	63765.0	1449.2	.0	0	63765.0	1449.2
TOTALS		655803.0	528	.0	0	655803.0	1242.1	.0	0	655803.0	1242.1

RT	MONTH	GROSS USAGE	COUNT	DISC USE	COUNT	BILL USAGE	AVG/BILL	USAGE ADJ	COUNT	NET USAGE	AVG/NET
W3	01/09	6505.0	2	.0	0	6505.0	3252.5	.0	0	6505.0	3252.5
W3	02/09	1925.0	2	.0	0	1925.0	962.5	.0	0	1925.0	962.5
W3	03/09	2749.0	3	.0	0	2749.0	916.3	.0	0	2749.0	916.3
W3	04/09	3143.0	3	.0	0	3143.0	1047.7	.0	0	3143.0	1047.7
W3	05/09	3966.0	3	.0	0	3966.0	1322.0	.0	0	3966.0	1322.0
W3	06/09	4985.0	3	.0	0	4985.0	1661.7	.0	0	4985.0	1661.7
W3	07/09	9826.0	3	.0	0	9826.0	3275.3	.0	0	9826.0	3275.3
W3	08/09	5746.9	3	.0	0	5746.9	1915.6	.0	0	5746.9	1915.6
W3	09/09	4124.1	3	.0	0	4124.1	1374.7	.0	0	4124.1	1374.7
W3	10/09	4514.0	3	.0	0	4514.0	1504.7	.0	0	4514.0	1504.7
W3	11/09	12990.0	3	.0	0	12990.0	4330.0	.0	0	12990.0	4330.0
W3	12/09	3014.0	3	.0	0	3014.0	1004.7	.0	0	3014.0	1004.7
TOTALS		63488.0	34	.0	0	63488.0	1867.3	.0	0	63488.0	1867.3

RT	MONTH	GROSS USAGE	COUNT	DISC USE	COUNT	BILL USAGE	AVG/BILL	USAGE ADJ	COUNT	NET USAGE	AVG/NET
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SERVICE: W WATER
 RATE TABLE RANGE: 1 THRU 7

ACCOUNT RANGE: 01-0010-01 THRU -1500-01
 DATE RANGE: 01/2009 THRU 12/2009

ACCOUNT CLASS RANGE: A THRU Z
 MASTER METER RANGE: ALL

W4	01/09	2044.0	3	.0	0	2044.0	681.3	.0	0	2044.0	681.3
W4	02/09	1736.0	3	.0	0	1736.0	578.7	.0	0	1736.0	578.7
W4	03/09	1437.0	3	.0	0	1437.0	479.0	.0	0	1437.0	479.0
W4	04/09	1461.0	3	.0	0	1461.0	487.0	.0	0	1461.0	487.0
W4	05/09	1694.0	3	.0	0	1694.0	564.7	.0	0	1694.0	564.7
W4	06/09	2542.0	3	.0	0	2542.0	847.3	.0	0	2542.0	847.3
W4	07/09	1781.0	3	.0	0	1781.0	593.7	.0	0	1781.0	593.7
W4	08/09	2236.4	4	.0	0	2236.4	559.1	.0	0	2236.4	559.1
W4	09/09	292.6	4	.0	0	292.6	73.2	.0	0	292.6	73.2
W4	10/09	1279.0	4	.0	0	1279.0	319.8	.0	0	1279.0	319.8
W4	11/09	1236.0	4	.0	0	1236.0	309.0	.0	0	1236.0	309.0
W4	12/09	1366.0	4	.0	0	1366.0	341.5	.0	0	1366.0	341.5

TOTALS		19105.0	41	.0	0	19105.0	466.0	.0	0	19105.0	466.0

RT	MONTH	GROSS USAGE	COUNT	DISC USE	COUNT	BILL USAGE	AVG/BILL	USAGE ADJ	COUNT	NET USAGE	AVG/NET
W5	01/09	820.0	4	.0	0	820.0	205.0	.0	0	820.0	205.0
W5	02/09	8723.0	4	.0	0	8723.0	2180.8	.0	0	8723.0	2180.8
W5	03/09	507.0	4	.0	0	507.0	126.8	.0	0	507.0	126.8
W5	04/09	674.0	4	.0	0	674.0	168.5	.0	0	674.0	168.5
W5	05/09	997.0	4	.0	0	997.0	249.3	.0	0	997.0	249.3
W5	06/09	5116.0	4	.0	0	5116.0	1279.0	.0	0	5116.0	1279.0
W5	07/09	14148.0	4	.0	0	14148.0	3537.0	.0	0	14148.0	3537.0
W5	08/09	3567.8	4	.0	0	3567.8	892.0	.0	0	3567.8	892.0
W5	09/09	-1590.8	4	.0	0	-1590.8	-397.7	.0	0	-1590.8	-397.7
W5	10/09	1057.0	4	.0	0	1057.0	264.3	.0	0	1057.0	264.3
W5	11/09	2543.0	4	.0	0	2543.0	635.8	.0	0	2543.0	635.8
W5	12/09	252.0	4	.0	0	252.0	63.0	.0	0	252.0	63.0

TOTALS		36814.0	48	.0	0	36814.0	767.0	.0	0	36814.0	767.0

RT	MONTH	GROSS USAGE	COUNT	DISC USE	COUNT	BILL USAGE	AVG/BILL	USAGE ADJ	COUNT	NET USAGE	AVG/NET
W6	01/09	217260.0	2	.0	0	217260.0	108630.0	.0	0	217260.0	108630.0
W6	02/09	234770.0	2	.0	0	234770.0	117385.0	.0	0	234770.0	117385.0
W6	03/09	190240.0	2	.0	0	190240.0	95120.0	.0	0	190240.0	95120.0
W6	04/09	194630.0	2	.0	0	194630.0	97315.0	.0	0	194630.0	97315.0
W6	05/09	190990.0	2	.0	0	190990.0	95495.0	.0	0	190990.0	95495.0
W6	06/09	193780.0	2	.0	0	193780.0	96890.0	.0	0	193780.0	96890.0
W6	07/09	176950.0	2	.0	0	176950.0	88475.0	.0	0	176950.0	88475.0
W6	08/09	188910.0	2	.0	0	188910.0	94455.0	.0	0	188910.0	94455.0
W6	09/09	219450.0	2	.0	0	219450.0	109725.0	.0	0	219450.0	109725.0
W6	10/09	278910.0	3	.0	0	278910.0	92970.0	.0	0	278910.0	92970.0
W6	11/09	268790.0	3	.0	0	268790.0	89596.7	.0	0	268790.0	89596.7
W6	12/09	284130.0	3	.0	0	284130.0	94710.0	.0	0	284130.0	94710.0

TOTALS		2638810.0	27	.0	0	2638810.0	97733.7	.0	0	2638810.0	97733.7

RT	MONTH	GROSS USAGE	COUNT	DISC USE	COUNT	BILL USAGE	AVG/BILL	USAGE ADJ	COUNT	NET USAGE	AVG/NET
W7	01/09	69306.0	2	.0	0	69306.0	34653.0	.0	0	69306.0	34653.0

SERVICE: W WATER
 RATE TABLE RANGE: 1 THRU 7

ACCOUNT RANGE: 01-0010-01 THRU -1500-01
 DATE RANGE: 01/2009 THRU 12/2009

ACCOUNT CLASS RANGE: A THRU Z
 MASTER METER RANGE: ALL

W7 02/09	27582.0	2	.0	0	27582.0	13791.0	.0	0	27582.0	13791.0
W7 03/09	35846.0	2	.0	0	35846.0	17923.0	.0	0	35846.0	17923.0
W7 04/09	42433.0	2	.0	0	42433.0	21216.5	.0	0	42433.0	21216.5
W7 05/09	37890.0	3	.0	0	37890.0	12630.0	.0	0	37890.0	12630.0
W7 06/09	40632.0	2	.0	0	40632.0	20316.0	.0	0	40632.0	20316.0
W7 07/09	30053.0	2	.0	0	30053.0	15026.5	.0	0	30053.0	15026.5
W7 08/09	26153.0	2	.0	0	26153.0	13076.5	.0	0	26153.0	13076.5
W7 09/09	34070.0	2	.0	0	34070.0	17035.0	.0	0	34070.0	17035.0
W7 10/09	26017.0	2	.0	0	26017.0	13008.5	.0	0	26017.0	13008.5
W7 11/09	34301.0	2	.0	0	34301.0	17150.5	.0	0	34301.0	17150.5
W7 12/09	41507.0	2	.0	0	41507.0	20753.5	.0	0	41507.0	20753.5
TOTALS	445790.0	25	.0	0	445790.0	17831.6	.0	0	445790.0	17831.6

SERVICE TOTALS

RT	MONTH	GROSS USAGE	COUNT	DISC USE	COUNT	BILL USAGE	AVG/BILL	USAGE ADJ	COUNT	NET USAGE	AVG/NET
	01/09	1013965.1	1436	-160.0	1	1013805.1	706.0	-23232.9	4	990572.2	689.8
	02/09	890006.9	1425	-128.0	1	889878.9	624.5	-13082.9	3	876796.0	615.3
	03/09	781403.6	1432	-118.0	1	781285.6	545.6	.0	0	781285.6	545.6
	04/09	853049.5	1436	-151.0	1	852898.5	593.9	.0	0	852898.5	593.9
	05/09	862410.4	1438	-155.0	1	862255.4	599.6	.0	0	862255.4	599.6
	06/09	1016484.1	1442	-125.0	1	1016359.1	704.8	.0	0	1016359.1	704.8
	07/09	993591.3	1448	-284.0	1	993307.3	686.0	-1747.0	2	991560.3	684.8
	08/09	884595.8	1453	.0	0	884595.8	608.8	-1028.3	2	883567.5	608.1
	09/09	878554.0	1454	-332.0	1	878222.0	604.0	-11999.9	2	866222.1	595.8
	10/09	889647.1	1454	-162.0	1	889485.1	611.8	-6201.0	2	883284.1	607.5
	11/09	847908.1	1460	-137.0	1	847771.1	580.7	.0	0	847771.1	580.7
	12/09	944966.1	1464	-189.0	1	944777.1	645.3	-4484.0	1	940293.1	642.3
TOTALS		10856582.0	17342	-1941.0	11	10854641.0	625.9	-61776.0	16	10792865.0	622.4

Asset ID	Property Description	Date In Service	Book Cost	Book Sec 179 Exp c	Book Sal Value	Book Prior Depreciation	Book Current Depreciation	Book End Depr	Book Net Book Value	Book Method	Book Period
Group: COMMUNICATION EQUIPMENT											
335	TELEMETRY MATERIALS	8/24/04	1,318.15	0.00	0.00	571.22	131.82	703.04	615.11	S/L	10.0
393	ANTENNAS	6/01/08	4,283.81	0.00	0.00	249.89	428.38	678.27	3,605.54	S/L	10.0
394	RADIOS FOR TRUCKS(3) AND C	5/06/08	8,988.00	0.00	0.00	1,198.40	1,797.60	2,996.00	5,992.00	S/L	5.0
	COMMUNICATION EQUIPMENT		14,589.96	0.00c	0.00	2,019.51	2,357.80	4,377.31	10,212.65		
Group: HYDRANTS											
113	HYDRANTS	9/30/68	29,691.98	0.00	0.00	23,753.59	593.84	24,347.43	5,344.55	S/L	50.0
114	HYDRANTS	1/01/77	861.00	0.00	0.00	533.82	17.22	551.04	309.96	S/L	50.0
115	HYDRANTS	1/01/79	355.93	0.00	0.00	210.04	7.12	217.16	138.77	S/L	50.0
116	HYDRANTS	1/01/85	90.00	0.00	0.00	42.30	1.80	44.10	45.90	S/L	50.0
117	HYDRANTS	1/01/86	1,760.40	0.00	0.00	792.22	35.21	827.43	932.97	S/L	50.0
118	HYDRANTS	1/01/87	368.73	0.00	0.00	158.46	7.37	165.83	202.90	S/L	50.0
119	HYDRANTS ADDED IN 1990	7/01/90	796.10	0.00	0.00	294.52	15.92	310.44	485.66	S/L	50.0
120	HYDRANTS ADDED IN 1991	7/01/91	4,250.63	0.00	0.00	1,487.68	85.01	1,572.69	2,677.94	S/L	50.0
121	HYDRANTS ADDED IN 1992	7/01/92	298.77	0.00	0.00	98.67	5.98	104.65	194.12	S/L	50.0
122	HYDRANTS ADDED IN 1993	7/01/93	661.20	0.00	0.00	204.91	13.22	218.13	443.07	S/L	50.0
123	HYDRANTS-1996	3/31/96	625.50	0.00	0.00	159.50	12.51	172.01	453.49	S/L	50.0
124	HYDRANTS-1997	6/10/97	2,009.30	0.00	0.00	465.53	40.19	505.72	1,503.58	S/L	50.0
125	HYDRANTS-1998	9/29/98	794.62	0.00	0.00	162.87	15.89	178.76	615.86	S/L	50.0
126	HYDRANTS-RED ELM PHASE II	7/01/98	750.00	0.00	0.00	157.50	15.00	172.50	577.50	S/L	50.0
127	HYDRANT-WILLOW WAY	12/15/98	1,000.00	0.00	0.00	201.67	20.00	221.67	778.33	S/L	50.0
220	1999 HYDRANTS	7/01/99	2,624.01	0.00	0.00	498.56	52.48	551.04	2,072.97	S/L	50.0
257	HYDRANTS	7/01/01	4,026.23	0.00	0.00	603.90	80.52	684.42	3,341.81	S/L	50.0
285	HYDRANT & INSTALLATION	1/01/02	380.00	0.00	0.00	53.20	7.60	60.80	319.20	S/L	50.0
286	5 1/4 x 18 HYDRANT KIT	9/25/02	330.86	0.00	0.00	41.37	6.62	47.99	282.87	S/L	50.0
312	AUTOMATIC BLOW OFF	2/27/03	1,247.93	0.00	0.00	145.60	24.96	170.56	1,077.37	S/L	50.0
313	HYDRANTS & INSTALLATION	4/14/03	2,072.25	0.00	0.00	238.33	41.45	279.78	1,792.47	S/L	50.0
314	HYDRANTS & INSTALLATION	10/01/03	1,524.61	0.00	0.00	160.07	30.49	190.56	1,334.05	S/L	50.0
347	HYDRANTS & INSTALLATION	10/31/06	1,194.04	0.00	0.00	51.74	23.88	75.62	1,118.42	S/L	50.0
349	HYDRANT	5/28/08	1,296.02	0.00	0.00	15.12	25.92	41.04	1,254.98	S/L	50.0
	HYDRANTS		59,010.11	0.00c	0.00	30,531.17	1,180.20	31,711.37	27,298.74		
Group: LAND & LAND RIGHTS											
128	LAND & LAND RIGHTS	9/30/68	3,733.50	0.00	0.00	0.00	0.00	0.00	3,733.50	Memo	0.0
129	EASEMENTS ACQUIRED DURIN	4/17/96	1,504.00	0.00	0.00	0.00	0.00	0.00	1,504.00	Memo	0.0
130	LAND - WATER TOWER	3/17/98	7,014.00	0.00	0.00	0.00	0.00	0.00	7,014.00	Land	0.0
344	Land - Hayden Easement	12/31/06	7,000.00	0.00	0.00	0.00	0.00	0.00	7,000.00	Land	0.0
377	EASEMENTS	5/29/08	228.00	0.00	0.00	0.00	0.00	0.00	228.00	Land	0.0
	LAND & LAND RIGHTS		19,479.50	0.00c	0.00	0.00	0.00	0.00	19,479.50		
Group: METERS											
91	METERS	9/30/68	38,340.91	0.00	0.00	29,475.74	766.82	30,242.56	8,098.35	S/L	50.0
92	METERS	1/01/76	4,230.20	0.00	0.00	2,634.81	84.60	2,719.41	1,510.79	S/L	50.0

Asset Id	Property Description	Date In Service	Book Cost	Book Sec 179 Exp c	Book Sal Value	Book Prior Depreciation	Book Current Depreciation	Book End Depr	Book Net Book Value	Book Method	Book Period	
Group: METERS (continued)												
93	METERS	1/01/78	3,309.97	0.00	0.00	2,019.10	66.20	2,085.30	1,224.67	S/L	50.0	
94	METERS	1/01/79	2,269.17	0.00	0.00	1,338.72	45.38	1,384.10	885.07	S/L	50.0	
95	METERS	1/01/80	1,925.02	0.00	0.00	1,097.25	38.50	1,135.75	789.27	S/L	50.0	
96	METERS	1/01/81	3,093.29	0.00	0.00	1,670.49	61.87	1,732.36	1,360.93	S/L	50.0	
97	METERS	1/01/83	3,185.28	0.00	0.00	3,185.28	0.00	3,185.28	0.00	S/L	10.0	
98	METERS	1/01/84	2,521.34	0.00	0.00	1,210.32	50.43	1,260.75	1,260.59	S/L	50.0	
99	METERS	1/01/85	1,096.42	0.00	0.00	515.35	21.93	537.28	559.14	S/L	50.0	
100	METERS	1/01/86	2,726.40	0.00	0.00	1,226.92	54.53	1,281.45	1,444.95	S/L	50.0	
101	METERS	1/01/87	3,726.66	0.00	0.00	1,602.40	74.53	1,676.93	2,049.73	S/L	50.0	
102	METERS ADDED 1988	7/01/88	4,137.05	0.00	0.00	1,696.17	82.74	1,778.91	2,358.14	S/L	50.0	
103	METERS ADDED IN 1989	7/01/89	5,103.51	0.00	0.00	4,976.01	127.50	5,103.51	0.00	S/L	20.0	
104	METERS ADDED IN 1990	7/01/90	3,081.00	0.00	0.00	2,849.93	154.05	3,003.98	309.00	S/L	20.0	
105	METERS ADDED IN 1991	7/01/91	4,120.74	0.00	0.00	3,605.70	206.04	3,811.74	2,391.27	S/L	20.0	
106	METERS ADDED IN 1992	7/01/92	5,271.80	0.00	0.00	4,349.24	263.59	4,612.83	658.97	S/L	20.0	
107	METERS ADDED IN 1993	7/01/93	13,664.56	0.00	0.00	10,590.06	683.23	11,273.29	1,159.87	S/L	20.0	
108	METERS ADDIN IN 1994	7/01/94	5,155.00	0.00	0.00	3,737.38	257.75	3,995.13	2,452.97	S/L	20.0	
109	METERS ADDED IN 1995	7/01/95	8,920.11	0.00	0.00	6,021.13	446.01	6,467.14	2,436.91	S/L	20.0	
110	METERS-1996	7/01/96	7,498.19	0.00	0.00	4,686.37	374.91	5,061.28	3,896.68	S/L	20.0	
111	METERS-1997	6/10/97	10,507.84	0.00	0.00	6,085.77	525.39	6,611.16	4,298.88	S/L	20.0	
112	METERS-1998	6/15/98	2,663.26	0.00	0.00	1,409.28	133.16	1,542.44	1,120.82	S/L	20.0	
219	1999 METERS	7/01/99	9,050.24	0.00	0.00	4,298.85	452.51	4,751.36	4,298.88	S/L	20.0	
232	METERS	7/01/00	9,227.96	0.00	0.00	3,921.90	461.40	4,383.30	4,844.66	S/L	20.0	
251	METERS & INSTALLATION	7/01/01	5,051.34	0.00	0.00	1,894.27	252.57	2,146.84	2,904.50	S/L	20.0	
282	METER BOXES, TUBING & LID:	2/20/02	287.40	0.00	0.00	98.20	14.37	112.57	174.83	S/L	20.0	
283	METER BOXES	7/12/02	1,039.80	0.00	0.00	337.94	51.99	389.93	649.87	S/L	20.0	
284	METER BOXES	11/01/02	848.00	0.00	0.00	261.47	42.40	303.87	544.13	S/L	20.0	
299	REMOTE METER HEAD	7/22/02	134.11	0.00	0.00	43.05	6.71	49.76	84.35	S/L	20.0	
311	METERS & INSTALLATION	7/01/03	3,751.53	0.00	0.00	1,031.69	187.58	1,219.27	2,532.26	S/L	20.0	
322	METERS	12/31/03	1,438.99	0.00	0.00	359.75	71.95	431.70	1,007.29	S/L	20.0	
329	METERS	7/01/04	4,317.63	0.00	0.00	971.46	215.88	1,187.34	3,130.29	S/L	20.0	
340	05 METERS	7/01/05	18,413.35	0.00	0.00	3,222.34	920.67	4,143.01	14,270.34	S/L	20.0	
346	2006 Meters	7/01/06	12,773.07	0.00	0.00	1,596.63	638.65	2,235.28	10,537.79	S/L	20.0	
372	Materials	11/06/07	2,379.65	0.00	0.00	138.81	118.98	257.79	2,121.86	S/L	20.0	
376	Meters	10/23/07	928.00	0.00	0.00	54.13	46.40	100.53	827.47	S/L	20.0	
396	METERS	7/01/08	11,183.80	0.00	0.00	279.59	559.19	838.78	10,345.02	S/L	20.0	
402	METERS ADDED IN 2009	7/01/09	10,471.15	0.00c	0.00	0.00	261.78	261.78	10,209.37	S/L	20.0	
METERS			227,843.74	0.00c	0.00	114,493.50	8,822.19	123,315.69	104,528.05			

Group: OFFICE EQUIPMENT

41	FIRE SAFE	1/02/98	189.99	0.00	0.00	189.99	0.00	189.99	0.00	S/L	10.0
42	COMPUTER FURNITURE	2/10/98	441.85	0.00	0.00	441.85	0.00	441.85	0.00	S/L	8.0
44	COMPUTER SOFTWARE	5/05/98	1,020.00	0.00	0.00	1,020.00	0.00	1,020.00	0.00	S/L	5.0
45	ALARM SYSTEM	7/01/98	591.00	0.00	0.00	413.70	39.40	453.10	137.90	S/L	15.0
134	FILE CABINET	3/01/81	208.00	0.00	0.00	208.00	0.00	208.00	0.00	S/L	8.0
154	BLACK METAL CREDENZA	1/12/95	175.00	0.00	0.00	175.00	0.00	175.00	0.00	S/L	8.0
156	FAX MACHINE	5/11/95	486.09	0.00	0.00	486.09	0.00	486.09	0.00	S/L	5.0
157	COMPUTER SOFTWARE FROM	7/16/96	5,970.00	0.00	0.00	5,970.00	0.00	5,970.00	0.00	S/L	5.0

Asset Id	Property Description	Date In Service	Book Cost	Book Sec 179 Exp c	Book Sal Value	Book Prior Depreciation	Book Current Depreciation	Book End Depr	Book Net Book Value	Book Method	Book Period	
Group: OFFICE EQUIPMENT (continued)												
162	COMPUTER UPGRADES	9/12/96	1,309.14	0.00	0.00	1,309.14	0.00	1,309.14	0.00	S/L	5.0	
164	COFFEE STAND	7/01/96	52.97	0.00	0.00	52.97	0.00	52.97	0.00	S/L	10.0	
221	PRO RATE MODE SOFTWARE	8/17/99	525.00	0.00	0.00	525.00	0.00	525.00	0.00	S/L	3.0	
234	CREDIT CARD MACHINE	3/02/00	1,112.00	0.00	0.00	1,112.00	0.00	1,112.00	0.00	S/L	5.0	
235	JUMBO TASK CHAIR (SHEILA)	3/29/00	149.99	0.00	0.00	131.25	15.00	146.25	3.74	S/L	10.0	
236	TOPOQUAD SOFTWARE	11/10/00	106.95	0.00	0.00	106.95	0.00	106.95	0.00	S/L	3.0	
237	FLAT FILE	11/20/00	678.81	0.00	0.00	548.70	67.88	616.58	62.23	S/L	10.0	
238	LEATHER CHAIR	11/24/00	129.99	0.00	0.00	105.08	13.00	118.08	11.91	S/L	10.0	
239	UTILITY SHELVES	12/02/00	324.16	0.00	0.00	262.06	32.42	294.48	29.68	S/L	10.0	
252	MEMORY & BATTERY	3/16/01	349.00	0.00	0.00	349.00	0.00	349.00	0.00	S/L	5.0	
253	HP COLOR COPIER	4/24/01	448.99	0.00	0.00	448.99	0.00	448.99	0.00	S/L	5.0	
254	OKIDATA ML 590 PRINTER	9/07/01	499.00	0.00	0.00	499.00	0.00	499.00	0.00	S/L	5.0	
255	COMPAQ D300-933MHZ COMPL	10/17/01	849.00	0.00	0.00	849.00	0.00	849.00	0.00	S/L	5.0	
287	NIGHT DEPOSIT BOX	1/11/02	484.00	0.00	0.00	484.00	0.00	484.00	0.00	S/L	7.0	
288	COMPUTER CABLES	1/25/02	108.00	0.00	0.00	108.00	0.00	108.00	0.00	S/L	5.0	
290	SERIAL PRINTER CARD	3/06/02	214.10	0.00	0.00	214.10	0.00	214.10	0.00	S/L	5.0	
290	CASH DRAWER	4/09/02	161.47	0.00	0.00	155.72	5.75	161.47	0.00	S/L	7.0	
291	CHAIR - DIAMOND PLUS	3/24/02	179.97	0.00	0.00	173.54	6.43	179.97	0.00	S/L	7.0	
292	PHONE/ANSWERING MACHINE	4/10/02	157.77	0.00	0.00	152.14	5.63	157.77	0.00	S/L	7.0	
293	DESKS & SUPPLIES	4/22/02	250.00	0.00	0.00	238.07	11.93	250.00	0.00	S/L	7.0	
294	CHAIRS FOR LOBBY	9/13/02	597.95	0.00	0.00	540.99	56.96	597.95	0.00	S/L	7.0	
295	CR ROM FOR LAPTOP	10/03/02	210.00	0.00	0.00	210.00	0.00	210.00	0.00	S/L	5.0	
296	GIS MAPPING SOFTWARE	10/18/02	2,510.00	0.00	0.00	2,510.00	0.00	2,510.00	0.00	S/L	3.0	
297	LASER PRINTER	12/01/02	1,518.27	0.00	0.00	1,518.27	0.00	1,518.27	0.00	S/L	5.0	
315	TABLES FOR LOBBY	3/21/03	133.98	0.00	0.00	110.05	19.14	129.19	4.79	S/L	7.0	
316	PRINTER HEAD	6/09/03	189.00	0.00	0.00	189.00	0.00	189.00	0.00	S/L	5.0	
317	REFRIG	7/01/03	309.52	0.00	0.00	243.21	44.22	287.43	22.09	S/L	7.0	
318	DIGITAL CAMERA	11/20/03	369.26	0.00	0.00	369.26	0.00	369.26	0.00	S/L	5.0	
331	LAPTOP & JUMP DRIVE - SHEIL	7/02/04	1,169.98	0.00	0.00	1,053.00	116.98	1,169.98	0.00	S/L	5.0	
333	WATERFLOW SOFTWARE/LICE	9/20/04	1,500.00	0.00	0.00	1,500.00	0.00	1,500.00	0.00	S/L	3.0	
348	ARCGIS 9.1 Software	8/14/06	740.00	0.00	0.00	596.12	143.88	740.00	0.00	S/L	3.0	
349	3 Computers - HP DC5100	10/04/06	4,644.80	0.00	0.00	2,090.16	928.96	3,019.12	1,625.68	S/L	5.0	
350	DIGI Hardware & Installation	11/22/06	1,218.49	0.00	0.00	507.71	243.70	751.41	467.08	S/L	5.0	
386	UPS, USB HARD DRIVE, USB FL	9/19/08	847.92	0.00	0.00	42.40	169.58	211.98	635.94	S/L	5.0	
387	SECURITY CAMERA	12/05/08	997.00	0.00	0.00	16.62	199.40	216.02	780.98	S/L	5.0	
403	ANNUAL SOFTWARE SUPPORT	8/27/09	1,291.00	0.00c	0.00	0.00	143.44	143.44	1,147.56	S/L	3.0	
404	TELEVISION	11/01/09	296.79	0.00c	0.00	0.00	9.89	9.89	286.90	S/L	5.0	
			35,716.20	0.00c	0.00	28,226.13	2,273.59	30,499.72	5,216.48			
OFFICE EQUIPMENT												
Group: PUMPING PLANT												
1	ELECTRIC PUMPING EQUIP.	9/30/68	3,900.00	0.00	0.00	3,900.00	0.00	3,900.00	0.00	S/L	40.0	
2	CHLORINATOR	3/07/95	1,650.00	0.00	0.00	570.63	41.25	611.88	1,038.12	S/L	40.0	
3	CHLORINATOR INFECTORS	11/11/98	1,356.12	0.00	0.00	344.65	33.90	378.55	977.57	S/L	40.0	
210	PRESSURE GAUGES	3/23/99	957.67	0.00	0.00	466.83	47.88	514.71	442.96	S/L	20.0	
211	REBUILD MOTORS	4/30/99	6,265.00	0.00	0.00	3,028.08	313.25	3,341.33	2,923.67	S/L	20.0	
212	NEW ELEC. TELEMETRY SYS'	6/23/99	10,128.00	0.00	0.00	4,810.80	506.40	5,317.20	4,810.80	S/L	20.0	
213	NEW CONTROLS FOR PUMPS	9/01/99	2,345.46	0.00	0.00	1,094.52	117.27	1,211.79	1,133.67	S/L	20.0	

Book Asset Detail 1/01/09 - 12/31/09

Asset #	Property Description	Date In Service	Book Cost	Book Sec 179 Exp	Book Sal Value	Book Prior Depreciation	Book Current Depreciation	Book End Depr	Book Net Value	Book Method	Book Period
Group: PUMPING PLANT (continued)											
273	CHLORINATOR	5/21/02	385.35	0.00	0.00	126.86	19.27	146.13	239.22	S/L	20.0
274	RADIO FOR TELEMTRY	6/11/02	754.97	0.00	0.00	248.52	37.75	286.27	468.70	S/L	20.0
275	PUMPS	7/16/02	2,460.89	0.00	0.00	789.51	123.04	912.55	1,548.34	S/L	20.0
357	Telemetry arm	4/02/07	767.00	0.00	0.00	67.11	38.35	105.46	661.54	S/L	20.0
360	Chlorinator	10/19/07	1,695.00	0.00	0.00	98.88	84.75	183.63	1,511.37	S/L	20.0
378	PUMP & GAS CYLINDER	5/30/08	1,728.96	0.00	0.00	50.43	86.45	136.88	1,592.08	S/L	20.0
379	NEW TANK SITE WORK	9/01/08	2,067.50	0.00	0.00	34.46	103.38	137.84	1,929.66	S/L	20.0
380	CHLORINATOR	10/14/08	2,108.85	0.00	0.00	26.36	105.44	131.80	1,977.05	S/L	20.0
	PUMPING PLANT		38,570.77	0.00c	0.00	15,657.64	1,658.38	17,316.02	21,254.75		
Group: RESERVOIR & STANDPIPES											
48	RESERVOIR & STANDPIPES	9/30/68	88,290.28	0.00	0.00	70,632.40	1,765.81	72,398.21	15,892.07	S/L	50.0
49	RESERVOIR & STANDPIPE	12/21/79	21,771.40	0.00	0.00	21,771.40	0.00	21,771.40	0.00	S/L	12.0
50	PAINTING RESERVOIR	8/26/89	43,520.50	0.00	0.00	43,520.50	0.00	43,520.50	0.00	S/L	15.0
51	RESERVOIR FENCING	9/17/93	2,523.00	0.00	0.00	2,523.00	0.00	2,523.00	0.00	S/L	10.0
265	WATER TOWER	11/01/01	781,683.11	0.00	0.00	140,051.57	19,542.08	159,593.65	622,089.46	S/L	40.0
277	TRANSUCER/TOWER #2	2/25/02	408.91	0.00	0.00	139.74	20.44	160.19	248.72	S/L	20.0
278	TRANSUCER/TANK #2	3/05/02	408.84	0.00	0.00	139.68	20.44	160.12	248.72	S/L	20.0
279	TELEMTRY	3/08/02	157.40	0.00	0.00	53.78	7.87	61.65	95.75	S/L	20.0
306	TOWER INSPECTIONS	6/19/03	7,500.00	0.00	0.00	1,031.25	187.50	1,218.75	6,281.25	S/L	40.0
307	CALIBRATE TRANSDUCER	6/20/03	470.18	0.00	0.00	129.30	23.51	152.81	317.37	S/L	20.0
308	TOWER I - REPAINTING	8/13/03	89,442.00	0.00	0.00	32,298.50	5,962.80	38,261.30	51,180.70	S/L	15.0
326	FLOW TRANSMITTER	8/03/04	829.21	0.00	0.00	244.15	55.28	299.43	529.78	S/L	15.0
399	Hayden Water Tower	9/10/08	364,794.90	0.00	0.00	3,039.96	9,119.87	12,159.83	352,635.07	S/L	40.0
	RESERVOIR & STANDPIPES		1,401,799.73	0.00c	0.00	315,575.23	36,705.61	352,280.84	1,049,518.89		
Group: SERVICES											
68	SERVICES	9/30/68	38,515.83	0.00	0.00	29,609.52	770.32	30,379.84	8,135.99	S/L	50.0
69	SERVICES	1/01/76	2,877.72	0.00	0.00	1,819.63	57.55	1,877.18	1,000.54	S/L	50.0
70	SERVICES	1/01/78	4,696.36	0.00	0.00	2,864.86	93.93	2,958.79	1,737.57	S/L	50.0
71	SERVICES	1/01/79	3,920.83	0.00	0.00	2,313.38	78.42	2,391.80	1,529.03	S/L	50.0
72	SERVICES	1/01/80	11,790.43	0.00	0.00	6,720.57	235.81	6,956.38	4,834.05	S/L	50.0
73	SERVICES	1/01/81	3,450.56	0.00	0.00	1,897.77	69.01	1,966.78	1,483.78	S/L	50.0
74	SERVICES	1/01/83	1,872.26	0.00	0.00	973.70	37.45	1,011.15	861.11	S/L	50.0
75	SERVICES	1/01/84	3,706.32	0.00	0.00	1,853.25	74.13	1,927.38	1,778.94	S/L	50.0
76	SERVICES	1/01/85	2,909.91	0.00	0.00	1,367.70	58.20	1,425.90	1,484.01	S/L	50.0
77	SERVICES	1/01/86	10,367.52	0.00	0.00	4,561.71	207.35	4,769.06	5,598.46	S/L	50.0
78	SERVICES	1/01/87	5,620.52	0.00	0.00	2,416.82	112.41	2,529.23	3,091.29	S/L	50.0
79	SERVICES ADDED 1988	7/01/88	7,437.23	0.00	0.00	3,049.17	148.74	3,197.91	4,239.32	S/L	50.0
80	SERVICES ADDED IN 1989	7/01/89	3,307.73	0.00	0.00	1,612.46	82.69	1,695.15	1,612.58	S/L	40.0
81	SERVICES ADDED IN 1990	7/01/90	7,186.82	0.00	0.00	3,323.90	179.67	3,503.57	3,683.25	S/L	40.0
82	SERVICES ADDED IN 1991	7/01/91	3,784.74	0.00	0.00	1,655.85	94.62	1,750.47	2,034.27	S/L	40.0
83	SERVICES ADDED IN 1992	7/01/92	7,335.51	0.00	0.00	3,025.93	183.39	3,209.32	4,126.19	S/L	40.0
84	SERVICES ADDED IN 1993	7/01/93	15,479.84	0.00	0.00	5,998.50	387.00	6,385.50	9,094.34	S/L	40.0
85	SERVICES - METROPOLIS LANI	3/02/94	26,088.67	0.00	0.00	9,674.59	652.22	10,326.81	15,761.86	S/L	40.0
86	SERVICES ADDED 1994	7/01/94	26,910.84	0.00	0.00	9,755.17	672.77	10,427.94	16,482.90	S/L	40.0

Asset Id	Property Description	Date In Service	Book Cost	Book Sec 179 Exp c	Book Sal Value	Book Prior Depreciation	Book Current Depreciation	Book End Depr	Book Net Book Value	Book Method	Book Period
Group: SERVICES (continued)											
87	SERVICES ADDED 1995	7/01/95	27,334.18	0.00	0.00	9,225.23	683.35	9,908.58	17,425.60	S/L	40.0
88	SERVICES-1996	7/01/96	12,667.81	0.00	0.00	3,958.75	316.70	4,275.45	8,392.36	S/L	40.0
89	SERVICES-1997	6/10/97	13,996.18	0.00	0.00	4,053.01	349.90	4,402.91	9,593.27	S/L	40.0
90	SERVICES-1998	6/15/98	19,975.66	0.00	0.00	5,285.21	499.39	5,784.60	14,191.06	S/L	40.0
218	1999 SERVICES	7/01/99	22,512.85	0.00	0.00	5,346.79	562.82	5,909.61	16,603.24	S/L	40.0
231	SERVICES	7/01/00	9,924.45	0.00	0.00	2,108.94	248.11	2,357.05	7,567.40	S/L	40.0
250	SERVICES	7/01/01	5,048.89	0.00	0.00	946.65	126.22	1,072.87	3,976.02	S/L	40.0
281	SERVICES	7/01/02	9,630.58	0.00	0.00	1,564.94	240.76	1,805.70	7,824.88	S/L	40.0
310	2003 SERVICES	7/01/03	12,606.70	0.00	0.00	1,733.43	315.17	2,048.60	10,558.10	S/L	40.0
323	SERVICES 03 YE	12/3/03	350.00	0.00	0.00	43.75	8.75	52.50	297.50	S/L	40.0
328	04 SERVICES	7/01/04	9,443.83	0.00	0.00	1,062.45	236.10	1,298.55	8,145.28	S/L	40.0
339	05 SERVICES	7/01/05	43,526.60	0.00	0.00	3,808.59	1,088.17	4,896.76	38,629.84	S/L	40.0
345	2006 Services	7/01/06	27,860.22	0.00	0.00	1,741.27	696.51	2,437.78	25,422.44	S/L	40.0
365	Services and repairs	4/01/07	2,455.00	0.00	0.00	107.41	61.38	168.79	2,286.21	S/L	40.0
366	New service & repair	6/01/07	1,700.00	0.00	0.00	67.29	42.50	109.79	1,590.21	S/L	40.0
367	Materials	6/21/07	2,379.65	0.00	0.00	89.24	59.49	148.73	2,230.92	S/L	40.0
368	service & repairs	7/01/07	1,760.00	0.00	0.00	66.00	44.00	110.00	1,650.00	S/L	40.0
369	Materials	8/27/07	756.00	0.00	0.00	25.20	18.90	44.10	711.90	S/L	40.0
370	Services & Repairs	9/01/07	1,445.00	0.00	0.00	48.17	36.13	84.30	1,360.70	S/L	40.0
371	Sampling Stations	12/26/07	3,253.50	0.00	0.00	81.34	81.34	162.68	3,090.82	S/L	40.0
384	SERVICES ADDED IN 2008	7/01/08	23,491.94	0.00	0.00	293.65	587.30	880.95	22,610.99	S/L	40.0
401	SERVICES ADDED IN 2009	7/01/09	7,925.14	0.00	0.00	0.00	99.06	99.06	7,826.08	S/L	40.0
SERVICES			447,303.82	0.00	0.00	136,151.79	10,597.73	146,749.52	300,554.30		

Group: STRUCTURE & IMPROVEMENTS

4	INSULATION	1/01/84	510.00	0.00	0.00	510.00	0.00	510.00	0.00	S/L	20.0
5	CHLORINATOR ENCLOSURE	5/01/85	1,090.37	0.00	0.00	1,090.37	0.00	1,090.37	0.00	S/L	10.0
6	OFFICE DOOR	2/01/93	698.61	0.00	0.00	698.61	0.00	698.61	0.00	S/L	10.0
7	STORAGE SHELVING - OFFICE	4/09/93	350.00	0.00	0.00	350.00	0.00	350.00	0.00	S/L	10.0
8	NEW A/C & HEAT SYSTEM	7/01/94	5,513.75	0.00	0.00	5,329.91	183.84	5,513.75	0.00	S/L	15.0
9	INSTALLATION OF A/C	3/18/94	1,321.00	0.00	0.00	1,321.00	0.00	1,321.00	0.00	S/L	10.0
11	SAFETY CLIMBING DEVICE	4/25/96	2,850.00	0.00	0.00	2,850.00	0.00	2,850.00	0.00	S/L	10.0
12	OFFICE PARTITIONS	8/08/96	1,142.99	0.00	0.00	1,142.99	0.00	1,142.99	0.00	S/L	10.0
13	(2) U-SHAPED DESKS AND CHA	12/20/96	1,030.92	0.00	0.00	1,030.92	0.00	1,030.92	0.00	S/L	10.0
14	OFFICE REMODELING	10/21/96	377.37	0.00	0.00	377.37	0.00	377.37	0.00	S/L	10.0
15	SINK INSTALLATION AT OFFIC	2/14/97	560.25	0.00	0.00	560.25	0.00	560.25	0.00	S/L	10.0
16	REWIRING OF OFFICE	3/15/97	1,114.91	0.00	0.00	1,114.91	0.00	1,114.91	0.00	S/L	10.0
46	STRUCTURE & IMPROVEMENT	9/30/68	36,589.67	0.00	0.00	36,589.67	0.00	36,589.67	0.00	S/L	40.0
47	CARPOT & DOOR	8/01/81	3,000.00	0.00	0.00	3,000.00	0.00	3,000.00	0.00	S/L	10.0
229	DRIVEWAY & CULVERT	2/28/00	1,721.37	0.00	0.00	760.28	86.07	846.35	875.02	S/L	10.0
230	RECEPTACLES	12/22/00	571.90	0.00	0.00	228.80	28.60	257.40	314.50	S/L	20.0
249	PAVED PARKING LOT	6/27/01	3,740.00	0.00	0.00	1,402.50	187.00	1,589.50	2,150.50	S/L	20.0
267	COMMUNE	1/02/02	225.00	0.00	0.00	39.41	5.63	45.04	179.96	S/L	40.0
268	OFFICE WINDOWS & INSTALLA	1/30/02	1,916.00	0.00	0.00	331.31	47.90	379.21	1,536.79	S/L	40.0
269	OFFICE RENOVATIONS	3/01/02	10,014.74	0.00	0.00	1,710.86	250.37	1,961.23	8,053.51	S/L	40.0
270	MURAL	3/21/02	116.73	0.00	0.00	52.52	7.78	60.30	56.43	S/L	15.0
271	OFFICE RENOVATIONS	5/01/02	7,070.84	0.00	0.00	1,178.47	176.77	1,355.24	5,715.60	S/L	40.0

FYE: 12/31/2009

Asset #	Property Description	Date In Service	Book Cost	Book Sec 179 Exp c	Book Sal Value	Book Prior Depreciation	Book Current Depreciation	Book End Depr	Book Net Value	Book Method	Book Period
Group: STRUCTURE & IMPROVEMENTS (continued)											
272	NEW DOOR FOR CHLORINE RO	9/01/02	311.50	0.00	0.00	49.34	7.79	57.13	254.37	S/L	40.0
298	VENT MOTOR ON FURNACE UT	12/30/02	205.00	0.00	0.00	82.00	13.67	95.69	109.31	S/L	15.0
300	ROCK FOR DRIVEWAY - TOWE	4/24/03	310.28	0.00	0.00	87.89	15.51	103.40	206.88	S/L	20.0
301	TREE REMOVAL - TOWER 1	5/14/03	3,910.00	0.00	0.00	1,107.83	195.50	1,303.33	2,606.67	S/L	20.0
302	DEMSE GRADE ROCK - TOWER	5/14/03	307.77	0.00	0.00	87.21	15.39	102.60	205.17	S/L	20.0
303	CHLORINE ROOM SWITCH	5/20/03	185.80	0.00	0.00	103.74	18.58	122.32	63.48	S/L	10.0
304	CONCRETE FOOTERS/VALVES	10/02/03	412.96	0.00	0.00	54.18	10.32	64.50	348.46	S/L	40.0
305	BUILDINGS & VALVES INSULA	11/07/03	4,208.90	0.00	0.00	543.64	105.22	648.86	3,560.04	S/L	40.0
324	LIGHT FIXTURES INSTALLTIO	12/24/03	626.85	0.00	0.00	78.35	15.67	94.02	532.83	S/L	40.0
325	8x12' Building	11/17/04	1,240.00	0.00	0.00	253.17	62.00	315.17	924.83	S/L	20.0
356	Dense grade for drive	12/18/07	1,387.50	0.00	0.00	69.38	69.38	138.76	1,248.74	S/L	20.0
STRUCTURE & IMPROVEMENTS			94,632.98	0.00c	0.00	64,186.90	1,502.99	65,689.89	28,943.09		

Group: TOOLS & SHOP EQUIPMENT

181	PRESSURE RELIEF VALUE	6/01/89	297.05	0.00	0.00	297.05	0.00	297.05	0.00	S/L	5.0
182	CHLORINE SCALE	5/01/92	392.62	0.00	0.00	392.62	0.00	392.62	0.00	S/L	5.0
183	LEAK DETECTOR	8/01/92	433.33	0.00	0.00	433.33	0.00	433.33	0.00	S/L	8.0
184	PRESSURE RECORDER	11/01/92	325.64	0.00	0.00	325.64	0.00	325.64	0.00	S/L	8.0
185	SHOP TOOLS & EQUIPMENT	2/28/94	444.25	0.00	0.00	444.25	0.00	444.25	0.00	S/L	5.0
186	ROTO TILLER FOR SERVICES	10/31/94	499.00	0.00	0.00	499.00	0.00	499.00	0.00	S/L	5.0
187	TOOL SET	6/30/95	175.00	0.00	0.00	175.00	0.00	175.00	0.00	S/L	5.0
188	(2) TEST SETS	6/15/95	695.40	0.00	0.00	695.40	0.00	695.40	0.00	S/L	8.0
189	SMALL SHOP TOOLS	6/01/95	251.40	0.00	0.00	251.40	0.00	251.40	0.00	S/L	5.0
190	AUTO DIALER	11/02/95	687.99	0.00	0.00	687.99	0.00	687.99	0.00	S/L	8.0
191	LINE LOCATOR	2/27/96	1,651.84	0.00	0.00	1,651.84	0.00	1,651.84	0.00	S/L	8.0
193	TRUCK MAT AND FIRE EXTINC	7/23/96	169.61	0.00	0.00	169.61	0.00	169.61	0.00	S/L	5.0
194	HYDRANT DIFF	10/02/96	118.54	0.00	0.00	118.54	0.00	118.54	0.00	S/L	8.0
195	MISC SMALL TOOLS DURING 1	7/17/96	1,579.44	0.00	0.00	1,579.44	0.00	1,579.44	0.00	S/L	5.0
196	GENERATOR/WORKLIGHT	4/01/97	540.22	0.00	0.00	540.22	0.00	540.22	0.00	S/L	5.0
197	SMALL TOOLS	6/01/97	732.23	0.00	0.00	732.23	0.00	732.23	0.00	S/L	5.0
198	SMALL TOOLS	2/17/98	102.97	0.00	0.00	102.97	0.00	102.97	0.00	S/L	5.0
199	FLOW TESTER/DIFFUSER	4/14/98	790.11	0.00	0.00	790.11	0.00	790.11	0.00	S/L	5.0
222	PIPE CUTTER	8/17/99	2,408.30	0.00	0.00	1,123.92	120.42	1,244.34	1,163.96	S/L	20.0
223	WATERPROOF RECORDER	3/23/99	781.79	0.00	0.00	781.79	0.00	781.79	0.00	S/L	5.0
224	2 PRESSURE GAUGES	4/29/99	303.65	0.00	0.00	303.65	0.00	303.65	0.00	S/L	5.0
225	HYDRANT ADAPTER	11/17/99	178.61	0.00	0.00	178.61	0.00	178.61	0.00	S/L	5.0
226	SMALL HAND TOOLS	7/01/99	1,292.33	0.00	0.00	1,292.33	0.00	1,292.33	0.00	S/L	5.0
241	HOSE FOR FLUSHING	2/09/00	103.67	0.00	0.00	103.67	0.00	103.67	0.00	S/L	5.0
242	2 CHLORINE TESTING KITS	8/07/00	611.04	0.00	0.00	611.04	0.00	611.04	0.00	S/L	5.0
243	ADJUSTABLE SEAT WRENCH	9/01/00	224.47	0.00	0.00	224.47	0.00	224.47	0.00	S/L	5.0
244	MISC SMALL TOOLS	6/30/00	240.60	0.00	0.00	240.60	0.00	240.60	0.00	S/L	5.0
258	FIRE EXTINGUISHERS	1/04/01	196.00	0.00	0.00	156.80	19.60	176.40	19.60	S/L	10.0
259	SMALL TOOLS	6/30/01	81.79	0.00	0.00	61.35	8.18	69.53	12.26	S/L	10.0
260	LOCATOR	11/28/01	792.98	0.00	0.00	561.71	79.30	641.01	151.97	S/L	10.0
320	PRESSURE RECORDER	4/09/03	485.94	0.00	0.00	279.40	48.59	327.99	157.95	S/L	10.0
321	CHLORINE KIT	7/21/03	648.11	0.00	0.00	351.05	64.81	415.86	232.25	S/L	10.0
351	Surelock Pro Pipe Locator	6/07/06	2,400.00	0.00	0.00	620.00	240.00	860.00	1,540.00	S/L	10.0

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Group: TOOLS & SHOP EQUIPMENT (continued)												
373	Equipment	10/10/07	1,508.60	0.00		0.00	188.57	150.86	339.43	1,169.17	S/L	10.0
374	Testing equipment	12/17/07	1,814.62	0.00		0.00	181.46	181.46	362.92	1,451.70	S/L	10.0
390	TESTING EQUIPMENT	2/29/08	1,039.41	0.00		0.00	86.62	103.94	190.56	848.85	S/L	10.0
391	SMALL TOOLS	10/21/08	2,290.02	0.00		0.00	76.33	458.00	534.33	1,755.69	S/L	5.0
392	FLOW METER & PRESSURE REG	12/04/08	395.93	0.00		0.00	6.60	79.19	85.79	310.14	S/L	5.0
405	METER TOUCHREADER	1/05/09	357.80	0.00c		0.00	0.00	71.56	71.56	286.24	S/L	5.0
406	TROY BILT GENERATOR	4/01/09	506.35	0.00c		0.00	0.00	75.95	75.95	430.40	S/L	5.0
407	1000 LB HOIST	4/17/09	419.14	0.00c		0.00	0.00	55.89	55.89	363.25	S/L	5.0
408	LAWN MOWER	7/28/09	312.00	0.00c		0.00	0.00	26.00	26.00	286.00	S/L	5.0
TOOLS & SHOP EQUIPMENT												
			29,279.79	0.00c		0.00	17,316.61	1,783.75	19,100.36	10,179.43		
Group: TRANS & DIST. MAINS												
17	MAINS ADDED IN 1992	7/01/92	4,926.41	0.00		0.00	2,032.14	123.16	2,155.30	2,771.11	S/L	40.0
18	MAINS ADDED IN 1993	7/01/93	2,652.33	0.00		0.00	1,027.80	66.31	1,094.11	1,558.22	S/L	40.0
19	MAINS ADDED BY MARTIN MA	11/01/93	180,225.05	0.00		0.00	68,335.39	4,505.63	72,841.02	107,384.03	S/L	40.0
20	MAINS ADDED IN 1986	12/06/86	66,353.15	0.00		0.00	29,305.91	1,327.06	30,632.97	35,720.18	S/L	50.0
21	MAINS ADDED-BETHEL CHURCH	6/20/94	467,806.32	0.00		0.00	169,579.82	11,695.16	181,274.98	286,531.34	S/L	40.0
22	MAINS ADDED-CHICASAW	1/01/94	23,671.58	0.00		0.00	8,876.85	591.79	9,468.64	14,202.94	S/L	40.0
23	MAINS ADDED- WEDELL	9/06/94	17,000.00	0.00		0.00	6,091.67	425.00	6,516.67	10,483.33	S/L	40.0
24	BRADFORD PLACE SUBDIVISIO	8/22/95	8,448.40	0.00		0.00	2,816.13	211.21	3,027.34	5,421.06	S/L	40.0
25	BETHEL HEIGHTS	11/06/95	32,968.00	0.00		0.00	10,851.97	824.20	11,676.17	21,291.83	S/L	40.0
26	KINGSWAY DRIVE	12/04/95	18,000.00	0.00		0.00	5,887.50	450.00	6,337.50	11,662.50	S/L	40.0
27	CUNNINGHAM PALESTINE SRF	1/15/96	109,974.18	0.00		0.00	35,741.55	2,749.35	38,490.90	71,483.28	S/L	40.0
28	WOODVILLE ROAD PROJECT	8/15/96	64,263.23	0.00		0.00	19,948.37	1,606.58	21,554.95	42,708.28	S/L	40.0
29	ESTES LAND SUBDIVISION	6/30/96	10,000.00	0.00		0.00	3,125.00	250.00	3,375.00	6,625.00	S/L	40.0
30	RED ELM, PHASE I SUBDIVISIO	6/30/96	7,200.00	0.00		0.00	2,250.00	180.00	2,430.00	4,770.00	S/L	40.0
31	PRV VALUES	6/15/97	25,723.40	0.00		0.00	7,449.12	643.09	8,092.21	17,631.19	S/L	40.0
32	HIWAY 60 RELOCATION	12/15/97	628,811.54	0.00		0.00	174,233.21	15,720.29	189,953.50	438,858.04	S/L	40.0
33	GIBSON ROAD EXTENSION	2/15/97	12,690.51	0.00		0.00	3,780.68	317.26	4,097.94	8,592.57	S/L	40.0
34	PALESTINE ROAD	8/05/97	2,744.22	0.00		0.00	783.30	68.61	851.91	1,892.31	S/L	40.0
35	WOODVILLE ROAD	8/08/97	1,291.00	0.00		0.00	368.53	32.28	400.81	890.19	S/L	40.0
36	RUSSELL ROAD	11/01/98	9,340.45	0.00		0.00	2,374.02	233.51	2,607.53	6,732.92	S/L	40.0
37	RED ELM PHASE II	6/10/98	2,175.00	0.00		0.00	575.52	54.38	629.90	1,545.10	S/L	40.0
38	MAINS - WILLOW WAY	12/15/98	15,400.00	0.00		0.00	3,882.08	385.00	4,267.08	11,132.92	S/L	40.0
52	MAINS	9/30/68	591,190.20	0.00		0.00	314,064.38	7,882.54	321,946.92	269,243.28	S/L	75.0
53	NACE SUB	1/01/76	4,530.84	0.00		0.00	1,931.47	60.41	1,991.88	2,538.96	S/L	75.0
54	RUDY CARNEAL SUBD.	6/01/76	6,730.10	0.00		0.00	4,390.58	89.73	4,480.31	2,249.79	S/L	75.0
55	RUDY CARNEAL SUBD.	6/01/76	7,248.05	0.00		0.00	3,039.64	96.64	3,136.28	4,111.77	S/L	75.0
56	ENDLOW SUBD.	6/01/76	4,614.55	0.00		0.00	1,936.52	61.53	1,998.05	2,616.50	S/L	75.0
57	CUNNINGHAM ROAD ENT.	6/01/76	885.20	0.00		0.00	371.39	11.80	383.19	502.01	S/L	75.0
59	MCKENDREE	1/01/83	46,887.76	0.00		0.00	24,381.71	937.76	25,319.47	21,568.29	S/L	50.0
60		1/01/85	2,076.02	0.00		0.00	975.72	41.52	1,017.24	1,058.78	S/L	50.0
61		1/01/86	3,380.17	0.00		0.00	1,521.00	67.60	1,588.60	1,791.57	S/L	50.0
62		1/01/87	1,558.21	0.00		0.00	669.94	31.16	701.10	857.11	S/L	50.0
63	MAINS ADDED 1988	7/01/88	5,687.63	0.00		0.00	2,331.88	113.75	2,445.63	3,242.00	S/L	50.0
64	ADDITIONS BY MARTIN-MAR.	7/01/89	232,346.10	0.00		0.00	113,268.68	5,808.65	119,077.33	113,268.77	S/L	40.0
65	MAINS ADDED IN 1989	7/01/89	4,655.75	0.00		0.00	2,269.61	116.39	2,386.00	2,269.75	S/L	40.0

Book Asset Detail 1/01/09 - 12/31/09

Asset Id	Property Description	Date In Service	Book Cost	Book Sec 179 Exp	Book Sal Value	Book Prior Depreciation	Book Current Depreciation	Book End Depr	Book Net Book Value	Book Method	Book Period
Group: TRANS & DIST. MAINS (continued)											
66	MAINS ADDED IN 1990	7/01/90	3,014.31	0.00	0.00	1,394.16	75.36	1,469.52	1,544.79	S/L	40.0
67	MAINS ADDED IN 1991	7/01/91	21,859.17	0.00	0.00	9,563.40	546.48	10,109.88	11,749.29	S/L	40.0
215	OGGEN LANDING RELOCATIOI	9/01/99	30,591.64	0.00	0.00	7,138.04	764.79	7,902.83	22,688.81	S/L	40.0
216	CHILDRESS & OLD HINKLEVIL	6/01/99	83,170.49	0.00	0.00	19,926.24	2,079.26	22,005.50	61,164.99	S/L	40.0
217	BETHEL CHURCH ROAD	10/28/99	56,603.60	0.00	0.00	12,971.66	1,415.09	14,386.75	42,216.85	S/L	40.0
228	TAMBRA SUBDIVISION	6/21/99	30,583.00	0.00	0.00	7,263.51	764.58	8,028.09	22,554.91	S/L	40.0
248	HOBBS, OLD HOBBS, KELLY	2/01/00	159,600.26	0.00	0.00	35,577.59	3,990.01	39,567.60	120,032.66	S/L	40.0
266	BECHTEL JACOBS MAIN EXTEI	9/01/01	129,561.74	0.00	0.00	23,752.96	3,239.04	26,992.00	102,569.74	S/L	40.0
280	BECHTEL JACOB ADDITONS	1/01/02	400.00	0.00	0.00	70.00	10.00	80.00	320.00	S/L	40.0
309	VALVE BOXES	11/13/03	80.00	0.00	0.00	10.33	2.00	12.33	67.67	S/L	40.0
327	PROPERTY MAPS	4/22/04	2,000.00	0.00	0.00	933.33	200.00	1,133.33	866.67	S/L	10.0
336	Willow Lake Extension - Phase II	12/31/04	15,000.00	0.00	0.00	1,500.00	375.00	1,875.00	13,125.00	S/L	40.0
337	Walden Extension	12/31/04	9,600.00	0.00	0.00	960.00	240.00	1,200.00	8,400.00	S/L	40.0
338	Carriage Park Extension	12/31/04	61,410.00	0.00	0.00	6,141.00	1,535.25	7,676.25	53,733.75	S/L	40.0
341	METROPOLIS/BOBO ROAD	12/01/05	272,960.90	0.00	0.00	21,040.73	6,824.02	27,864.75	245,096.15	S/L	40.0
342	W. AIRPORT/CHILDRESS/GHOL	12/01/05	309,741.73	0.00	0.00	23,875.92	7,743.54	31,619.46	278,122.27	S/L	40.0
343	BIGGS/BOB HARRIS ROADS	12/01/05	266,311.84	0.00	0.00	20,528.22	6,657.80	27,186.02	239,125.82	S/L	40.0
352	Valves	7/06/06	1,111.73	0.00	0.00	69.48	27.79	97.27	1,014.46	S/L	40.0
354	Joshua's Haven Subdivision	7/13/06	95,000.00	0.00	0.00	5,937.50	2,375.00	8,312.50	86,687.50	S/L	40.0
355	McKendree Line Extension	12/05/06	206,567.00	0.00	0.00	10,758.71	5,164.18	15,922.89	190,644.11	S/L	40.0
361	Valves	5/14/07	1,637.11	0.00	0.00	68.22	40.93	109.15	1,527.96	S/L	40.0
375	Transmission lines	4/11/07	13,821.00	0.00	0.00	604.67	345.53	950.20	12,870.80	S/L	40.0
382	4 - RETRO SETTER SAMPLING	4/11/08	1,187.61	0.00	0.00	22.27	29.69	51.96	1,135.65	S/L	40.0
383	MAINS ADDED IN 2008	7/29/08	2,681.64	0.00	0.00	27.93	67.04	94.97	2,586.67	S/L	40.0
397	Bethel Church/Moss Rd Extensions	4/01/08	201,973.85	0.00	0.00	3,787.01	5,049.35	8,836.36	193,137.49	S/L	40.0
398	Hwy 62 & 286 Expansions	9/10/08	575,842.75	0.00	0.00	4,798.69	14,396.07	19,194.76	556,647.99	S/L	40.0
400	MAINS ADDED IN 2009	9/16/09	14,760.00	0.00c	0.00	0.00	92.25	92.25	14,667.75	S/L	40.0
TRANS & DIST. MAINS											
									<u>3,819,506.67</u>		
Group: TRANSPORTATION											
334	2004 FORD RANGER TRUCK	3/31/04	17,995.00	0.00	0.00	8,547.63	1,799.50	10,347.13	7,647.87	S/L	10.0
353	2006 GMC Seitra Pickup	7/18/06	23,107.00	0.00	0.00	11,168.38	4,621.40	15,789.78	7,317.22	S/L	5.0
388	2008 NISSAN FRONTIER	10/27/08	20,000.00	0.00	0.00	666.67	4,000.00	4,666.67	15,333.33	S/L	5.0
TRANSPORTATION											
									<u>30,298.42</u>		
Grand Total									<u>2,192,864.35</u>	<u>5,426,990.97</u>	

Exhibit 7 – West McCracken Cost of Service Study

-807 KAR 5:001 Section 10 (6)(u) requires a cost of service study for gas, electric or water utilities whose annual gross revenues exceed \$5,000,000. West McCracken Water District's gross annual revenues do not exceed this threshold. In addition, West McCracken is proposing an across-the-board 10% increase. **Therefore, we believe this requirement is not applicable in this instance.**

-In addition, West McCracken is aware that Commission Staff often performs cost-of-service studies. To the extent that such a study is required in this case, West McCracken requests a waiver to allow the processing of this case to proceed expeditiously due to our limited cash reserves, and requests Commission Staff assistance if a cost of service study is required to be done in this case.

Written Statement of Verification

I, Gary Jackson, being the Chairman of West McCracken County Water District, do hereby verify that the attached notice of proposed rate increase was mailed to West McCracken's customers on Nov 17, 2010.

Gary D Jackson
Name

Nov 15, 2010
Date

Subscribed and sworn to before me by Gary D. Jackson, Chairman of West McCracken County Water District on this Nov. 15, 2010

My Commission Expires Feb. 19, 2014
ID# 414254

Cindy H. Ross
Notary Public
In and for said County and State

NOTICE

West McCracken County Water District has filed an application with the Public Service Commission to increase its rates for water service. The West McCracken County Water District has experienced a 30% decrease in revenue due to the loss of a major industrial customer (Tyler Mountain Water). We have delayed any change in our rates for the past two years in anticipation of new industrial customers. We can no longer continue this delay. Changes in drinking water standards will require over \$500,000 in improvements to our system by 2014. Additionally, two of our elevated tanks will require painting within the next few years, at an estimated cost of \$150,000 each. We regret the need to increase your water rates but have no other option. The proposed effective date of the change is December 27, 2010.

Monthly Rates For 5/8" Meter: (Residential)

<u>Current:</u>		<u>Proposed</u>	
Minimum Bill	\$5.79 Minimum Bill	Minimum Bill	\$ 6.37 Minimum Bill
First 100,000 Gallons	4.63 Per 1,000 Gallons	First 100,000 Gallons	5.10 Per 1,000 Gallons
Over 100,000 Gallons	3.15 Per 1,000 Gallons	Over 100,000 Gallons	3.47 Per 1,000 Gallons
Bulk Water Sales	5.00 Per 1,000 Gallons	Bulk Water Sales	5.50 Per 1,000 Gallons

<u>MONTHLY USAGE</u>	<u>MONTHLY BILL AT CURRENT RATE</u>	<u>MONTHLY BILL AT PROPOSED RATE</u>	<u>PERCENT INCREASE OVER CURRENT</u>
1,000	\$10.42	\$11.47	10.1%
5,000	\$28.94	\$31.87	10.1%
10,000	\$52.09	\$57.37	10.1%
25,000	\$121.54	\$133.87	10.1%

Monthly Rates For 1" Meter:

<u>Current:</u>		<u>Proposed</u>	
Minimum Bill	\$14.47 Minimum Bill	Minimum Bill	\$15.92 Minimum Bill
First 100,000 Gallons	4.63 Per 1,000 Gallons	First 100,000 Gallons	5.10 Per 1,000 Gallons
Over 100,000 Gallons	3.15 Per 1,000 Gallons	Over 100,000 Gallons	3.47 Per 1,000 Gallons
Bulk Water Sales	5.00 Per 1,000 Gallons	Bulk Water Sales	5.50 Per 1,000 Gallons

<u>MONTHLY USAGE</u>	<u>MONTHLY BILL AT CURRENT RATE</u>	<u>MONTHLY BILL AT PROPOSED RATE</u>	<u>PERCENT INCREASE OVER CURRENT</u>
1,000	\$19.10	\$21.02	10.0%
5,000	\$37.62	\$41.42	10.1%
10,000	\$60.77	\$66.92	10.1%
25,000	\$130.22	\$143.42	10.1%

Monthly Rates For 2" Meter:

<u>Current:</u>		<u>Proposed</u>	
Minimum Bill	\$57.88 Minimum Bill	Minimum Bill	\$63.69 Minimum Bill
First 100,000 Gallons	4.63 Per 1,000 Gallons	First 100,000 Gallons	5.10 Per 1,000 Gallons
Over 100,000 Gallons	3.15 Per 1,000 Gallons	Over 100,000 Gallons	3.47 Per 1,000 Gallons
Bulk Water Sales	5.00 Per 1,000 Gallons	Bulk Water Sales	5.50 Per 1,000 Gallons

<u>MONTHLY USAGE</u>	<u>MONTHLY BILL AT CURRENT RATE</u>	<u>MONTHLY BILL AT PROPOSED RATE</u>	<u>PERCENT INCREASE OVER CURRENT</u>
5,000	\$81.03	\$89.19	10.1%
10,000	\$104.18	\$114.69	10.1%
25,000	\$173.63	\$191.19	10.1%
50,000	\$289.38	\$318.69	10.1%
75,000	\$405.13	\$446.19	10.1%

Monthly Rates For 3" Meter:

<u>Current:</u>		<u>Proposed</u>	
Minimum Bill	\$86.82 Minimum Bill	Minimum Bill	\$95.51 Minimum Bill
First 100,000 Gallons	4.63 Per 1,000 Gallons	First 100,000 Gallons	5.10 Per 1,000 Gallons
Over 100,000 Gallons	3.15 Per 1,000 Gallons	Over 100,000 Gallons	3.47 Per 1,000 Gallons
Bulk Water Sales	5.00 Per 1,000 Gallons	Bulk Water Sales	5.50 Per 1,000 Gallons

<u>MONTHLY USAGE</u>	<u>MONTHLY BILL AT CURRENT RATE</u>	<u>MONTHLY BILL AT PROPOSED RATE</u>	<u>PERCENT INCREASE OVER CURRENT</u>
50,000	\$318.32	\$350.51	10.1%
100,000	\$549.82	\$605.51	10.1%
1,000,000	\$3,384.82	\$3,728.51	10.1%

Monthly Rates For 4" Meter:

<u>Current:</u>		<u>Proposed</u>	
Minimum Bill	\$144.70 Minimum Bill	Minimum Bill	\$159.17 Minimum Bill
First 100,000 Gallons	4.63 Per 1,000 Gallons	First 100,000 Gallons	5.10 Per 1,000 Gallons
Over 100,000 Gallons	3.15 Per 1,000 Gallons	Over 100,000 Gallons	3.47 Per 1,000 Gallons
Bulk Water Sales	5.00 Per 1,000 Gallons	Bulk Water Sales	5.50 Per 1,000 Gallons

<u>MONTHLY USAGE</u>	<u>MONTHLY BILL AT CURRENT RATE</u>	<u>MONTHLY BILL AT PROPOSED RATE</u>	<u>PERCENT INCREASE OVER CURRENT</u>
50,000	\$376.20	\$414.17	10.1%
100,000	\$607.70	\$669.17	10.1%
1,000,000	\$3,442.70	\$3,792.17	10.1%

The rates contained in this notice are the rates proposed by West McCracken County Water District. However, the Public Service Commission may order rates to be charged that are higher or lower than the rates proposed in this notice.

Any corporation, association, body politic, or person may request leave to intervene, by motion within thirty (30) days after notice of the proposed rate change is given. A motion to intervene shall be in writing, shall be submitted to the Executive Director, Public Service Commission, Post Office Box 615, Frankfort, KY 40602, and shall set forth the grounds for the motion, including the status and interest of the party movant. Copies of the application may be obtained at no charge from the utility office at West McCracken County Water District, 8020 Ogden Landing Road, West Paducah, KY 42086. Upon request from an intervenor, the utility shall furnish to the intervenor a copy of the application and supporting documents.

West McCracken County Water District

WEST MCCRACKEN COUNTY WATER DISTRICT

FINANCIAL STATEMENTS
With Independent Auditor's Report

YEARS ENDED DECEMBER 31, 2009 and 2008

TABLE OF CONTENTS

	Page
INDEPENDENT AUDITOR'S REPORT	1
FINANCIAL STATEMENTS	
Statements of Net Assets	2-3
Statements of Revenues, Expenses and Changes in Net Assets	4
Statements of Cash Flows	5-6
Notes to Financial Statements	7-13
SUPPLEMENTAL INFORMATION	
Insurance in Force	14
Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	15-16
Schedule of Findings	17-18



INDEPENDENT AUDITOR'S REPORT

Board of Commissioners
West McCracken County Water District
West Paducah, Kentucky

We have audited the accompanying financial statements of West McCracken County Water District as of and for the years then ended December 31, 2009 and 2008, as listed in the table of contents. These financial statements are the responsibility of the District's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of West McCracken County Water District, as of December 31, 2009 and 2008, and the respective changes in financial position and cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated March 12, 2010 on our consideration of West McCracken County Water District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audits.

Our audits were conducted for the purpose of forming an opinion on the financial statements taken as a whole. The supplemental schedule of insurance in force is presented for purposes of additional analysis and is not a required part of the financial statements of West McCracken County Water District. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the method of measurement and presentation of the supplementary information. However, we did not audit the information and express no opinion on it.

West McCracken County Water District has elected not to present the required supplementary information, including management's discussion and analysis, that accounting principles generally accepted in the United States of America has determined is necessary to supplement, although not required to be part of, the basic financial statements.

Kemper CPA Group, LLP

Certified Public Accountants and Consultants
Paducah, Kentucky
March 12, 2010

WEST MCCRACKEN COUNTY WATER DISTRICT
STATEMENTS OF NET ASSETS
December 31, 2009 and 2008

	2009	2008
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	\$ 15,136	\$ 3,420
Accounts receivable, less allowance for doubtful accounts of \$3,959 and \$3,959, respectively	51,112	46,890
Prepaid expenses	6,728	8,867
Inventory, at cost	7,398	10,597
Total current assets	80,374	69,774
RESTRICTED ASSETS		
Checking and Cash Management Accounts		
Developer contributed funds for construction	-	16,390
Grant funds for construction	292	1,203
Depreciation and sinking funds held by District	2,194	7,189
Construction and sinking funds held in trust	60,440	59,383
Total restricted assets	62,926	84,165
NON-CURRENT ASSETS		
Capital Assets		
Water system, at cost	7,642,344	7,595,705
Accumulated Depreciation	2,191,343	1,993,731
Net capital assets	5,451,001	5,601,974
Unamortized Bond Discount and Issue Costs	18,524	20,726
Total non-current assets	5,469,525	5,622,700
Total Assets	\$ 5,612,825	\$ 5,776,639

The notes to financial statements are an integral part of this statement.

	<u>2009</u>	<u>2008</u>
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts payable	\$ 57,759	\$ 77,766
Accrued interest payable	12,313	12,809
Bonds payable – current	38,000	36,000
Accrued and withheld payroll taxes	4,836	5,744
Line of credit	35,000	10,000
Other current liabilities	3,976	2,938
	<u>151,884</u>	<u>145,257</u>
NON-CURRENT LIABILITIES		
Long Term Debt		
Bonds payable, non-current	696,000	734,000
	<u>847,884</u>	<u>879,257</u>
NET ASSETS		
Invested in capital assets, net of related debt	4,682,001	4,821,974
Restricted for debt service and construction	62,926	84,165
Unrestricted	20,014	(8,757)
	<u>\$ 4,764,941</u>	<u>\$ 4,897,382</u>

The notes to financial statements are an integral part of this statement.

WEST MCCRACKEN COUNTY WATER DISTRICT
STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS
For the Years Ended December 31, 2009 and 2008

	2009	2008
OPERATING REVENUE		
Sales of water, net of refunds	\$ 563,687	\$ 662,647
Penalties	8,754	10,753
Service charge – fire department	600	375
Other	13,933	9,044
Total operating revenues	586,974	682,819
OPERATING EXPENSES		
Depreciation expense	199,159	179,616
Amortization expense	2,202	2,287
Utility regulation assessment fee	1,077	1,051
Salaries	174,726	157,349
Employee pension and benefits	38,487	34,199
Purchased water	184,289	241,819
Purchased power	7,635	8,056
Chemicals	724	1,786
Materials and supplies	20,069	20,904
Contractual services	12,208	16,164
Transportation expense	10,839	9,627
Insurance	39,382	35,527
Advertising	507	1,009
Bad debt expense	3,611	2,286
Miscellaneous	18,446	39,622
Total operating expenses	713,361	751,302
Operating income (loss)	(126,387)	(68,483)
NON-OPERATING REVENUES (EXPENSES)		
Interest income	70	1,271
Interest expense	(31,927)	(30,933)
Gain (loss) on disposal of assets	(1,883)	(6,338)
Tap-on fees	12,926	23,640
Contributions from developers	-	57,782
Grants for capital projects	14,760	527,549
Total non-operating revenues (expenses)	(6,054)	572,971
Changes in net assets	(132,441)	504,488
TOTAL NET ASSETS - BEGINNING	4,897,382	4,392,894
TOTAL NET ASSETS - ENDING	\$ 4,764,941	\$ 4,897,382

The notes to financial statements are an integral part of this statement.

WEST MCCRACKEN COUNTY WATER DISTRICT
STATEMENTS OF CASH FLOWS
For the Years Ended December 31, 2009 and 2008

	2009	2008
CASH FLOWS FROM OPERATING ACTIVITIES		
Collections from customers	\$ 582,752	\$ 696,208
Cash paid to suppliers	(312,914)	(475,084)
Cash paid to employees	(214,121)	(189,750)
CASH FLOWS PROVIDED BY (USED		
IN) OPERATING ACTIVITIES	55,717	31,374
 CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Purchases of property, plant and equipment	(50,069)	(674,897)
Principal payments on bonds payable	(36,000)	(36,000)
Proceeds from line of credit	40,000	18,000
Payments on line of credit	(15,000)	(8,000)
Interest payments on notes and bonds payable	(31,927)	(30,933)
Net decrease (increase) in developer contributed funds	16,390	45,834
Net decrease (increase) in grant contributed funds	911	3,236
Net decrease (increase) in depreciation reserve fund	4,995	(4,100)
Net decrease (increase) in trust account	(1,057)	(90)
Contributed capital - tap-on fees	12,926	23,640
Contributions in aid of capital - grants	14,760	620,675
CASH FLOWS PROVIDED BY (USED		
IN) CAPITAL ACTIVITIES	(44,071)	(42,635)
 CASH FLOWS FROM INVESTING ACTIVITIES		
Interest income	70	1,271
CASH FLOWS PROVIDED BY (USED		
IN) INVESTING ACTIVITIES	70	1,271
 NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	11,716	(9,990)
 CASH, BEGINNING OF THE YEAR	3,420	13,410
 CASH, END OF YEAR	\$ 15,136	\$ 3,420

The notes to financial statements are an integral part of this statement.

WEST MCCRACKEN COUNTY WATER DISTRICT
STATEMENTS OF CASH FLOWS (Continued)
For the Years Ended December 31, 2009 and 2008

	2009	2008
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY OPERATING ACTIVITIES		
Operating income (loss)	\$ (126,387)	\$ (68,483)
Adjustments to reconcile net income (loss) to net cash provided by operations:		
Depreciation and amortization	201,361	181,903
Changes in operating assets and liabilities:		
Accounts receivable	(4,222)	13,389
Prepaid expenses	2,139	(1,484)
Inventory	3,199	1,669
Accounts payable	(20,007)	(96,425)
Accrued interest payable	(496)	(474)
Accrued and withheld payroll taxes	(908)	1,794
Other current liabilities	1,038	(515)
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	\$ 55,717	\$ 31,374

The notes to financial statements are an integral part of this statement.

**WEST MCCRACKEN COUNTY WATER DISTRICT
NOTES TO FINANCIAL STATEMENTS**

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Entity

The West McCracken County Water District is incorporated as a non-profit corporation formed under the provisions of Chapter 273 of the Kentucky Revised Statutes. The District began operations in 1968. The District provides water service to consumers in Western McCracken County, Kentucky.

The financial statements of West McCracken County Water District consist only of the funds of the District. The District has no oversight responsibility for any other governmental entity since no other entities are considered to be controlled or dependent on the District.

Fund Accounting

The District maintains its accounts under the fund method of accounting, and utilizes the chart of accounts established by the Kentucky Public Service Commission. The District's one fund is classified as a business-type fund under the category of Proprietary Fund Type.

Proprietary funds are used to account for operations (a) that are financed and operated in a manner similar to private business enterprises where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or, (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

Basis of Accounting

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus.

All proprietary funds are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and liabilities associated with the operation of these funds are included on the balance sheet. Fund equity (i.e., total net assets) is segregated into three components – 1) Invested in capital assets, net of related debt; 2) Restricted; and 3) Unrestricted. Proprietary fund-type operating statements present increases (e.g., revenues) and decreases (e.g., expenses) in total net assets.

The accrual basis of accounting is utilized by the proprietary fund type. Under this method, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred.

The District applies all relevant Governmental Accounting Standards Board (GASB) pronouncements as well as the Financial Accounting Standards Board (FASB) pronouncements and Accounting Principles Board (APB) opinions issued on or before November 30, 1989, unless those pronouncements conflict with or contradict GASB pronouncements, in which case, GASB prevails.

Property, Plant and Equipment

Property and equipment are recorded at cost with depreciation provided by the straight-line method over the estimated useful life of the depreciable property. Estimated useful lives are generally those established by the Public Service Commission of the Commonwealth of Kentucky.

Donated assets are stated at fair value on the date donated. The System generally capitalizes assets with cost of \$750 or more as purchase or construction outlays occur. The costs of normal maintenance and repairs that do not add to the asset value or materially extend useful lives are not capitalized. When capital assets are disposed, the cost and applicable accumulated depreciation are removed from the respective accounts, and the resulting gain or loss is recorded.

**WEST MCCrackEN COUNTY WATER DISTRICT
NOTES TO FINANCIAL STATEMENTS**

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Receivables and Credit Policies

Accounts receivable are uncollateralized customer obligations due under normal trade terms requiring payment within 15 days from the invoice date. Unpaid accounts receivable with invoice mailing dates over 15 days old are subject to a 10% penalty on the outstanding balance. Customers are subject to disconnection after 20 days past invoice date. Reconnections are subject to reconnect fees. Due to the uncertainty regarding collection, reconnect fees are recognized as income when received.

Accounts receivable are stated at amounts billed to the customer plus any accrued penalties. Customer account balances with invoices dated over 90 days old are considered delinquent.

Payments of accounts receivable are allocated to the specific invoices identified on the customer's remittance advice or, if unspecified, are applied to the earliest unpaid invoices.

The carrying amounts of accounts receivable is reduced by an allowance that reflects management's best estimate of the amounts that will not be collected. Management individually reviews accounts receivable balances that exceed 90 days from invoice date and based on an assessment of current credit worthiness, estimates the portion, if any, of the balance that will not be collected. Additionally, for the remaining aggregate accounts, management establishes a general allowance based on historical averages.

Inventory

Inventory is stated at the lower of cost, on a first-in, first-out basis, or market.

Unamortized Bond Issue Costs

Certain costs were incurred when the Kentucky Rural Water Finance Corp Multimodal Public Projects Revenue Bonds Series 2004D dated October 1, 2004 were issued. Bond issue costs are capitalized and amortized over the term of the bond using the effective interest method. Amortization of bond issue costs for year ended December 31, 2009 and 2008 was \$2,202 and \$2,287, respectively.

Revenue

Revenue is based on rates approved by the Kentucky Public Service Commission (PSC).

Non-Operating Revenue

In accordance with Governmental Accounting Standards Board Statement No. 33, effective for financial statement years beginning after June 15, 2000, the System recognizes contributions in aid of construction from tap-on fees, contributions from developers, and unrestricted grants from governmental units as non-operating contributed capital revenue.

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

**WEST MCCrackEN COUNTY WATER DISTRICT
NOTES TO FINANCIAL STATEMENTS**

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Advertising

The District expenses advertising costs as they are incurred. Expenses primarily relate to advertising in local directories and requests for invitations to bid on contractual agreements.

Reclassification

Certain accounts in the prior year financial statements have been reclassified for comparative purposes to conform with the presentation in the current year financial statements.

NOTE B - UTILITY PLANT IN SERVICE

The major classifications and related costs of utility plant assets as of December 31 are as follows:

	<u>Balance as of Dec 31, 2008</u>	<u>Additions</u>	<u>Retirements</u>	<u>Balance as of Dec 31, 2009</u>
Water system	\$ 7,426,531	\$ 60,367	\$ 1,521	\$ 7,485,377
Vehicles	61,102	-	-	61,102
Equipment & furniture	<u>76,402</u>	<u>1,892</u>	<u>1,909</u>	<u>76,385</u>
	7,564,035	62,259	3,430	7,622,864
Less accumulated depreciation	<u>1,993,731</u>	<u>199,159</u>	<u>1,547</u>	<u>2,191,343</u>
	5,570,304	(136,900)	1,883	5,431,521
Construction in progress	12,190	29,781	41,971	-
Land	<u>19,480</u>	<u>-</u>	<u>-</u>	<u>19,480</u>
	<u>\$ 5,601,974</u>	<u>\$ (107,119)</u>	<u>\$ 43,854</u>	<u>\$ 5,451,001</u>
	<u>Balance as of Dec 31, 2007</u>	<u>Additions</u>	<u>Retirements</u>	<u>Balance as of Dec 31, 2008</u>
Water system	\$ 6,239,947	\$ 1,188,357	\$ 1,773	\$ 7,426,531
Vehicles	41,102	20,000	-	61,102
Equipment & furniture	<u>82,161</u>	<u>18,842</u>	<u>24,601</u>	<u>76,402</u>
	6,363,210	1,227,199	26,374	7,564,035
Less accumulated depreciation	<u>1,834,152</u>	<u>179,616</u>	<u>20,037</u>	<u>1,993,731</u>
	4,529,058	1,047,583	6,337	5,570,304
Construction in progress	564,721	590,051	1,142,582	12,190
Land	<u>19,252</u>	<u>228</u>	<u>-</u>	<u>19,480</u>
	<u>\$ 5,113,031</u>	<u>\$ 1,637,862</u>	<u>\$ 1,148,919</u>	<u>\$ 5,601,974</u>

**WEST MCCrackEN COUNTY WATER DISTRICT
NOTES TO FINANCIAL STATEMENTS**

NOTE C - DEPOSITS WITH FINANCIAL INSTITUTIONS

Custodial credit risk for deposits is the risk that in the event of a bank failure, the District's deposits may not be returned or the District will not be able to recover collateral securities in the possession of an outside party. The District maintains collateral agreements with its financial institutions. Deposits are 100% secured with collateral valued at market or par, whichever is lower, less the amount of the Federal Deposit Insurance Corporation insurance (FDIC). The District does not have a deposit policy for custodial risk.

Cash deposits and investments are carried at cost, which approximates market value. Deposits of the District's reporting entity are insured and collateralized with securities held by the District, its agent, or by the pledging financial institution's trust department or agent in the name of the District. During the years ended December 31, 2009 and 2008, the District's only cash and cash equivalents were demand deposits.

For the years ended December 31, 2009 and 2008, the carrying amounts of the District's cash and cash equivalents, including restricted cash, were \$78,062 and \$87,585, respectively. The bank balances of the District's cash and cash equivalents were \$79,645 and \$92,376, respectively. As of December 31, 2009 and 2008, \$0 of the District's bank balance, collateralized with securities held by the District's agent, were exposed to custodial risk.

NOTE D - RESTRICTED ASSETS

The District is required to maintain separate funds to meet their obligations on their revenue bonds as described in Note G. These funds have been classified as restricted assets in the statements of net assets. In addition, funds contributed from developers and grants for future construction have been classified as restricted assets in the statements of net assets.

NOTE E - UNAMORTIZED COSTS

During the year ended December 31, 2004, the District issued Kentucky Rural Water Finance Corp Multimodal Public Projects Revenue Bonds Series 2004D dated October 1, 2004 for construction of a water main extension and advance refunding of its West McCracken Water District Revenue Bonds Series 1967 dated October 1, 1967 as described in Note G. The costs related to issuance of the new bonds and advance refunding have been classified as non-current assets in these financial statements.

NOTE F - LONG-TERM DEBT

On October 19, 2004, the District issued \$900,000 in Series 2004D revenue bonds with interest rates of 3.89% to 4.56% for construction of a water main extension and to advance refund \$118,000 of outstanding Series 1967 revenue bonds. Interest rates range from 3.89% to 4.56% with principal payments annually and semi-annual interest payments. These bonds are required to be fully paid by February 1, 2024.

The net proceeds of \$870,000 (after payment of \$30,000 in underwriting fees, insurance, and other issuance costs) plus an additional \$40,000 of the 1967 Series sinking funds monies were deposited in trust accounts held by the District's agent. The funds were invested in U.S. governmental securities with adequate funding set aside to provide for advance refunding of the Series 1967 revenue bonds on October 1, 2005. The remaining funds were invested in U.S. governmental securities for funding construction of the water main extension. As a result, the 1967 Series revenue bonds are considered to be defeased and the liability for those bonds has been removed from the financial statements.

**WEST MCCRACKEN COUNTY WATER DISTRICT
NOTES TO FINANCIAL STATEMENTS**

NOTE F - LONG-TERM DEBT (Continued)

The bond ordinance agreement requires the following monthly distribution from the revenue fund:

- First: One-sixth of the next semi-annual interest payment is to be transferred to the bond and interest redemption fund.
- Second: One-twelfth of the succeeding bond maturity is to be transferred to the bond and interest redemption fund.
- Third: Transfer to the *operating and maintenance* account funds sufficient to meet the current expenses not to exceed amount required to cover anticipated expenditures for a two-month period.
- Fourth: Within 60 days of fiscal year end, the balance of excess funds is to be transferred to a depreciation fund for extensions or to a sinking fund for purchase or redemption of outstanding bonds.

On July 21, 2008, the District opened a \$50,000 unsecured revolving line of credit with Paducah Bank to supplement funding of various construction projects. The line of credit is renewable annually and was renewed on July 17, 2009. Interest is charged at a variable rate based on prime rate currently 5.00%, with monthly interest payments and principal and accrued interest due July 17, 2010.

The following is a summary of changes in short-term and long-term debt for the year ended December 31, 2009:

<u>Description</u>	<u>Balance as of December 31, 2008</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance as of December 31, 2009</u>	<u>Due With In One Year</u>
Bonds Payable:					
Kentucky Rural Water Finance Corp Multimodal Public Projects revenue bonds	\$ 770,000	\$ -	\$ 36,000	\$ 734,000	\$ 38,000
Short-Term Notes Payable:					
Paducah Bank Line of Credit	\$ 10,000	\$ 40,000	\$ 15,000	\$ 35,000	\$ 35,000

**WEST MCCrackEN COUNTY WATER DISTRICT
NOTES TO FINANCIAL STATEMENTS**

NOTE F - LONG-TERM DEBT (Continued)

The annual debt service requirements to maturity for long-term debt as of December 31, 2009, are as follows:

<u>Years Ending December 31,</u>	<u>Interest</u>	<u>Principal</u>	<u>Total</u>
2010	\$ 28,922	\$ 38,000	\$ 66,922
2011	27,664	38,000	65,664
2012	26,347	40,000	66,347
2013	24,911	42,000	66,911
2014	23,311	42,000	65,311
2015 - 2019	88,745	240,000	328,745
2020 - 2024	<u>33,719</u>	<u>294,000</u>	<u>327,719</u>
	<u>\$ 253,619</u>	<u>\$ 734,000</u>	<u>\$ 987,619</u>

NOTE G - CUSTOMER ADVANCES FOR CONSTRUCTION

The District records contributions in aid of construction from developers net of amounts due to developers for potential tap-on additions. As additional tap-ons are requested, developers are reimbursed an amount determined according to PSC guidelines per tap-on. The reimbursement period is for ten years. At the end of the ten-year period, any advances remaining are recorded as non-operating revenues.

For the periods ended December 31, 2009 and 2008, customer advances for construction consist of the following:

	<u>2009</u>	<u>2008</u>
Balance, Beginning of Year	\$ -	\$ 57,782
Contributions	-	-
Retired contributions	-	(57,782)
Refunds to developers	-	-
Balance, End of Year	<u>\$ -</u>	<u>\$ -</u>

NOTE H - PENSION PLAN

The District employees participate in the County Employees Retirement System (CERS). CERS is a cost-sharing, multi-employer public employee retirement system, which provides retirement, disability, and death benefits to members of the plan. Benefits and contribution rates are established by state statute. Kentucky Retirement Systems issues a publicly available financial report that includes financial statements and required supplementary information for CERS. Requests for a copy of the report should be made in writing and submitted to Kentucky Retirement Systems, Perimeter Park West, 1260 Louisville Road, Louisville, Kentucky 40601-6124 or by calling (502)-564-4646.

The Board of Trustees of the Kentucky Retirement System establishes contribution rates for the District. The employees beginning participation on or before September 1, 2008 contribute 5% of gross earnings, while employees beginning participation after September 1, 2008 contribute 6% of gross earnings. The employer contributed 16.16% for July thru December of 2009, 13.50% for July of 2008 thru June of 2009, and 16.17% for January of 2008 thru June of 2008 of the employee's gross earnings. Contributions to the Plan for the years ended December 31, 2009, 2008 and 2007 were \$31,683, \$26,643 and \$24,644, of which, \$23,552, \$19,913 and \$18,411 was contributed by the employer and \$8,131, \$6,730 and \$6,253 was contributed by the employees, respectively, equal to the required contributions for each year.

**WEST MCCRACKEN COUNTY WATER DISTRICT
NOTES TO FINANCIAL STATEMENTS**

NOTE I - SUPPLEMENTAL DISCLOSURES REGARDING STATEMENTS OF CASH FLOWS

Accounting Policy

For purposes of the statements of cash flows, cash and cash equivalents include all highly liquid debt instruments with maturities of three months or less.

Supplemental Disclosure of Cash Flow Information

Interest expense paid in 2009 and 2008 totaled \$32,424 and \$31,407, respectively.

Non-cash Investing and Financing

During the years ended December 31, 2009 and 2008, the District retired advances for construction in the amount of \$0 and \$57,782, respectively.

NOTE J - CONCENTRATION

The District purchases all water from the City of Paducah Water Works. Loss of this supplier would significantly affect the District's ability to supply water to its customers. The organization is currently developing contingency plans with other suppliers should the need arise.

The District has two industrial customers which provided \$89,583 (16%) and \$190,526 (28%) of revenue for the years ended December 31, 2009 and 2008, respectively. Decreased usage by one of these customers has significantly affected the District's revenues.

NOTE K - SUBSEQUENT EVENT

Management has evaluated subsequent events through March 12, 2010, the date which the financial statements were available to be issued.

SUPPLEMENTAL INFORMATION

**WEST MCCrackEN COUNTY WATER DISTRICT
INSURANCE IN FORCE
December 31, 2009**

Multiple Peril Policy	
Property	\$2,658,000 less \$500 deductible
General Liability	\$1,000,000 aggregate of \$3,000,000
Non-Owned Property	\$25,000 less \$500 deductible
Business Income	\$50,000
Employee Dishonesty	\$250,000
Employee Benefits Liability	\$1,000,000 aggregate of \$3,000,000
Professional Liability	\$1,000,000 aggregate of \$3,000,000
Public Official Liability	\$1,000,000 aggregate of \$3,000,000
Workmen's Compensation	Statutory
Automobile	
Liability	\$1,000,000
PIP	\$10,000 per person
Uninsured and underinsured motorist	\$1,000,000
Rental Vehicle Damage	\$50,000 less \$500 deductible
Comprehensive	ACV, less \$500 deductible
Collision	ACV, less \$500 deductible
Equipment/Item	
Unscheduled Off Premises In Transit Property	\$50,000 less \$500 deductible
Small Tools	\$25,000 less \$500 deductible
Non-Owned Contractors Equipment Coverage	\$50,000



**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE
AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED
IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

Board of Commissioners
West McCracken County Water District
West Paducah, Kentucky

We have audited the financial statements of West McCracken County Water District as of and for the years ended December 31, 2009 and 2008, and have issued our report thereon dated March 12, 2010. We conducted our audits in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audits, we considered West McCracken County Water District's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements but not for the purpose of expressing an opinion on the effectiveness of the West McCracken County Water District's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the West McCracken County Water District's internal control over financial reporting.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses. However, as discussed below, we identified certain deficiencies in internal control over financial reporting that we consider to be significant deficiencies.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affect the entity's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the entity's financial statements that is more than inconsequential will not be prevented or detected by the entity's internal control. We consider the deficiencies (reference #'s 2009-1, 2009-2 and 2009-3) described in the accompanying schedule of findings and responses to be significant deficiencies in internal control over financial reporting.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the entity's internal control.

Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in the internal control that might be significant deficiencies and, accordingly, would not necessarily disclose all significant deficiencies that are also considered to be material weaknesses. However, of the significant deficiencies described in the Schedule of Findings and Responses, we consider items 2009-1, 2009-2 and 2009-3 to be material weaknesses.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether West McCracken County Water District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audits, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*.

We noted certain other matters that we reported to management of West McCracken County Water District in a separate letter dated March 12, 2010.

This report is intended solely for the information and use of the Board of Commissioners, management, and others within the organization and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Kenyer CPA Group, LLP

Certified Public Accountants and Consultants
Paducah, Kentucky
March 12, 2010

WEST MCCRACKEN COUNTY WATER DISTRICT
SCHEDULE OF FINDINGS
December 31, 2009

Reference # 2009-1

The District does not have adequate segregation of duties over cash receipts and disbursements. The basic premise in a good system of internal control is that an employee should not have access to assets and responsibility for the related accounting records.

Cause

This is due to inadequate number of personnel to achieve true segregation of duties.

Effect

The District is at risk of misappropriation of assets.

Recommendation

Unless the District hires additional personnel, we recommend the District consider using a lockbox system for receipts. Under such a system, remitters are requested, via notations, to send their payments to a post office box which is accessible only to the District's bank. Each day, the bank collects receipts from the box, credits the receipts to the District's account, and sends copies of all check stubs, remittance advices, and other communications to the District for processing. Since employees have no direct contact with remittances from the District's customers, the risk of mishandling or misappropriation is virtually eliminated.

With regard to disbursements, segregation could be improved by limiting check signing to the District's board members only. This would achieve oversight of disbursements by someone outside the recording function.

Reference # 2009-2

Audit adjustments which were not inconsequential in amount were required to adjust or balance various accounts at year end. Unreconciled balances include bond trust cash accounts, accounts receivable, capital and donated assets, accounts and accrued payable, notes payable and retained earnings.

Cause

Procedures are not in place to reconcile account balances throughout the year.

Effect

The Board and management did not always receive timely accurate information which is necessary for its use in making management decisions.

Recommendation

We recommend development and implementation of written procedures for balancing general ledger accounts monthly.

Reference # 2009-3

The District does not have employees with the necessary accounting expertise or knowledge to properly prepare financial statements and related disclosures in accordance with the generally accepted accounting principles. Accordingly, the District relies on its auditors to prepare year-end financial statements in accordance with generally accepted accounting principles.

Cause

The District's personnel have not received training in areas of preparation of financial statements and the related required disclosures in accordance with generally accepted accounting principles.

WEST MCCRACKEN COUNTY WATER DISTRICT
SCHEDULE OF FINDINGS
December 31, 2009

Effect

In absence of the necessary knowledge and expertise, the District cannot properly prepare financial statements and the related required disclosures in accordance with generally accepted accounting principles. Accordingly, the District requested its independent auditors to assist in the preparation of such statements and disclosures.

Recommendation

We recommend the District consider additional training of personnel in the area of financial statement preparation in accordance with generally accepted accounting principles.