

Hardin County Water District No. 1

Serving Radcliff and Hardin County for Over 60 Years

1400 Rogersville Road
Radcliff, KY. 40160

September 13, 2013

Mr. Jeff Derouen
Executive Director - Kentucky Public Service Commission
211 Sower Blvd.
P.O. Box 615
Frankfort, KY 40620-0615

FILED

SEP 18 2013

PUBLIC SERVICE
COMMISSION

**SUBJECT: Filing of Response to Data Request No. 2
Case 2013-00050**

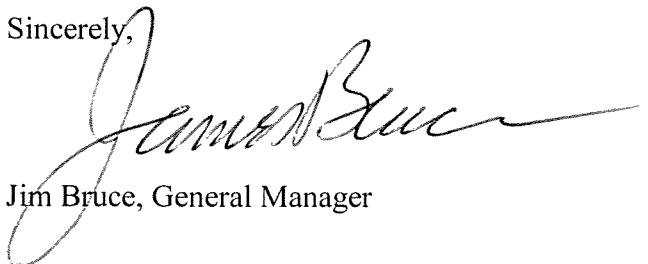
Dear Director Derouen,

Enclosed please find an original and eight copies of our pre-filed testimony along with exhibits to be considered part of our application for the above general rate case filing. Due to the volume of material we have included responses to question 14 as an electronic copy on a separate compact disc.

The original deadline for this response was 27-August. On 10-September an order was issued extending the deadline to 13-September. Again, we appreciate the Commission's consideration and approval of our motion to extend.

If you have any questions, please do not hesitate to call me or our attorney, Mr. David Wilson II (Phone: 270-351-4404).

Sincerely,



Jim Bruce, General Manager

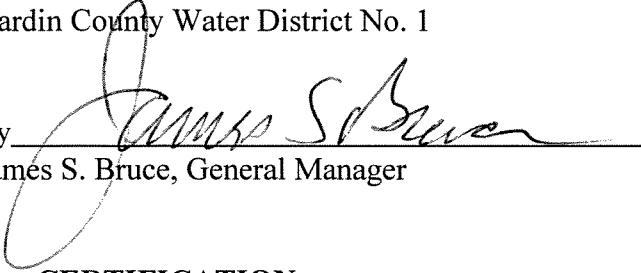
Cf; Mr. David Wilson II, HCWD1 Attorney

Encl.

VERIFICATION

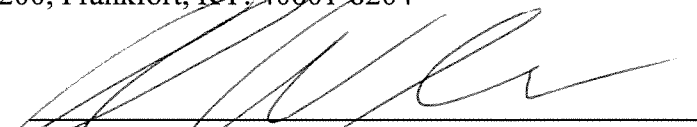
The undersigned, Mr. James S. Bruce, General Manager of the Hardin County Water District No.1, hereby verifies that he has personal knowledge of the matters set forth in the response to Data Request No. 2, to PSC General Rate Case 2013-00050, and that he is duly designated by the Board of Commissioners of the Hardin County Water District No. 1 to sign and submit this information its behalf.

Hardin County Water District No. 1

By 
James S. Bruce, General Manager

CERTIFICATION

This is to certify that a true and correct copy of the foregoing was delivered on or about the 13th day of September, 2013 to Mr. Jeff Derouen, Executive Director, Kentucky Public Service Commission, 211 Sower Boulevard, Frankfort, KY. 40601-8204 and to Hon. Gregory T. Dutton, Assistant Attorney General, 1024 Capital Center Drive, Suite 200, Frankfort, KY, 40601-8204


Mr. David T. Wilson II, ESQ.
Attorney for Hardin County Water District No. 1

STATE OF KENTUCKY
COUNTY OF HARDIN

I, the undersigned, a Notary Public, do hereby certify that on this 12 day of September, 2013, personally appeared before me, James S. Bruce and David T. Wilson, II, who being by me first sworn, subscribed to and acknowledged that they both represent the Hardin County Water District No. 1, a Kentucky Corporation, that they have signed the foregoing document as General Manager and Attorney of the Corporation.

 #427194
NOTARY PUBLIC, STATE OF KENTUCKY

My Commission Expires; 9/17/14

1. Refer to the Application, Page 1. Hardin District owns and operates five divisions: (1) a Water Division serving Hardin, Meade, and Breckinridge counties, Kentucky; (2) the Fort Knox Water Division; (3) the Fort Knox Wastewater Division; (4) the Fort Knox Storm Water Division; and (5) the Radcliff Wastewater Division.
 - a. Provide an organizational chart that shows separately all of Hardin District's operating divisions, units, or groups.
 - b. For each division, unit, or group shown on the organizational chart, provide a list of employees, and vacant positions, that perform work only for that division, unit, or group and whose wages and wage overhead charges (i.e., health insurance benefits, retirement benefits, payroll taxes, etc.) are reported only by that division, unit, or group.
 - c. For each employee listed in response to item b., provide the test year pay rate, current pay rate, regular and overtime hours worked during the test year, test-year wages expensed, test-year wages capitalized, test-year wage overheads expensed, and test-year wage overheads capitalized. Show each wage overhead account separately. Provide budgeted wages and wage overheads for all vacant positions and the anticipated fill date for each position.
 - d. Provide a copy of the written accounting policies and internal controls that have been adopted by Hardin District to ensure that wages and wage overhead charges for the employees provided in response to item c. are charged to the proper division, unit, or group.
 - e. Explain and describe how the accounting policies and internal controls identified in item d. are applied during daily operations to ensure that wages and wage overheads are properly accounted for by the appropriate division, unit, or group.
 - f. Provide a list of employees and vacant positions for each division, unit, or group that performs work for Hardin District's multiple divisions, units, or groups and whose wages and wage overhead charges are either directly assigned or allocated to multiple entities, divisions, or groups.

- g. For each employee listed in response to item f., provide the test year pay rate, current pay rate, regular and overtime hours worked during the test year, test year wages expensed, test year wages capitalized, test year wage overheads expensed, and test year wage overheads capitalized. Show each wage overhead account separately. Provide budgeted wages and wage overheads for all vacant positions and the anticipated fill date for each position.
- h. Provide a chart showing the allocation of all test year wage and wage overhead charges listed in response to item g. to each division, unit, or group. State the method used to allocate each amount. Provide calculations of all allocation factors.
- i. Provide a copy of the written accounting policies and internal controls adopted by Hardin District to allocate each employee's wages and wage overheads provided in response to item g. to the proper division, unit, or group.
- j. Explain and describe how the accounting policies and internal controls identified in item i. are applied to daily operations to ensure that wages and wage overheads are properly accounted for by the appropriate division, unit, or group.

ANSWER 1:

- a. Please see attached Exhibit 1 for Hardin District's Organizational Chart for 2013. This has been updated to show the two newest Board members.
- b. Please see Exhibit 2 titled Hardin District Labor – 2012 for a listing of employees and vacant positions including the current, 2013 structure. This list is broken down into two separate categories – Employees Allocated to Radcliff Sewer and All Other Employees.
- c. Employees are allocated to different funds as described in Exhibit 7 of the Pre-Filed Testimony (Page 172 -187). Exhibit 2, titled Hardin District Labor – 2012, shows all employees who work solely for a specific department as well as those who are allocated to multiples funds.

There are two "Vacant" employee positions budgeted for 2012 – Customer Service Representative ("CSR") and Distribution Temporary Summer help. Neither of these two positions were filled during the test year.

The CSR position for 2013 is shown as an approved position in the organization chart, but no funds were included in the 2013 budget and Hardin District has no immediate plans to fill the CSR position. The summer help position is included in the 2013 budget and funds were included for that part time, temporary position.

- d. Please see responses to questions 21 through 22 and Exhibit 8 of the Pre-filed Testimony (Allocation Methods) as well as Exhibit 9 of Data Request 1 (Accounting Procedure for Water and Sewer Utilities) for copies of Hardin District's accounting policies and internal controls ensuring wages and overhead costs are charged to the proper division, unit or group.

- e. See answer to "d" above. If an hourly employee provides work for a different fund, they show that time on their timesheet under a specific labor code as provided by the accounting clerk.

Each departmental supervisor and manager is required to review, approve and sign the bi-weekly timesheets for personnel under their direct supervision. Not only are the hours per day and week reviewed but careful review of the proper labor codes used are scrutinized by the Accounting Specialist (responsible for payroll processing) to ensure that they are properly accounted for by the appropriate division, unit or group.

Finally, two days each year offices are closed for "in service training" which is mandatory for all employees. Management has used these days to provide additional training to persons involved in coding expenses and revenues about policies and guidelines of allocation to be used, and examples and methods to be used.

- f. Please see Exhibit 2, titled Hardin District Labor – 2012, for a listing of all Hardin District employees for test year 2012.
- g. Please see both answer 1.c and Exhibit 2, titled Hardin District Labor – 2012, for a listing of all Hardin District employees for test year 2012.

- h. Please refer to page 484 of Hardin District's application showing the 2012 actual labor and benefit dollars charged to each fund by department with allocation methods and factors described in the legend.

Also attached as Exhibit 3 are several spreadsheets used in the past to develop allocations for labor and other expenses. As Hardin District has grown and expanded significantly over the last few years, this has required revising allocation factors.

An example of an allocation calculation used for Board labor costs, beginning in 2013, was to take an actual count of discussion items for each meeting from January through September. The total number of items for each utility (fund) over the total then became the percent used to allocate those costs for the 2013 budget year. In the future this allocation could change depending on how much time and effort the Board must expend between the different utilities.

- i. Please refer to Exhibit 7, pages 470-486 of Hardin District's allocation procedures including wages and wage overhead. Also, please refer to Exhibit 9 in data request number 1 responses titled "Accounting Allocation Procedure for Water & Sewer Utilities".
- j. Please refer to responses 1.d and 1.e above.

WITNESS: Mr. Scott Schmuck, HCWD1 Finance & Accounting Manager

2013 Hardin County Water District No. 1 Approved Organization Chart

(Revised 9/1/2013)

43 FTE's + Attorney and Commission
1.0 PTE Position (Part Time)

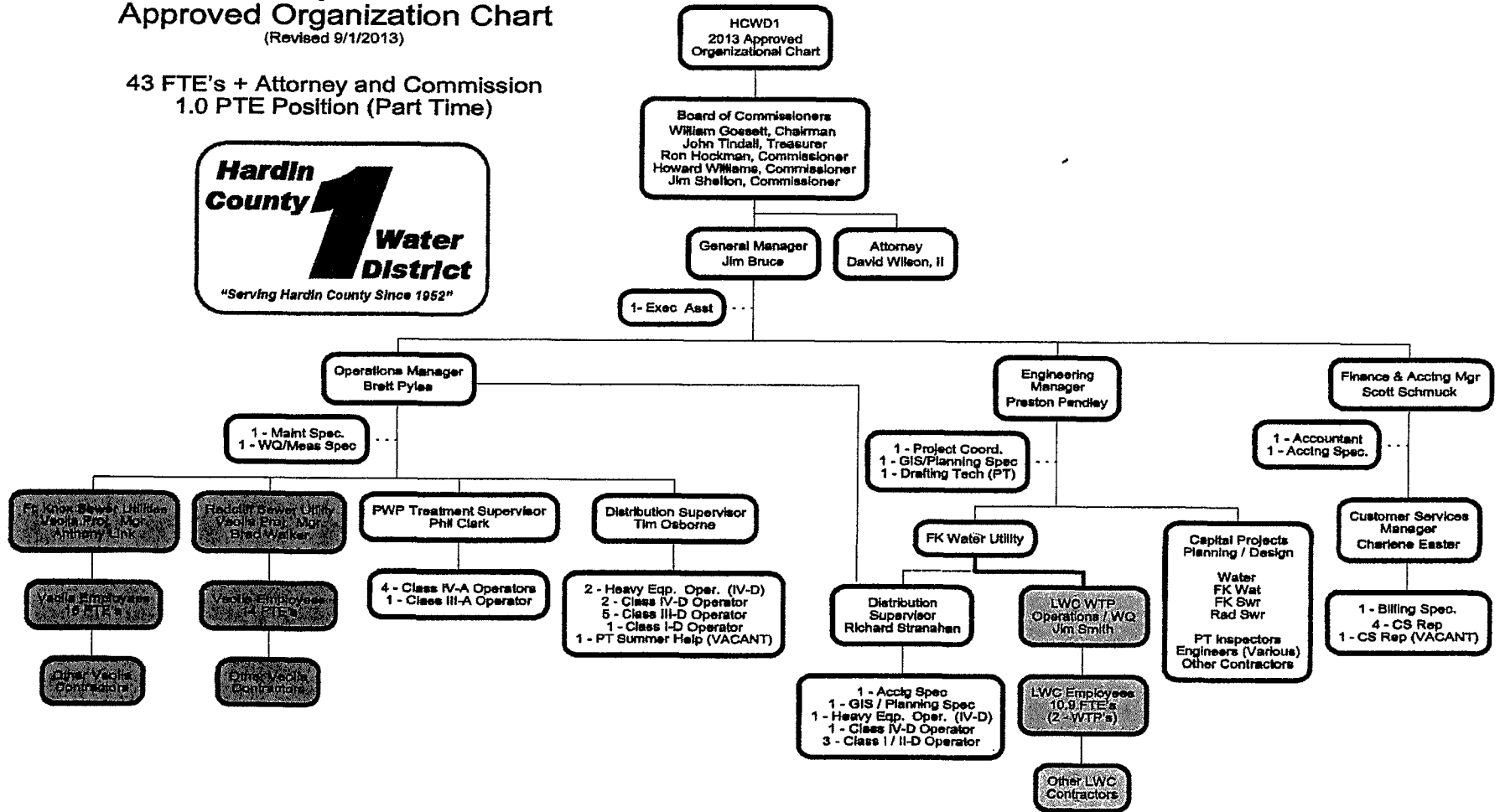
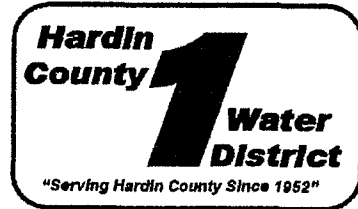


Exhibit 1

| Rate Case No. 2013-00050 | | | Hardin County Water District No. 1 | | | | | | | |
|-------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------------|-------------|----------------------------------------------|------------------|------------------|-----------------------|------------------|-----------------|---------------|--------------------------|
| Question No. 1.b, 1.c, 1.f, 1.g and 4.a | | | 2012 Test Period | | | | | | | |
| | | | All Employees | | | | | | | |
| Note **** The CSR Vacant and Distribution Summer Help Positions Were Budgeted For in 2012 But Were NOT Filled Nor Were Any Costs Included in Revenue Requirements | | | | | | | | | | |
| DIV | FST_NME | LAST_NME | TITLE | 2012 HRATE | 2013 HRATE | 2012 Regular Hours | 2012 OT Hours | 2012 Dollars | 2012 OASDI | 2012 Health Insurance |
| ALLOCATED EMPLOYEES | | | | | | | | | | |
| CS | Charles | Williams | Customer Service Representative | \$ 15.98 | \$ 16.42 | 2080.00 | 3.59 | \$ 33,915 | \$ 2,595 | \$ 0 |
| CS | VACANT | VACANT **** | Customer Service Representative - (BUDGETED) | \$ 13.00 | \$ 0.00 | 2080.00 | 0.00 | \$ 27,040 | \$ 2,069 | \$ 4,624 |
| ACCOUNT | Stephanie | Strange | Accountant | \$ 21.47 | \$ 22.14 | 2080.00 | 0.00 | \$ 44,932 | \$ 3,437 | \$ 4,624 |
| ADM | Andrea | Palmer | Executive Assistant | \$ 18.15 | \$ 18.74 | 2063.20 | 20.26 | \$ 38,323 | \$ 2,932 | \$ 0 |
| ACCOUNT | Karen | Morrison | Accounting Specialist | \$ 18.02 | \$ 18.57 | 2080.00 | 24.25 | \$ 38,888 | \$ 2,975 | \$ 4,624 |
| ENG | John | Thomas | Project Coordinator | \$ 21.81 | \$ 22.37 | 2080.00 | 0.00 | \$ 45,886 | \$ 3,510 | \$ 4,624 |
| ADM | Jim | Bruce | General Manager | \$ 49.68 | \$ 60.09 | 2080.00 | 0.00 | \$ 113,087 | \$ 8,651 | \$ 8,235 |
| ADM | Scott | Schmuck | Finance & Accounting Manager | \$ 31.93 | \$ 32.89 | 2080.00 | 0.00 | \$ 66,846 | \$ 5,114 | \$ 0 |
| ENG | Preston | Pendley | Engineering Manager | \$ 32.21 | \$ 33.21 | 2080.00 | 0.00 | \$ 67,337 | \$ 5,151 | \$ 0 |
| CS | Charlene | Easter | Customer Service Manager | \$ 29.61 | \$ 29.52 | 2080.00 | 0.00 | \$ 60,314 | \$ 4,614 | \$ 4,624 |
| COMM | John | Tindall | Commissioner | \$500 per mth | \$516.67 per mth | 0.00 | 0.00 | \$ 6,000 | \$ 459 | \$ 0 |
| COMM | Bill | Gossett | Commissioner | \$516.67 per mth | \$500 per mth | 0.00 | 0.00 | \$ 6,200 | \$ 474 | \$ 10,636 |
| COMM | Steve | Wallon | Commissioner | \$500 per mth | \$500 per mth | 0.00 | 0.00 | \$ 6,000 | \$ 459 | \$ 0 |
| COMM | Bill | Rissel | Commissioner | \$500 per mth | \$ 0.00 | 0.00 | 0.00 | \$ 6,000 | \$ 459 | \$ 0 |
| COMM | Ron | Hockman | Commissioner | \$500 per mth | \$500 per mth | 0.00 | 0.00 | \$ 6,000 | \$ 459 | \$ 8,863 |
| CS | Chelsea | Bragg | Customer Service Representative | \$ 13.57 | \$ 13.89 | 1772.75 | 0.75 | \$ 24,438 | \$ 1,870 | \$ 4,624 |
| CS | Susanna | Wittstock | Customer Service Representative | \$ 16.54 | \$ 17.04 | 1309.24 | 1.34 | \$ 21,980 | \$ 1,681 | \$ 0 |
| CS | Campbell | Christie | Customer Service Representative | \$ 14.18 | \$ 14.67 | 2077.75 | 2.25 | \$ 29,934 | \$ 2,290 | \$ 4,624 |
| CS | Denise | McGinty | Customer Service Representative - TEMPORARY | \$ 11.50 | \$ 11.50 | 943.00 | 2.00 | \$ 10,879 | \$ 832 | \$ 0 |
| DIST | John | Mancik | Distribution Operator - III | \$ 17.15 | \$ 17.60 | 2113.50 | 36.25 | \$ 38,011 | \$ 2,908 | \$ 4,624 |
| DIST | Rick | Barnes | Distribution Operator - I or II | \$ 13.97 | \$ 14.39 | 2125.00 | 88.00 | \$ 30,993 | \$ 2,371 | \$ 4,624 |
| CS | Linda | Thompson | Utility Billing Specialist | \$ 18.82 | \$ 19.36 | 2050.05 | 29.95 | \$ 40,520 | \$ 3,100 | \$ 4,624 |
| DIST | Mike | Moseley | Distribution Operator - I or II | \$ 17.55 | \$ 18.21 | 2100.50 | 46.50 | \$ 38,618 | \$ 2,954 | \$ 4,624 |
| ENG | Daniel | Clifford | Dist. System GIS/Planning Specialist | \$ 24.53 | \$ 25.37 | 2080.00 | 0.00 | \$ 51,397 | \$ 3,932 | \$ 4,624 |
| DIST | Timmy | Walker | Distribution Operator - I or II | \$ 16.65 | \$ 17.07 | 2153.50 | 107.00 | \$ 37,814 | \$ 2,893 | \$ 4,624 |
| DIST | Franklin | Whitworth | Distribution Operator - I or II | \$ 13.00 | \$ 13.43 | 1893.50 | 24.00 | \$ 23,956 | \$ 1,833 | \$ 3,854 |
| ADM | Brett | Pyles | Operations Manager | \$ 33.54 | \$ 34.51 | 2080.00 | 0.00 | \$ 71,032 | \$ 5,434 | \$ 4,624 |
| DIST | Tim | Osborne | Distribution Supervisor | \$ 27.52 | \$ 28.39 | 1920.00 | 0.00 | \$ 50,379 | \$ 3,854 | \$ 3,854 |
| LEG | David | Wilson | Attorney | \$1700 per mth | \$1800 per mth | 0.00 | 0.00 | \$ 20,239 | \$ 1,548 | \$ 0 |
| TOTAL | | | | | | | | \$ 1,056,956 | \$ 80,857 | \$ 100,182 |
| Not-Allocated to Radcliff Sewer Employees | | | | | | | | | | |
| Maint | Curt | Pickereil | Maint & Control Specialist | \$ 25.45 | \$ 26.17 | 2120.50 | 156.25 | \$ 60,523 | \$ 4,630 | \$ 4,624 |
| ADM | Amanda | Spalding | WQ/Measurement Specialist | \$ 26.66 | \$ 27.46 | 2080.00 | 0.00 | \$ 55,822 | \$ 4,270 | \$ 4,624 |
| DIST | Tim | Bowman | Distribution Operator - I | \$ 16.91 | \$ 17.38 | 2092.00 | 84.00 | \$ 38,020 | \$ 2,909 | \$ 4,624 |
| DIST | Donald | Dennis | Distribution Operator - I | \$ 13.50 | \$ 13.97 | 1830.00 | 125.00 | \$ 26,205 | \$ 2,005 | \$ 3,468 |
| DIST | Jeremy | Clark | Distribution Operator - III-D | \$ 17.30 | \$ 18.05 | 360.00 | 2.50 | \$ 6,406 | \$ 490 | \$ 385 |
| DIST | Clifford (Jay) | Davis | Distribution Operator - I or II | \$ 18.17 | \$ 19.70 | 2105.50 | 134.75 | \$ 43,767 | \$ 3,346 | \$ 4,624 |
| DIST | Marvin | McKenzie | Distribution Operator - I or II | \$ 14.88 | \$ 15.37 | 2189.00 | 152.00 | \$ 37,727 | \$ 2,886 | \$ 4,624 |
| DIST | Beau | Hardcastle | Heavy Equipment Operator - IVD | \$ 19.00 | \$ 0.00 | 1183.50 | 71.50 | \$ 24,229 | \$ 1,854 | \$ 2,312 |
| DIST | VACANT | VACANT **** | TEMP Summer Help - (BUDGETED) | \$ 11.00 | \$ 0.00 | 505.00 | 0.00 | \$ 5,557 | \$ 425 | \$ 0 |
| FK WAT-Dist | Adam | Mattingly | Distribution Operator - I | \$ 12.78 | \$ 13.20 | 2054.00 | 103.50 | \$ 29,387 | \$ 2,248 | \$ 4,624 |
| FK WAT-Dist | Jery | McCoy | Heavy Equipment Operator - IVD | \$ 21.22 | \$ 21.73 | 2101.00 | 117.00 | \$ 48,987 | \$ 3,748 | \$ 4,624 |
| FK WAT-Dist | Greg | Howard | Distribution Operator - I or II | \$ 18.32 | \$ 19.03 | 2104.00 | 155.00 | \$ 42,927 | \$ 3,284 | \$ 0 |
| FK WAT-Dist | David | Gunning | Distribution Operator - I or II | \$ 13.30 | \$ 13.87 | 1924.00 | 97.50 | \$ 26,768 | \$ 2,048 | \$ 3,854 |
| FK WAT-Dist | Richard | Stranahan | Distribution Supervisor | \$ 27.55 | \$ 28.44 | 2080.00 | 0.00 | \$ 44,932 | \$ 3,437 | \$ 4,624 |
| FK WAT-Dist | Todd | Wood | Dist. System GIS/Planning Specialist | \$ 20.63 | \$ 21.10 | 2000.00 | 0.00 | \$ 37,420 | \$ 2,883 | \$ 3,854 |
| FK WAT-Dist | Leslie | Daugherty | Accounting Specialist | \$ 17.95 | \$ 18.85 | 1724.00 | 15.25 | \$ 30,289 | \$ 2,317 | \$ 0 |
| PIRTLE | Phil | Clark | Plant Supervisor | \$ 27.76 | \$ 28.46 | 2080.00 | 0.00 | \$ 59,714 | \$ 4,588 | \$ 4,624 |
| PIRTLE | Chris | Cecil | WTP Operator - Class IV | \$ 18.49 | \$ 19.49 | 2102.00 | 62.50 | \$ 43,216 | \$ 3,306 | \$ 4,624 |
| PIRTLE | Mike | McKinley | WTP Operator - Class IV | \$ 19.32 | \$ 19.77 | 2108.00 | 66.00 | \$ 44,572 | \$ 3,410 | \$ 4,624 |
| PIRTLE | Jim | Gray | WTP Operator - Class IV | \$ 17.89 | \$ 18.54 | 2105.00 | 64.00 | \$ 41,403 | \$ 3,167 | \$ 4,624 |
| PIRTLE | Donnie | Underhill | WTP Operator - Class IV | \$ 20.16 | \$ 20.58 | 2100.00 | 3.00 | \$ 42,950 | \$ 3,286 | \$ 4,624 |
| PIRTLE | Melissa | Hartman | WTP Operator - Class 1A - 2A | \$ 15.82 | \$ 17.40 | 2104.00 | 65.50 | \$ 35,602 | \$ 2,724 | \$ 0 |

Exhibit 2

| Rate Case No. 2013-00050 | | | Hardin County Water District No.1 | | | | | | | |
|-------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------------|-------------|----------------------------------------------|------------------------------|--------------------------|--------------------------|--------------------------------|-----------------|----------------------------|----------------------|
| Question No. 1.b, 1.c, 1.f, 1.g and 4.a | | | 2012 Test Period | | | | | | | |
| | | | All Employees | | | | | | | |
| Note **** The CSR Vacant and Distribution Summer Help Positions Were Budgeted For in 2012 But Were NOT Filled Nor Were Any Costs Included in Revenue Requirements | | | | | | | | | | |
| DIV | FST_NME | LAST_NME | TITLE | 2012 \$234/HiH Opt Out | 2012 Dental Insurance | 2012 Vision Insurance | 2012 Life/LTDD Insurance | 2012 Pension | 2012 \$140 Flex Benefit | 2012 Workers Comp |
| ALLOCATED EMPLOYEES | | | | | | | | | | |
| CS | Charles | Williams | Customer Service Representative | \$ 2,808 | \$ 277 | \$ 83 | \$ 373 | \$ 6,532 | \$ 1,680 | \$ 61 |
| CS | VACANT | VACANT **** | Customer Service Representative - (BUDGETED) | \$ 0 | \$ 277 | \$ 83 | \$ 305 | \$ 5,127 | \$ 1,680 | \$ 49 |
| ACCOUNT | Stephanie | Strange | Accountant | \$ 0 | \$ 277 | \$ 83 | \$ 499 | \$ 8,653 | \$ 1,680 | \$ 81 |
| ADM | Andrea | Palmer | Executive Assistant | \$ 2,808 | \$ 277 | \$ 83 | \$ 420 | \$ 7,380 | \$ 1,680 | \$ 69 |
| ACCOUNT | Karen | Morrison | Accounting Specialist | \$ 0 | \$ 277 | \$ 83 | \$ 420 | \$ 7,489 | \$ 1,680 | \$ 70 |
| ENG | John | Thomas | Project Coordinator | \$ 0 | \$ 277 | \$ 83 | \$ 509 | \$ 8,838 | \$ 1,680 | \$ 83 |
| ADM | Jim | Bruce | General Manager | \$ 2,808 | \$ 277 | \$ 83 | \$ 1,000 | \$ 21,780 | \$ 1,680 | \$ 204 |
| ADM | Scott | Schmuck | Finance & Accounting Manager | \$ 2,808 | \$ 277 | \$ 0 | \$ 744 | \$ 12,874 | \$ 1,680 | \$ 120 |
| ENG | Preston | Pendley | Engineering Manager | \$ 2,808 | \$ 277 | \$ 0 | \$ 749 | \$ 12,988 | \$ 1,680 | \$ 384 |
| CS | Charlene | Easter | Customer Service Manager | \$ 0 | \$ 277 | \$ 83 | \$ 666 | \$ 11,617 | \$ 1,680 | \$ 109 |
| COMM | John | Tindall | Commissioner | \$ 0 | \$ 277 | \$ 83 | \$ 0 | \$ 1,155 | \$ 1,680 | \$ 11 |
| COMM | Bill | Gossett | Commissioner | \$ 0 | \$ 277 | \$ 83 | \$ 0 | \$ 1,194 | \$ 0 | \$ 11 |
| COMM | Steve | Walton | Commissioner | \$ 0 | \$ 277 | \$ 83 | \$ 0 | \$ 1,155 | \$ 1,680 | \$ 11 |
| COMM | Bill | Rissal | Commissioner | \$ 0 | \$ 277 | \$ 83 | \$ 0 | \$ 1,155 | \$ 1,680 | \$ 11 |
| COMM | Ron | Hockman | Commissioner | \$ 0 | \$ 277 | \$ 83 | \$ 0 | \$ 1,155 | \$ 280 | \$ 11 |
| CS | Chelsea | Bragg | Customer Service Representative | \$ 0 | \$ 277 | \$ 83 | \$ 309 | \$ 4,719 | \$ 1,680 | \$ 44 |
| CS | Susanna | Wittstock | Customer Service Representative | \$ 2,808 | \$ 116 | \$ 0 | \$ 386 | \$ 4,200 | \$ 1,680 | \$ 40 |
| CS | Campbell | Christie | Customer Service Representative | \$ 0 | \$ 277 | \$ 83 | \$ 331 | \$ 5,765 | \$ 1,680 | \$ 54 |
| CS | Denise | McGinty | Customer Service Representative - TEMPORARY | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 20 |
| DIST | John | Mancik | Distribution Operator - III | \$ 0 | \$ 277 | \$ 83 | \$ 401 | \$ 7,322 | \$ 1,680 | \$ 973 |
| DIST | Rick | Barnes | Distribution Operator - I or II | \$ 0 | \$ 277 | \$ 83 | \$ 313 | \$ 5,971 | \$ 1,680 | \$ 793 |
| CS | Linda | Thompson | Utility Billing Specialist | \$ 0 | \$ 277 | \$ 83 | \$ 439 | \$ 7,804 | \$ 1,680 | \$ 73 |
| DIST | Mike | Moseley | Distribution Operator - I or II | \$ 0 | \$ 277 | \$ 83 | \$ 409 | \$ 7,435 | \$ 1,680 | \$ 70 |
| ENG | Daniel | Clifford | Dist. System GIS/Planning Specialist | \$ 0 | \$ 277 | \$ 83 | \$ 572 | \$ 9,899 | \$ 1,680 | \$ 1,316 |
| DIST | Timmy | Walker | Distribution Operator - I or II | \$ 0 | \$ 277 | \$ 83 | \$ 367 | \$ 7,286 | \$ 1,680 | \$ 988 |
| DIST | Franklin | Whitworth | Distribution Operator - I or II | \$ 0 | \$ 231 | \$ 70 | \$ 256 | \$ 4,625 | \$ 1,400 | \$ 613 |
| ADM | Brett | Pyles | Operations Manager | \$ 0 | \$ 277 | \$ 83 | \$ 782 | \$ 13,680 | \$ 1,680 | \$ 384 |
| DIST | Tim | Osborne | Distribution Supervisor | \$ 0 | \$ 231 | \$ 70 | \$ 561 | \$ 9,729 | \$ 1,400 | \$ 1,290 |
| LEG | David | Wilson | Attorney | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 3,897 | \$ 0 | \$ 38 |
| | | | TOTAL | \$ 16,848 | \$ 7,233 | \$ 1,974 | \$ 10,811 | \$ 201,405 | \$ 41,720 | \$ 7,935 |
| Not-Allocated to Radcliff Sewer Employees | | | | | | | | | | |
| Maint | Curt | Pickrell | Maint & Control Specialist | \$ 0 | \$ 277 | \$ 83 | \$ 592 | \$ 11,662 | \$ 1,680 | \$ 1,549 |
| ADM | Amanda | Spalding | WQ/Measurement Specialist | \$ 0 | \$ 277 | \$ 83 | \$ 621 | \$ 10,750 | \$ 1,680 | \$ 1,429 |
| DIST | Tim | Bowman | Distribution Operator - I | \$ 0 | \$ 277 | \$ 83 | \$ 394 | \$ 7,322 | \$ 1,680 | \$ 973 |
| DIST | Donald | Dennis | Distribution Operator - I | \$ 0 | \$ 208 | \$ 63 | \$ 245 | \$ 5,067 | \$ 1,260 | \$ 671 |
| DIST | Jeremy | Clark | Distribution Operator - III-D | \$ 0 | \$ 23 | \$ 7 | \$ 67 | \$ 1,252 | \$ 140 | \$ 164 |
| DIST | Clifford (Jay) | Davis | Distribution Operator - I or II | \$ 0 | \$ 277 | \$ 83 | \$ 436 | \$ 8,432 | \$ 1,680 | \$ 1,120 |
| DIST | Marvin | McKenzie | Distribution Operator - I or II | \$ 0 | \$ 277 | \$ 83 | \$ 346 | \$ 7,267 | \$ 1,680 | \$ 986 |
| DIST | Beau | Hardcastle | Heavy Equipment Operator - IVD | \$ 0 | \$ 139 | \$ 42 | \$ 259 | \$ 4,656 | \$ 840 | \$ 620 |
| DIST | VACANT | VACANT **** | TEMP Summer Help - (BUDGETED) | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 142 |
| FK WAT-Dist | Adam | Mattlingly | Distribution Operator - I | \$ 0 | \$ 277 | \$ 83 | \$ 296 | \$ 5,664 | \$ 1,680 | \$ 752 |
| FK WAT-Dist | Jerry | McCoy | Heavy Equipment Operator - IVD | \$ 0 | \$ 277 | \$ 83 | \$ 495 | \$ 9,438 | \$ 1,680 | \$ 1,254 |
| FK WAT-Dist | Greg | Howard | Distribution Operator - I or II | \$ 2,808 | \$ 0 | \$ 0 | \$ 410 | \$ 6,271 | \$ 1,680 | \$ 1,099 |
| FK WAT-Dist | David | Gunning | Distribution Operator - I or II | \$ 0 | \$ 231 | \$ 70 | \$ 229 | \$ 5,171 | \$ 1,400 | \$ 685 |
| FK WAT-Dist | Richard | Stranahan | Distribution Supervisor | \$ 0 | \$ 277 | \$ 83 | \$ 640 | \$ 11,261 | \$ 1,680 | \$ 1,150 |
| FK WAT-Dist | Todd | Wood | Dist. System GIS/Planning Specialist | \$ 0 | \$ 231 | \$ 70 | \$ 411 | \$ 7,224 | \$ 1,400 | \$ 958 |
| FK WAT-Dist | Leslie | Daugherty | Accounting Specialist | \$ 2,106 | \$ 208 | \$ 63 | \$ 332 | \$ 5,653 | \$ 1,260 | \$ 55 |
| PIRTLE | Phil | Clark | Plant Supervisor | \$ 0 | \$ 277 | \$ 83 | \$ 647 | \$ 11,502 | \$ 1,680 | \$ 1,529 |
| PIRTLE | Chris | Cecil | WTP Operator - Class IV | \$ 0 | \$ 277 | \$ 83 | \$ 442 | \$ 8,322 | \$ 1,680 | \$ 1,106 |
| PIRTLE | Mike | McKinley | WTP Operator - Class IV | \$ 0 | \$ 277 | \$ 83 | \$ 452 | \$ 8,583 | \$ 1,680 | \$ 1,141 |
| PIRTLE | Jim | Gray | WTP Operator - Class IV | \$ 0 | \$ 277 | \$ 0 | \$ 417 | \$ 7,972 | \$ 1,680 | \$ 1,060 |
| PIRTLE | Donnie | Underhill | WTP Operator - Class IV | \$ 0 | \$ 277 | \$ 83 | \$ 469 | \$ 8,272 | \$ 1,680 | \$ 1,100 |
| PIRTLE | Melissa | Hartman | WTP Operator - Class 1A - 2A | \$ 2,808 | \$ 0 | \$ 0 | \$ 368 | \$ 6,857 | \$ 1,680 | \$ 911 |

| Rate Case No. 2013-00050 | | | Hardin County Water District No.1 | | | | | | | |
|-------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------------|-------------|----------------------------------------------|---------------|----------|------------|--------------|--------|---------|---------|
| Question No. 1.b, 1.c, 1.f, 1.g and 4.a | | | 2012 Test Period | | | | | | | |
| | | | All Employees | | | | | | | |
| Note **** The CSR Vacant and Distribution Summer Help Positions Were Budgeted For in 2012 But Were NOT Filled Nor Were Any Costs Included in Revenue Requirements | | | | | | | | | | |
| | | | 2012 | 2012 | 2012 | 2012 | 2012 | 2012 | 2012 | |
| DIV | FST_NME | LAST_NME | TITLE | Total Dollars | %_CAPIZD | \$_CAPIZD | \$_NET O&M | %_WAT | %_RASEW | %_FKSEW |
| ALLOCATED EMPLOYEES | | | | | | | | | | |
| CS | Charles | Williams | Customer Service Representative | \$ 48,324 | 0.0% | \$ 0 | \$ 48,324 | 52.0% | 48.0% | 0.0% |
| CS | VACANT | VACANT **** | Customer Service Representative - (BUDGETED) | \$ 41,254 | 0.0% | \$ 0 | \$ 41,254 | 52.0% | 48.0% | 0.0% |
| ACCOUNT | Stephanie | Sirange | Accountant | \$ 64,267 | 25.0% | \$ 16,067 | \$ 48,201 | 53.7% | 26.9% | 12.5% |
| ADM | Andrea | Palmer | Executive Assistant | \$ 53,972 | 0.0% | \$ 0 | \$ 53,972 | 27.5% | 25.0% | 25.0% |
| ACCOUNT | Karen | Morrison | Accounting Specialist | \$ 56,507 | 25.0% | \$ 14,127 | \$ 42,380 | 27.5% | 25.0% | 25.0% |
| ENG | John | Thomas | Project Coordinator | \$ 65,491 | 50.0% | \$ 32,745 | \$ 32,745 | 48.0% | 25.0% | 15.0% |
| ADM | Jim | Bruce | General Manager | \$ 157,807 | 20.0% | \$ 31,561 | \$ 126,245 | 45.2% | 25.0% | 15.0% |
| ADM | Scott | Schmuck | Finance & Accounting Manager | \$ 90,463 | 25.0% | \$ 22,616 | \$ 67,847 | 27.5% | 25.0% | 25.0% |
| ENG | Preston | Pendley | Engineering Manager | \$ 91,334 | 100.0% | \$ 91,334 | \$ 0 | 5.1% | 19.8% | 30.0% |
| CS | Charlene | Easter | Customer Service Manager | \$ 83,985 | 0.0% | \$ 0 | \$ 83,985 | 52.0% | 48.0% | 0.0% |
| COMM | John | Tindall | Commissioner | \$ 9,666 | 0.0% | \$ 0 | \$ 9,666 | 27.5% | 25.0% | 25.0% |
| COMM | Bill | Gossett | Commissioner | \$ 18,876 | 0.0% | \$ 0 | \$ 18,876 | 27.5% | 25.0% | 25.0% |
| COMM | Steve | Walton | Commissioner | \$ 9,666 | 0.0% | \$ 0 | \$ 9,666 | 27.5% | 25.0% | 25.0% |
| COMM | Bill | Rissel | Commissioner | \$ 9,666 | 0.0% | \$ 0 | \$ 9,666 | 27.5% | 25.0% | 25.0% |
| COMM | Ron | Hockman | Commissioner | \$ 17,129 | 0.0% | \$ 0 | \$ 17,129 | 27.5% | 25.0% | 25.0% |
| CS | Chelsea | Bragg | Customer Service Representative | \$ 38,045 | 0.0% | \$ 0 | \$ 38,045 | 52.0% | 48.0% | 0.0% |
| CS | Susanna | Wittstock | Customer Service Representative | \$ 32,890 | 0.0% | \$ 0 | \$ 32,890 | 52.0% | 48.0% | 0.0% |
| CS | Campbell | Christie | Customer Service Representative | \$ 45,039 | 0.0% | \$ 0 | \$ 45,039 | 52.0% | 48.0% | 0.0% |
| CS | Denise | McGinty | Customer Service Representative - TEMPORARY | \$ 11,731 | 0.0% | \$ 0 | \$ 11,731 | 52.0% | 48.0% | 0.0% |
| DIST | John | Mancik | Distribution Operator - III | \$ 56,279 | 0.0% | \$ 0 | \$ 56,279 | 52.0% | 48.0% | 0.0% |
| DIST | Rick | Barnes | Distribution Operator - I or II | \$ 47,106 | 0.0% | \$ 0 | \$ 47,106 | 52.0% | 48.0% | 0.0% |
| CS | Linda | Thompson | Utility Billing Specialist | \$ 58,600 | 0.0% | \$ 0 | \$ 58,600 | 51.0% | 46.0% | 1.0% |
| DIST | Mike | Mosley | Distribution Operator - I or II | \$ 56,151 | 0.0% | \$ 0 | \$ 56,151 | 52.5% | 47.0% | 0.0% |
| ENG | Daniel | Clifford | Dist. System GIS/Planning Specialist | \$ 73,780 | 50.0% | \$ 36,890 | \$ 36,890 | 42.5% | 30.0% | 13.0% |
| DIST | Timmy | Walker | Distribution Operator - I or II | \$ 55,993 | 0.0% | \$ 0 | \$ 55,993 | 52.0% | 48.0% | 0.0% |
| DIST | Franklin | Whitworth | Distribution Operator - I or II | \$ 36,837 | 0.0% | \$ 0 | \$ 36,837 | 52.0% | 48.0% | 0.0% |
| ADM | Brett | Pyles | Operations Manager | \$ 97,975 | 50.0% | \$ 48,988 | \$ 48,988 | 13.5% | 15.0% | 15.0% |
| DIST | Tim | Osborne | Distribution Supervisor | \$ 71,367 | 0.0% | \$ 0 | \$ 71,367 | 98.5% | 1.5% | 0.0% |
| LEG | David | Wilson | Attorney | \$ 25,720 | 0.0% | \$ 0 | \$ 25,720 | 58.0% | 23.0% | 14.0% |
| TOTAL | | | | \$ 1,525,921 | | \$ 294,327 | \$ 1,231,594 | | | |
| Not-Allocated to Radcliff Sewer Employees | | | | | | | | | | |
| Maint | Curt | Pickereil | Maint & Control Specialist | \$ 85,621 | 0.0% | \$ 0 | \$ 85,621 | 98.0% | 0.0% | 0.0% |
| ADM | Amanda | Spalding | WQ/Measurement Specialist | \$ 79,557 | 0.0% | \$ 0 | \$ 79,557 | 99.0% | 0.0% | 0.0% |
| DIST | Tim | Bowman | Distribution Operator - I | \$ 56,283 | 40.00% | \$ 22,513 | \$ 33,770 | 100.0% | 0.0% | 0.0% |
| DIST | Donald | Dannis | Distribution Operator - I | \$ 39,192 | 0.0% | \$ 0 | \$ 39,192 | 100.0% | 0.0% | 0.0% |
| DIST | Jeremy | Clark | Distribution Operator - III-D | \$ 8,935 | 0.0% | \$ 0 | \$ 8,935 | 100.0% | 0.0% | 0.0% |
| DIST | Clifford (Jay) | Davis | Distribution Operator - I or II | \$ 63,768 | 0.0% | \$ 0 | \$ 63,768 | 100.0% | 0.0% | 0.0% |
| DIST | Marvin | McKenzie | Distribution Operator - I or II | \$ 55,857 | 0.0% | \$ 0 | \$ 55,857 | 100.0% | 0.0% | 0.0% |
| DIST | Beau | Hardcastle | Heavy Equipment Operator - IVD | \$ 34,950 | 0.0% | \$ 0 | \$ 34,950 | 100.0% | 0.0% | 0.0% |
| DIST | VACANT | VACANT **** | TEMP Summer Help - (BUDGETED) | \$ 6,124 | 0.0% | \$ 0 | \$ 6,124 | 100.0% | 0.0% | 0.0% |
| FK WAT-Dist | Adam | Mattingly | Distribution Operator - I | \$ 45,012 | 0.0% | \$ 0 | \$ 45,012 | 0.0% | 0.0% | 0.0% |
| FK WAT-Dist | Jerry | McCoy | Heavy Equipment Operator - IVD | \$ 70,587 | 0.0% | \$ 0 | \$ 70,587 | 0.0% | 0.0% | 0.0% |
| FK WAT-Dist | Greg | Howard | Distribution Operator - I or II | \$ 60,480 | 0.0% | \$ 0 | \$ 60,480 | 0.0% | 0.0% | 0.0% |
| FK WAT-Dist | David | Gunning | Distribution Operator - I or II | \$ 40,455 | 0.0% | \$ 0 | \$ 40,455 | 0.0% | 0.0% | 0.0% |
| FK WAT-Dist | Richard | Stranahan | Distribution Supervisor | \$ 68,086 | 0.0% | \$ 0 | \$ 68,086 | 0.0% | 0.0% | 0.0% |
| FK WAT-Dist | Todd | Wood | Dist. System GIS/Planning Specialist | \$ 54,430 | 0.0% | \$ 0 | \$ 54,430 | 0.0% | 0.0% | 0.0% |
| FK WAT-Dist | Leslie | Daugherty | Accounting Specialist | \$ 42,482 | 0.0% | \$ 0 | \$ 42,482 | 0.0% | 0.0% | 0.0% |
| PIRTLE | Phil | Clark | Plant Supervisor | \$ 84,625 | 0.0% | \$ 0 | \$ 84,625 | 100.0% | 0.0% | 0.0% |
| PIRTLE | Chris | Cecil | WTP Operator - Class IV | \$ 63,057 | 0.0% | \$ 0 | \$ 63,057 | 100.0% | 0.0% | 0.0% |
| PIRTLE | Mike | McKinley | WTP Operator - Class IV | \$ 64,823 | 0.0% | \$ 0 | \$ 64,823 | 100.0% | 0.0% | 0.0% |
| PIRTLE | Jim | Gray | WTP Operator - Class IV | \$ 60,600 | 0.0% | \$ 0 | \$ 60,600 | 100.0% | 0.0% | 0.0% |
| PIRTLE | Donnie | Underhill | WTP Operator - Class IV | \$ 62,741 | 0.0% | \$ 0 | \$ 62,741 | 100.0% | 0.0% | 0.0% |
| PIRTLE | Melissa | Hartman | WTP Operator - Class 1A - 2A | \$ 50,950 | 0.0% | \$ 0 | \$ 50,950 | 100.0% | 0.0% | 0.0% |

| Rate Case No. 2013-00060 | | | | Hardin County Water District No.1 | | | | | | |
|-------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------------|-------------|----------------------------------------------|-----------------------------------|------------------|----------------|------------------|------------------|------------------|-------------------|
| Question No. 1.b, 1.c, 1.f, 1.g and 4.a | | | | 2012 Test Period | | | | | | |
| | | | | All Employees | | | | | | |
| Note **** The CSR Vacant and Distribution Summer Help Positions Were Budgeted For In 2012 But Were NOT Filled Nor Were Any Costs Included In Revenue Requirements | | | | | | | | | | |
| DIV | FST_NME | LAST_NME | TITLE | 2012 %_FKSTM | 2012 %_FK WAT | 2012 \$_WAT | 2012 \$_RASEW | 2012 \$_FKSEW | 2012 \$_FKSTM | 2012 \$_FK WAT |
| ALLOCATED EMPLOYEES | | | | | | | | | | |
| CS | Charles | Williams | Customer Service Representative | 0.0% | 0.0% | \$ 25,129 | \$ 23,196 | \$ 0 | \$ 0 | \$ 0 |
| CS | VACANT | VACANT **** | Customer Service Representative - (BUDGETED) | 0.0% | 0.0% | \$ 21,452 | \$ 19,802 | \$ 0 | \$ 0 | \$ 0 |
| ACCOUNT | Stephanie | Strange | Accountant | 1.9% | 5.0% | \$ 25,884 | \$ 12,966 | \$ 6,025 | \$ 916 | \$ 2,410 |
| ADM | Andrea | Palmer | Executive Ass/stant | 7.5% | 15.0% | \$ 14,842 | \$ 13,493 | \$ 13,493 | \$ 4,048 | \$ 8,096 |
| ACCOUNT | Karen | Morrison | Accounting Specialist | 7.5% | 15.0% | \$ 11,655 | \$ 10,595 | \$ 10,595 | \$ 3,179 | \$ 6,357 |
| ENG | John | Thomas | Project Coordinator | 2.0% | 10.0% | \$ 15,718 | \$ 8,186 | \$ 4,912 | \$ 655 | \$ 3,275 |
| ADM | Jim | Bruce | General Manager | 5.0% | 9.8% | \$ 57,063 | \$ 31,561 | \$ 18,937 | \$ 6,312 | \$ 12,372 |
| ADM | Scott | Schmuck | Finance & Accouting Manager | 7.5% | 15.0% | \$ 18,658 | \$ 16,962 | \$ 16,962 | \$ 5,089 | \$ 10,177 |
| ENG | Preston | Pendley | Engineering Manager | 5.1% | 40.0% | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 |
| CS | Charlene | Easter | Customer Service Manager | 0.0% | 0.0% | \$ 43,672 | \$ 40,313 | \$ 0 | \$ 0 | \$ 0 |
| COMM | John | Tindall | Commissioner | 7.5% | 15.0% | \$ 2,658 | \$ 2,416 | \$ 2,416 | \$ 725 | \$ 1,450 |
| COMM | Bill | Gossett | Commissioner | 7.5% | 15.0% | \$ 5,191 | \$ 4,719 | \$ 4,719 | \$ 1,416 | \$ 2,831 |
| COMM | Steve | Walton | Commissioner | 7.5% | 15.0% | \$ 2,658 | \$ 2,416 | \$ 2,416 | \$ 725 | \$ 1,450 |
| COMM | Bill | Rissel | Commissioner | 7.5% | 15.0% | \$ 2,658 | \$ 2,416 | \$ 2,416 | \$ 725 | \$ 1,450 |
| COMM | Ron | Hockman | Commissioner | 7.5% | 15.0% | \$ 4,710 | \$ 4,282 | \$ 4,282 | \$ 1,285 | \$ 2,569 |
| CS | Chelsea | Bragg | Customer Service Representative | 0.0% | 0.0% | \$ 19,783 | \$ 18,262 | \$ 0 | \$ 0 | \$ 0 |
| CS | Susanna | Wittstock | Customer Service Representative | 0.0% | 0.0% | \$ 17,103 | \$ 15,787 | \$ 0 | \$ 0 | \$ 0 |
| CS | Campbell | Christie | Customer Service Representative | 0.0% | 0.0% | \$ 23,420 | \$ 21,619 | \$ 0 | \$ 0 | \$ 0 |
| CS | Denise | McGinty | Customer Service Representative - TEMPORARY | 0.0% | 0.0% | \$ 6,100 | \$ 5,631 | \$ 0 | \$ 0 | \$ 0 |
| DIST | John | Mancik | Distribution Operator - III | 0.0% | 0.0% | \$ 29,265 | \$ 27,014 | \$ 0 | \$ 0 | \$ 0 |
| DIST | Rick | Barnes | Distribution Operator - I or II | 0.0% | 0.0% | \$ 24,495 | \$ 22,611 | \$ 0 | \$ 0 | \$ 0 |
| CS | Linda | Thompson | Utility Billing Specialist | 0.5% | 1.5% | \$ 29,886 | \$ 26,956 | \$ 586 | \$ 293 | \$ 879 |
| DIST | Mike | Moseley | Distribution Operator - I or II | 0.0% | 0.5% | \$ 29,505 | \$ 26,391 | \$ 0 | \$ 0 | \$ 255 |
| ENG | Daniel | Clifford | Dist. System GIS/Planning Specialist | 2.0% | 12.5% | \$ 15,678 | \$ 11,087 | \$ 4,796 | \$ 738 | \$ 4,611 |
| DIST | Timmy | Walker | Distribution Operator - I or II | 0.0% | 0.0% | \$ 29,117 | \$ 26,877 | \$ 0 | \$ 0 | \$ 0 |
| DIST | Franklin | Whitworth | Distribution Operator - I or II | 0.0% | 0.0% | \$ 19,155 | \$ 17,682 | \$ 0 | \$ 0 | \$ 0 |
| ADM | Brett | Pyles | Operations Manager | 10.3% | 46.2% | \$ 6,607 | \$ 7,346 | \$ 7,346 | \$ 5,052 | \$ 22,632 |
| DIST | Tim | Osborne | Distribution Supervisor | 0.0% | 0.0% | \$ 70,296 | \$ 1,071 | \$ 0 | \$ 0 | \$ 0 |
| LEG | David | Wilson | Attorney | 5.0% | 0.0% | \$ 14,918 | \$ 5,916 | \$ 3,601 | \$ 1,288 | \$ 0 |
| | | | TOTAL | | | \$ 587,277 | \$ 427,555 | \$ 103,505 | \$ 32,442 | \$ 80,615 |
| Not-Allocated to Radcliff Sewer Employees | | | | | | | | | | |
| Maint | Curt | Pickerell | Maint & Control Specialist | 0.0% | 2.0% | \$ 83,909 | \$ 0 | \$ 0 | \$ 0 | \$ 1,712 |
| ADM | Amanda | Spalding | WQ/Measurement Specialist | 0.0% | 1.0% | \$ 78,762 | \$ 0 | \$ 0 | \$ 0 | \$ 796 |
| DIST | Tim | Bowman | Distribution Operator - I | 0.0% | 0.0% | \$ 33,770 | \$ 0 | \$ 0 | \$ 0 | \$ 0 |
| DIST | Donald | Dennis | Distribution Operator - I | 0.0% | 0.0% | \$ 39,192 | \$ 0 | \$ 0 | \$ 0 | \$ 0 |
| DIST | Jeremy | Clark | Distribution Operator - III-D | 0.0% | 0.0% | \$ 8,935 | \$ 0 | \$ 0 | \$ 0 | \$ 0 |
| DIST | Clifford (Jay) | Davis | Distribution Operator - I or II | 0.0% | 0.0% | \$ 63,768 | \$ 0 | \$ 0 | \$ 0 | \$ 0 |
| DIST | Marvin | McKenzie | Distribution Operator - I or II | 0.0% | 0.0% | \$ 55,857 | \$ 0 | \$ 0 | \$ 0 | \$ 0 |
| DIST | Beau | Hardcastle | Heavy Equipment Operator - IVD | 0.0% | 0.0% | \$ 34,950 | \$ 0 | \$ 0 | \$ 0 | \$ 0 |
| DIST | VACANT | VACANT **** | TEMP Summer Help - (BUDGETED) | 0.0% | 0.0% | \$ 6,124 | \$ 0 | \$ 0 | \$ 0 | \$ 0 |
| FK WAT-Dist | Adam | Mattingly | Distribution Operator - I | 0.0% | 100.0% | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 45,012 |
| FK WAT-Dist | Jerry | McCoy | Heavy Equipment Operator - IVD | 0.0% | 100.0% | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 70,587 |
| FK WAT-Dist | Greg | Howard | Distribution Operator - I or II | 0.0% | 100.0% | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 60,480 |
| FK WAT-Dist | David | Gunning | Distribution Operator - I or II | 0.0% | 100.0% | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 40,455 |
| FK WAT-Dist | Richard | Stranahan | Distribution Supervisor | 0.0% | 100.0% | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 68,086 |
| FK WAT-Dist | Todd | Wood | Dist. System GIS/Planning Specialist | 0.0% | 100.0% | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 54,430 |
| FK WAT-Dist | Leslie | Daugherty | Accounting Specialist | 0.0% | 100.0% | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 42,482 |
| PIRTLE | Phil | Clark | Plant Supervisor | 0.0% | 0.0% | \$ 84,625 | \$ 0 | \$ 0 | \$ 0 | \$ 0 |
| PIRTLE | Chris | Cecil | WTP Operator - Class IV | 0.0% | 0.0% | \$ 63,057 | \$ 0 | \$ 0 | \$ 0 | \$ 0 |
| PIRTLE | Mike | McKinley | WTP Operator - Class IV | 0.0% | 0.0% | \$ 64,823 | \$ 0 | \$ 0 | \$ 0 | \$ 0 |
| PIRTLE | Jim | Gray | WTP Operator - Class IV | 0.0% | 0.0% | \$ 60,600 | \$ 0 | \$ 0 | \$ 0 | \$ 0 |
| PIRTLE | Donnie | Underhill | WTP Operator - Class IV | 0.0% | 0.0% | \$ 62,741 | \$ 0 | \$ 0 | \$ 0 | \$ 0 |
| PIRTLE | Malissa | Hartman | WTP Operator - Class 1A - 2A | 0.0% | 0.0% | \$ 50,950 | \$ 0 | \$ 0 | \$ 0 | \$ 0 |

| Rate Case No. 2013-00050 | | Hardin County Water District No.1 | | | | |
|-------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------------|-----------------------------------|----------------------------------------------|------------|-------|-------------|
| Question No. 1.b, 1.c, 1.f, 1.g and 4.a | | 2012 Test Period | | | | |
| | | All Employees | | | | |
| Note **** The CSR Vacant and Distribution Summer Help Positions Were Budgeted For In 2012 But Were NOT Filled Nor Were Any Costs Included in Revenue Requirements | | | | | | |
| | | | | Hire | | Termination |
| DIV | FST_NME | LAST_NME | TITLE | Date | Years | Date |
| ALLOCATED EMPLOYEES | | | | | | |
| CS | Charles | Williams | Customer Service Representative | 08/25/97 | 16.1 | |
| CS | VACANT | VACANT **** | Customer Service Representative - (BUDGETED) | Unknown | | |
| ACCOUNT | Stephanie | Strange | Accountant | 01/22/07 | 6.6 | |
| ADM | Andrea | Palmer | Executive Assistant | 05/23/11 | 2.3 | |
| ACCOUNT | Karen | Morrison | Accounting Specialist | 01/13/10 | 3.7 | |
| ENG | John | Thomas | Project Coordinator | 01/02/01 | 12.7 | |
| ADM | Jim | Bruce | General Manager | 09/01/94 | 19.0 | |
| ADM | Scott | Schmuck | Finance & Accounting Manager | 03/16/09 | 4.5 | |
| ENG | Preston | Pendley | Engineering Manager | 01/10/11 | 2.7 | 9/9/2013 |
| CS | Charlene | Easter | Customer Service Manager | 02/27/95 | 18.5 | |
| COMM | John | Tindall | Commissioner | 07/01/02 | 11.2 | |
| COMM | Bill | Gossett | Commissioner | 09/01/98 | 15.0 | |
| COMM | Steve | Walton | Commissioner | 09/01/05 | 8.0 | 8/31/2013 |
| COMM | Bill | Rissel | Commissioner | 09/01/04 | 8.6 | 3/31/2013 |
| COMM | Ron | Hockman | Commissioner | 09/01/03 | 10.0 | |
| CS | Chelsea | Bragg | Customer Service Representative | 07/07/11 | 2.2 | |
| CS | Susanna | Wittstock | Customer Service Representative | 07/06/09 | 4.2 | |
| CS | Campbell | Christie | Customer Service Representative | 07/21/08 | 5.1 | |
| CS | Denise | McGinty | Customer Service Representative - TEMPORARY | 06/18/12 | 0.7 | 2/14/2013 |
| DIST | John | Mancik | Distribution Operator - III | 10/03/89 | 24.0 | |
| DIST | Rick | Barnes | Distribution Operator - I or II | 12/01/08 | 4.8 | |
| CS | Linda | Thompson | Utility Billing Specialist | 07/16/90 | 23.2 | |
| DIST | Mike | Moseley | Distribution Operator - I or II | 09/12/05 | 8.0 | |
| ENG | Daniel | Clifford | Dist. System GIS/Planning Specialist | 05/18/92 | 21.3 | |
| DIST | Timmy | Walker | Distribution Operator - I or II | 08/06/07 | 6.1 | |
| DIST | Franklin | Whitworth | Distribution Operator - I or II | 01/23/12 | 1.2 | 3/29/2013 |
| ADM | Brett | Pyles | Operations Manager | 10/06/03 | 9.9 | |
| DIST | Tim | Osborne | Distribution Supervisor | 01/30/12 | 1.6 | |
| LEG | David | Wilson | Attorney | 06/01/93 | 20.3 | |
| | | | | TOTAL | | |
| Not-Allocated to Radcliff Sewer Employees | | | | | | |
| Maint | Curt | Pickereil | Maint & Control Specialist | 05/31/02 | 11.3 | |
| ADM | Amanda | Spalding | WQ/Measurement Specialist | 03/28/11 | 2.5 | |
| DIST | Tim | Bowman | Distribution Operator - I | 1/2/2007 | 6.7 | |
| DIST | Donald | Dennis | Distribution Operator - I | 2/6/2012 | 1.6 | |
| DIST | Jeremy | Clark | Distribution Operator - III-D | 10/15/2012 | 0.9 | |
| DIST | Clifford (Jay) | Davis | Distribution Operator - I or II | 2/28/2005 | 8.5 | |
| DIST | Marvin | McKenzie | Distribution Operator - I or II | 9/5/2006 | 7.0 | |
| DIST | Beau | Hardcastle | Heavy Equipment Operator - IVD | 2/27/2012 | 0.5 | 9/7/2012 |
| DIST | VACANT | VACANT **** | TEMP Summer Help - (BUDGETED) | Unknown | | |
| FK WAT-Dist | Adam | Mattingly | Distribution Operator - I | 5/13/2006 | 7.3 | |
| FK WAT-Dist | Jerry | McCoy | Heavy Equipment Operator - IVD | 1/11/1999 | 14.7 | |
| FK WAT-Dist | Greg | Howard | Distribution Operator - I or II | 4/7/2006 | 7.4 | |
| FK WAT-Dist | David | Gunning | Distribution Operator - I or II | 1/18/2012 | 1.6 | |
| FK WAT-Dist | Richard | Stranahan | Distribution Supervisor | 4/23/1997 | 16.4 | |
| FK WAT-Dist | Todd | Wood | Dist. System GIS/Planning Specialist | 1/20/2012 | 1.6 | |
| FK WAT-Dist | Leslie | Daugherty | Accounting Specialist | 2/15/2002 | 11.6 | |
| PIRTLE | Phil | Clark | Plant Supervisor | 1/23/1995 | 18.6 | |
| PIRTLE | Chris | Cecil | WTP Operator - Class IV | 10/15/2002 | 10.9 | |
| PIRTLE | Mike | McKinley | WTP Operator - Class IV | 7/15/1996 | 17.2 | |
| PIRTLE | Jim | Gray | WTP Operator - Class IV | 5/15/1989 | 24.3 | |
| PIRTLE | Donnie | Underhill | WTP Operator - Class IV | 2/8/1989 | 24.6 | |
| PIRTLE | Melissa | Hartman | WTP Operator - Class 1A - 2A | 12/18/2006 | 6.7 | |

| | | | | | | | | | | |
|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------------------------|-----------------------|---------------------------------------------------------------------------------------------------------------------------------------------------|-------|-------|---------------|----------|------------|-----------|------------------|
| Rate Case No. 2013-00050 | | | Hardin County Water District No. 1 | | | | | | | |
| Question No. 1.b, 1.c, 1.f, 1.g and 4.a | | | 2012 Test Period | | | | | | | |
| | | | All Employees | | | | | | | |
| Note **** The CSR Vacant and Distribution Summer Help Positions Were Budgeted For In 2012 But Were NOT Filled Nor Were Any Costs Included In Revenue Requirements | | | | | | | | | | |
| | | | | 2012 | 2013 | 2012 | 2012 | 2012 | 2012 | 2012 |
| DIV | FST_NME | LAST_NME | TITLE | HRATE | HRATE | Regular Hours | OT Hours | Dollars | OASDI | Health Insurance |
| | | | | | | | | \$ 826,422 | \$ 63,221 | \$ 73,989 |
| | | | Benefits Provided | | | | | | | |
| | MONTHLY COST | PROVIDER | | | | | | | | |
| | 7.65% | OASDI | Social Security & Medicare Taxes as Mandated by IRS | | | | | | | |
| | \$385.36 | Anthem - Health Ins | District pays the employee only premium for any elected coverage. | | | | | | | |
| | \$234.00 | Opt-out Health | District pays each employee \$234.00 monthly to apply to medical expenses for waiving health insurance coverage | | | | | | | |
| | \$23.11 | Delta Dental - Dent | District pays the employee only premium for any elected coverage. | | | | | | | |
| | \$6.95 | Ballas Vision - Visio | District pays the employee only premium for any elected coverage. | | | | | | | |
| | .17 per 1000 | The Lincoln Group | District pays the premium for life insurance that is 3X each employee's annual base salary up to \$300,000.00 | | | | | | | |
| | .03 per 1000 | The Lincoln Group | District pays the premium for AD & D Insurance that is 3X each employee's annual base salary up to \$300,000.00 | | | | | | | |
| | .40 per 100 | The Lincoln Group | District pays the premium for long term disability for each employee | | | | | | | |
| | 18.95%, 19.55% | KY State Retirement | District pays the amount set by the KY Legislature annually. In 2012 the rate was 18.95% for Jan 1 thru June 30 and 19.55% for July 1 thru Dec 31 | | | | | | | |
| | \$140.00 | Flex Benefit | Flex Benefit that can be applied towards Medical related items or 401K account | | | | | | | |
| | Rates determined by KEMI | Workers Comp | Workers Compensation Insurance | | | | | | | |

% of time Bd spent on Topics
 of Discussions + Motions Made by Board
 Jan - Sept 2012

| | |
|----------------|----------------|
| <u>Water</u> | <u>Sewer</u> |
| | |
| 20% | 32% |

BASED ON TOPICS OF DISCUSSION
 + MOTIONS MADE BY Bd FROM JAN. ^{SEPT} ~~2012~~
 2012

| | |
|------------------|----------------|
| <u>FKW</u> | <u>FKSewer</u> |
| | |
| 25% | 11% |
| <u>FKStart</u> - | 6% |

2. Refer to the Pre-Filed Testimony — Application Addendum Document, Page 82 through Page 86 and the Application Page 455 through Page 459.

- a. The table below demonstrates differences in expenses reported by the Radcliff Sewer Fund as they appear on the Schedule of Revenues and Expenses shown on page 85 and on the Detail Comparative Income Statements shown on Page 458. Reconcile and explain the differences in the reported amounts.

| | Page 85 | Page 458 | Difference |
|---------------------------------------|---------------------|---------------------|---------------|
| Operating Expenses | \$ 2,675,005 | \$ 2,601,032 | \$ 73,973 |
| Depreciation and Amortization Expense | \$ 912,281 | \$ 981,121 | \$ 68,840 |
| Interest Expense | \$ 81,652 | \$ 86,791 | \$ 5,139 |
| Total | \$ 3,668,938 | \$ 3,668,944 | \$ (6) |

- b. There are also differences in the amounts reported by the Water Fund, Fort Knox Sewer Fund, Fort Knox Storm Water Fund, and Fort Knox Water Fund on these financial statements. Reconcile the differences in the amounts reported on these financial statements by each fund.
- c. Provide "Detailed Comparative Income Statements" for the years ended 2007, 2008, 2009, 2010, and 2011 for the County Water Fund, the Fort Knox -4- Case No. 2013-00050 Water Fund, the Fort Knox Sewer Fund, the Radcliff Sewer Fund, and the Storm Water Fund.

ANSWER 2:

- a. Please see Exhibit 4, titled 2012 Audit Reconciliations, which shows the reconciliations for each fund between the 2012 Audit and the 2012 Internal Detail Comparative Income Statements for Hardin District.
- b. Please see answer to question 2.a.
- c. Please see Exhibit 5 for the 2007, 2008, 2009, 2010, and 2011 Detailed Comparative Income Statements for the County Water Fund, Ft. Knox Water Fund, Ft. Knox Sewer Fund, Ft. Knox Storm Water Fund, and the Radcliff Sewer Fund.

For the year ended 2007, Ft. Knox Sewer and Storm Water were combined for financial statement purposes. Hardin District did not take over the Radcliff Sewer system until May 2008. Hardin District did not take over the Ft. Knox Water system until February 1, 2012

WITNESS: Mr. Scott Schmuck, HCWD1 Finance & Accounting Manager

| DR 2, 2.a & 2.b - Reconciled Differences in 2012 Audit and Internal Financial Statements | | | | | |
|----------------------------------------------------------------------------------------------------------------------|------------------|------------|-------------------------------------|----------------------|-------------|
| | Application P.82 | HCWD1 | | Application 455 | |
| County Water | 2012 Audit | GL Acct # | | HCWD1 Financial Stmt | |
| Operating Expenses | \$2,178,923 | | | \$2,263,635 | -\$84,712 A |
| | \$1,018,560 | 1.06.40300 | Depreciation Expense | \$1,018,560 | \$0 |
| | \$0 | 1.06.40301 | Allocated Depreciation Expense | -\$73,357 | \$73,357 |
| | \$4,436 | 1.06.40803 | Amortization of 2007-2012 Rate Case | \$0 | \$4,436 |
| | \$15,548 | 1.06.42800 | Amortization of Debt Discount | \$15,548 | \$0 |
| Depreciation and Amortization Expense | \$1,038,545 | | | \$960,752 | \$77,793 A |
| | \$250,594 | 1.06.42702 | F/R - Interest Expense | \$250,594 | \$0 |
| | \$7,571 | 1.06.42705 | Remark & Other Bond Fees | \$7,571 | \$0 |
| | \$37,556 | 1.06.42722 | V/R Interest Expense | \$37,556 | \$0 |
| | \$0 | 1.06.42723 | Allocated Interest Expense | -\$6,009 | \$6,009 |
| | \$914 | 1.04.42704 | Customer Deposit Interest Expense | \$0 | \$914 |
| Interest Expense | \$296,635 | | | \$289,712 | \$6,923 A |
| Total | \$3,514,103 | | | \$3,514,098 | \$5 B |
| A = GL Account grouping is slightly different for Audit Reporting purposes compared to Internal Financial Statements | | | | | |
| B = Rounding Adjustment | | | | | |
| | Application P.83 | HCWD1 | | Application 459 | |
| Ft. Knox Water | 2012 Audit | GL Acct # | | HCWD1 Financial Stmt | |
| Operating Expenses | \$2,512,155 | | | \$2,512,155 | \$0 |
| Depreciation and Amortization Expense | \$411,089 | 5.06.40300 | Depreciation Expense | \$411,089 | \$0 |
| Interest Expense | \$0 | | Interest Expense | \$0 | \$0 |
| Total | \$2,923,244 | | | \$2,923,244 | \$0 |

| | Application P.84 | HCWD1 | | Application 456 | |
|----------------------------------------------------------------------------------------------------------------------|------------------|------------|-------------------------------------|----------------------|-------------|
| Ft. Knox Sewer | 2012 Audit | GL Acct # | | HCWD1 Financial Stmt | |
| Operating Expenses | \$1,848,475 | | | \$1,843,956 | \$4,519 C |
| | \$644,937 | 2.00.40300 | Depreciation Expense | \$644,937 | \$0 |
| | \$0 | 2.00.40301 | Allocated Depreciation Expense | \$4,517 | -\$4,517 |
| Depreciation and Amortization Expense | \$644,937 | | | \$649,454 | -\$4,517 C |
| Interest Expense | \$1,127 | 2.00.42700 | Interest on L/T Debt | \$1,127 | \$0 |
| Total | \$2,494,539 | | | \$2,494,536 | \$3 D |
| C = GL Account grouping is slightly different for Audit Reporting purposes compared to Internal Financial Statements | | | | | |
| D = Rounding Adjustment | | | | | |
| | Application P.86 | HCWD1 | | Application 457 | |
| Ft. Knox StormWater | 2012 Audit | GL Acct # | | HCWD1 Financial Stmt | |
| Operating Expenses | \$298,996 | | | \$298,996 | \$0 |
| Depreciation and Amortization Expense | \$37,214 | 3.00.40300 | Depreciation Expense | \$37,214 | \$0 |
| Interest Expense | \$0 | | Interest Expense | \$0 | \$0 |
| Total | \$336,210 | | | \$336,210 | \$0 |
| | Application P.85 | HCWD1 | | Application 458 | |
| Radcliff Sewer | 2012 Audit | GL Acct # | | HCWD1 Financial Stmt | |
| Operating Expenses | \$2,675,005 | | | \$2,601,032 | \$73,973 |
| | \$903,181 | 4.06.40300 | Depreciation Expense | \$903,181 | \$0 |
| | | 4.06.40301 | Allocated Depreciation Expense | \$68,840 | -\$68,840 E |
| | \$9,100 | 4.06.43200 | Amortization of Acquisition Expense | \$9,100 | \$0 |
| Depreciation and Amortization Expense | \$912,281 | | | \$981,121 | -\$68,840 |
| | \$76,770 | 4.06.42700 | Interest Expense | \$76,770 | \$0 |
| | \$4,882 | 4.06.42701 | Allocated Interest Expense | \$4,882 | \$0 |
| | | 4.06.93006 | Remark & Other Bond Fees | \$5,138 | -\$5,138 E |
| Interest Expense | \$81,652 | | | \$86,791 | -\$5,138 |
| Total | \$3,668,938 | | | \$3,668,944 | -\$6 F |
| E = Auditors include Allocated Depreciation Expense and Remarketing & Other Bond Fees in Operating Expense. | | | | | |
| F = Rounding Adjustments | | | | | |

Hardin County Water District No. 1
Detail Comparative Income Statement
For the Twelve Months Ending December 31, 2007

| | Current Month This Year | Current Month Last Year | Change | Year to Date This Year | Year to Date Last Year | Change |
|---------------------------------------------|----------------------------|----------------------------|------------------------|---------------------------|---------------------------|----------------------|
| Revenues | | | | | | |
| Customer Meter Charges | \$ 56,020.24 | \$ 51,214.94 | \$ 4,805.30 | \$ 642,693.39 | \$ 603,049.14 | \$ 39,644.25 |
| Residential Sales | 152,731.80 | 133,620.07 | 19,111.73 | 1,830,382.38 | 1,679,375.82 | 151,006.56 |
| Commercial Sales | 21,305.31 | 18,513.02 | 2,792.29 | 267,878.61 | 248,332.16 | 19,546.45 |
| Multi-Family Sales | 10,706.66 | 7,795.29 | 2,910.37 | 119,241.13 | 107,070.61 | 12,170.52 |
| Wholesales-Vine Grove | 16,747.97 | 11,861.84 | 4,886.13 | 191,608.77 | 136,267.40 | 55,341.37 |
| Wholesales-Meade County | 24,400.88 | 22,040.68 | 2,360.20 | 335,617.40 | 283,864.03 | 51,753.37 |
| Wholesales-District No. 2 | - | - | - | - | 5,767.11 | (5,767.11) |
| Wholesales-Hardinsburg | - | 597.70 | (597.70) | 13,462.15 | 5,191.65 | 8,270.50 |
| Penalties & Misc. Fees | 23,700.29 | 21,439.65 | 2,260.64 | 279,747.71 | 277,286.68 | 2,461.03 |
| Bad Debt Recovered | 1,106.39 | 0.01 | 1,106.38 | 9,274.77 | 1,509.66 | 7,765.11 |
| Labor Revenue-Misc. Statements | 893.94 | 959.88 | (65.94) | 12,089.02 | 16,665.24 | (4,576.22) |
| Water Revenue-Other | 32.63 | 29.73 | 2.90 | 633.20 | 374.12 | 259.08 |
| Private Fire Protection | 2,631.30 | 2,251.62 | 379.68 | 29,273.01 | 27,308.93 | 1,964.08 |
| Rents from Water Property | 4,098.96 | 3,371.50 | 727.46 | 49,377.39 | 45,977.00 | 3,400.39 |
| Sewer Revenue-Monthly Contract | 16,534.07 | 16,493.46 | 40.61 | 198,389.41 | 196,230.09 | 2,159.32 |
| Sewer Storm Water-Contract | 697.09 | 674.23 | 22.86 | 8,176.62 | 7,984.73 | 191.89 |
| Sewer Utility Cost Reimb. | 9,481.83 | 7,604.00 | 1,877.83 | 113,782.00 | 91,248.00 | 22,534.00 |
| Total Revenues | 341,089.36 | 298,468.62 | 42,620.74 | 4,101,626.96 | 3,733,502.37 | 368,124.59 |
| Expenses | | | | | | |
| Salaries & benefits | 127,382.73 | (6,748.08) | 134,130.81 | 1,594,114.01 | 1,315,473.78 | 278,640.23 |
| Purchased water | 6,397.39 | 4,956.15 | 1,441.24 | 108,602.87 | 79,353.03 | 29,249.84 |
| Utilities & energy expense | 28,541.70 | 21,777.98 | 6,763.72 | 282,547.33 | 249,912.11 | 32,635.22 |
| Chemicals & materials | 20,845.38 | 14,504.41 | 6,340.97 | 156,383.65 | 178,603.10 | (22,219.45) |
| Computer supplies | 83.99 | 1,060.95 | (976.96) | 310.70 | 1,693.78 | (1,383.08) |
| Transmission main repairs | - | 16,006.31 | (16,006.31) | 12,194.64 | 36,343.55 | (24,148.91) |
| Service line repairs | (1,661.48) | (55,804.42) | 54,142.94 | 70,998.70 | 12,316.99 | 58,681.71 |
| Maintenance & repairs | 2,370.81 | 317.20 | 2,053.61 | 35,741.16 | 24,568.70 | 11,172.46 |
| Clarifier project | - | (18,784.37) | 18,784.37 | - | - | - |
| Storage maintenance | 187.69 | 1,773.54 | (1,585.85) | 2,492.96 | 4,997.39 | (2,504.43) |
| Booster station expenses | 9.66 | 12.41 | (2.75) | 1,526.51 | 211.73 | 1,314.78 |
| Tool expense | 16.84 | 829.66 | (812.82) | 4,182.75 | 5,044.16 | (861.41) |
| SCADA supplies | (1,182.50) | 17.16 | (1,199.66) | 1,605.84 | 730.88 | 874.96 |
| Existing meter repairs | - | - | - | 1,478.62 | 14.50 | 1,464.12 |
| Engineering services | 850.00 | 535.00 | 315.00 | 2,927.70 | 2,080.00 | 847.70 |
| Accounting & payroll services | 1,521.80 | 596.00 | 925.80 | 24,857.18 | 23,260.37 | 1,596.81 |
| Legal services | - | 340.00 | (340.00) | 3,089.64 | 18,300.50 | (15,210.86) |
| Contractual services | 8,500.44 | 1,243.95 | 7,256.49 | 115,816.78 | 126,467.21 | (10,650.43) |
| Laboratory services | 778.50 | 3,178.00 | (2,399.50) | 16,784.50 | 21,421.02 | (4,636.52) |
| Uniform expense | 1,334.02 | 1,944.78 | (610.76) | 16,516.95 | 16,187.29 | 329.66 |
| Bill printing & mailing expens | 6,336.42 | 5,827.16 | 509.26 | 72,019.84 | 71,134.58 | 885.26 |
| Contracted security service | 415.11 | 453.87 | (38.76) | 4,917.35 | 4,853.23 | 64.12 |
| Investment fees | 285.14 | 669.06 | (383.92) | 7,498.87 | 8,926.09 | (1,427.22) |
| Utility regulatory fees | 543.74 | - | 543.74 | 3,262.44 | 7,780.61 | (4,518.17) |
| Fuel & transportation expense | 787.60 | (2,520.41) | 3,308.01 | 51,850.31 | 44,719.80 | 7,130.51 |
| Insurance & deductibles | 11,656.36 | 6,276.67 | 5,379.69 | 77,445.00 | 77,482.61 | (37.61) |
| Workers' compensation/unemployment | 3,180.66 | 490.30 | 2,690.36 | 27,530.71 | 23,590.33 | 3,940.38 |
| Advertising & promotional expe | 373.98 | (1,466.25) | 1,840.23 | 7,142.43 | 11,800.46 | (4,658.03) |
| Bad debt & collection expense | (19,697.75) | 48,308.50 | (68,006.25) | 23,362.11 | 58,980.20 | (35,618.09) |
| Demolition & scrapping expense | - | 13,713.00 | (13,713.00) | - | 13,713.00 | (13,713.00) |
| Telephone expense | 1,207.38 | 2,281.99 | (1,074.61) | 14,390.48 | 14,912.88 | (522.40) |
| Dues & subscriptions | 35.00 | 370.00 | (335.00) | 4,251.35 | 2,928.00 | 1,323.35 |
| Postage & freight | 129.57 | 36.07 | 93.50 | 3,771.85 | 3,958.98 | (187.13) |
| Cash shortage | (9.69) | (2.53) | (7.16) | 58.86 | 63.47 | (4.61) |
| Safety committee | 719.92 | - | 719.92 | 5,015.64 | 4,701.66 | 313.98 |
| Commission expense | 150.65 | (490.30) | 640.95 | 3,641.49 | 2,909.98 | 731.51 |
| Certification & training | 74.83 | 316.25 | (241.42) | 4,957.55 | 4,127.33 | 830.22 |
| Travel & lodging | 380.40 | 981.06 | (600.66) | 6,013.41 | 5,347.26 | 666.15 |
| Education & conferences | 99.00 | 3,339.82 | (3,240.82) | 13,463.13 | 14,308.13 | (845.00) |
| Miscellaneous expense | 2,015.18 | 2,292.04 | (276.86) | 5,517.05 | 11,713.36 | (6,196.31) |
| Total operating expenses | 204,660.47 | 68,632.93 | 136,027.54 | 2,788,282.36 | 2,504,932.05 | 283,350.31 |
| Operating income before depreciation | 136,428.89 | 229,835.69 | (93,406.80) | 1,313,344.60 | 1,228,570.32 | 84,774.28 |
| Less depreciation & amortization | 67,836.55 | 18,583.09 | 49,253.46 | 853,997.24 | 761,573.85 | 92,423.39 |
| Operating income | 68,592.34 | 211,252.60 | (142,660.26) | 459,347.36 | 466,996.47 | (7,649.11) |
| Non-operating income (expense) | | | | | | |
| Interest income | 22,428.24 | 8,655.24 | 13,773.00 | 157,891.90 | 134,814.43 | 23,077.47 |
| Interest expense | (51,797.35) | (55,030.88) | 3,233.53 | (582,852.38) | (565,690.89) | (17,161.49) |
| Non-Utility Income | 44,178.37 | (2,396.00) | 46,574.37 | 44,178.37 | 7,717.15 | 36,461.22 |
| Net unrealized gain (loss) | 1,539.44 | (6,907.81) | 8,447.25 | 60,797.86 | 2,500.00 | 58,297.86 |
| Gain/(loss) on investments | 3,292.00 | - | 3,292.00 | 3,292.00 | - | 3,292.00 |
| Gain/(loss) on assets | (7,207.99) | (4,900.35) | (2,307.64) | (31,745.85) | 5,604.58 | (37,350.43) |
| Income before capital contributions | 81,025.05 | 150,672.80 | (69,647.75) | 110,909.26 | 51,941.74 | 58,967.52 |
| Government contributions | - | 105,000.00 | (105,000.00) | 83,900.00 | 105,000.00 | (21,100.00) |
| Tap fees | 642.50 | 211,925.00 | (211,282.50) | 109,769.56 | 211,925.00 | (102,155.44) |
| Capital contributions | 32,603.81 | 135,758.67 | (103,154.86) | 344,721.24 | 135,758.67 | 208,962.57 |
| Change in net assets | \$ 114,271.36 | \$ 603,356.47 | \$ (489,085.11) | \$ 649,300.06 | \$ 504,625.41 | \$ 144,674.65 |

Hardin Co. Water District No. 1 Fort Knox Sewer and Stormwater Funds
 Comparative Statements of Revenues, Expenses, Changes in Net Assets
 For the Twelve Months Ending December 31, 2007

| | Current Month | Prior Year | Change | Year to Date | Prior Year | Change |
|------------------------------------------|-----------------------|----------------------|------------------------|-----------------------|----------------------|------------------------|
| Operating Revenue | | | | | | |
| Sewer service revenue | \$ 245,780.65 | \$ 325,635.00 | \$ (79,854.35) | \$3,430,902.59 | \$3,907,327.36 | \$ (476,424.77) |
| Penalties, service fees & miscellaneous | - | - | - | 717.68 | 802.58 | (84.90) |
| Total operating revenue | 245,780.65 | 325,635.00 | (79,854.35) | 3,431,620.27 | 3,908,129.94 | (476,509.67) |
| Operating Expenses | | | | | | |
| Professional Services-Engineer | 10,113.34 | 24,492.15 | (14,378.81) | 34,648.34 | 69,118.13 | (34,469.79) |
| Professional Services-Accting. | 150.00 | 150.00 | - | 7,090.00 | 3,670.00 | 3,420.00 |
| Professional Services-Legal | 2,641.00 | 37.50 | 2,603.50 | 3,901.00 | 1,556.25 | 2,344.75 |
| Contractual Services | 137,205.80 | 68,258.47 | 68,947.33 | 1,736,553.92 | 1,610,376.59 | 126,177.33 |
| Transportation, Fuel, & Repairs | 127.59 | - | 127.59 | 934.62 | - | 934.62 |
| Insurance-General Liability-WW | 2,843.78 | 3,080.68 | (236.90) | 35,546.76 | 36,897.78 | (1,351.02) |
| Insurance-General Liab.-Storm | 1,400.68 | 1,511.57 | (110.89) | 17,473.50 | 18,138.84 | (665.34) |
| Advertising Expense | 351.68 | - | 351.68 | 1,657.18 | 1,362.75 | 294.43 |
| Regulatory Commission Expense | 543.74 | - | 543.74 | 3,262.44 | 3,210.11 | 52.33 |
| Miscellaneous Expense | 10,464.10 | 44,911.40 | (34,447.30) | 130,930.90 | 141,931.78 | (11,000.88) |
| Plant Maintenance | 11,004.90 | - | 11,004.90 | 91,961.00 | - | 91,961.00 |
| Utilities | 47.23 | 47.35 | (0.12) | 646.29 | 117.32 | 528.97 |
| Total operating expense | 176,893.84 | 142,489.12 | 34,404.72 | 2,064,605.95 | 1,886,379.55 | 178,226.40 |
| Operating income before depreciation | 68,886.81 | 183,145.88 | (114,259.07) | 1,367,014.32 | 2,021,750.39 | (654,736.07) |
| Depreciation/amortization expense | (122,290.12) | (30,029.13) | (92,260.99) | (1,454,260.90) | (1,393,810.62) | (60,450.28) |
| OPERATING INCOME | (53,403.31) | 153,116.75 | (206,520.06) | (87,246.58) | 627,939.77 | (715,186.35) |
| Non-operating income (expenses) | | | | | | |
| Interest income | 2,051.81 | 2,231.09 | (179.28) | 26,902.03 | 19,499.77 | 7,402.26 |
| Interest expense | - | - | - | - | - | - |
| Gain/Loss on Fixed Asset Disposal | (2,741.15) | - | - | (7,035.61) | - | (7,035.61) |
| INCOME BEFORE CAPITAL CONTRIBUTIO | (54,092.65) | 155,347.84 | (206,699.34) | (67,380.16) | 647,439.54 | (714,819.70) |
| Capital contributions | - | - | - | - | - | - |
| Government contributions | - | - | - | - | - | - |
| Change in net assets | \$ (54,092.65) | \$ 155,347.84 | \$ (206,699.34) | \$ (67,380.16) | \$ 647,439.54 | \$ (714,819.70) |

Hardin County Water District No. 1 Water Fund
Detail Comparative Income Statements
For the One Month and Twelve Months Ending December 31, 2008 and 2007

| | Current Month This Year | Current Month Last Year | Change | Year to Date This Year | Year to Date Last Year | Change |
|---------------------------------------------|----------------------------|----------------------------|----------------------|---------------------------|---------------------------|-----------------------|
| Revenues | | | | | | |
| Customer Meter Charges | \$ 56,488.13 | \$ 56,020.24 | \$ 467.89 | \$ 677,108.22 | \$ 642,693.39 | \$ 34,414.83 |
| Residential Sales | 140,961.89 | 152,731.80 | (11,769.91) | 1,904,487.07 | 1,830,382.38 | 74,104.69 |
| Commercial Sales | 23,070.09 | 21,305.31 | 1,764.78 | 305,081.87 | 267,878.61 | 37,203.26 |
| Multi-Family Sales | 10,675.58 | 10,706.66 | (31.08) | 130,777.81 | 119,241.13 | 11,536.68 |
| Wholesales-Vinc Grove | 17,148.48 | 16,747.97 | 400.51 | 230,809.72 | 191,608.77 | 39,200.95 |
| Wholesales-Meade County | 30,679.30 | 24,400.88 | 6,278.42 | 369,397.44 | 335,617.40 | 33,780.04 |
| Wholesales-Hardinsburg | - | - | - | 921.60 | 13,462.15 | (12,540.55) |
| Penalties & Misc. Fees | 29,179.49 | 18,934.66 | 10,244.83 | 291,759.63 | 274,982.08 | 16,777.55 |
| Bad Debt Recovered | 99.37 | 1,106.39 | (1,007.02) | 7,440.98 | 9,274.77 | (1,833.79) |
| Non-Utility Income | - | 51,446.00 | (51,446.00) | - | 51,446.00 | (51,446.00) |
| Labor Revenue-Misc. Statements | - | 893.94 | (893.94) | 1,786.67 | 12,089.02 | (10,302.35) |
| Water Revenue-Other | 60.15 | 32.63 | 27.52 | 2,022.63 | 633.20 | 1,389.43 |
| Private Fire Protection | 2,977.93 | 2,631.30 | 346.63 | 32,690.02 | 29,273.01 | 3,417.01 |
| Rents from Water Property | 3,309.63 | 4,098.96 | (789.33) | 77,184.65 | 49,377.39 | 27,807.26 |
| Radcliff Billing Contract Fees | - | 16,534.07 | (16,534.07) | 57,313.11 | 198,389.41 | (141,076.30) |
| Radcliff Storm Water Billing Fees | 701.14 | 697.09 | 4.05 | 8,395.77 | 8,176.62 | 219.15 |
| Sewer Utility Cost Reimb. | - | 9,481.83 | (9,481.83) | - | 113,782.00 | (113,782.00) |
| Total Revenues | 315,351.18 | 387,769.73 | (72,418.55) | 4,097,177.19 | 4,148,307.33 | (51,130.14) |
| Expenses | | | | | | |
| Salaries & benefits | 113,496.66 | 127,382.73 | (13,886.07) | 1,305,260.58 | 1,594,114.01 | (288,853.43) |
| Purchased water | 6,903.36 | 6,397.39 | 505.97 | 119,392.17 | 108,602.87 | 10,789.30 |
| Utilities & energy expense | 29,572.10 | 28,541.70 | 1,030.40 | 283,114.92 | 282,547.33 | 567.59 |
| Chemicals & materials | 42,695.16 | 20,845.38 | 21,849.78 | 180,323.69 | 156,383.65 | 23,940.04 |
| Computer supplies | 6.88 | 83.99 | (77.11) | 81.94 | 310.70 | (228.76) |
| Transmission main repairs | 3,201.90 | - | 3,201.90 | 16,258.22 | 12,194.64 | 4,063.58 |
| Service line repairs | 14,955.09 | (1,661.48) | 16,616.57 | 38,583.59 | 70,998.70 | (32,415.11) |
| Maintenance & repairs | 2,158.31 | 2,370.81 | (212.50) | 33,146.07 | 35,741.16 | (2,595.09) |
| Storage maintenance | 255.99 | 187.69 | 68.30 | 2,736.54 | 2,492.96 | 243.58 |
| Booster station expenses | 36.51 | 9.66 | 26.85 | 358.76 | 1,526.51 | (1,167.75) |
| Tool expense | 260.58 | 16.84 | 243.74 | 5,654.84 | 4,182.75 | 1,472.09 |
| SCADA supplies | 20.99 | (1,182.50) | 1,203.49 | 1,094.50 | 1,605.84 | (511.34) |
| Existing meter repairs | 393.80 | - | 393.80 | 1,276.21 | 262.68 | 1,013.53 |
| Engineering services | 242.00 | 850.00 | (608.00) | 9,582.20 | 4,143.64 | 5,438.56 |
| Accounting & payroll services | 1,562.67 | 1,521.80 | 40.87 | 20,663.29 | 24,857.18 | (4,193.89) |
| Legal services | 122.72 | - | 122.72 | 2,316.50 | 3,089.64 | (773.14) |
| Contractual services | 6,787.57 | 8,500.44 | (1,712.87) | 99,365.85 | 115,816.78 | (16,450.93) |
| Laboratory services | 2,167.50 | 778.50 | 1,389.00 | 19,808.78 | 16,784.50 | 3,024.28 |
| Uniform expense | 880.64 | 1,334.02 | (453.38) | 11,356.26 | 16,516.95 | (5,160.69) |
| Bill printing & mailing expens | 3,388.20 | 6,336.42 | (2,948.22) | 50,188.43 | 72,019.84 | (21,831.41) |
| Contracted security service | 224.45 | 415.11 | (190.66) | 3,575.96 | 4,917.35 | (1,341.39) |
| Investment fees | 98.84 | 285.14 | (186.30) | 3,765.41 | 7,498.87 | (3,733.46) |
| Utility regulatory fees | 478.40 | 543.74 | (65.34) | 6,132.94 | 3,262.44 | 2,870.50 |
| Amortized 2007-12 Rate Case | 633.78 | - | 633.78 | 7,605.36 | - | 7,605.36 |
| Fuel & transportation expense | 2,151.40 | 787.60 | 1,363.80 | 41,628.54 | 51,850.31 | (10,221.77) |
| Insurance & deductibles | 5,709.45 | 11,656.36 | (5,946.91) | 67,527.39 | 77,445.00 | (9,917.61) |
| Workers' compensation/unemployment | 2,324.04 | 3,180.66 | (856.62) | 27,397.83 | 27,530.71 | (132.88) |
| Advertising & promotional expe | 628.82 | 373.98 | 254.84 | 8,184.15 | 7,142.43 | 1,041.72 |
| Bad debt expense | 4,028.20 | (19,697.75) | 23,725.95 | 30,466.07 | 20,000.00 | 10,466.07 |
| Collection expense | 127.21 | - | 127.21 | 2,991.04 | 3,362.11 | (371.07) |
| Telephone expense | 804.84 | 1,207.38 | (402.54) | 11,177.66 | 14,390.48 | (3,212.82) |
| Dues & subscriptions | 151.05 | 35.00 | 116.05 | 2,572.13 | 4,251.35 | (1,679.22) |
| Postage & freight | 511.96 | 129.57 | 382.39 | 3,589.98 | 3,771.85 | (181.87) |
| Cash over/short | (137.46) | (9.69) | (127.77) | (152.45) | 58.86 | (211.31) |
| Safety committee | 490.46 | 719.92 | (229.46) | 1,937.25 | 5,015.64 | (3,078.39) |
| Information Technology Committee | 1,012.98 | - | 1,012.98 | 17,996.90 | - | 17,996.90 |
| Commission expense | (286.60) | 150.65 | (437.25) | 2,910.23 | 3,641.49 | (731.26) |
| Certification & training | 258.84 | 74.83 | 184.01 | 4,464.96 | 4,957.55 | (492.59) |
| Travel & lodging | 0.02 | 380.40 | (380.38) | 2,433.50 | 6,013.41 | (3,579.91) |
| Education & conferences | 41.29 | 99.00 | (57.71) | 5,385.19 | 13,463.13 | (8,077.94) |
| Miscellaneous expense | 411.27 | 2,015.18 | (1,603.91) | 4,496.61 | 5,517.05 | (1,020.44) |
| Total operating expenses | 248,771.87 | 204,660.47 | 44,111.40 | 2,456,649.99 | 2,788,282.36 | (331,632.37) |
| Operating income before depreciation | 66,579.31 | 183,109.26 | (116,529.95) | 1,640,527.20 | 1,360,024.97 | 280,502.23 |
| Less depreciation & amortization | 3,557.28 | (74,446.14) | 78,003.42 | (690,819.55) | (860,606.83) | 169,787.28 |
| Operating income | 70,136.59 | 108,663.12 | (38,526.53) | 949,707.65 | 499,418.14 | 450,289.51 |
| Non-operating income (expense) | | | | | | |
| Interest income | 8,024.94 | 22,428.24 | (14,403.30) | 118,813.31 | 157,891.90 | (39,078.59) |
| Interest expense | (36,099.03) | (45,187.76) | 9,088.73 | (543,746.57) | (576,242.79) | 32,496.22 |
| Net unrealized gain (loss) | (39,422.99) | (374.19) | (39,048.80) | 34,342.24 | 52,193.18 | (17,850.94) |
| Gain/(loss) on investments | - | 790.00 | (790.00) | 12,848.29 | 790.00 | 12,058.29 |
| Gain/(loss) on assets | 1,845.89 | (7,207.99) | 9,053.88 | 6,261.38 | (31,745.85) | 38,007.23 |
| Income before capital contributions | 4,485.40 | 79,111.42 | (74,626.02) | 578,226.30 | 102,304.58 | 475,921.72 |
| Government contributions | 1,120,794.69 | - | 1,120,794.69 | 1,766,186.30 | 83,900.00 | 1,682,286.30 |
| Tap fees | 1,397.00 | 110,412.06 | (109,015.06) | 108,987.73 | 219,539.12 | (110,551.39) |
| Capital contributions | 6,784.00 | 377,325.05 | (370,541.05) | 315,593.15 | 689,442.48 | (373,849.33) |
| Change in net assets | \$1,133,461.09 | \$ 566,848.53 | \$ 566,612.56 | \$2,768,993.48 | \$1,095,186.18 | \$1,673,807.30 |

Hardin Co. Water District No. 1 Fort Knox Sewer Fund
 Comparative Statements of Revenues, Expenses, Changes in Net Assets
 For the One Month and Twelve Months Ended December 31, 2008 and 2007

| | Current Month | Last Year | Variance | Year to Date | Last Year | Variance |
|--------------------------------------------|----------------------|-----------------------|---------------------|------------------------|-----------------------|------------------------|
| Operating Revenue | | | | | | |
| Sewer service revenue | \$ 227,432.46 | \$ 245,780.65 | \$ (18,348.19) | \$2,622,284.24 | \$3,430,902.59 | \$ (808,618.35) |
| Penalties, service fees & misc | - | - | - | 150.00 | 717.68 | (567.68) |
| Total operating revenue | 227,432.46 | 245,780.65 | (18,348.19) | 2,622,434.24 | 3,431,620.27 | (809,186.03) |
| Operating Expenses | | | | | | |
| Customer Service Labor | 446.52 | - | 446.52 | 4,138.97 | - | 4,138.97 |
| Administrative Labor | 11,081.76 | - | 11,081.76 | 119,192.82 | - | 119,192.82 |
| Information Technology Expense | 399.85 | - | 399.85 | 4,991.21 | - | 4,991.21 |
| Professional Services-Engineer | 2,039.75 | 10,113.34 | (8,073.59) | 22,618.50 | 34,648.34 | (12,029.84) |
| Professional Services-Accting | 500.00 | 150.00 | 350.00 | 7,604.00 | 7,090.00 | 514.00 |
| Professional Services-Legal | 465.76 | 2,641.00 | (2,175.24) | 3,789.34 | 3,901.00 | (111.66) |
| Contractual Services | 97,334.52 | 137,205.80 | (39,871.28) | 1,728,740.78 | 1,736,553.92 | (7,813.14) |
| Investment Fees | - | - | - | 552.72 | - | 552.72 |
| Transportation Fuel & Repairs | (102.83) | 127.59 | (230.42) | 3,719.06 | 934.62 | 2,784.44 |
| Internal Main./Superv./Engineering | 2,201.28 | - | 2,201.28 | 16,936.00 | - | 16,936.00 |
| Insurance-General Liability-WW | 2,844.21 | 2,843.78 | 0.43 | 34,128.32 | 35,546.76 | (1,418.44) |
| Insurance-General Liab.-Storm | - | - | - | - | - | - |
| Advertising Expense | 285.74 | 351.68 | (65.94) | 3,721.01 | 1,657.18 | 2,063.83 |
| Regulatory Commission Expense | 478.40 | 543.74 | (65.34) | 6,132.93 | 3,262.44 | 2,870.49 |
| Miscellaneous Customer Expense | 213.65 | - | 213.65 | 2,456.28 | - | 2,456.28 |
| Miscellaneous Expense | 384.89 | 10,464.10 | (10,079.21) | 6,868.53 | 130,930.90 | (124,062.37) |
| Dues & Subscriptions | - | - | - | 101.95 | 17,535.00 | (17,433.05) |
| Plant Maintenance | 149,995.62 | 11,004.90 | 138,990.72 | 149,995.62 | 74,426.00 | 75,569.62 |
| Education & Conferences | 89.43 | - | 89.43 | 1,076.78 | - | 1,076.78 |
| Office Supplies & Expense | 9.34 | - | 9.34 | 165.21 | - | 165.21 |
| Utilities | 276.40 | 47.23 | 229.17 | 2,346.74 | 646.29 | 1,700.45 |
| Total operating expense | 268,944.29 | 175,493.16 | 93,451.13 | 2,119,276.77 | 2,047,132.45 | 72,144.32 |
| Operating income before depreciation | (41,511.83) | 70,287.49 | (111,799.32) | 503,157.47 | 1,384,487.82 | (881,330.35) |
| Depreciation/amortization expense | 35,716.94 | (122,290.12) | 158,007.06 | (975,363.03) | (1,454,260.90) | 478,897.87 |
| OPERATING INCOME | (5,794.89) | (52,002.63) | 46,207.74 | (472,205.56) | (69,773.08) | (402,432.48) |
| Non-operating income (expenses) | | | | | | |
| Interest income | 577.33 | 2,051.81 | (1,474.48) | 14,162.52 | 26,902.03 | (12,739.51) |
| Gain/Loss on Fixed Assets | 303.00 | (2,741.15) | 3,044.15 | (110,366.15) | (7,035.61) | (103,330.54) |
| Interest expense | (294.46) | - | (294.46) | (5,961.89) | - | (5,961.89) |
| Income Before Capital Contributions | (5,209.02) | (52,691.97) | 47,482.95 | (574,371.08) | (49,906.66) | (524,464.42) |
| Capital contributions | - | - | - | 156,501.45 | - | 156,501.45 |
| Government contributions | - | - | - | - | - | - |
| Net Assets at the end of the period | (\$ 5,209.02) | (\$ 52,691.97) | \$ 47,482.95 | (\$ 417,869.63) | (\$ 49,906.66) | (\$ 367,962.97) |

Hardin Co. Water District No. 1 Ft Knox Stormwater Fund
 Comparative Statements of Revenues, Expenses, Changes in Net Assets
 For the One Month and Twelve Months Ended December 31, 2008 and 2007

| | Current Month | Last Year | Variance | Year to Date | Last Year | Variance |
|--------------------------------------------|---------------------|----------------|---------------------|----------------------|----------------|----------------------|
| Operating Revenue | | | | | | |
| Sewer service revenue | \$ 40,545.00 | \$ - | \$ 40,545.00 | \$ 425,934.00 | \$ - | \$ 425,934.00 |
| Penalties, service fees & misc | - | - | - | - | - | - |
| Total operating revenue | 40,545.00 | - | 40,545.00 | 425,934.00 | - | 425,934.00 |
| Operating Expenses | | | | | | |
| Customer Service Labor | - | - | - | - | - | - |
| Administrative Labor | - | - | - | - | - | - |
| Information Technology Expense | - | - | - | - | - | - |
| Professional Services-Engineer | - | - | - | - | - | - |
| Professional Services-Accting | - | - | - | - | - | - |
| Professional Services-Legal | - | - | - | - | - | - |
| Contractual Services | - | - | - | - | - | - |
| Investment Fees | - | - | - | - | - | - |
| Transportation Fuel & Repairs | - | - | - | - | - | - |
| Internal Main./Superv./Engineering | - | - | - | 1,000.00 | - | - |
| Insurance-General Liability-WW | - | - | - | - | - | - |
| Insurance-General Liab.-Storm | 1,400.87 | - | 1,400.87 | 16,808.92 | - | 16,808.92 |
| Advertising Expense | - | - | - | - | - | - |
| Regulatory Commission Expense | - | - | - | - | - | - |
| Miscellaneous Customer Expense | - | - | - | - | - | - |
| Miscellaneous Expense | - | - | - | - | - | - |
| Dues & Subscriptions | - | - | - | - | - | - |
| Plant Maintenance | - | - | - | - | - | - |
| Education & Conferences | - | - | - | - | - | - |
| Office Supplies & Expense | - | - | - | - | - | - |
| Utilities | - | - | - | - | - | - |
| Total operating expense | 1,400.87 | - | 1,400.87 | 17,808.92 | - | 17,808.92 |
| Operating income before depreciation | 39,144.13 | - | 39,144.13 | 408,125.08 | - | 408,125.08 |
| Depreciation/amortization expense | (10,544.00) | - | (10,544.00) | (10,544.00) | - | (10,544.00) |
| OPERATING INCOME | 28,600.13 | - | 28,600.13 | 397,581.08 | - | 397,581.08 |
| Non-operating income (expenses) | | | | | | |
| Interest income | - | - | - | - | - | - |
| Gain/Loss on Fixed Assets | - | - | - | - | - | - |
| Interest expense | - | - | - | - | - | - |
| Income Before Capital Contributions | 28,600.13 | - | 28,600.13 | 397,581.08 | - | 397,581.08 |
| Capital contributions | - | - | - | - | - | - |
| Government contributions | - | - | - | - | - | - |
| Net Assets at the end of the period | \$ 28,600.13 | \$ 0.00 | \$ 28,600.13 | \$ 397,581.08 | \$ 0.00 | \$ 397,581.08 |

Hardin Co. Water District No. 1 Radcliff Sewer Fund
 Comparative Statements of Revenues, Expenses, Changes in Net Assets
 For the One Month and 8 and 1/3 Months Ended December 31, 2008 and 2007

| | Current Month | Last Year | Variance | Year to Date | Last Year | Variance |
|--------------------------------------------|----------------------|--------------------|----------------------|-------------------------|------------------------|-------------------------|
| Operating Revenue | | | | | | |
| Sewer service revenue | \$ 255,656.45 | \$ - | \$ 255,656.45 | \$2,548,425.83 | \$ - | \$ 2,548,425.83 |
| Penalties, service fees & misc | 23,721.65 | - | 23,721.65 | 81,115.88 | - | 81,115.88 |
| Total operating revenue | 279,378.10 | - | 279,378.10 | 2,629,541.71 | - | 2,629,541.71 |
| Operating Expenses | | | | | | |
| Collection System Labor | - | - | - | 406.29 | - | 406.29 |
| Pumping System Labor | - | - | - | 1,530.98 | - | 1,530.98 |
| Customer Service Labor | 12,456.09 | - | 12,456.09 | 96,026.40 | - | 96,026.40 |
| Administrative Labor | 11,635.34 | - | - | 75,615.35 | - | - |
| Professional Services-Accounting | 500.00 | - | 500.00 | 4,000.00 | - | 4,000.00 |
| Professional Services-Legal | 761.76 | - | 761.76 | 8,714.43 | - | 8,714.43 |
| Information Technology Expense | 1,252.89 | - | - | 10,286.60 | - | - |
| Certification & Training | 229.54 | - | - | 2,317.09 | - | - |
| Education & Conferences | 69.28 | - | - | 2,009.40 | - | - |
| Bad Debt Expense | 1,157.46 | - | 1,157.46 | 16,020.09 | - | 16,020.09 |
| Agency Collection Expense | 90.77 | - | 90.77 | 1,153.62 | - | 1,153.62 |
| Contractual Services | 247,503.01 | - | 247,503.01 | 1,434,153.42 | - | 1,434,153.42 |
| Investment Expense | 14.05 | - | 14.05 | 104.96 | - | 104.96 |
| Office Expense | 1,896.13 | - | 1,896.13 | 11,180.71 | - | 11,180.71 |
| Repairs & Maintenance | 2,029.13 | - | 2,029.13 | 23,347.80 | - | 23,347.80 |
| Inspection Expense | 11,670.34 | - | - | 49,381.42 | - | - |
| Insurance Services | 8,507.13 | - | 8,507.13 | 18,876.96 | - | 18,876.96 |
| Transportation Fuel & Repairs | 38.72 | - | 38.72 | 3,270.11 | - | 3,270.11 |
| Dues & Subscriptions | - | - | - | 152.00 | - | 152.00 |
| Advertising Expense | 209.50 | - | 209.50 | 3,190.68 | - | 3,190.68 |
| Miscellaneous Expense | 14,256.54 | - | 14,256.54 | 16,434.99 | - | 16,434.99 |
| Utilities | 11,773.66 | - | 11,773.66 | 20,053.63 | - | 20,053.63 |
| Total operating expense | 326,051.34 | - | 326,051.34 | 1,798,226.93 | - | 1,798,226.93 |
| Operating income before depreciation | (46,673.24) | - | (46,673.24) | 831,314.78 | - | 831,314.78 |
| Depreciation/amortization expense | (77,703.39) | - | (77,703.39) | (543,578.21) | - | (543,578.21) |
| OPERATING INCOME | (124,376.63) | - | (124,376.63) | 287,736.57 | - | 287,736.57 |
| Non-operating income (expenses) | | | | | | |
| Interest income | 6,521.60 | 2,196.86 | 4,324.74 | 55,428.21 | 1,631,084.21 | (1,575,656.00) |
| Gain/Loss on Fixed Assets | 5,052.00 | - | - | 6,919.00 | (122,848.87) | 129,767.87 |
| Interest expense | (16,188.59) | - | (16,188.59) | (186,672.99) | - | (186,672.99) |
| Income Before Capital Contributions | (128,991.62) | 2,196.86 | (131,188.48) | 163,410.79 | 1,508,235.34 | (1,344,824.55) |
| Tap Fees | 300.00 | - | 300.00 | 12,300.00 | - | 12,300.00 |
| Capital contributions | 917,749.56 | - | 917,749.56 | 18,968,283.13 | - | 18,968,283.13 |
| Net Assets at the end of the period | \$ 789,057.94 | \$ 2,196.86 | \$ 786,861.08 | \$ 19,143,993.92 | \$ 1,508,235.34 | \$ 17,635,758.58 |

Hardin County Water District No. 1 Water Fund
Detail Comparative Income Statements
For the One Month Twelve Months Ended December 31, 2009

| | Current Month This Year | Current Month Budget | Current Month Last Year | Year to Date This Year | Year to Date Budget | Year to Date Last Year |
|---------------------------------------------|----------------------------|-------------------------|----------------------------|---------------------------|------------------------|---------------------------|
| Revenues | | | | | | |
| Customer Meter Charges | \$ 58,038.73 | \$ 56,400.00 | \$ 56,488.13 | \$ 685,671.17 | \$ 676,800.00 | \$ 677,108.22 |
| Residential Sales | 174,519.80 | 175,000.00 | 140,961.89 | 1,910,417.09 | 2,100,000.00 | 1,904,487.07 |
| Commercial Sales | 20,425.48 | 32,500.00 | 23,070.09 | 270,406.36 | 390,000.00 | 305,081.87 |
| Multi-Family Sales | 12,621.71 | 13,167.00 | 10,675.58 | 143,243.40 | 158,000.00 | 130,777.81 |
| Wholesales-Vine Grove | 20,821.44 | 16,667.00 | 17,148.48 | 249,538.96 | 200,000.00 | 230,809.72 |
| Wholesales-District No. 2 | - | - | - | 852.48 | - | - |
| Wholesales-Meade County | 31,754.31 | 31,250.00 | 30,679.30 | 374,566.06 | 375,000.00 | 369,397.44 |
| Wholesales-Hardinsburg | - | 417.00 | - | - | 5,000.00 | 921.60 |
| Penalties & Misc. Fees | 16,981.01 | 14,857.00 | 29,179.49 | 190,891.29 | 178,279.00 | 291,759.63 |
| Bad Debt Recovered | 293.48 | 775.00 | 99.37 | 6,692.01 | 9,300.00 | 7,440.98 |
| Labor Revenue-Misc. Statements | - | 917.00 | - | - | 11,000.00 | 1,786.67 |
| Water Revenue-Other | 60.01 | 200.00 | 60.15 | 1,526.69 | 2,400.00 | 2,022.63 |
| Private Fire Protection | 2,964.02 | 3,095.00 | 2,977.93 | 36,300.88 | 37,145.00 | 32,690.02 |
| Rents from Water Property | 3,497.13 | 3,310.00 | 3,309.63 | 41,415.56 | 39,720.00 | 77,184.65 |
| Radcliff Billing Contract Fees | - | - | - | - | - | 57,313.11 |
| Radcliff Storm Water Billing Fees | 710.23 | 700.00 | 701.14 | 8,454.90 | 8,400.00 | 8,395.77 |
| Total Revenues | 342,687.35 | 349,255.00 | 315,351.18 | 3,919,976.85 | 4,191,044.00 | 4,097,177.19 |
| Expenses | | | | | | |
| Salaries & benefits | 150,018.23 | 103,520.00 | 113,496.66 | 1,419,278.95 | 1,242,211.00 | 1,305,260.58 |
| Purchased water | 3,152.19 | 9,017.00 | 6,903.36 | 81,381.29 | 108,200.00 | 119,392.17 |
| Utilities & energy expense | 19,900.72 | 19,945.00 | 29,572.10 | 245,210.69 | 239,352.00 | 283,114.92 |
| Chemicals & materials | 15,740.86 | 15,965.00 | 42,695.16 | 159,002.80 | 191,591.00 | 180,323.69 |
| Computer supplies | 113.34 | 9.00 | 6.88 | 911.41 | 106.00 | 81.94 |
| Transmission main repairs | 3,972.98 | 1,017.00 | 3,201.90 | 6,467.07 | 12,200.00 | 15,415.05 |
| Service line repairs | (13,255.68) | 5,850.00 | 14,955.09 | 14,808.74 | 70,200.00 | 39,426.76 |
| Maintenance & repairs | 288.94 | 2,641.00 | 2,158.31 | 13,328.97 | 31,685.00 | 33,146.07 |
| Storage maintenance | 241.32 | 258.00 | 255.99 | 2,554.61 | 3,100.00 | 2,736.54 |
| Booster station expenses | 22.10 | 50.00 | 36.51 | 358.82 | 600.00 | 358.76 |
| Tool expense | 2,900.89 | 525.00 | 260.58 | 6,478.49 | 6,300.00 | 5,654.84 |
| SCADA supplies | 84.00 | 208.00 | 20.99 | 235.99 | 2,500.00 | 1,094.50 |
| Existing meter repairs | 566.17 | 58.00 | 393.80 | 2,695.11 | 700.00 | 1,276.21 |
| Engineering services | - | 242.00 | 242.00 | - | 2,900.00 | 9,582.20 |
| Accounting & payroll services | 876.09 | 1,600.00 | 1,562.67 | 19,928.81 | 19,196.00 | 20,663.29 |
| Legal services | 1,877.93 | 258.00 | 122.72 | 16,152.25 | 3,100.00 | 2,316.50 |
| Contractual services | 6,300.44 | 7,844.00 | 6,787.57 | 76,303.71 | 94,117.00 | 99,365.85 |
| Laboratory services | 3,037.00 | 1,400.00 | 2,167.50 | 22,666.15 | 16,800.00 | 19,808.78 |
| Uniform expense | 1,625.50 | 685.00 | 880.64 | 9,456.84 | 8,215.00 | 11,356.26 |
| Bill printing & mailing expens | 2,968.93 | 3,158.00 | 3,388.20 | 41,668.96 | 37,893.00 | 50,188.43 |
| Contracted security service | 125.07 | 229.00 | 224.45 | 1,982.61 | 2,754.00 | 3,575.96 |
| Investment fees | 4.20 | 185.00 | 98.84 | 518.32 | 2,226.00 | 3,765.41 |
| Utility regulatory fees | 526.47 | 525.00 | 478.40 | 6,029.20 | 6,300.00 | 6,132.94 |
| Amortized 2007-12 Rate Case | 633.78 | 633.00 | 633.78 | 7,605.36 | 7,600.00 | 7,605.36 |
| Fuel & transportation expense | 7,628.94 | 4,500.00 | 2,151.40 | 43,816.77 | 53,994.00 | 41,628.54 |
| Insurance & deductibles | 3,748.72 | 5,533.00 | 5,709.45 | 57,600.93 | 66,396.00 | 67,527.39 |
| Workers' compensation/unemployment | 2,472.31 | 2,449.00 | 2,324.04 | 24,876.58 | 29,385.00 | 27,397.83 |
| Advertising & promotional expe | 813.33 | 717.00 | 628.82 | 9,593.65 | 8,600.00 | 8,184.15 |
| Bad debt expense | 4,637.76 | 1,400.00 | 4,028.20 | 40,459.79 | 16,801.00 | 30,466.07 |
| Collection expense | 293.75 | 530.00 | 127.21 | 2,373.13 | 6,360.00 | 2,991.04 |
| Telephone expense | 843.62 | 847.00 | 804.84 | 10,597.92 | 10,164.00 | 11,177.66 |
| Dues & subscriptions | 21.20 | 190.00 | 151.05 | 1,788.43 | 2,279.00 | 2,572.13 |
| Postage & freight | 224.00 | 247.00 | 511.96 | 2,681.77 | 2,968.00 | 3,589.98 |
| Cash over/short | (1.33) | 4.00 | (137.46) | 122.97 | 51.00 | (152.45) |
| Safety committee | 147.57 | 185.00 | 490.46 | 2,093.28 | 2,226.00 | 1,937.25 |
| Information Technology Expense | 1,426.21 | 1,027.00 | 1,012.98 | 15,975.48 | 12,330.00 | 17,996.90 |
| Commission expense | 127.85 | 230.00 | (286.60) | 2,262.16 | 2,756.00 | 2,910.23 |
| Certification & training | 115.25 | 287.00 | 258.84 | 2,325.95 | 3,445.00 | 4,464.96 |
| Travel & lodging | 105.24 | 130.00 | 0.02 | 5,864.21 | 1,565.00 | 2,433.50 |
| Education & conferences | 116.26 | 267.00 | 41.29 | 7,584.64 | 3,208.00 | 5,385.19 |
| Miscellaneous expense | 707.82 | 237.00 | 411.27 | 4,124.04 | 2,846.00 | 4,496.61 |
| Total operating expenses | 225,149.97 | 194,602.00 | 248,771.87 | 2,389,166.85 | 2,335,220.00 | 2,456,649.99 |
| Operating income before depreciation | 117,537.38 | 154,653.00 | 66,579.31 | 1,530,810.00 | 1,855,824.00 | 1,640,527.20 |
| Less depreciation & amortization | (56,419.73) | (68,033.00) | 3,557.28 | (673,436.68) | (816,400.00) | (690,819.55) |
| Operating income | 61,117.65 | 86,620.00 | 70,136.59 | 857,373.32 | 1,039,424.00 | 949,707.65 |
| Non-operating income (expense) | | | | | | |
| Interest income | 7,530.62 | 10,417.00 | 8,024.94 | 92,009.14 | 125,000.00 | 118,813.31 |
| Interest expense | (35,048.21) | (47,349.00) | (36,099.03) | (427,741.36) | (568,185.00) | (543,746.57) |
| Net unrealized gain (loss) | (12,206.26) | - | (37,883.55) | (14,691.46) | - | 34,342.24 |
| Gain/(loss) on investments | - | - | - | 585.20 | - | 9,556.29 |
| Gain/(loss) on assets | 1,688.62 | - | 1,845.89 | (9,736.51) | - | 6,261.38 |
| Non-utility income | - | 417.00 | - | 9,260.30 | 5,000.00 | - |
| Income before capital contributions | 23,082.42 | 50,105.00 | 6,024.84 | 507,058.63 | 601,239.00 | 574,934.30 |
| Government contributions | - | 217,167.00 | 1,120,794.69 | 2,261,838.70 | 2,606,000.00 | 1,766,186.30 |
| BRAC Grant for PWTP | 1,748,780.59 | - | - | 1,748,780.59 | - | - |
| Tap fees | 3,911.00 | 12,500.00 | 1,397.00 | 69,897.54 | 150,000.00 | 108,987.73 |
| Capital contributions | 38,859.02 | - | 6,784.00 | 386,209.92 | - | 315,593.15 |
| Change in net assets | \$1,814,633.03 | \$ 279,772.00 | \$1,135,000.53 | \$4,973,785.38 | \$3,357,239.00 | \$2,765,701.48 |

Hardin Co. Water District No. 1 Fort Knox Sewer Fund
 Comparative Statements of Revenues, Expenses, Changes in Net Assets
 For the One Month Twelve Months Ended December 31, 2009

| | Current Month | Budget | Last Year | Year to Date | Budget | Last Year |
|---------------------------------------------|---------------------|----------------------|----------------------|-----------------------|------------------------|------------------------|
| Operating Revenue | | | | | | |
| Sewer service revenue | \$228,882.58 | \$ 229,615.00 | \$ 227,432.46 | \$2,752,549.32 | \$ 2,755,396.00 | \$ 2,622,284.24 |
| Reimbursement of HCWD Overhead | 5,645.29 | - | - | 70,990.72 | - | - |
| Penalties, service fees & misc | - | - | - | 1,145.48 | - | - |
| Total operating revenue | 234,527.87 | 229,615.00 | 227,432.46 | 2,824,685.52 | 2,755,396.00 | 2,622,284.24 |
| Operating Expenses | | | | | | |
| Customer Service Labor | 505.46 | 491.00 | 446.52 | 4,645.02 | 5,897.00 | 4,138.97 |
| Administrative Labor | 7,525.79 | 9,162.00 | 11,081.76 | 73,995.75 | 109,942.00 | 119,192.82 |
| Information Technology Expense | 578.27 | 417.00 | 399.85 | 6,477.47 | 5,001.00 | 4,991.21 |
| Professional Services-Engineer | 2,039.75 | 1,250.00 | 2,039.75 | 24,477.00 | 15,000.00 | 22,618.50 |
| Professional Services-Accting. | 62.50 | 434.00 | 500.00 | 5,375.00 | 5,204.00 | 7,604.00 |
| Professional Services-Legal | 375.20 | 639.00 | 465.76 | 4,340.80 | 7,668.00 | 3,789.34 |
| Contractual Services | 131,409.72 | 134,673.00 | 247,330.14 | 1,703,862.15 | 1,616,074.00 | 1,878,736.40 |
| Investment Fees | - | 75.00 | - | - | 900.00 | 552.72 |
| Transportation Fuel & Repairs | 112.41 | 54.00 | - | 3,619.32 | 644.00 | 3,821.89 |
| Internal Main./Superv./Engineering | - | 22.00 | 2,201.28 | - | 270.00 | 16,936.00 |
| Insurance-General Liability-WW | 1,801.15 | 3,225.00 | 2,844.21 | 28,300.43 | 38,705.00 | 34,128.32 |
| Advertising Expense | - | 267.00 | 285.74 | 561.38 | 3,200.00 | 3,721.01 |
| Regulatory Commission Expense | 335.02 | 525.00 | 478.40 | 4,880.58 | 6,300.00 | 6,132.93 |
| Miscellaneous Customer Expense | 218.83 | 195.00 | 213.65 | 2,367.09 | 2,344.00 | 2,456.28 |
| Miscellaneous Expense | 317.61 | 27.00 | 384.89 | 3,196.69 | 322.00 | 6,868.53 |
| Dues & Subscriptions | - | - | - | - | - | 101.95 |
| Telephone | - | 97.00 | - | - | 1,159.00 | - |
| Education & Conferences | 27.81 | 64.00 | 89.43 | 2,285.58 | 767.00 | 1,076.78 |
| Travel & Lodging | - | 64.00 | (102.83) | 886.78 | 767.00 | (102.83) |
| Office Supplies & Expense | 5.90 | 13.00 | 9.34 | 326.21 | 160.00 | 165.21 |
| Utilities | 231.49 | 43.00 | 276.40 | 2,459.04 | 516.00 | 2,346.74 |
| Total operating expense | 145,546.91 | 151,737.00 | 268,944.29 | 1,872,056.29 | 1,820,840.00 | 2,119,276.77 |
| Operating income before depreciation | 88,980.96 | 77,878.00 | (41,511.83) | 952,629.23 | 934,556.00 | 503,007.47 |
| Depreciation/amortization expense | (44,002.36) | (52,937.00) | 35,716.94 | (492,223.32) | (635,245.00) | (962,273.28) |
| OPERATING INCOME | 44,978.60 | 24,941.00 | (5,794.89) | 460,405.91 | 299,311.00 | (459,265.81) |
| Non-operating income (expenses) | | | | | | |
| Non-utility income | - | - | - | - | - | 150.00 |
| Interest income | 357.29 | 1,667.00 | 577.33 | 4,491.39 | 20,000.00 | 14,162.52 |
| Gain/Loss on Fixed Assets | - | - | 303.00 | - | - | (110,366.15) |
| Interest expense | (284.93) | (701.00) | (294.46) | (3,241.15) | (8,413.00) | (5,961.89) |
| Income Before Capital Contributions | 45,050.96 | 25,907.00 | (5,209.02) | 461,656.15 | 310,898.00 | (561,281.33) |
| Capital contributions | 148,560.26 | 185,367.00 | - | 1,868,177.26 | 2,224,400.00 | 156,501.45 |
| Government contributions | - | - | - | - | - | - |
| Net Assets at the end of the period | \$193,611.22 | \$ 211,274.00 | \$ (5,209.02) | \$2,329,833.41 | \$ 2,535,298.00 | \$ (404,779.88) |

Hardin Co. Water District No. 1 Fort Knox Stormwater Fund
 Comparative Statements of Revenues, Expenses, Changes in Net Assets
 For the One Month Twelve Months Ended December 31, 2009

| | Current Month | Budget | Last Year | Year to Date | Budget | Last Year |
|--------------------------------------------|---------------------|---------------------|---------------------|----------------------|----------------------|----------------------|
| Operating Revenue | | | | | | |
| Stormwater Revenue | \$ 40,545.00 | \$ 40,545.00 | \$ 40,545.00 | \$ 486,540.00 | \$ 486,540.00 | \$ 425,934.00 |
| Reimbursement of HCWD Overhead | - | - | - | - | - | - |
| Penalties, service fees & misc | - | - | - | - | - | - |
| Total operating revenue | 40,545.00 | 40,545.00 | 40,545.00 | 486,540.00 | 486,540.00 | 425,934.00 |
| Operating Expenses | | | | | | |
| Customer Service Labor | - | - | - | - | - | - |
| Administrative Labor | - | - | - | - | - | - |
| Information Technology Expense | - | - | - | - | - | - |
| Professional Services-Engineer | - | - | - | - | - | 1,000.00 |
| Professional Services-Accting | - | - | - | - | - | - |
| Professional Services-Legal | - | - | - | - | - | - |
| Contractual Services | 21,641.41 | 21,109.00 | - | 256,379.26 | 253,301.00 | - |
| Investment Fees | - | - | - | - | - | - |
| Transportation Fuel & Repairs | - | - | - | - | - | - |
| Internal Main./Superv./Engineering | - | - | - | - | - | - |
| Insurance-General Liab.-Storm | 907.87 | 1,193.00 | 1,400.87 | 13,877.51 | 14,316.00 | 16,808.92 |
| Advertising Expense | - | - | - | 117.37 | - | - |
| Regulatory Commission Expense | - | - | - | - | - | - |
| Miscellaneous Customer Expense | - | - | - | - | - | - |
| Miscellaneous Expense | - | - | - | - | - | - |
| Dues & Subscriptions | - | - | - | - | - | - |
| Telephone | - | - | - | - | - | - |
| Education & Conferences | - | - | - | - | - | - |
| Travel & Lodging | - | - | - | - | - | - |
| Office Supplies & Expense | - | - | - | - | - | - |
| Utilities | - | - | - | - | - | - |
| Total operating expense | 22,549.28 | 22,302.00 | 1,400.87 | 270,374.14 | 267,617.00 | 17,808.92 |
| Operating income before depreciation | 17,995.72 | 18,243.00 | 39,144.13 | 216,165.86 | 218,923.00 | 408,125.08 |
| Depreciation/amortization expense | (2,031.11) | (1,827.00) | (1,063.97) | (20,100.51) | (21,930.00) | (10,544.00) |
| OPERATING INCOME | 15,964.61 | 16,416.00 | 38,080.16 | 196,065.35 | 196,993.00 | 397,581.08 |
| Non-operating income (expenses) | | | | | | |
| Interest income | - | - | - | - | - | - |
| Gain/Loss on Fixed Assets | - | - | - | - | - | - |
| Interest expense | - | - | - | - | - | - |
| Income Before Capital Contributions | 15,964.61 | 16,416.00 | 38,080.16 | 196,065.35 | 196,993.00 | 397,581.08 |
| Capital contributions | - | 37,967.00 | - | - | 455,600.00 | - |
| Government contributions | - | - | - | - | - | - |
| Net Assets at the end of the period | \$ 15,964.61 | \$ 54,383.00 | \$ 38,080.16 | \$ 196,065.35 | \$ 652,593.00 | \$ 397,581.08 |

Hardin Co. Water District No. 1 Radcliff Sewer Fund
 Comparative Statements of Revenues, Expenses, Changes in Net Assets
 For the One Month Twelve Months Ended December 31, 2009

| | Current Month | Budget | Last Year | Year to Date | Budget | Last Year |
|--------------------------------------------|------------------------|---------------------|----------------------|----------------------|----------------------|----------------------|
| Operating Revenue | | | | | | |
| Sewer service revenue | \$ 269,155.06 | \$ 287,698.00 | \$ 255,656.45 | \$3,233,198.37 | \$3,680,000.00 | \$ 2,548,425.83 |
| Penalties, service fees & misc | 16,650.33 | 12,360.00 | 10,202.65 | 188,236.98 | 158,096.00 | 67,557.88 |
| Total operating revenue | 285,805.39 | 300,058.00 | 265,859.10 | 3,421,435.35 | 3,838,096.00 | 2,615,983.71 |
| Operating Expenses | | | | | | |
| Collection System Labor | 8,455.60 | 5,948.00 | 11,670.34 | 76,462.55 | 71,372.00 | 49,787.71 |
| Pumping System Labor | - | - | - | - | - | 1,530.98 |
| Customer Service Labor | 11,847.82 | 11,529.00 | 12,456.09 | 114,282.17 | 138,340.00 | 96,026.40 |
| Administrative Labor | 11,265.33 | 11,177.00 | 11,635.34 | 102,284.65 | 134,124.00 | 75,615.35 |
| Professional Services-Accounting | 62.50 | 434.00 | 500.00 | 5,375.00 | 5,204.00 | 4,000.00 |
| Professional Services-Legal | 375.20 | 1,473.00 | 761.76 | 4,485.17 | 17,675.00 | 8,714.43 |
| Information Technology Expense | 1,777.56 | 1,280.00 | 1,252.89 | 19,911.11 | 15,369.00 | 10,286.60 |
| Certification & Training | 102.26 | 254.00 | 229.54 | 2,062.69 | 3,055.00 | 2,317.09 |
| Education & Conferences | 127.76 | 293.00 | 69.28 | 8,352.29 | 3,525.00 | 2,009.40 |
| Bad Debt Expense | 4,887.84 | 1,242.00 | 1,157.46 | 44,835.65 | 14,899.00 | 16,020.09 |
| Agency Collection Expense | 262.96 | 470.00 | 90.77 | 2,873.98 | 5,640.00 | 1,153.62 |
| Miscellaneous Customer Expense | 1.54 | 4.00 | 5.32 | 588.36 | 47.00 | 541.55 |
| Contractual Services | 252,516.25 | 170,184.00 | 247,503.01 | 2,048,944.85 | 2,004,303.00 | 1,434,153.42 |
| Investment Expense | 0.86 | 165.00 | 14.05 | 45.27 | 1,974.00 | 104.96 |
| Supplies for Collection System | - | 341.00 | - | 1,057.99 | 4,089.00 | - |
| Office Expense | 1,387.30 | 321.00 | 1,896.13 | 15,824.97 | 3,854.00 | 11,180.71 |
| Repairs & Maintenance | 2,403.49 | 1,581.00 | 2,029.13 | 15,699.67 | 18,980.00 | 23,347.80 |
| Insurance Services | 1,491.78 | 1,833.00 | 8,507.13 | 22,862.57 | 22,000.00 | 18,876.96 |
| Transportation Fuel & Repairs | 343.32 | 360.00 | 38.72 | 10,275.77 | 4,324.00 | 3,270.11 |
| Dues & Subscriptions | - | 168.00 | - | - | 2,021.00 | 152.00 |
| Advertising Expense | - | 242.00 | 209.50 | 1,563.96 | 2,900.00 | 3,190.68 |
| Regulatory Commission Expense | 335.02 | 525.00 | - | 2,010.17 | 6,300.00 | - |
| Rent Expense | 189.73 | 2,277.00 | - | 2,276.81 | 27,322.00 | - |
| Miscellaneous Expense | 41.73 | 234.00 | 14,251.22 | 1,031.72 | 2,810.00 | 15,893.44 |
| Utilities | 3,702.45 | 1,359.00 | 11,773.66 | 32,773.43 | 16,312.00 | 20,053.63 |
| Total operating expense | 301,578.30 | 213,694.00 | 326,051.34 | 2,535,880.80 | 2,526,439.00 | 1,798,226.93 |
| Operating income before depreciation | (15,772.91) | 86,364.00 | (60,192.24) | 885,554.55 | 1,311,657.00 | 817,756.78 |
| Depreciation/amortization expense | (70,413.94) | (60,425.00) | (78,425.64) | (835,819.78) | (725,102.00) | (549,017.17) |
| OPERATING INCOME | (86,186.85) | 25,939.00 | (138,617.88) | 49,734.77 | 586,555.00 | 268,739.61 |
| Non-operating income (expenses) | | | | | | |
| Interest income | 7,009.06 | 7,036.00 | 6,521.60 | 72,930.37 | 90,000.00 | 55,428.21 |
| Gain/Loss on Fixed Assets | (2,636.42) | - | (5,052.00) | (2,606.39) | - | 6,919.00 |
| Interest expense | (19,902.47) | (12,391.00) | (15,466.34) | (168,323.22) | (148,704.00) | (181,234.03) |
| Miscellaneous non-operating revenue | - | - | 13,519.00 | - | - | 13,558.00 |
| Income Before Capital Contributions | (101,716.68) | 20,584.00 | (139,095.62) | (48,264.47) | 527,851.00 | 163,410.79 |
| Tap Fees | 1,050.00 | 625.00 | 300.00 | 7,915.00 | 7,500.00 | 12,300.00 |
| Capital contributions | - | - | 333,115.00 | 145,450.21 | - | 333,115.00 |
| Net Assets at the end of the period | (\$ 100,666.68) | \$ 21,209.00 | \$ 194,319.38 | \$ 105,100.74 | \$ 535,351.00 | \$ 508,825.79 |

Hardin County Water District No. 1 Water Fund
Detail Comparative Income Statements
For the Twelve Months Ended December 31, 2010

| | Current Month This Year | Current Month Budget | Current Month Last Year | Year to Date This Year | Year to Date Budget | Year to Date Last Year |
|---------------------------------------------|----------------------------|-------------------------|----------------------------|---------------------------|------------------------|---------------------------|
| Revenues | | | | | | |
| Customer Meter Charges | \$ 58,902.17 | \$ 53,771.35 | \$ 58,038.73 | \$ 703,731.76 | \$ 691,999.99 | \$ 685,671.17 |
| Residential Sales | 156,000.13 | 157,829.81 | 174,519.80 | 2,002,119.40 | 2,031,160.00 | 1,910,417.09 |
| Commercial Sales | 23,014.90 | 22,068.01 | 20,425.48 | 285,074.95 | 284,000.05 | 270,406.36 |
| Multi-Family Sales | 13,870.05 | 11,577.94 | 12,621.71 | 160,043.34 | 149,000.00 | 143,243.40 |
| Wholesales-Vine Grove | 23,433.02 | 22,406.55 | 20,821.44 | 281,202.04 | 266,346.00 | 249,538.96 |
| Wholesales-District No. 2 | - | - | - | 71.04 | - | 852.48 |
| Wholesales-Meade County | 29,624.06 | 32,410.76 | 31,754.31 | 406,880.61 | 385,265.00 | 374,566.06 |
| Wholesales-Hardinsburg | - | 2,103.15 | - | 7,315.20 | 25,000.00 | - |
| Penalties & Misc. Fees | 16,181.36 | 14,879.93 | 16,981.01 | 191,290.62 | 190,000.00 | 190,891.29 |
| Bad Debt Recovered | 267.43 | 556.04 | 293.48 | 7,598.12 | 7,100.00 | 6,692.01 |
| Water Revenue-Other | 63.39 | 147.64 | 60.01 | 1,696.37 | 1,899.99 | 1,526.69 |
| Private Fire Protection | 3,208.74 | 2,789.58 | 2,964.02 | 38,091.57 | 35,900.00 | 36,300.88 |
| Rents from Water Property | 3,617.13 | 3,497.13 | 3,497.13 | 42,621.56 | 42,500.00 | 41,415.56 |
| Radcliff Storm Water Billing Fees | 717.07 | 676.03 | 710.23 | 8,589.09 | 8,700.00 | 8,454.90 |
| Total Revenues | 328,899.45 | 324,713.92 | 342,687.35 | 4,136,325.67 | 4,118,871.03 | 3,919,976.85 |
| Expenses | | | | | | |
| Salaries & benefits | 157,173.65 | 115,242.89 | 150,018.23 | 1,525,025.16 | 1,399,053.53 | 1,419,278.95 |
| Purchased water | 5,068.42 | 6,823.69 | 3,152.19 | 132,747.95 | 84,150.00 | 81,381.29 |
| Utilities & energy expense | 23,658.89 | 39,180.85 | 19,900.72 | 272,743.10 | 340,700.00 | 245,210.69 |
| Chemicals & materials | 16,577.99 | 12,307.64 | 15,740.86 | 153,996.82 | 168,047.29 | 159,002.80 |
| Computer supplies | - | 4.28 | 113.34 | 47.98 | 500.00 | 911.41 |
| Transmission main repairs | - | 766.63 | 3,972.98 | 11,555.19 | 9,200.00 | 6,467.07 |
| Service line repairs | 1,833.20 | 3,186.93 | (13,255.68) | 27,828.35 | 33,000.00 | 14,808.74 |
| Maintenance & repairs | 872.51 | 994.06 | 288.94 | 23,687.60 | 11,161.98 | 13,328.97 |
| Storage maintenance | 235.61 | 259.05 | 241.32 | 2,777.03 | 2,600.00 | 2,554.61 |
| Booster station expenses | 34.83 | 39.13 | 22.10 | 808.80 | 400.00 | 358.82 |
| Tool expense | 837.78 | 339.47 | 2,900.89 | 7,131.34 | 5,000.00 | 6,478.49 |
| SCADA supplies | - | 60.67 | 84.00 | 1,020.17 | 500.00 | 235.99 |
| Existing meter repairs | 8.50 | 421.47 | 566.17 | 1,878.40 | 2,700.00 | 2,695.11 |
| Engineering services | - | - | - | - | - | - |
| Accounting & payroll services | 1,241.66 | 1,529.66 | 876.09 | 15,956.19 | 20,183.56 | 19,928.81 |
| Legal services | - | 42.62 | 1,877.93 | 15,386.82 | 5,000.00 | 16,152.25 |
| Contractual services | 7,324.43 | 7,729.75 | 6,300.44 | 96,252.86 | 87,360.00 | 76,303.71 |
| Laboratory services | 756.50 | 2,197.67 | 3,037.00 | 18,384.50 | 22,100.00 | 22,666.15 |
| Uniform expense | 1,660.04 | 1,159.94 | 1,625.50 | 18,251.54 | 11,475.00 | 9,456.84 |
| Bill printing & mailing expens | 3,457.55 | 3,534.05 | 2,968.93 | 42,367.30 | 43,900.00 | 41,668.96 |
| Contracted security service | 188.94 | 125.00 | 125.07 | 1,791.47 | 1,500.00 | 1,982.61 |
| Investment fees | 59.89 | 1,451.25 | 4.20 | 8,663.88 | 9,000.00 | 518.32 |
| Utility regulatory fees | 518.33 | 526.33 | 526.47 | 6,268.82 | 6,317.10 | 6,029.20 |
| Amortized 2007-12 Rate Case | 633.78 | 633.75 | 633.78 | 7,605.36 | 7,605.00 | 7,605.36 |
| Fuel & transportation expense | 3,503.49 | 2,323.16 | 7,628.94 | 36,266.40 | 41,400.00 | 43,816.77 |
| Insurance & deductibles | 3,943.77 | 3,325.62 | 3,748.72 | 41,110.88 | 42,446.00 | 57,600.93 |
| Workers' compensation/unemployment | 1,693.78 | 2,683.59 | 2,472.31 | 18,786.72 | 27,499.00 | 24,876.58 |
| Advertising & promotional expe | 7,671.80 | 791.67 | 813.33 | 16,710.50 | 9,500.00 | 9,593.65 |
| Bad debt expense | 3,079.92 | 5,433.75 | 4,637.76 | 33,648.39 | 43,599.91 | 40,459.79 |
| Collection expense | 113.82 | 216.67 | 293.75 | 3,893.58 | 2,600.00 | 2,373.13 |
| Telephone expense | 1,314.30 | 876.56 | 843.62 | 16,117.64 | 11,500.09 | 10,597.92 |
| Dues & subscriptions | 412.85 | 181.11 | 21.20 | 3,769.93 | 2,300.00 | 1,788.43 |
| Postage & freight | 713.11 | 551.66 | 224.00 | 5,696.52 | 3,200.00 | 2,681.77 |
| Cash over/short | (9.91) | - | (1.33) | (2.44) | - | 122.97 |
| Safety Expense | 248.57 | 382.52 | 147.57 | 3,091.78 | 1,900.00 | 2,093.28 |
| Information Technology Expense | 5,587.18 | 2,044.78 | 1,426.21 | 35,320.46 | 31,414.00 | 15,975.48 |
| Commission expense | 45.22 | 217.73 | 127.85 | 2,963.69 | 2,330.00 | 2,262.16 |
| Certification & training | - | 586.95 | 115.25 | 2,287.00 | 5,600.00 | 2,325.95 |
| Travel & lodging | 690.65 | 668.43 | 105.24 | 12,233.92 | 13,500.00 | 5,864.21 |
| Education & conferences | - | 480.28 | 116.26 | 7,409.56 | 9,700.00 | 7,584.64 |
| Miscellaneous expense | 1,234.23 | 350.00 | 707.82 | 10,531.61 | 4,200.00 | 4,124.04 |
| Total operating expenses | 252,385.28 | 219,671.26 | 225,149.97 | 2,642,012.77 | 2,524,142.46 | 2,389,166.85 |
| Operating income before depreciation | 76,514.17 | 105,042.66 | 117,537.38 | 1,494,312.90 | 1,594,728.57 | 1,530,810.00 |
| Less depreciation & amortization | (211,655.98) | (68,719.37) | (56,419.73) | (834,549.93) | (824,632.00) | (673,436.68) |
| Operating income | (135,141.81) | 36,323.29 | 61,117.65 | 659,762.97 | 770,096.57 | 857,373.32 |
| Non-operating income (expense) | | | | | | |
| Interest income | 4,655.66 | 7,338.67 | 7,530.62 | 70,115.44 | 90,000.00 | 92,009.14 |
| Interest expense | (24,722.61) | (34,949.42) | (35,048.21) | (467,098.92) | (434,377.33) | (427,741.36) |
| Net unrealized gain (loss) | - | - | (12,206.26) | - | - | (14,691.46) |
| Gain/(loss) on investments | - | - | - | 1,187.16 | - | 585.20 |
| Gain/(loss) on assets | (949.24) | - | 1,688.62 | (15,169.63) | - | (9,736.51) |
| Non-utility income | 707.48 | 1,058.33 | - | 6,165.91 | 12,699.96 | 9,260.30 |
| Income before capital contributions | (155,450.52) | 9,770.87 | 23,082.42 | 254,962.93 | 438,419.20 | 507,058.63 |
| Government contributions | - | - | - | - | - | 2,261,838.70 |
| Loss on Disposal of PWTP | (475,400.34) | - | - | (475,400.34) | - | - |
| BRAC Grant for PWTP | 9,802.20 | - | 1,748,780.59 | 751,219.41 | 2,500,000.00 | 1,748,780.59 |
| Misc Grants-HWY 1882 | 378,626.06 | 37,500.00 | - | 402,842.86 | 450,000.00 | - |
| Misc Grants-HWY 144 | 248,108.71 | 25,000.00 | - | 282,558.91 | 300,000.00 | - |
| Tap fees | 10,053.71 | 5,915.42 | 3,911.00 | 109,527.19 | 103,499.99 | 69,897.54 |
| Capital contributions | 145,280.33 | - | 38,859.02 | 400,384.14 | - | 386,209.92 |
| Change in net assets | \$ 161,020.15 | \$ 78,186.29 | \$ 1,814,633.03 | 1,726,095.10 | \$ 3,791,919.19 | \$ 4,973,785.38 |

Hardin Co. Water District No. 1 Fort Knox Sewer Fund
 Comparative Statements of Revenues, Expenses, Changes in Net Assets
 For the Twelve Months Ended December 31, 2010

| | Current Month | Budget | Last Year | Year to Date | Budget | Last Year |
|---------------------------------------------|---------------------|----------------------|----------------------|-----------------------|------------------------|------------------------|
| Operating Revenue | | | | | | |
| Sewer service revenue | \$233,836.57 | \$ 239,081.19 | \$ 228,882.58 | \$ 2,759,986.32 | 2,841,948.00 | \$ 2,752,549.32 |
| Reimbursement of HCWD Overhead | 105.87 | | 5,645.29 | 38,830.21 | - | 70,990.72 |
| Penalties, service fees & misc | - | | - | - | - | 1,145.48 |
| Total operating revenue | 233,942.44 | 239,081.19 | 234,527.87 | 2,798,816.53 | 2,841,948.00 | 2,824,685.52 |
| Operating Expenses | | | | | | |
| Customer Service Labor | | | 505.46 | - | - | 4,645.02 |
| Administrative Labor | 4,487.78 | 5,461.57 | 7,525.79 | 71,245.78 | 57,322.99 | 73,995.75 |
| Information Technology Expense | 297.98 | 330.08 | 578.27 | 1,883.75 | 5,200.00 | 6,477.47 |
| Professional Services-Engineer | 2,039.75 | | 2,039.75 | 24,477.00 | - | 24,477.00 |
| Professional Services-Accting | 368.00 | 516.13 | 62.50 | 4,416.00 | 6,000.00 | 5,375.00 |
| Professional Services-Legal | 378.59 | 524.37 | 375.20 | 4,522.74 | 4,988.99 | 4,340.80 |
| Contractual Services | 184,150.06 | 140,000.00 | 131,409.72 | 1,715,566.30 | 1,680,000.00 | 1,703,862.15 |
| Investment Fees | - | 53.68 | - | 137.45 | 378.00 | - |
| Transportation Fuel & Repairs | 55.13 | 66.82 | 112.41 | 914.21 | 2,410.00 | 3,619.32 |
| Internal Main./Superv./Engineering | 163.52 | 552.89 | - | 2,059.14 | 5,803.00 | - |
| Insurance-General Liability-WW | 4,066.45 | 1,665.23 | 1,801.15 | 33,218.88 | 22,170.00 | 28,300.43 |
| Advertising Expense | - | - | - | - | - | 561.38 |
| Regulatory Commission Expense | 370.31 | 335.78 | 335.02 | 4,231.98 | 4,021.00 | 4,880.58 |
| Miscellaneous Customer Expense | 552.86 | 259.19 | 218.83 | 6,323.75 | 2,865.00 | 2,367.09 |
| Miscellaneous Expense | 41.14 | | 317.61 | 638.50 | - | 3,196.69 |
| Dues & Subscriptions | - | - | - | - | - | - |
| Telephone | - | - | - | - | - | - |
| Education & Conferences | - | 149.16 | 27.81 | 3,216.43 | 1,500.00 | 2,285.58 |
| Certification & Training | - | - | - | 35.20 | - | - |
| Travel & Lodging | - | - | - | - | - | 886.78 |
| Office Supplies & Expense | 21.01 | 14.17 | 5.90 | 568.90 | 500.01 | 326.21 |
| Utilities | 190.68 | 107.81 | 231.49 | 2,198.19 | 1,000.00 | 2,459.04 |
| Total operating expense | 197,183.26 | 150,036.88 | 145,546.91 | 1,875,654.20 | 1,794,158.99 | 1,872,056.29 |
| Operating income before depreciation | 36,759.18 | 89,044.31 | 88,980.96 | 923,162.33 | 1,047,789.01 | 952,629.23 |
| Depreciation/amortization expense | (45,472.24) | (42,991.04) | (44,002.36) | (537,666.37) | (502,417.98) | (492,223.32) |
| OPERATING INCOME | (8,713.06) | 46,053.27 | 44,978.60 | 385,495.96 | 545,371.03 | 460,405.91 |
| Non-operating income (expenses) | | | | | | |
| Non-utility income | 838.77 | | | 938.77 | - | - |
| Interest income | 1,594.85 | 274.40 | 357.29 | 8,557.36 | 3,600.00 | 4,491.39 |
| Gain/Loss on Fixed Assets | - | | | 20,000.00 | - | - |
| Interest expense | (127.04) | (679.38) | (284.93) | (1,719.71) | (7,500.00) | (3,241.15) |
| Income Before Capital Contributions | (6,406.48) | 45,648.29 | 45,050.96 | 413,272.38 | 541,471.03 | 461,656.15 |
| Capital contributions | 34,258.18 | 140,833.33 | 148,560.26 | 1,053,319.01 | 1,690,000.00 | 1,868,177.26 |
| Government contributions | | | | | | |
| Net Assets at the end of the period | \$ 27,851.70 | \$ 186,481.62 | \$ 193,611.22 | \$1,466,591.39 | \$ 2,231,471.03 | \$ 2,329,833.41 |

Hardin Co. Water District No. 1 Fort Knox Stormwater Fund
 Comparative Statements of Revenues, Expenses, Changes in Net Assets
 For the Eleven Months Ended December 31, 2010

| | Current Month | Budget | Last Year | Year to Date | Budget | Last Year |
|--------------------------------------------|----------------------|---------------------|---------------------|----------------------|----------------------|----------------------|
| Operating Revenue | | | | | | |
| Stormwater Revenue | \$ 38,840.00 | \$ 40,545.00 | \$ 40,545.00 | \$ 481,425.00 | 486,540.00 | \$ 486,540.00 |
| Reimbursement of HCWD Overhead | 4,380.76 | - | - | 13,590.32 | - | - |
| Penalties, service fees & misc | - | - | - | - | - | - |
| Total operating revenue | 43,220.76 | 40,545.00 | 40,545.00 | 495,015.32 | 486,540.00 | 486,540.00 |
| Operating Expenses | | | | | | |
| Customer Service Labor | - | - | - | - | - | - |
| Administrative Labor | - | 2,135.67 | - | - | 25,627.96 | - |
| Information Technology Expense | 74.50 | - | - | 470.94 | - | - |
| Professional Services-Engineer | - | - | - | - | - | - |
| Professional Services-Accting. | 92.00 | - | - | 1,104.00 | - | - |
| Professional Services-Legal | - | 103.83 | - | - | 1,246.00 | - |
| Contractual Services | 25,561.99 | 21,921.47 | 21,641.41 | 259,690.57 | 259,697.00 | 256,379.26 |
| Investment Fees | - | 21.00 | - | 75.48 | 252.00 | - |
| Transportation Fuel & Repairs | 13.79 | - | - | 228.57 | - | - |
| Internal Main./Superv./Engineering | - | - | - | - | - | - |
| Insurance-General Liab.-Storm | 36.51 | 933.43 | 907.87 | 5,651.34 | 10,920.00 | 13,877.51 |
| Advertising Expense | - | - | - | - | - | 117.37 |
| Regulatory Commission Expense | - | - | - | - | - | - |
| Miscellaneous Customer Expense | - | - | - | - | - | - |
| Miscellaneous Expense | - | - | - | - | - | - |
| Dues & Subscriptions | - | - | - | - | - | - |
| Telephone | - | - | - | - | - | - |
| Education & Conferences | - | - | - | 98.80 | - | - |
| Certification & Training | - | - | - | 8.80 | - | - |
| Travel & Lodging | - | - | - | - | - | - |
| Office Supplies & Expense | 5.25 | - | - | 369.51 | - | - |
| Utilities | 37.62 | - | - | 389.74 | - | - |
| Total operating expense | 25,821.66 | 25,115.40 | 22,549.28 | 268,087.75 | 297,742.96 | 270,374.14 |
| Operating income before depreciation | 17,399.10 | 15,429.60 | 17,995.72 | 226,927.57 | 188,797.04 | 216,165.86 |
| Depreciation/amortization expense | (2,282.16) | (2,032.58) | (2,031.11) | (25,345.23) | (23,754.00) | (20,100.51) |
| OPERATING INCOME | 15,116.94 | 13,397.02 | 15,964.61 | 201,582.34 | 165,043.04 | 196,065.35 |
| Non-operating income (expenses) | | | | | | |
| Interest income | 785.31 | - | - | 3,856.07 | - | - |
| Gain/Loss on Fixed Assets | - | - | - | - | - | - |
| Interest expense | - | - | - | - | - | - |
| Income Before Capital Contributions | 15,902.25 | 13,397.02 | 15,964.61 | 205,438.41 | 165,043.04 | 196,065.35 |
| Capital contributions | 115,283.07 | - | - | 357,639.55 | - | - |
| Government contributions | - | - | - | - | - | - |
| Net Assets at the end of the period | \$ 131,185.32 | \$ 13,397.02 | \$ 15,964.61 | \$ 563,077.96 | \$ 165,043.04 | \$ 196,065.35 |

Hardin Co. Water District No. 1 Radcliff Sewer Fund
 Comparative Statements of Revenues, Expenses, Changes in Net Assets
 For the Eleven Months Ended December 31, 2010

| | Current Month | Budget | Last Year | Year to Date | Budget | Last Year |
|--------------------------------------------|-------------------|-------------------|---------------------|---------------------|---------------------|---------------------|
| Operating Revenue | | | | | | |
| Sewer service revenue | 277,159.69 | 285,666.05 | 255,656.45 | 3,383,431.82 | 3,395,700.00 | 3,233,198.37 |
| Penalties, service fees & misc | 16,040.38 | 16,179.88 | 10,202.65 | 192,006.41 | 194,900.00 | 188,236.98 |
| High Strength Surcharge | 40.34 | | | 118.81 | | |
| Discharge Permit Fees | 27.78 | | | 302.80 | 0.00 | - |
| Total operating revenue | 293,268.19 | 301,845.93 | 265,859.10 | 3,575,859.84 | 3,590,600.00 | 3,421,435.35 |
| Operating Expenses | | | | | | |
| Collection System Labor | 3,607.11 | 7,581.79 | 11,670.34 | 36,767.01 | 81,241.00 | 76,462.55 |
| Pumping System Labor | | | - | 0.00 | 0.00 | - |
| Customer Service Labor | 10,504.37 | 13,282.76 | 12,456.09 | 120,151.36 | 155,505.00 | 114,282.17 |
| Administrative Labor | 6,422.43 | 15,706.15 | 11,635.34 | 102,520.63 | 138,570.00 | 102,284.65 |
| Professional Services-Engineering | 325.00 | 0.00 | - | 4,512.44 | 0.00 | - |
| Professional Services-Accounting | 644.00 | 516.13 | 500.00 | 7,728.00 | 6,000.00 | 5,375.00 |
| Professional Services-Legal | 378.59 | 477.75 | 761.76 | 4,522.74 | 5,733.00 | 4,485.17 |
| Information Technology Expense | 1,489.91 | 1,464.28 | 1,252.89 | 9,418.79 | 22,657.00 | 19,911.11 |
| Certification & Training | 0.00 | 0.00 | 229.54 | 2,837.25 | 0.00 | 2,062.69 |
| Education & Conferences | 0.00 | 87.71 | 69.28 | 2,135.88 | 10,500.00 | 8,352.29 |
| Bad Debt Expense | 4,134.39 | 4,804.64 | 1,157.46 | 43,507.55 | 47,400.00 | 44,835.65 |
| Agency Collection Expense | 125.44 | 166.63 | 90.77 | 3,233.06 | 2,000.00 | 2,873.98 |
| Miscellaneous Customer Expense | 129.33 | 7.19 | 5.32 | 1,413.99 | 800.00 | 588.36 |
| Contractual Services | 187,950.56 | 172,637.67 | 247,503.01 | 2,123,889.40 | 2,071,120.00 | 2,048,944.85 |
| Investment Expense | 1.27 | 1,362.70 | 14.05 | 612.53 | 5,670.00 | 45.27 |
| Supplies for Collection System | 0.00 | | - | 0.00 | 0.00 | 1,057.99 |
| Office Expense | 1,560.89 | 1,845.77 | 1,896.13 | 8,994.61 | 15,900.00 | 15,824.97 |
| Repairs & Maintenance | 132.66 | 424.12 | 2,029.13 | 2,913.92 | 4,197.95 | 15,699.67 |
| Insurance Services | 4,014.94 | 1,294.22 | 8,507.13 | 28,894.16 | 16,716.00 | 22,862.57 |
| Transportation Fuel & Repairs | 275.69 | 19.42 | 38.72 | 4,571.14 | 5,000.00 | 10,275.77 |
| Dues & Subscriptions | 0.00 | | - | 0.00 | 0.00 | - |
| Advertising Expense | 0.00 | 83.30 | 209.50 | 0.00 | 1,000.00 | 1,563.96 |
| Regulatory Commission Expense | 452.60 | 335.78 | - | 4,725.72 | 4,021.06 | 2,010.17 |
| Rent Expense | 187.50 | 214.50 | - | 2,250.00 | 2,277.00 | 2,276.81 |
| Miscellaneous Expense | -4,482.39 | 83.34 | 14,251.22 | 6,343.52 | 1,000.00 | 1,031.72 |
| Utilities | 1,047.26 | 712.68 | 11,773.66 | 18,147.66 | 9,000.00 | 32,773.43 |
| Total operating expense | 218,901.55 | 223,108.53 | 326,051.34 | 2,540,091.36 | 2,606,308.01 | 2,535,880.80 |
| Operating income before depreciation | 74,366.64 | 78,737.40 | (60,192.24) | 1,035,768.48 | 984,291.99 | 885,554.55 |
| Depreciation/amortization expense | (68,348.23) | (65,308.04) | (78,425.64) | (806,966.16) | (783,601.32) | (835,819.78) |
| OPERATING INCOME | 6,018.41 | 13,429.36 | (138,617.88) | 228,802.32 | 200,690.67 | 49,734.77 |
| Non-operating income (expenses) | | | | | | |
| Interest income | 6,242.01 | 12,522.36 | 6,521.60 | 75,739.77 | 62,200.00 | 72,930.37 |
| Gain/Loss on Fixed Assets | (149.83) | | (5,052.00) | (4,104.94) | - | (2,606.39) |
| Interest expense | (7,589.00) | (\$10,119.75) | (15,466.34) | (131,827.62) | (\$133,430.63) | (168,323.22) |
| Miscellaneous non-operating revenue | 0.00 | | 13,519.00 | 100.00 | - | - |
| Income Before Capital Contributions | 4,521.59 | 15,831.97 | (139,095.62) | 168,709.53 | 129,460.04 | (48,264.47) |
| Misc Revenue/Grant/I & I | 75,737.92 | 150,000.00 | | 1,300,853.02 | 1,500,000.00 | |
| Misc Revenue/Grant/Pump Stations | 0.00 | 225,000.00 | | 12,700.00 | 2,250,000.00 | |
| Tap Fees | 300.00 | 1,289.42 | 300.00 | 22,050.00 | 12,000.00 | 7,915.00 |
| Capital contributions | 106,055.14 | | 333,115.00 | 131,262.55 | 0.00 | 145,450.21 |
| Net Assets at the end of the period | 186,614.65 | 392,121.39 | 194,319.38 | 1,635,575.10 | 3,891,460.04 | 105,100.74 |

Hardin County Water District No. 1 Water Fund
Detail Comparative Income Statements
For the Twelve Months Ended December 31, 2011

| | Current Month This Year | Current Month Budget | Current Month Last Year | Year to Date This Year | Year to Date Budget | Year to Date Last Year |
|---------------------------------------------|----------------------------|-------------------------|----------------------------|---------------------------|------------------------|---------------------------|
| Revenues | | | | | | |
| Customer Meter Charges | \$ 58,465.43 | \$ 60,263.82 | \$ 58,902.17 | 708,014.97 | 720,000.00 | \$ 703,731.76 |
| Residential Sales | 144,186.93 | 165,260.67 | 156,000.13 | 1,875,809.72 | 2,120,970.00 | 2,002,119.40 |
| Commercial Sales | 19,849.45 | 23,775.81 | 23,014.90 | 288,690.94 | 294,500.00 | 285,074.95 |
| Multi-Family Sales | 13,082.80 | 18,456.04 | 13,870.05 | 177,258.60 | 212,960.00 | 160,043.34 |
| Wholesales-Vine Grove | 20,758.47 | 23,557.85 | 23,433.02 | 268,833.98 | 282,700.01 | 281,202.04 |
| Wholesales-District No. 2 | - | - | - | - | - | 71.04 |
| Wholesales-Meade County | 25,239.93 | 28,096.51 | 29,624.06 | 367,069.26 | 385,900.00 | 406,880.61 |
| Wholesales-Hardinsburg | - | - | - | - | - | 7,315.20 |
| Penalties & Misc. Fees | 15,627.92 | 16,892.71 | 16,181.36 | 193,897.87 | 199,700.00 | 191,290.62 |
| Bad Debt Recovered | 412.79 | 295.65 | 267.43 | 7,551.20 | 8,400.00 | 7,598.12 |
| Water Revenue-Other | 61.96 | 78.47 | 63.39 | 807.97 | 2,100.00 | 1,696.37 |
| Private Fire Protection | 2,912.34 | 3,293.69 | 3,208.74 | 34,824.58 | 39,100.00 | 38,091.57 |
| Rents from Water Property | 3,617.13 | 4,625.24 | 3,617.13 | 43,455.57 | 54,500.00 | 42,621.56 |
| Lab Service Fees | 51.00 | - | - | 68.00 | - | - |
| Radcliff Storm Water Billing Fees | 719.14 | 709.63 | 717.07 | 8,611.77 | 8,500.00 | 8,589.09 |
| Total Revenues | 304,985.29 | 345,306.09 | 328,899.45 | 3,974,894.43 | 4,329,330.01 | 4,136,325.67 |
| Expenses | | | | | | |
| Salaries & benefits | 148,427.93 | 124,367.96 | 157,173.65 | 1,489,536.98 | 1,511,515.15 | 1,525,025.16 |
| Purchased water | 2,651.54 | 4,573.14 | 5,068.42 | 75,939.48 | 119,776.00 | 132,747.95 |
| Utilities & energy expense | 21,756.08 | 22,109.24 | 23,658.89 | 269,550.01 | 262,034.89 | 272,743.10 |
| Chemicals & materials | 18,643.94 | 17,295.10 | 16,577.99 | 181,392.95 | 183,724.91 | 153,996.82 |
| Computer supplies | - | - | - | 214.01 | 500.00 | 47.98 |
| Transmission main repairs | 1,616.35 | - | - | 15,417.20 | 11,600.00 | 11,555.19 |
| Service line repairs | 4,125.72 | 1,429.75 | 1,833.20 | 37,742.27 | 21,599.99 | 27,828.35 |
| Maintenance & repairs | 7,200.20 | 599.09 | 872.51 | 30,294.19 | 10,100.00 | 23,687.60 |
| Storage maintenance | 196.60 | 254.53 | 235.61 | 2,656.72 | 3,000.00 | 2,777.03 |
| Booster station expenses | 45.03 | 64.60 | 34.83 | 5,434.41 | 1,500.00 | 808.80 |
| Tool expense | 39.10 | 558.35 | 837.78 | 2,798.14 | 8,300.00 | 7,131.34 |
| SCADA supplies | - | - | - | - | - | 1,020.17 |
| Existing meter repairs | - | - | 8.50 | - | - | 1,878.40 |
| Engineering services | - | - | - | - | - | - |
| Accounting & payroll services | 1,303.86 | 1,213.94 | 1,241.66 | 15,536.08 | 15,600.00 | 15,956.19 |
| Legal services | - | - | - | 6,462.05 | 5,000.00 | 15,386.82 |
| Contractual services | 5,911.88 | 9,046.91 | 7,324.43 | 108,668.71 | 123,859.90 | 96,252.86 |
| Laboratory services | 64.50 | 888.81 | 756.50 | 16,510.58 | 21,600.00 | 18,384.50 |
| Uniform expense | 1,839.22 | 1,591.71 | 1,660.04 | 16,407.71 | 17,500.00 | 18,251.54 |
| Bill printing & mailing expens | 3,519.05 | 3,452.06 | 3,457.55 | 41,881.11 | 42,300.00 | 42,367.30 |
| Contracted security service | 95.40 | 187.94 | 188.94 | 1,428.77 | 1,782.00 | 1,791.47 |
| Investment fees | - | - | 59.89 | - | - | 8,663.88 |
| Utility regulatory fees | 522.21 | 520.91 | 518.33 | 6,243.27 | 6,300.00 | 6,268.82 |
| Amortized 2007-12 Rate Case | 633.78 | 633.75 | 633.78 | 7,605.36 | 7,605.00 | 7,605.36 |
| Fuel & transportation expense | 4,861.69 | 4,186.74 | 3,503.49 | 51,848.15 | 42,699.98 | 36,266.40 |
| Insurance & deductibles | 2,808.40 | 2,925.00 | 3,943.77 | 32,399.20 | 35,100.00 | 41,110.88 |
| Workers' compensation/unemployment | 1,817.01 | 2,530.82 | 1,693.78 | 21,742.86 | 29,664.96 | 18,786.72 |
| Advertising & promotional exp | 482.04 | 4,636.91 | 7,671.80 | 2,160.44 | 10,100.00 | 16,710.50 |
| Bad debt expense | 3,047.55 | 3,459.93 | 3,079.92 | 33,197.86 | 37,800.00 | 33,648.39 |
| Collection expense | 90.45 | 131.55 | 113.82 | 5,076.91 | 4,500.00 | 3,893.58 |
| Telephone expense | 1,325.09 | 1,392.91 | 1,314.30 | 16,761.48 | 17,099.91 | 16,117.64 |
| Dues & subscriptions | 402.01 | 470.90 | 412.85 | 4,346.13 | 4,300.00 | 3,769.93 |
| Postage & freight | 116.76 | 713.55 | 713.11 | 4,184.89 | 5,700.00 | 5,696.52 |
| Cash over/short | 32.27 | - | (9.91) | 52.57 | - | (2.44) |
| Safety Expense | 139.58 | 209.03 | 248.57 | 4,222.40 | 2,600.00 | 3,091.78 |
| Information Technology Expense | 3,554.04 | 5,886.39 | 5,587.18 | 38,260.07 | 37,212.00 | 35,320.46 |
| Commission expense | 53.86 | 47.30 | 45.22 | 2,613.38 | 3,100.00 | 2,963.69 |
| Certification & training | - | - | - | 825.00 | 2,500.00 | 2,287.00 |
| Travel & lodging | 50.04 | 635.10 | 690.65 | 4,454.36 | 11,250.00 | 12,233.92 |
| Education & conferences | - | - | - | 6,977.39 | 10,200.00 | 7,409.56 |
| Miscellaneous expense | 1,127.90 | 1,265.68 | 1,234.23 | 7,200.12 | 10,800.00 | 10,531.61 |
| Total operating expenses | 238,501.08 | 217,279.60 | 252,385.28 | 2,568,043.21 | 2,639,824.69 | 2,642,012.77 |
| Operating income before depreciation | 66,484.21 | 128,026.49 | 76,514.17 | 1,406,851.22 | 1,689,505.32 | 1,494,312.90 |
| Less depreciation & amortization | (78,285.26) | (73,799.23) | (211,655.98) | (903,766.17) | (874,101.00) | (834,549.93) |
| Operating income | (11,801.05) | 54,227.26 | (135,141.81) | 503,085.05 | 815,404.32 | 659,762.97 |
| Non-operating income (expense) | | | | | | |
| Interest income | 3,098.55 | 2,038.48 | 4,655.66 | 40,909.13 | 30,700.00 | 70,115.44 |
| Interest expense | (26,005.86) | (26,090.64) | (24,722.61) | (320,668.61) | (325,102.00) | (467,098.92) |
| Net unrealized gain (loss) | - | - | - | - | - | - |
| Gain/(loss) on investments | - | - | - | - | - | 1,187.16 |
| Gain/(loss) on assets | (109.90) | - | (476,349.58) | (17,260.26) | - | (490,569.97) |
| Non-utility income | - | 940.87 | 707.48 | 10,804.54 | 8,199.99 | 6,165.91 |
| Income before capital contributions | (34,818.26) | 31,115.97 | (630,850.86) | 216,869.85 | 529,202.31 | (220,437.41) |
| Government contributions | - | - | - | - | - | - |
| BRAC Grant for PWTP | - | - | 9,802.20 | - | - | 751,219.41 |
| Misc Grants | 88,852.19 | - | - | 109,626.38 | - | - |
| Misc Grants-HWY 1882 | - | 35,416.66 | 378,626.06 | 22,531.99 | 425,000.00 | 402,842.86 |
| Misc Grants-HWY 144 | - | 22,083.33 | 248,108.71 | 12,011.57 | 265,000.00 | 282,558.91 |
| Misc Grants Louisville H2O Connecto | - | 187,500.00 | - | - | 2,250,000.00 | - |
| Misc Grants Constantine Road | - | 52,666.70 | - | - | 632,000.00 | - |
| Tap fees | 5,605.78 | 16,706.13 | 10,053.71 | 64,181.54 | 182,000.00 | 109,527.19 |
| Capital contributions | - | - | 145,280.33 | 330,374.53 | - | 400,384.14 |
| Change in net assets | \$ 59,639.71 | \$ 345,488.79 | \$ 161,020.15 | 755,595.86 | 4,283,202.31 | \$ 1,726,095.10 |

Hardin Co. Water District No. 1 Fort Knox Sewer Fund
 Comparative Statements of Revenues, Expenses, Changes in Net Assets
 For the Twelve Months Ended December 31, 2011

| | Current Month | Budget | Last Year | Year to Date | Budget | Last Year |
|--------------------------------------------|---------------------|---------------------|---------------------|---------------------|---------------------|------------------------|
| Operating Revenue | | | | | | |
| Sewer service revenue | \$241,465.27 | \$ 236,551.07 | \$ 233,836.57 | 2,845,040.31 | 2,843,117.00 | \$ 2,759,986.32 |
| Reimbursement of HCWD Overhead | 438.45 | 316.66 | 105.87 | 17,974.50 | 3,800.00 | 38,830.21 |
| Penalties, service fees & misc | - | - | - | - | - | - |
| Total operating revenue | 241,903.72 | 236,867.73 | 233,942.44 | 2,863,014.81 | 2,846,917.00 | 2,798,816.53 |
| Operating Expenses | | | | | | |
| Customer Service Labor | - | - | - | - | - | - |
| Administrative Labor | 4,374.86 | 5,078.52 | 4,487.78 | 42,641.76 | 80,624.00 | 71,245.78 |
| Information Technology Expense | 189.55 | 300.55 | 297.98 | 2,040.53 | 1,900.00 | 1,883.75 |
| Professional Services-Engineer | 500.00 | - | 2,039.75 | 10,810.30 | - | 24,477.00 |
| Professional Services-Accting | 472.50 | 375.00 | 368.00 | 5,670.00 | 4,500.00 | 4,416.00 |
| Professional Services-Legal | 237.49 | 424.34 | 378.59 | 2,849.88 | 5,076.00 | 4,522.74 |
| Contractual Services | 133,749.83 | 165,453.49 | 184,150.06 | 1,704,404.17 | 1,985,441.00 | 1,715,566.30 |
| Investment Fees | - | 41.66 | - | - | 500.00 | 137.45 |
| Transportation Fuel & Repairs | 26.58 | 75.82 | 55.13 | 852.95 | 1,200.00 | 914.21 |
| Internal Main./Superv./Engineering | 307.78 | 299.46 | 163.52 | 2,626.63 | 3,771.00 | 2,059.14 |
| Insurance-General Liability-WW | 3,782.42 | 4,650.00 | 4,066.45 | 44,214.37 | 55,800.00 | 33,218.88 |
| Advertising Expense | - | - | - | - | - | - |
| Regulatory Commission Expense | 361.53 | 391.75 | 370.31 | 4,391.04 | 4,477.00 | 4,231.98 |
| Miscellaneous Customer Expense | 566.47 | 282.56 | 552.86 | 6,556.20 | 3,232.00 | 6,323.75 |
| Miscellaneous Expense | - | 31.97 | 41.14 | 974.30 | 500.02 | 638.50 |
| Dues & Subscriptions | - | - | - | - | - | - |
| Telephone | - | - | - | - | - | - |
| Education & Conferences | - | - | - | 956.62 | 1,900.00 | 3,216.43 |
| Certification & Training | - | - | - | 44.00 | 1,000.00 | 35.20 |
| Travel & Lodging | - | - | - | - | - | - |
| Office Supplies & Expense | 7.51 | 24.37 | 21.01 | 354.65 | 660.00 | 568.90 |
| Utilities | 191.70 | 97.15 | 190.68 | 2,490.93 | 1,120.00 | 2,198.19 |
| Total operating expense | 144,768.22 | 177,526.64 | 197,183.26 | 1,831,878.33 | 2,151,701.02 | 1,875,654.20 |
| Operating income before depreciation | 97,135.50 | 59,341.09 | 36,759.18 | 1,031,136.48 | 695,215.98 | 923,162.33 |
| Depreciation/amortization expense | (53,410.38) | (45,965.77) | (45,472.24) | (621,415.53) | (543,502.00) | (537,666.37) |
| OPERATING INCOME | 43,725.12 | 13,375.32 | (8,713.06) | 409,720.95 | 151,713.98 | 385,495.96 |
| Non-operating income (expenses) | | | | | | |
| Non-utility income | - | - | 838.77 | - | - | 938.77 |
| Interest income | 674.89 | 49.08 | 1,594.85 | 11,751.68 | 18,000.00 | 8,557.36 |
| Gain/Loss on Fixed Assets | - | - | - | - | - | 20,000.00 |
| Interest expense | (96.82) | (110.81) | (127.04) | (1,263.28) | (1,500.00) | (1,719.71) |
| Income Before Capital Contributions | 44,303.19 | 13,313.59 | (6,406.48) | 420,209.35 | 168,213.98 | 413,272.38 |
| Capital contributions | 13,971.02 | 6,595.06 | 34,258.18 | 436,309.96 | 96,400.00 | 1,053,319.01 |
| Government contributions | - | - | - | - | - | - |
| Net Assets at the end of the period | \$ 58,274.21 | \$ 19,908.65 | \$ 27,851.70 | 856,519.31 | 264,613.98 | \$ 1,466,591.39 |

Hardin Co. Water District No. 1 Fort Knox Stormwater Fund
 Comparative Statements of Revenues, Expenses, Changes in Net Assets
 For the Twelve Months Ended December 31, 2011

| | Current Month | Budget | Last Year | Year to Date | Budget | Last Year |
|---------------------------------------------|--------------------|---------------------|----------------------|--------------------|--------------------|----------------------|
| Operating Revenue | | | | | | |
| Stormwater Revenue | \$ 39,816.00 | \$ 37,884.06 | \$ 38,840.00 | 469,008.00 | 469,576.00 | \$ 481,425.00 |
| Reimbursement of HCWD Overhead | - | - | 4,380.76 | - | - | 13,590.32 |
| Penalties, service fees & misc | - | - | - | - | - | - |
| Total operating revenue | 39,816.00 | 37,884.06 | 43,220.76 | 469,008.00 | 469,576.00 | 495,015.32 |
| Operating Expenses | | | | | | |
| Customer Service Labor | - | - | - | - | - | - |
| Administrative Labor | 2,430.48 | 1,952.75 | - | 23,689.84 | 23,433.00 | - |
| Information Technology Expense | 47.39 | 79.10 | 74.50 | 510.12 | 500.00 | 470.94 |
| Professional Services-Engineer | - | - | - | 200.00 | - | - |
| Professional Services-Accting | 94.50 | 92.92 | 92.00 | 1,134.00 | 1,115.00 | 1,104.00 |
| Professional Services-Legal | 84.82 | 106.41 | - | 1,017.84 | 1,277.00 | - |
| Contractual Services | 32,276.92 | 22,476.25 | 25,561.99 | 279,000.54 | 269,715.00 | 259,690.57 |
| Investment Fees | - | - | - | - | 99.99 | 75.48 |
| Transportation Fuel & Repairs | 6.65 | 3.55 | 13.79 | 181.14 | 250.00 | 228.57 |
| Internal Main./Superv./Engineering | - | - | - | - | - | - |
| Insurance-General Liab.-Storm | 142.19 | 125.00 | 36.51 | 1,698.14 | 1,500.00 | 5,651.34 |
| Advertising Expense | - | - | - | - | - | - |
| Regulatory Commission Expense | - | - | - | - | - | - |
| Miscellaneous Customer Expense | - | - | - | - | - | - |
| Miscellaneous Expense | - | - | - | - | - | - |
| Dues & Subscriptions | - | - | - | - | - | - |
| Telephone | - | - | - | - | - | - |
| Education & Conferences | - | - | - | 179.72 | 150.00 | 98.80 |
| Certification & Training | - | - | - | 11.00 | 100.00 | 8.80 |
| Travel & Lodging | - | - | - | - | - | - |
| Office Supplies & Expense | 1.88 | 34.99 | 5.25 | 163.67 | 580.00 | 369.51 |
| Utilities | 37.89 | 27.03 | 37.62 | 477.41 | 280.00 | 389.74 |
| Total operating expense | 35,122.72 | 24,898.00 | 25,821.66 | 308,263.42 | 298,999.99 | 268,087.75 |
| Operating income before depreciation | 4,693.28 | 12,986.06 | 17,399.10 | 160,744.58 | 170,576.01 | 226,927.57 |
| Depreciation/amortization expense | (3,061.58) | (2,417.02) | (2,282.16) | (34,322.01) | (26,843.00) | (25,345.23) |
| OPERATING INCOME | 1,631.70 | 10,569.04 | 15,116.94 | 126,422.57 | 143,733.01 | 201,582.34 |
| Non-operating income (expenses) | | | | | | |
| Interest income | 412.01 | 1,934.72 | 785.31 | 5,599.39 | 9,500.00 | 3,856.07 |
| Gain/Loss on Fixed Assets | - | - | - | - | - | - |
| Interest expense | - | - | - | - | - | - |
| Income Before Capital Contributions | 2,043.71 | 12,503.76 | 15,902.25 | 132,021.96 | 153,233.01 | 205,438.41 |
| Capital contributions | - | - | 115,283.07 | - | - | 357,639.55 |
| Government contributions | - | - | - | - | - | - |
| Net Assets at the end of the period | \$ 2,043.71 | \$ 12,503.76 | \$ 131,185.32 | 132,021.96 | 153,233.01 | \$ 563,077.96 |

Hardin Co. Water District No. 1 Radcliff Sewer Fund
 Comparative Statements of Revenues, Expenses, Changes in Net Assets
 For the Twelve Months Ended December 31, 2011

| | Current Month | Budget | Last Year | Year to Date | Budget | Last Year |
|--------------------------------------------|--------------------|-------------------|-------------------|---------------------|---------------------|---------------------|
| Operating Revenue | | | | | | |
| Sewer service revenue | 264,971.15 | 279,206.24 | 277,159.69 | 3,296,576.80 | 3,397,100.00 | 3,383,431.82 |
| Penalties, service fees & misc | 15,072.90 | 23,534.06 | 16,040.38 | 194,162.85 | 279,404.00 | 192,006.41 |
| High Strength Surcharge | 0.00 | 67.91 | 40.34 | 336.70 | 200.00 | 118.81 |
| Discharge Permit Fees | 27.78 | 107.34 | 27.78 | 1,383.36 | 1,170.00 | 302.80 |
| Total operating revenue | 280,071.83 | 302,915.55 | 293,268.19 | 3,492,459.71 | 3,677,874.00 | 3,575,859.84 |
| Operating Expenses | | | | | | |
| Collection System Labor | 3,912.81 | 8,119.54 | 3,607.11 | 37,723.11 | 82,762.00 | 36,767.01 |
| Pumping System Labor | - | - | - | - | - | - |
| Customer Service Labor | 10,762.98 | 14,654.37 | 10,504.37 | 124,567.58 | 167,620.00 | 120,151.36 |
| Administrative Labor | 9,735.36 | 9,387.62 | 6,422.43 | 95,412.72 | 149,766.00 | 102,520.63 |
| Professional Services-Engineering | 0.00 | 125.00 | 325.00 | 2,299.88 | 1,500.00 | 4,512.44 |
| Professional Services-Accounting | 567.00 | 650.42 | 644.00 | 6,804.00 | 7,805.00 | 7,728.00 |
| Professional Services-Legal | 390.16 | 491.79 | 378.59 | 4,681.92 | 5,875.00 | 4,522.74 |
| Information Technology Expense | 947.74 | 2,246.20 | 1,489.91 | 10,202.69 | 14,200.00 | 9,418.79 |
| Certification & Training | 0.00 | 0.00 | - | 1,480.24 | 1,000.00 | 2,837.25 |
| Education & Conferences | 0.00 | - | - | 4,207.02 | 5,600.00 | 2,135.88 |
| Bad Debt Expense | 3,772.70 | 4,171.68 | 4,134.39 | 39,087.21 | 43,900.00 | 43,507.55 |
| Agency Collection Expense | 88.14 | 139.68 | 125.44 | 3,492.89 | 3,600.00 | 3,233.06 |
| Miscellaneous Customer Expense | 57.15 | 118.90 | 129.33 | 594.59 | 1,300.00 | 1,413.99 |
| Contractual Services | 183,833.13 | 182,447.38 | 187,950.56 | 2,181,784.38 | 2,180,221.00 | 2,123,889.40 |
| Investment Expense | 0.00 | 1.04 | 1.27 | 1.23 | 500.00 | 612.53 |
| Supplies for Collection System | 0.00 | - | - | 0.00 | - | - |
| Office Expense | 703.82 | 2,081.80 | 1,560.89 | 7,920.22 | 11,800.00 | 8,994.61 |
| Repairs & Maintenance | 146.98 | 90.48 | 132.66 | 8,353.10 | 1,330.00 | 2,913.92 |
| Insurance Services | 1,663.55 | 1,483.33 | 4,014.94 | 19,465.97 | 17,800.00 | 28,894.16 |
| Transportation Fuel & Repairs | 132.87 | 180.93 | 275.69 | 3,002.79 | 3,000.00 | 4,571.14 |
| Dues & Subscriptions | 0.00 | - | - | 0.00 | - | - |
| Advertising Expense | 0.00 | 83.33 | - | 0.00 | 1,000.00 | - |
| Regulatory Commission Expense | 455.26 | 526.76 | 452.60 | 5,447.16 | 5,500.00 | 4,725.72 |
| Rent Expense | 187.50 | 187.50 | 187.50 | 2,250.00 | 2,250.00 | 2,250.00 |
| Miscellaneous Expense | 114.01 | 6.21 | (4,482.39) | 776.36 | 1,000.00 | 6,343.52 |
| Utilities | 974.36 | 323.16 | 1,047.26 | 15,829.26 | 5,600.00 | 18,147.66 |
| Total operating expense | 218,445.52 | 227,517.12 | 218,901.55 | 2,575,384.32 | 2,714,929.00 | 2,540,091.36 |
| Operating income before depreciation | 61,626.31 | 75,398.43 | 74,366.64 | 917,075.39 | 962,945.00 | 1,035,768.48 |
| Depreciation/amortization expense | (78,691.54) | (68,200.79) | (68,348.23) | (884,487.38) | (805,097.00) | (806,966.16) |
| OPERATING INCOME | -17,065.23 | 7,197.64 | 6,018.41 | 32,588.01 | 157,848.00 | 228,802.32 |
| Non-operating income (expenses) | | | | | | |
| Interest income | 2,412.18 | 2,884.49 | 6,242.01 | 39,083.58 | 35,000.00 | 75,739.77 |
| Gain/Loss on Fixed Assets | (2,196.03) | - | (149.83) | (48,903.07) | - | (4,104.94) |
| Interest expense | (7,988.26) | (\$1,508.38) | (7,589.00) | (102,716.78) | (\$26,882.00) | (131,827.62) |
| Miscellaneous non-operating revenue | 0.00 | - | - | 0.00 | - | 100.00 |
| Income Before Capital Contributions | (24,837.34) | 8,573.75 | 4,521.59 | (79,948.26) | 165,966.00 | 168,709.53 |
| Misc Revenue Grants | 130,000.00 | - | - | 130,000.00 | - | - |
| Misc Revenue/Grant/I & I | 0.00 | 33,711.58 | 75,737.92 | 199,146.98 | 404,539.00 | 1,300,853.02 |
| Misc Revenue/Grant/Pump Stations | 0.00 | 186,441.66 | - | 419,146.28 | 2,237,300.04 | 12,700.00 |
| Misc Revenue Grants SI | 0.00 | 208,333.33 | - | 634,882.85 | 2,500,000.00 | - |
| Tap Fees | 150.00 | 859.39 | 300.00 | 8,700.00 | 63,165.00 | 22,050.00 |
| Capital contributions | 9,281.76 | - | 106,055.14 | 455,475.07 | - | 131,262.55 |
| Net Assets at the end of the period | 114,594.42 | 437,919.71 | 186,614.65 | 1,767,402.92 | 5,370,970.04 | 1,635,575.10 |

3. Refer to the Application, Page 472. Two Commissioners appear to be receiving annual health benefits in the amount of \$9,447.
 - a. Explain why two Commissioners are receiving this benefit while the other three are not.
 - b. Identify any differences between annual health benefits provided to Hardin District employees and annual health benefits provided to Commissioners.

ANSWER 3:

- a. See attached Exhibit 6 which are the minutes of the 20-December-2000 Board meeting where the Board voted to add health insurance coverage to those Board members that request it. During the test year, only two Board members requested coverage. As of 1-September-2013, Commissioner Walton was replaced with Commissioner Shelton who has requested coverage. This added cost for Shelton has not yet been added to or requested as an adjustment to the test year revenue requirements.
- b. There are two differences; Board members may receive health insurance coverage for dependents, where regular employees do not. If Board members elect to take health insurance, they do not also get the Flex Benefit, whereas regular employees would get both.

WITNESS: Mr. Jim Bruce, HCWD1 General Manager

Sections 55, regarding the calculation of overtime pay and adding a Paragraph F providing a new Shift Differential Premium of \$0.80 per hour and revise Section 60 regarding payment of overtime when working on a Holiday. The motion was seconded by Mr. Straney and passed (Unan.)

The 2000 One Time & Capital Equipment list was then reviewed. The list included 12 items for a total of \$51,977, of which \$13,700 was for replacement of existing equipment and would be funded from current revenues. Mr. Cates made a motion to approve the list and purchase the items as needed, or bring back bid results for items when required. The motion was seconded by Treasurer Petties and passed (Unan.)

Mr. Bruce then reviewed several proposed changes to the Pay Plan and employees wages as well as a new benefit to provide each employee a \$100 per month payment to be paid toward various types of insurance or the 401k plan. There was considerable discussion about these changes. Mr. Cates made a motion to approve the changes, including the payment of health insurance for those Commissioners whose request it, or payment of the \$100 per month for the Commissioners where appropriate, and all other wage and pay plan changes as requested for employees. The motion was seconded by Mr. Straney and passed (Unan.) Mr. Bruce said staff would need to finish designing new forms and securing final premium estimates and policies before changes could be fully implemented.

Mr. Bruce then reviewed the proposed 2001 Operations & Maintenance Budget. Mr. Cates made a motion to approve the budget with changes as discussed. The motion was seconded by Secretary Gossett and passed (Unan.). NOTE: The approved expense budget amount was \$2,657,674 with estimated revenues of \$2,795,688 with an estimated operating income of \$138,014.

Mr. Bruce then reviewed the Public Service Commission (PSC) Case No. 2000-386 which requested a questionnaire be completed and comments submitted to the PSC regarding Water Main Extension and Reimbursement policies. There was some discussion about the District's position is regarding the current policy. Mr. Straney made a motion to withdraw from this PSC case and not submit any comments requesting a change from the District's current policy. The motion was seconded by Secretary Gossett and passed (Unan.)

Mr. Bruce then reviewed a change recently made to the District's water deposit, in accordance with the approved Tariff, changing the deposit from \$30 to \$39 effective December 1, 2000. Mr. Straney made a motion to support this change which was seconded by Treasurer Petties and passed (Unan.)

4. Refer to the Application, Page 473.
- a. Describe the employee benefit labeled as "Flex_I 40."
 - b. Explain why two Commissioners are receiving this benefit while the other three Commissioners are not.
 - c. Hardin District pays Social Security and Medicare taxes for its Commissioners. Explain why Hardin District has not prepared and submitted Section 218 Agreements with the Division of Social Security requesting to exempt the Commissioner's pay from these taxes.
 - d. Each Commissioner is receiving a pension benefit and workers compensation benefit. Cite the Kentucky Revised Statute or Administrative Regulation that allows the Commissioner to receive this benefit and provide the approval of this benefit by fiscal courts and county judge/executives from the counties in which Hardin District provides service.

ANSWER 4:

- a. The employee benefit labeled Flex 140 is a benefit paid by Hardin District on behalf of all employees and three Commissioners for rate year 2012. It is a monthly flexible benefit that may be applied towards medical related insurance premiums (health, dental and vision insurance) or 401k accounts. Please refer to Exhibit 7 for Hardin District's HRA Plan document along with the Flexible Benefit Forms used.

If a Commissioner receives health insurance paid by Hardin District then he/she does not receive this benefit. Per Exhibit 2, titled Hardin District Labor – 2012, three Commissioners received this benefit because they did not take the health insurance offered by Hardin District. One Commissioner received two months of the Flex 140 benefit then elected to join the health insurance plan due to qualifying circumstances.
- b. As described in response 4.a of this data request, if a Commissioner elects to be covered by Hardin District's health insurance plan then he/she is not allowed to participate in the Flex 140 plan.
- c. Hardin District staff was not familiar with this term or 218 Agreements. Staff contacted the KY Division of Local Government Services, Mr. Joe Lancaster. It was confirmed that Hardin District did have a 218 Agreement with the state dating back to June 30, 1970. Upon further research, Hardin District found that in 1983, Federal Social Security law

was changed which eliminated the option to terminate Section 218 agreements, and withdraw from SSDI payments and participation, Exhibit 8. A follow-up call was made to Mr. Lancaster to see if this was correct and if a request from an employer to be exempted from participation or cancelling the 218 agreement was an option. It was confirmed during that call that there are no allowances or requests that would allow an employer to be exempted, in accordance with current Federal and State SSDI regulations.

- d. In 2003, a Commissioner contacted the Kentucky CERS office inquiring whether Hardin District Commissioners could be covered by the CERS pension plan. It was known that Board members of Hardin County Water District No. 2 had been enrolled in the CERS program for many years.

A letter (Exhibit 9) was received back from the CERS office indicating that Board members could qualify for enrollment. The letter to the Commissioner was accepted into the minutes (Exhibit 10) and from the 2004 budget year on, Hardin District Board members have been covered by CERS pension. Hardin District also believes that covering Board members under its Workers' Compensation policy is prudent business practice, as Board members often attend meetings in Hardin District buildings, and are required to travel on official business representing Hardin District.

Hardin District is not aware, nor has been presented in any training sessions, of a prohibition or statute that states Board members cannot receive pension benefits, or of a statute or regulation that requires Fiscal Court approval prior to these benefits being provided. In KRS 74.020, (6), the requirement for prior Fiscal Court approval reads; "*...the salary shall be fixed by the county judge/executive with the approval of the fiscal court...*". The same statute provides the maximum amount of salary, but does not prohibit or include limits on additional benefits or insurance coverage provided above the salary.

WITNESS: Mr. Scott Schmuck, HCWD1 Finance & Accounting Manager
Mr. Jim Bruce, HCWD1 General Manager

HCWD No1 Flexible Benefit Allocation Form

What is it? The flexible benefit provides \$140 per month to each eligible employee to be applied to insurance premiums (health, dental or vision), the employee's Kentucky Public Employees Deferred Compensation 401k Plan or to the Benny Card to be used toward medical expenses.

How does it work? Once each year each eligible employee uses this form to tell the District how they would like the \$140 applied. For the next 12 months, the District will provide the \$140 monthly to apply to your insurance premium, your 401k account or your medical reimbursement account(Benny Card). Your selection can only change during Open Enrollment each year, or if you have a qualifying life status change. Some of which are; getting married or divorced, change of employment, having more children or a death in the immediate family. Increases to plan costs also allow an employee to change their selection amounts.

Selection Table and Costs:

You pick which item(s) you want from Column A. Then write in how much of the \$140 each month you want to apply in Column C. Subtract Column C from Column B and put that amount in Column D. All amounts in Column C cannot add up to more than \$140.

| A - PLAN OR OPTION | B - MONTHLY COST | C - HOW MUCH OF \$140 TO APPLY | D - BALANCE OF \$140 (Employees Share) |
|-----------------------------------|------------------|--------------------------------|----------------------------------------|
| Health Insurance - Emp/Spouse | \$500.96 | | |
| Health Insurance - Emp/Child(ren) | \$327.55 | | |
| Health Insurance - Emp/Family | \$847.78 | | |
| Dental - Emp/Spouse | \$21.39 | | |
| Dental - Emp/1 Child | \$21.39 | | |
| Dental - Emp/Family | \$46.50 | | |
| Vision - Emp/Spouse | \$6.89 | | |
| Vision - Emp/Child(ren) | \$5.18 | | |
| Vision - Emp/Family | \$11.45 | | |
| Amount toward HRA Plan | N/A | | N/A |
| Deposit to KY 401K Def. Comp | N/A | | _____ Divide amount by 26 |

(Plan costs as of January 1, 2012 - SUBJECT TO CHANGE)

Brochures about plan details may be obtained from Karen. The employee is responsible to complete any personal information or other forms to activate coverage or open an account. Changes in coverage or deposits to a 401k account may not take affect until the following month. Changes are allowed during the Open Enrollment month, however qualifying events may allow changes mid-year. Please sign the form below and return to Karen Morrison.

EMPLOYEE AGREEMENT: The undersigned employee has read the terms for this benefit and has been given all forms required to activate coverage or open an account. The employee understands that selecting coverage or amounts higher than the benefit will result in additional payroll deductions. Premium increases by providers may occur at anytime and may increase the employees share or contribution from their payroll for the coverage. The District reserves the right to change policy providers or plan coverages. The employee understands that changes in their selected plan or amounts are only allowed during the open enrollment month unless a qualifying event has occurred. If leaving the employment of the District you will receive a prorated payment for your last month of employment proportional to the number of days you were paid for in that month.

Employee Signature

Date Signed

Exhibit 7

HCWD No1 Flexible Benefit Allocation Form

What is it? The flexible benefit provides \$140 per month to each eligible employee to be applied to insurance premiums (health, dental or vision), the employee's Kentucky Public Employees Deferred Compensation 401k Plan or to the Benny Card to be used toward medical expenses.



How does it work? Once each year each eligible employee uses this form to tell the District how they would like the \$140 applied. For the next 12 months, the District will provide the \$140 monthly to apply to your insurance premium, your 401k account or your medical reimbursement account (Benny Card). Your selection can only change during Open Enrollment each year, or if you have a qualifying life status change. Some of which are; getting married or divorced, change of employment, having more children or a death in the immediate family. Increases to plan costs also allow an employee to change their selection amounts.

Selection Table and Costs:

You pick which item(s) you want from Column A. Then write in how much of the \$140 each month you want to apply in Column C. Subtract Column C from Column B and put that amount in Column D. All amounts in Column C cannot add up to more than \$140.

| A - PLAN OR OPTION | B - MONTHLY COST | C - HOW MUCH OF \$140 TO APPLY | D - BALANCE DUE FROM EMPLOYEE (Employees Share) |
|-------------------------------------|------------------|--------------------------------|-------------------------------------------------|
| Health Insurance - Emp/Spouse | \$526.01 | | |
| Health Insurance - Emp/Child(ren) | \$343.93 | | |
| Health Insurance - Emp/Family | \$890.17 | | |
| Dental - Emp/Spouse | \$22.35 | | |
| Dental - Emp/1 Child | \$22.35 | | |
| Dental - Emp/Family | \$48.59 | | |
| Vision - Emp/Spouse | \$6.89 | | |
| Vision - Emp/Child(ren) | \$5.18 | | |
| Vision - Emp/Family | \$11.45 | | |
| Amount toward HRA Plan (Benny Card) | N/A | | N/A |
| Deposit to KY 401K Def. Comp | N/A | _____ x 12 | Divide amount by 26 _____ |

(Plan costs as of January 1, 2013 - SUBJECT TO CHANGE)

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Employee Signature

Date Signed

HARDIN COUNTY WATER DISTRICT #1 HRA PLAN

ELECTION FORM

Employee Name: _____
Last First Middle

Employee Address: _____
Street City State Zip

Employee Social Security Number: ____/____/____

Employee DOB: ____/____/____

Plan Year **JANUARY 1, 2013** through **DECEMBER 31, 2013**

As an eligible employee in the above Plan, I acknowledge that I have received the Summary Plan Description. I have read the Summary Plan Description and understand the benefits available to me as well as the other rights and obligations which I have under the Plan.

In accordance with my rights under the Plan, I elect the following benefits and designate the following amounts for each benefit I have selected for the Plan Year specified above.

ELECTION OF HRA PLAN

I elect to participate in the HRA Plan for the Plan Year.

NOTE: The annual plan limit, which may be allocated to the HRA Plan, is \$4,488.00.

I choose to (check all that apply):

_____ Receive \$234.00 monthly in exchange for not participating in the District's Health Insurance, to be reimbursed by eba – Employee Benefits Administrators for qualifying covered expenses.

_____ Receive up to \$140.00 monthly (fill in amount less than \$140.00) in exchange for not using toward any non-health related premiums or retirement through the District, to be reimbursed by eba – Employee Benefits Administrators for qualifying covered expenses.

ELIGIBLE DEPENDENTS (must be updated annually)

List spouse & all dependents. Dependents who meet the Plan's age, relationship, full-time student & dependency rules may be covered under the HRA. Attach additional sheets if necessary.

| Relation | Name | Health Coverage Yes/No | Social Security Number | Date of Birth | Gender |
|----------|------|------------------------|------------------------|---------------|--------|
| Spouse | | | | | |
| Child | | | | | |
| Child | | | | | |

I understand that:

-- Reimbursements will be available only for "qualifying medical care expenses" for yourself, your spouse and dependents. Generally, "qualifying medical care expenses" are those medical, dental and/or vision expenses normally deductible on my federal income tax return (without regard to the percentage of adjusted gross income limitation) or otherwise allowed by law. I agree to notify the Employer if I have reason to believe that any expense

Know Your Health Care FSA/HRA Eligible and Ineligible Expenses

Maximize the Value of Your Reimbursement Account - Your Health Care Flexible Spending Account (FSA) and/or Health Reimbursement Account (HRA) dollars can be used for a variety of out-of-pocket health care expenses.

Eligible Expenses

BABY/CHILD TO AGE 13

- Lactation Consultant*
- Lead-Based Paint Removal
- Special Formula*
- Tuition: Special School/Teacher for Disability or Learning Disability*
- Well Baby /Well Child Care

DENTAL

- Dental X-Rays
- Dentures and Bridges
- Exams and Teeth Cleaning
- Extractions and Fillings
- Oral Surgery
- Orthodontia
- Periodontal Services

EYES

- Eye Exams
- Eyeglasses and Contact Lenses
- Laser Eye Surgeries
- Prescription Sunglasses
- Radial Keratotomy

HEARING

- Hearing Aids and Batteries
- Hearing Exams

LAB EXAMS/TESTS

- Blood Tests and Metabolism Tests
- Body Scans
- Cardiograms
- Laboratory Fees
- X-Rays

MEDICAL EQUIPMENT/SUPPLIES

- Air Purification Equipment*
- Arches and Orthotic Inserts
- Contraceptive Devices
- Crutches, Walkers, Wheel Chairs
- Hospital Beds*
- Medic Alert Bracelet or Necklace
- Nebulizers
- Orthopedic Shoes*
- Oxygen*
- Post-Mastectomy Clothing*
- Prosthetics
- Syringes
- Wigs*

MEDICAL PROCEDURES/SERVICES

- Acupuncture
- Alcohol and Drug/Substance Abuse (inpatient treatment and outpatient care)
- Ambulance
- Fertility Enhancement and Treatment
- Hair Loss Treatment*
- Hospital Services
- Immunization
- In Vitro Fertilization
- Physical Examination (not employment-related)
- Reconstructive Surgery* (due to a congenital defect, accident, or medical treatment)
- Service Animals*
- Sterilization/Sterilization Reversal
- Transplants (including organ donor)
- Transportation*

MEDICATIONS

- Insulin
- Prescription Drugs

OBSTETRICS

- Breast Pumps and Lactation Supplies
- Doulas*
- Lamaze Class
- OB/GYN Exams
- OB/GYN Prepaid Maternity Fees (reimbursable after date of birth)
- Pre- and Postnatal Treatments

PRACTITIONERS

- Allergist
- Chiropractor
- Christian Science Practitioner
- Dermatologist
- Homeopath
- Naturopath*
- Optometrist
- Osteopath
- Physician
- Psychiatrist or Psychologist

THERAPY

- Alcohol and Drug Addiction
- Counseling (not marital or career)
- Exercise Programs*
- Hypnosis*
- Massage*
- Occupational
- Physical
- Smoking Cessation Programs*
- Speech
- Weight Loss Programs*

HRA ELIGIBLE**

- Insurance Premiums
- Long Term Care Premiums

Note: This list is not meant to be all-inclusive, as other expenses not specifically mentioned may also qualify. Also, expenses marked with an asterisk (*) are "potentially eligible expenses" that require a Note of Medical Necessity from your health care provider to qualify for reimbursement. Those marked with ** are per Employer's plan. For additional information, check your Summary Plan Document or contact your Plan Administrator.

HARDIN COUNTY WATER DISTRICT #1 HRA PLAN

MEDICAL CARE EXPENSE CLAIM FORM

Social Security No.: ____/____/____

Participant's Name: _____

Participant's Address: _____
Last First Middle
Street City State Zip

To: eba Employee Benefits Administrators or Fax No: 270-769-2521
 P.O. Box 2525 1-866-812-9671
 Elizabethtown, KY 42702

The undersigned participant in the Plan requests reimbursement in the amounts shown below: (If additional space is needed please use the attached sheet.)

NOTE: Federal law requires that you submit a written statement (such as an itemized bill from the benefit provider or an explanation of benefits (EOB) from your insurance) as well as proof that the claim is not being reimbursed by an Insurance Company. Also, you will not be entitled to claim this expense as a tax deduction.

MEDICAL CARE EXPENSE

**** Please Note: Only 1 Claim per Line****

| <u>Date Incurred</u> | <u>Name of Service Provider</u> | <u>Describe Expense</u> | <u>Person for Whom Expense Incurred</u> | <u>Net Amount</u> |
|----------------------------------|---------------------------------|-------------------------|-----------------------------------------|-------------------|
| _____ | _____ | _____ | _____ | \$ _____ |
| _____ | _____ | _____ | _____ | \$ _____ |
| _____ | _____ | _____ | _____ | \$ _____ |
| Amount from attached form | | | | \$ _____ |
| Total amount of medical expenses | | | | \$ _____ |

READ CAREFULLY

The undersigned participant in the HRA Plan certifies that all expenses for which reimbursement or payment is claimed by submission of this form, were incurred (i.e., services were provided) during a period while the undersigned was covered under the Hardin County Water District #1 HRA Plan with respect to such expenses and that such expenses have not been reimbursed, or are not reimbursable, under any other health plan coverage. The undersigned fully understands that he or she alone is fully responsible for the sufficiency, accuracy and veracity of all information relating to this claim which is provided by the undersigned, and that unless an expense for which payment or reimbursement is claimed is a proper expense under the Plan, the undersigned may be liable for the payment of all related taxes including federal, state or city income tax on amounts paid from the Plan which relate to such expense. The undersigned further understands that no medical expense tax deduction or credit is permitted for amounts for which reimbursement is made.

 Employee's signature

Date _____

HARDIN COUNTY WATER DISTRICT #1
Health Reimbursement Arrangement (HRA) Plan

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**HARDIN COUNTY WATER DISTRICT #1
Health Reimbursement Arrangement (HRA) Plan**

ARTICLE I. INTRODUCTION

1.1 Establishment of Plan

Hardin County Water District #1 (the "Employer") hereby has amended the Hardin County Water District #1 Health Reimbursement Arrangement (HRA) Plan (the "Plan") effective January 1, 2012. Capitalized terms used in this Plan that are not otherwise defined shall have the meanings set forth in Article II. This Plan is designed to permit an Eligible Employee to obtain reimbursement of Medical Expenses on a nontaxable basis from the HRA Account.

1.2 Legal Status

This Plan is intended to qualify as an employer-provided medical reimbursement plan under Code §§ 105 and 106 and regulations issued there under, and as a health reimbursement arrangement as defined under IRS Notice 2002-45, and shall be interpreted to accomplish that objective. The Medical Care Expenses reimbursed under the Plan are intended to be eligible for exclusion from participating Employees' gross income under Code § 105(b).

ARTICLE II. DEFINITIONS

2.1 Definitions

Administrator means Employee Benefits Administrators (eba) who has the full authority to act on behalf of the Administrator, except with respect to appeals, for which the Committee has the full authority to act on behalf of the Administrator, as described in Section 13.1.

Benefits means the reimbursement benefits for Medical Care Expenses described under Article VII.

COBRA means the Consolidated Omnibus Budget Reconciliation Act of 1985, as amended.

Code means the Internal Revenue Code of 1986, as amended.

Committee means the Benefits Committee appointed by the Board of Directors of Hardin County Water District #1.

Compensation means the wages or salary paid to an Employee by the Employer.

Dependent means any individual who is a tax dependent of the Participant as defined in Code § 152, with the following exception: any child to whom Code § 152(e) applies (regarding a child of divorced parents, etc., where one or both parents have custody of the child for more than half of the calendar year and where the parents together provide more than half of the child's support for the calendar year) is treated as a dependent of both parents. Notwithstanding the foregoing, the HRA Account shall include any Child of a

Participant who is covered under an Insurance Contract, as defined in the Contract, as allowed by reason of the Affordable Care Act.

Effective Date of this Plan has the meaning described in Section 1.1.

Eligible Employee means an Employee eligible to participate in this Plan, as provided in Section 3.1.

Employee means an individual that the Employer classifies as a common-law employee and who is on the Employer's W-2 payroll, but does not include the following: (a) any leased employee (including but not limited to those individuals defined as leased employees in Code § 414(n) or an individual classified by the Employer as a contract worker, independent contractor, temporary employee or casual employee for the period during which such individual is so classified, whether or not any such individual is on the Employer's W-2 payroll or is determined by the IRS or others to be a common-law employee of the Employer; (b) any individual who performs services for the Employer but who is paid by a temporary or other employment or staffing agency for the period during which such individual is paid by such agency, whether or not such individual is determined by the IRS or others to be a common-law employee of the Employer; (c) any employee covered under a collective bargaining agreement; (d) any self-employed individual; (e) any partner in a partnership; and (f) any more-than-2% shareholder in a Subchapter S corporation, including those deemed to be a more-than-2% shareholder by virtue of the Code § 318 ownership attribution rules. The term "Employee" does include "former Employees" for the limited purpose of allowing continued eligibility for benefits in accordance with Section 3.2.

Employer means Hardin County Water District #1, and any Related Employer that adopts this Plan with the approval of Hardin County Water District #1. Related Employers, if any, that have adopted this Plan are listed in Appendix A, (if applicable) to this Plan. However, for purposes of Article XIV and Section 15.3, "Employer" means only Hardin County Water District #1.

Employment Commencement Date means the first regularly scheduled working day on which the Employee first performs an hour of service for the Employer for Compensation.

Enrollment Form means the form provided by the Employer and/or Administrator for the purpose of allowing an eligible Employee to participate in this Plan.

ERISA means the Employee Retirement Income Security Act of 1974, as amended.

FMLA means the Family and Medical Leave Act of 1993, as amended.

Health FSA means a health flexible spending arrangement as defined in Prop. Treas. Reg. § 1.125-2, Q/A-7 (a).

Health Insurance Plan means the plan(s) that the Employer maintains for its Employees (and for their Spouses and Dependents that may be eligible under the terms of such plan), providing major medical type benefits through a group insurance policy or policies.

Highly Compensated Individual means an individual defined under Code § 105(h), as amended, as a "highly compensated individual" or "highly compensated employee."

HIPAA means the Health Insurance Portability and Accountability Act of 1996, as amended.

HRA means a health reimbursement arrangement as defined in IRS Notice 2002-45.

HRA Account means the HRA Account described in Section 7.4.

Medical Care Expenses has the meaning defined in Section 7.2.

Open Enrollment Period with respect to a Plan Year means the period immediately preceding the beginning of each Plan Year established by the Employer, such period to be applied on a uniform and nondiscriminatory basis for all Employees and Participants. However, an Employee's initial Election Period shall be determined pursuant to Section 4.1.

Participant means a person who is an Eligible Employee and who is participating in this Plan in accordance with the provisions of Article III.

Period of Coverage means the Plan Year, with the following exceptions: (a) for Employees who first become eligible to participate, it shall mean the portion of the Plan Year following the date participation commences, as described in Section 3.1; and (b) for Employees who terminate participation, it shall mean the portion of the Plan Year prior to the date participation terminates, as described in Section 3.2. A different Period of Coverage (e.g., monthly) may be established by the Employer and communicated to Participants.

Plan means the Hardin County Water District #1 HRA Plan as set forth herein and as amended from time to time.

Plan Year means the calendar year (i.e., the 12-month period commencing January 1 and ending on December 31), except in the case of a short plan year representing the initial Plan Year or where the Plan Year is being changed, in which case the Plan Year shall be the entire short plan year.

QMCSO means a qualified medical child support order, as defined in ERISA § 609(a).

Related Employer means any employer affiliated with Hardin County Water District #1 that, under Code § 414(b), (c), or (m), is treated as a single employer with Hardin County Water District #1. for purposes of Code § 105.

Spouse means an individual who is legally married to a Participant as determined under applicable state law (and who is treated as a spouse under the Code).

SPD means the separate summary plan description describing the terms of this Plan.

USERRA means the Uniformed Services Employment and Reemployment Rights Act of 1994, as amended.

ARTICLE III. ELIGIBILITY AND PARTICIPATION

3.1 Eligibility to Participate

An individual is eligible to participate in this Plan if the individual (a) is an Employee; (b) has been employed by the Employer for thirty (30) consecutive calendar days, counting his or her Employment commencement Date as the first such day. Once an Employee has met the Plan's eligibility requirements and an Enrollment Form has been submitted to the Employer and/or Administrator, the Employee's coverage will commence on the first day of the next calendar month.

However, Employees whose employment is governed by the terms of a collective bargaining agreement between Employee representatives (within the meaning of Code Section 7701(a)(46)) and the Employer under which benefits were the subject of good

faith bargaining between the parties, unless such agreement expressly provides for such coverage in this Plan, will not be eligible to participate in this Plan.

However, Employees who are "leased employees" as defined in Code Section 414(n)(2) shall not be eligible to participate in this Plan

However, Employees who is a nonresident alien and who receives no earned income (within the meaning of Code Section 911(d)(2)) from the Employer which constitutes income from sources within the United States (within the meaning of Code Section 861(a)(3)), shall not be eligible to participate in this Plan.

However, Seasonal Employees normally expected to work less than four (4) months per year, shall not be eligible to participate in the Plan.

Also, Part-time Employees and Temporary Employees shall not be eligible to participate in the Plan.

3.2 Termination of Participation

A Participant will cease to be a Participant in this Plan upon the earlier of:

- the termination of this Plan; or
- the date on which the Employee ceases (because of retirement, termination of employment, layoff, reduction in hours, or any other reason) to be an Eligible Employee, provided that eligibility may continue beyond such date for purposes of COBRA coverage, as may be permitted by the Employer on a uniform and consistent basis under Section 7.7.

Reimbursements from the HRA Account after termination of participation will be made pursuant to Section 7.7 (relating to a run-out period for submitting claims incurred prior to termination and relating to COBRA).

3.3 Participation Following Termination of Employment or Loss of Eligibility

If a Participant terminates his or her employment for any reason, including (but not limited to) disability, retirement, layoff or voluntary resignation, and then is rehired within thirty (30) days or less of the date of a termination of employment, the Employee will be reinstated with the same HRA Account balance that such individual had before termination. If an Employee (whether or not a Participant) terminates employment and is not rehired within thirty (30) days or ceases to be an Eligible Employee for any other reason, including (but not limited to) a reduction in hours, and then becomes an Eligible Employee again, the Employee must complete the waiting period described in Section 3.1 before again becoming eligible to participate in the Plan.

3.4 FMLA and USERRA Leaves of Absence

Notwithstanding any provision to the contrary in this Plan, if a Participant goes on a qualifying leave under the FMLA or USERRA, then to the extent required by the FMLA or USERRA, as applicable, the Employer will continue to maintain the Participant's Benefits on the same terms and conditions as if the Participant were still an active Employee (as further described in the Employee's handbook).

3.5 Non-FMLA and Non-USERRA Leaves of Absence

If a Participant goes on a leave of absence that is not subject to the FMLA or USERRA, the Participant will be treated as having terminated participation, as described above under Section 3.2.

ARTICLE IV. METHOD AND TIMING OF ENROLLMENT

4.1 Enrollment When First Eligible

An Employee who first becomes eligible to participate in this Plan will commence participation on the first day of the month after the eligibility requirements have been satisfied, provided that an Enrollment Form is submitted to the Employer and/or Administrator before the first day of the month in which participation will commence. Once enrolled, the employee's participation will continue from month-to-month until the employee's participation ceases pursuant to Section 3.2 or the end of the twelve (12) month Plan Year.

ARTICLE V. BENEFITS OFFERED AND METHOD OF FUNDING

5.1 Benefits Offered

When an Eligible Employee becomes a Participant in accordance with Articles III and IV, an HRA Account will be established for such Participant to receive Benefits in the form of reimbursements for Medical Care Expenses, as described in Article VII. In no event shall Benefits be provided in the form of cash or any other taxable or nontaxable benefit other than reimbursement for Medical Care Expenses.

5.2 Employer and Participant Contributions

- (a) ***Employer Contributions.*** The Employer funds the full amount of the HRA Accounts.
- (b) ***Participant Contributions.*** There are no Participant contributions for Benefits under the Plan.
- (c) ***No Funding Under Cafeteria Plan.*** Under no circumstances will the Benefits be funded with salary reduction contributions, employer contributions (e.g.,

flex credits) or otherwise under a cafeteria plan, nor will salary reduction contributions or employer contributions be treated as Employer contributions to the Plan.

5.3 Funding This Plan

All of the amounts payable under this Plan shall be paid from the general assets of the Employer on a pro rata basis for each month of the Plan Year. Nothing herein will be construed to require the Employer or the Administrator to maintain any fund or to segregate any amount for the benefit of any Participant, and no Participant or other person shall have any claim against, right to, or security or other interest in any fund, account or asset of the Employer from which any payment under this Plan may be made. There is no trust or other fund from which Benefits are paid.

ARTICLE VI. [RESERVED]

ARTICLE VII. HEALTH REIMBURSEMENT BENEFITS

7.1 Benefits

The Employer shall make available to each Participant who due to having other medical coverage opts out of the Employer's Group Medical Plan and who chooses not to apply all of their \$234.00 and up to a maximum \$140.00 towards any non-health related premiums or retirement an Employer Contribution to be used in the Participant's HRA Plan. The Plan will reimburse Participants for Medical Care Expenses up to the allocated amount in the Participant's HRA Account, as set forth and adjusted under Section 7.3.

7.2 Eligible Medical Care Expenses

Under the HRA Account, a Participant may receive reimbursement for Medical Care Expenses incurred during a Period of Coverage.

- (a) ***Incurred.*** A Medical Care Expense is incurred at the time the medical care or service giving rise to the expense is furnished, and not when the individual incurring the expense is formally billed for, is charged for, or pays for the medical care. Medical Care Expenses incurred before a Participant first becomes covered by the Plan are not eligible.
- (b) ***Medical Care Expenses Generally.*** "Medical Care Expenses" means expenses incurred by a Participant or his or her Spouse or Dependents for medical care, as defined in Code § 213 (including, for example, amounts for certain hospital bills, doctor and dental bills and prescribed drugs), but shall not include expenses that are described in subsection (c). Reimbursements due for Medical Care Expenses incurred by the

Participant or the Participant's Spouse or Dependents shall be charged against the Participant's HRA Account.

- (c) **Medical Care Expenses Exclusions.** "Medical Care Expenses" shall not include health insurance premiums for individual policies or for any other group health plan (including a plan sponsored by the Employer to this Plan. Notwithstanding the foregoing, an HRA account may reimburse COBRA premiums that a Participant pays on an after-tax basis under any other group health plan sponsored by the Employer.
- (d) **Cannot Be Reimbursed or Reimbursable from Another Source.** Medical Care Expenses can only be reimbursed to the extent that the Participant or other person incurring the expense is not reimbursed for the expense (nor is the expense reimbursable) through the Health Insurance Plan, other insurance, or any other accident or health plan (but see Section 7.9 if the other health plan is a Health FSA). If only a portion of a Medical Care Expense has been reimbursed elsewhere (e.g., because the Health Insurance Plan imposes co-payment or deductible limitations), the HRA Account can reimburse the remaining portion of such Expense if it otherwise meets the requirements of this Article VII.

7.3 Maximum Benefits

- (a) **Maximum Benefits.** The maximum dollar amount that may be credited to an HRA Account for an Employee who participates for an entire twelve (12) month Period of Coverage is based on the current maximum amount the Employer has set before the beginning of each Plan Year, **\$4,488.00**. (This includes the amount \$234.00 per month for any one who opts out of the Employer's group medical plan and/or any amount remaining from the \$140.00 per month not used towards any non-health related premiums or retirement through the District) Unused amounts may not be carried over to the next Period of Coverage, as provided in Section 7.5.
- (b) **Changes.** For subsequent Plan Years, the maximum dollar limit may be changed by the Employer and shall be communicated to Employees through the Enrollment Form, the SPD or another document.
- (c) **Nondiscrimination.** Reimbursements to Highly Compensated Individuals may be limited or treated as taxable compensation to comply with Code § 105(h), as may be determined by the Employer and/or Administrator in its sole discretion.

7.4 Establishment of Account

This HRA Plan Account is intended to qualify as a medical reimbursement plan under Code Section 105 and shall be interpreted in a manner consistent with such Code Section and the Treasury regulations thereunder. Participants who elect to participate in this HRA Account may submit claims for the reimbursement of limited Medical Expenses. All amounts reimbursed shall be periodically paid from amounts allocated to the HRA

Account. Periodic payments reimbursing Participants from the HRA Account shall in no event occur less frequently than monthly.

7.5 Carryover of Accounts

If any balance remains in the Participant's HRA Account after a ninety (90)-day run out period at the end of the Plan Year after all reimbursements have been made for the Period of Coverage, such balance shall be reimburse to the Employer. However, upon termination of employment or other loss of eligibility, the Participant's coverage ceases, and expenses incurred after such time will not be reimbursed unless COBRA is elected as provided in Section 7.7. In addition, any HRA benefit payments that are unclaimed (e.g., un-cashed benefit checks) by the close of the Plan Year following the Period of Coverage in which the Medical Care Expense was incurred shall remain the property of the Employer.

7.6 Reimbursement Procedure

- (a) **Timing.** Within thirty (30) days after receipt by the Administrator of a reimbursement claim from a Participant, the Administrator will reimburse the Participant for the Participant's Medical Care Expenses (if the Administrator approves the claim), or the Administrator will notify the Participant that his or her claim has been denied (see Section 13.1 regarding procedures for claim denials and appeals procedures). This time period may be extended for an additional fifteen (15) days for matters beyond the control of the Administrator, including in cases where a reimbursement claim is incomplete. The Administrator will provide written notice of any extension, including the reasons for the extension, and will allow the Participant forty-five (45) days in which to complete an incomplete reimbursement claim.
- (b) **Claims Substantiation.** A Participant who seeks Benefits may apply for reimbursement by submitting a claim voucher form, provided by the Administrator in writing to the Administrator in such form as the Administrator may prescribe, by no later than March 31 (During the ninety (90) ninety days after the end of the Plan Year, debit/credit cards (Benny Card) shall not be utilized. Claims must be manually submitted on an acceptable form provided by the Administrator for reimbursement.), following the close of the Plan Year in which the Medical Care Expense was incurred, setting forth:
- the person or persons on whose behalf Medical Care Expenses have been incurred;
 - the nature and date of the Expenses so incurred;
 - the amount of the requested reimbursement; and
 - a statement that such Expenses have not otherwise been reimbursed and are not reimbursable through any other source and

that Health FSA coverage, if any, for such Expenses has been exhausted.

The application shall be accompanied by itemized statements, EOB's or other statements from an independent third party showing that the Medical Care Expenses have been incurred and the amounts of such Expenses, together with any additional documentation that the Administrator may request.

- (c) **Claims Denied.** For reimbursement claims that are denied, see the appeals procedure in Article XIII.

- (d.) **Debit and Credit Cards.** Participants may, subject to a procedure established by the Administrator and applied in a uniform nondiscriminatory manner, use debit and/or credit (stored value) cards ("cards") provided by the Administrator and the Plan for payment of Medical Expenses, subject to the following terms:
 - (1.) **Card only for medical expenses.** Each Participant issued a card shall certify that such card shall only be used for Medical Expenses. The Participant shall also certify that any Medical Expense paid with the card has not already been reimbursed by any other plan covering health benefits and that the Participant will not seek reimbursement from any other plan covering health benefits.
 - (2.) **Card issuance.** Such card shall be issued upon the Participant's Effective Date of Participation and shall be valid up to 5 subsequent Year's the Participant remains a Participant in the HRA Account. Such card shall be automatically cancelled upon the Participant's death or termination of employment, or if such Participant has a change in status that results in the Participant's withdrawal from the HRA Account.
 - (3.) **Maximum dollar amount available.** The dollar amount of coverage available on the card shall be the sum of the year to date contribution amount by the Provider, minus any incurred transactions. The maximum dollar amount of coverage available shall be the maximum amount for the Plan Year as set forth in Section 7.3.
 - (4.) **Only available for use with certain service providers.** The cards shall only be accepted by such merchants and service providers as have been approved by the Administrator.
 - (5.) **Card use.** The cards shall only be used for Medical Expense purchases at these providers, including, but not limited to, the following:

- Co-payments for doctor and other medical care;
- Purchase of drugs per prescription (including over-the-counter drugs if prescribed) or insulin;
- Purchase of medical items such as eyeglasses, syringes, crutches, etc.
- The card *shall not* be utilized during the ninety (90) ninety days after the end of the plan year. Claims must be manually submitted on acceptable form provided by the Administrator.

(6.) **Substantiation.** Such purchases by the cards shall be subject to substantiation by the Administrator, usually by submission of a receipt from a service provider describing the service, the date and the amount. The Administrator shall also follow the requirements set forth in Revenue Ruling 2003-43 and Notice 2006-69. All charges shall be conditional pending confirmation and substantiation.

(7.) **Correction methods.** If such purchase is later determined by the Administrator to not qualify as a Medical Expense, the Administrator, in its discretion, shall use one of the following correction methods to make the Plan whole. Until the amount is repaid, the Administrator shall take further action to ensure that further violations of the terms of the card do not occur, up to and including denial of access to the card.

- Repayment of the improper amount by the Participant;
- Withholding the improper payment from the Participant's wages or other compensation to the extent consistent with applicable federal or state law;
- Claims substitution or offset of future claims until the amount is repaid; and
- if above three (3) methods fail to recover the amount, consistent with the Employer's business practices, the Employer may treat the amount as any other business indebtedness.

7.7 Reimbursements After Termination; COBRA

When a Participant ceases to be a Participant under Section 3.2, the Participant will not be able to receive reimbursements for Medical Care Expenses incurred after his or her participation terminates. However, such Participant (or the Participant's estate) may claim reimbursement for any Medical Care Expenses incurred during the Period of Coverage prior to termination of participation, provided that the Participant (or the Participant's estate) files a claim by March 31 following the close of the Plan Year in which the Medical Care Expense arose.

Notwithstanding any provision to the contrary in this Plan, to the extent required by COBRA, the Participant and his or her Spouse and Dependents (Qualified Beneficiaries), whose coverage terminates under the HRA Account because of a COBRA qualifying event, shall be given the opportunity to continue (on a self-pay basis) the same coverage that he or she had under the HRA Account the day before the qualifying event for the periods prescribed by COBRA (subject to all conditions and limitations under COBRA). However, in the event that such coverage is modified for all similarly-situated non-COBRA Participants prior to the date continuation coverage is elected, Qualified Beneficiaries shall be eligible to continue the same coverage that is provided to similarly-situated non-COBRA Participants. At the beginning of each month in the Plan Year, Qualified Beneficiaries shall be credited with the monthly reimbursement accrual (i.e., the maximum annual reimbursement amount, divided by the number of months in that Plan Year) that is made available to similarly-situated non-COBRA beneficiaries, and any unused reimbursement amounts from the previous Coverage Period shall be carried over (provided that the applicable premium is paid). A premium for continuation coverage shall be charged to Qualified Beneficiaries in such amounts and shall be payable at such times as are established by the Plan Administrator and permitted by COBRA.

7.8 Named Fiduciary; Compliance With ERISA, COBRA, HIPAA, etc.

- (a) **Named Fiduciary.** Hardin County Water District #1 is the named fiduciary for the Plan for purposes of ERISA § 402(a).
- (b) **Laws Applicable to Group Health Plans.** Benefits shall be provided in compliance with ERISA, COBRA, HIPAA, FMLA, USERRA, and other group health plan laws to the extent required by such laws.

7.9 Coordination of Benefits; Health FSA to Reimburse First

Benefits under this Plan are intended to pay benefits solely for Medical Care Expenses not previously reimbursed or reimbursable elsewhere. To the extent that an otherwise eligible Medical Care Expense is payable or reimbursable from another source, that other source shall payer reimburse prior to payment or reimbursement from this Plan. Without limiting the foregoing, if the Participant's Medical Care Expenses are covered by both this Plan and by a Health FSA, then this Plan is not available for reimbursement of such

Medical Care Expenses until after amounts available for reimbursement under the Health FSA have been exhausted.

ARTICLE VIII HIPAA Privacy and Security

8.1 Employer's Certification of Compliance

The Plan shall not disclose Protected Health Information to the Employer unless the Employer certifies that the Plan document incorporates the provisions of 45 CFR § 164.504(f)(2)(ii) and the Employer agrees to conditions of disclosure set forth in this Article VIII.

8.2 Permitted Disclosure of Enrollment/Disenrollment Information

The Plan may disclose to the Employer information on whether an individual is a Participant in the Plan.

8.3 Permitted Uses and Disclosures of Summary Health Information

The Plan may disclose Summary Health Information to the Employer, provided that the Employer requests the Summary Health Information for the purpose of modifying, amending, or terminating the Plan.

"Summary Health Information" means information (a) that summarizes the claims history, claims expenses, or type of claims experienced by individuals for whom a plan sponsor had provided health benefits under a health plan; and (b) from which the information described at 42 CFR 42 § 164.514(b)(2)(i) has been deleted, except that the geographic information described in 42 CFR 42 § 164.514(b)(2)(i)(B) need only be aggregated to the level of a five-digit ZIP code.

8.4 Permitted and Required Uses and Disclosure of Protected Health Information for Plan Administration Purposes

Unless otherwise permitted by law, the Plan may disclose a Covered Individual's Protected Health Information to the Employer, provided that the Employer will use or disclose such Protected Health Information only for Plan administration purposes. "Plan administration purposes" means administration functions performed by the Employer on behalf of the Plan, such as quality assurance, claims processing (including appeals), auditing, and monitoring. Plan administration functions do not include functions performed by the Employer in connection with any other benefit or benefit plan of the Employer, and they do not include any employment-related functions. Any disclosure to and use by Employer of a Covered Individual's Protected Health Information will be subject to and consistent with the provisions of the Article VIII (including, but not limited to, the restrictions on the Employer's use and disclosure described in Section 8.5)

and the specifications and requirements of the administrative simplification provisions of HIPAA and its implementing regulations at 45 CFR Parts 160-64.

8.5 Restrictions on Employer's Use and Disclosure of Protected Health Information

- (a) Employer will neither use nor further disclose a Covered Individual's Protected Health Information, except as permitted or required by the Plan document, or as required by law.
- (b) Employer will ensure that any agent, including any subcontractor, to which it provides a Covered Individual's Protected Health Information or Electronic Protected Health Information received from the Plan, agrees to the restrictions, conditions, and security measures of the Plan document that apply to Employer with respect to the Protected Health Information or Electronic Protected Health Information, respectively.
- (c) Employer will not use or disclose a Covered Individual's Protected Health Information for employment-related actions or decisions, or in connection with any other benefit or employee benefit plan of Employer.
- (d) Employer will report to the Plan any use or disclosure of a Covered Individual's Protected Health Information that is inconsistent with the uses and disclosures allowed under the Plan document of which the Employer becomes aware.
- (e) Employer will make Protected Health Information available to the Plan or to the Covered Individual who is the subject of the information in accordance with 45 CFR § 164.524.
- (f) Employer will make a Covered Individual's Protected Health Information available for amendment, and will on notice amend a Covered Individual's Protected Health Information, in accordance with 45 CFR § 164.526.
- (g) Employer will track disclosures it may make of a Covered Individual's Protected Health Information that are accountable under 45 CFR § 164.528 so that it can make available the information required for the Plan to provide an accounting of disclosures in accordance with 45 CFR § 164.528.
- (h) Employer will make its internal practices, books and records relating to its use and disclosure of a Covered Individual's Protected Health Information received from the plan available to the Plan and to the U.S. Department of Health and Human Services to determine compliance with the HIPAA Privacy Rule at 45 CFR Part 164, Subpart E.
- (i) Employer will, if feasible, return or destroy all Protected Health Information of a Covered Individual, in whatever form or medium, received from the Plan, including all copies thereof and all data, compilations, or other works derived therefrom that allow identification of any Covered Individual who is the subject of the Protected Health Information, when the Covered Individual's Protected Health Information is no longer needed for the plan administration functions for which the disclosure was made. If it is not feasible to return or destroy all such Protected Health Information, Employer will limit the use or disclosure of any Covered Individual's Protected Health Information that cannot feasibly be

returned or destroyed to those purposes that make the return or destruction of the information infeasible.

- (j) Employer will ensure that the adequate separation between Plan and Employer (i.e., the “firewall”), required in 45 CFR § 504(f)(2)(iii), is satisfied.

8.6 Adequate Separation Between Employer and the Plan

- (a) Only the following employees or classes of employees or other workforce members under the control of Employer may be given access to a Covered Individual’s Protected Health Information or Electronic Protected Health Information received from the Plan or a business associate servicing the Plan:
- Privacy Official;
 - Employees in the Employer’s Human Resources Department;
 - Employees in the Employer’s Office of General Counsel; and
 - Any other class of employees designated in writing by the Privacy Official.
- (b) The employees, classes of employees, or other workforce members identified in Section 8.6(a) will have access to a Covered Individual’s Protected Health Information or Electronic Protected Health Information only to perform the plan administration functions that Employer provides for the Plan, as specified in section 8.4.
- (c) The employees, classes of employees, or other workforce members identified in Section 8.6(a) will be subject to disciplinary action and sanctions pursuant to the Employer’s employee discipline and termination procedures, for any use or disclosure of a Covered Individuals Protected Health Information or Electronic Protected Health Information in breach or violation of or noncompliance with the provisions of the Article VIII.

8.7 Security Measures for Electronic Protected Health Information

The Employer will implement administrative, physical, and technical safeguards that reasonably and appropriately protect the confidentiality, integrity, and availability of a Covered Individual’s Electronic Protected Health Information that the Employer creates, receives, maintains, or transmits on the Plan’s behalf.

8.8 Notification of Security Incident

The Employer will report to the Plan any attempted or successful unauthorized access, use, disclosure, modification, or destruction of information, or interference with system operations in the Employer’s information systems, of which the Employer becomes aware.

ARTICLE IX-XII. [RESERVED]

ARTICLE XIII. APPEALS PROCEDURE

13.1 Procedure If Benefits Are Denied Under This Plan

If a claim for reimbursement under this Plan is wholly or partially denied, claims shall be administered in accordance with the claims procedure set forth in the SPD. The Committee acts on behalf of the Administrator with respect to appeals.

ARTICLE XI. RECORD KEEPING AND ADMINISTRATION

14.1 Administrator

The administration of this Plan shall be under the supervision of the Administrator and/or Employer. It is the principal duty of the Administrator and/or Employer to see that this Plan is carried out, in accordance with its terms, for the exclusive benefit of persons entitled to participate in this Plan without discrimination among them.

14.2 Powers of the Administrator

The Employer and/or Administrator shall have such duties and powers, as it considers necessary or appropriate to discharge its duties. It shall have the exclusive right to interpret the Plan and to decide all matters there under, and all determinations of the Employer and/or Administrator with respect to any matter hereunder shall be conclusive and binding on all persons. Without limiting the generality of the foregoing, the Employer and/or Administrator shall have the following discretionary authority:

- (a) to construe and interpret this Plan, including all possible ambiguities, inconsistencies and omissions in the Plan and related documents, and to decide all questions of fact, questions relating to eligibility and participation, and questions of benefits under this Plan (provided that, notwithstanding the first paragraph in this Section 14.2, the Committee shall exercise such exclusive power with respect to an appeal of a claim under Section 13.1);
- (b) to prescribe procedures to be followed and the forms to be used by Employees and Participants to enroll in and submit claims pursuant to this Plan;
- (c) to prepare and distribute information explaining this Plan and the benefits under this Plan in such manner as the Administrator determines to be appropriate;

- (d) to request and receive from all Employees and Participants such information as the Administrator shall from time to time determine to be necessary for the proper administration of this Plan;
- (e) to furnish each Employee and Participant with such reports with respect to the administration of this Plan as the Administrator determines to be reasonable and appropriate;
- (f) to receive, review and keep on file such reports and information concerning the benefits covered by this Plan as the Administrator determines from time to time to be necessary and proper;
- (g) to appoint and employ such individuals or entities to assist in the administration of this Plan as it determines to be necessary or advisable, including legal counsel and benefit consultants;
- (h) to sign documents for the purposes of administering this Plan, or to designate an individual or individuals to sign documents for the purposes of administering this Plan;
- (i) to secure independent medical or other advice and require such evidence as it deems necessary to decide any claim or appeal; and
- (j) to maintain the books of accounts, records, and other data in the manner necessary for proper administration of this Plan and to meet any applicable disclosure and reporting requirements.

14.3 Reliance on Participant, Tables, etc.

The Administrator may rely upon the information submitted by a Participant as being proper under the Plan and shall not be responsible for any act or failure to act because of a direction or lack of direction by a Participant. The Administrator will also be entitled, to the extent permitted by law, to rely conclusively on all tables, valuations, certificates, opinions and reports that are furnished by accountants, attorneys, or other experts employed or engaged by the Administrator.

14.4 Provision for Third-Party Plan Service Providers

The Administrator, subject to approval of the Employer, may employ the services of such persons, as it may deem necessary or desirable in connection with the operation of the Plan. Unless otherwise provided in the service agreement, obligations under this Plan shall remain the obligation of the Employer.

14.5 Fiduciary Liability

To the extent permitted by law, the Administrator shall not incur any liability for any acts or for failure to act except for their own willful misconduct or willful breach of this Plan.

14.6 Compensation of Plan Administrator

Unless otherwise determined by the Employer and permitted by law, any Administrator who is also an Employee of the Employer shall serve without compensation for services

rendered in such capacity, but all reasonable expenses incurred in the performance of their duties, shall be, paid by the Employer.

14.7 Bonding

The Administrator shall be bonded to the extent required by ERISA.

14.8 Insurance Contracts

The Employer shall have the right (a) to enter into a contract with one or more insurance companies for the purposes of providing any Benefits under the Plan; and (b) to replace any of such insurance companies or contracts. Any dividends, retroactive rate adjustments or other refunds of any type that may become payable under any such insurance contract shall not be assets of the Plan but shall be the property of, and be retained by, the Employer, to the extent that such amounts are less than aggregate Employer contributions toward such Insurance.

14.9 Inability to Locate Payee

If the Administrator is unable to make payment to any Participant or other person to whom a payment is due under the Plan because it cannot ascertain the identity or whereabouts of such Participant or other person after reasonable efforts have been made to identify or locate such person, then such payment and all subsequent payments otherwise due to such Participant or other person shall be forfeited following a reasonable time after the date that any such payment first became due.

14.10 Effect of Mistake

In the event of a mistake as to the eligibility or participation of an Employee, or the allocations made to the account of any Participant, or the amount of benefits paid or to be paid to a Participant or other person, the Administrator shall, to the extent that it deems administratively possible and otherwise permissible under Code § 105, the regulations issued there under or other applicable law, cause to be allocated or cause to be withheld or accelerated, or otherwise make adjustment of, such amounts as it will in its judgment accord to such Participant or other person the credits to the HRA Account or distributions to which he or she is properly entitled under the Plan. Such action by the Administrator may include withholding of any amounts due to the Plan or the Employer from Compensation paid by the Employer.

ARTICLE XV. GENERAL PROVISIONS

15.1 Expenses

All reasonable expenses incurred in administering the Plan are currently paid by the Employer.

15.2 No Contract of Employment

Nothing herein contained is intended to be or shall be construed as constituting a contract or other arrangement between any Employee and the Employer to the effect that such Employee will be employed for any specific period of time. All Employees are considered to be employed at the will of the Employer.

15.3 Amendment and Termination

This Plan has been established with the intent of being maintained for an indefinite period of time. Nonetheless, the Employer may amend or terminate all or any part of this Plan at any time for any reason by resolution of the Employer's Board of Directors or by any person or persons authorized by the Board of Directors to take such action, and any such amendment or termination will automatically apply to the Related Employers that are participating in this Plan.

15.4 Governing Law

This Plan shall be construed, administered and enforced according to the laws of the State of to the extent not superseded by the Code, ERISA or any other federal law.

15.5 Code and ERISA Compliance

It is intended that this Plan meet all applicable requirements of the Code and ERISA, and of all regulations issued there under. This Plan shall be construed, operated and administered accordingly, and in the event of any conflict between any part, clause or provision of this Plan and the Code and/or ERISA, the provisions of the Code and ERISA shall be deemed controlling, and any conflicting part, clause or provision of this Plan shall be deemed superseded to the extent of the conflict.

15.6 No Guarantee of Tax Consequences

Neither the Administrator nor the Employer makes any commitment or guarantee that any amounts paid to or for the benefit of a Participant under this Plan will be excludable from the Participant's gross income for federal, state or local income tax purposes. It shall be the obligation of each Participant to determine whether each payment under this Plan is excludable from the Participant's gross income for federal, state and local income tax purposes, and to notify the Administrator if the Participant has any reason to believe that such payment is not so excludable.

15.7 Indemnification of Employer

If any Participant receives one or more payments or reimbursements under this Plan on a tax-free basis, and such payments do not qualify for such treatment under the Code, such Participant shall indemnify and reimburse the Employer for any liability it may incur for

failure to withhold federal income taxes, Social Security taxes, or other taxes from such payments or reimbursements.

15.8 Non-Assignability of Rights

The right of any Participant to receive any reimbursement under this Plan shall not be alienable by the Participant by assignment or any other method and shall not be subject to claims by the Participant's creditors by any, process whatsoever. Any attempt to cause such right to be so subjected will not be recognized, except to such extent as may be required by law.

15.9 Headings

The headings of the various Articles and Sections (but not subsections) are inserted for convenience of reference and are not to be regarded as part of this Plan or as indicating or controlling the meaning or construction of any provision.

15.10 Plan Provisions Controlling

In the event that the terms or provisions of any summary or description of this Plan, or of any other instrument, are in any construction interpreted as being in conflict with the provisions of this Plan as set forth in this document, the provisions of this Plan shall be controlling.

15.11 Severability

Should any part of this Plan subsequently be invalidated by a court of competent jurisdiction, the remainder of the Plan shall be given effect to the maximum extent possible.

IN WITNESS WHEREOF, and as conclusive evidence of the adoption of the foregoing instrument comprising the Hardin County Water District #1 HRA Plan, Hardin County Water District #1, has caused this Plan to be executed in its name and on its behalf, on this 1st day of January 2012.

HARDIN COUNTY WATER DISTRICT #1

By: _____

Jamie Baur

Date: _____

2-21-2012



Social Security

The Official Website of the U.S. Social Security Administration

Official Social Security Website

Program Operations Manual System (POMS)

Effective Dates: 04/22/2011 - Present

BASIC (12-03)

SL 40001.480 Termination of Section 218 Agreements

Prior to April 20, 1983 a State's coverage agreement under Section 218(g) of the Social Security Act could be terminated for State and local entities. These fell into three basic categories:

- Section 218(g) (1) voluntary terminations
- Section 218 (g)(2) involuntary terminations by the Secretary for failure to comply with the agreement
- Section 218 (g)(2) terminations when an entity dissolved (legally went out of existence). These were called PARTIAL TERMINATIONS, but since April 20,1983, they have been referred to as DISSOLUTIONS.

Effective April 20, 1983, Section 218(f) of the Act was amended to provide that no coverage agreement may be terminated, either in its entirety or with respect to any coverage group. This amendment prohibited the termination of Social Security coverage in effect on April 20, 1983, without regard to whether a notice of termination was in effect on that date, and also applies to any agreement or modification which would become effective after that date. Any terminations, which were not in effect prior to April 20, 1983, are legally prohibited. This applies not only to voluntary terminations, but also to involuntary terminations for failure to comply with the agreement.

In addition, the 1983 amendments allow States and interstate instrumentalities to modify their agreements to cover groups whose coverage was previously terminated. Once having again obtained coverage, coverage may not be terminated.

To Link to this section - Use this URL:

<http://policy.ssa.gov/poms.nsf/lnx/1940001480>

SL 40001.480 - Termination of Section 218 Agreements - 04/22/2011

Batch run: 04/22/2011

Exhibit 8



STEVEN L. BESHEAR
GOVERNOR

FINANCE AND ADMINISTRATION CABINET
OFFICE OF GENERAL COUNSEL
392 CAPITOL ANNEX
FRANKFORT, KY 40601
(502) 564-6660
(502) 564-9875 FAX

LORI H. FLANERY
SECRETARY
E. JEFFREY MOSLEY
GENERAL COUNSEL

August 28, 2013

O-14-082

Scott Schmuck
Hardin County Water District No. 1
1400 Rogersville Road
Radcliff, KY 40160

Re: Finance and Administration Cabinet's
Response to an Open Records Request

Dear Mr. Schmuck:

The Finance and Administration Cabinet is in receipt of your Open Records Request seeking copies of:

1. Hardin County Water District No. 1 requests a copy of Social Security Act Section 218 Voluntary Agreement Modification 302 and plan and agreement documents # 0883-000.

RESPONSE: Please see the attached documents.

Sincerely,

E. Jeffrey Mosley
General Counsel

MODIFICATION NO. 302

To Kentucky State Social Security Agreement

The Secretary of Health, Education, and Welfare and the State of Kentucky acting through its representative designated to administer its responsibilities under the agreement of April 27, 1951, hereby accept as additional coverage groups (as defined in Section 218(b) (3) of the Act) under said agreement and acknowledge full applicability of the terms of said agreement to the following:

All such coverage groups of the following political subdivision:

| Political Subdivision | Effective Date | Excluded Services | Estimated No. of Employees |
|------------------------------------------------------------------------------------|----------------|-------------------|----------------------------|
| Hardin Co. Water Dist. #1 Manager 409 Central Parkway Edsaliff, Ky. 40140 | July 1, 1970 | None | 7 |

The effective date of this coverage group is shown opposite the political subdivision.

In accordance with Section 218(2)(2) of the Act, the State of Kentucky designates the following date: June 30, 1970

Approved for the State of Kentucky this 29th day of June 1970.

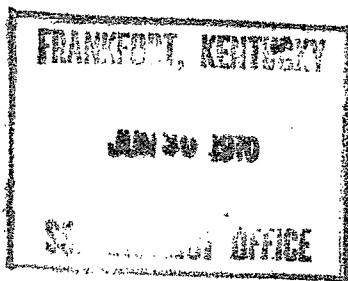
By: Marion S. Deutz
Commissioner

Approved this 30th day of August 1970.

Secretary of Health, Education, & Welfare

By: Eugene W. Brees

Eugene W. Brees, Deputy Director
Bureau of Retirement and
Survivors Insurance
Social Security Administration



Mod. No. 302 Page 1 of 1

RESOLUTION AND PLAN AND AGREEMENT
FOR OBTAINING SOCIAL SECURITY COVERAGE FOR EMPLOYEES
OF POLITICAL SUBDIVISIONS

Whereas, Old Age, Survivors, Disability and Health Insurance coverage is now available to public employees through Section 218 of the Social Security Act and Chapter 61 of Kentucky Revised Statutes; and

Whereas, it is deemed to be desirable that the Hardin County Water District No. 1
Political Subdivision
obtain said Social Security coverage of its employees; now, therefore,

Be it resolved by the Board of Commissioners of the
Hardin County Water District No. 1 Governing Body
Political Subdivision; that this Resolution and Plan and

Agreement be approved and that Marvin Boggsdon Mer
Name Title

be, and he hereby is authorized to execute on behalf of the Political Subdivision the following contract, or Plan and Agreement, with the Division of Personnel Security of the Commonwealth of Kentucky, the State Agency of the Old Age, Survivors, Disability and Health Insurance System.

BE IT FURTHER RESOLVED, That the proper fiscal officers be, and they are, hereby authorized to make all payments into the Contribution Fund as established by KRS 61.470 as may be required by the State Agency and in the amounts specified and to establish such system of payroll deductions from the wages of employees and officers as may be necessary to their coverage under said Old Age, Survivors, Disability and Health Insurance System.

IT IS FURTHER RESOLVED, That any funds payable to the
Hardin County Water District No. 1
Political Subdivision
from any department, agency or fund of the state may be withheld and transferred to the Division of Personnel Security to be used in the payment of any default on the part of
Hardin County Water District No. 1 Political Subdivision in accordance with paragraph V (c)
of this Plan and Agreement.

The following positions are hereby designated as those which are to be excluded:

None

This Resolution shall be in full force and effect upon passage and approval, for all intents and purposes, except that active coverage shall begin on the 1st day of
January - April - July 1- October, 1970.

(check date you wish coverage to be effective)

I, Arnold E Davis, ~~Clerk~~ or Secretary of the Governing
Body of Hardin County Water District No. 1, Political Subdivision, do hereby certify that the

foregoing was adopted and recorded the 13th day of May, 1970. ✓

Arnold E Davis Secretary 13-4 May 70
Signed Title Date

PLAN AND AGREEMENT

(Name) Hardin County Water District No. 1

(Address) 409 Central Parkway
Radcliff, Kentucky 40160

hereinafter called "Political Subdivision", does hereby apply to the Division of Personnel Security in the Department of Economic Security of the Commonwealth of Kentucky, hereinafter called "State Agency" pursuant to the provisions of KRS 61.460, to extend the insurance system established by Title II of the Social Security Act to services performed by individuals as employees of the Political Subdivision.

The Political Subdivision submits for the State Agency's approval this Plan and Agreement to become effective on the date hereinafter stated.

I. Definitions

For the purposes of this plan and agreement:

(a) The term "employee" means an employee as defined in Section 210(k) of the Social Security Act and any amendments thereto and shall include an officer.

(b) The term "services" includes all services performed by individuals as employees of the Political Subdivision, except;

(1) Any service performed by an employee in a position covered by a retirement system on the date this agreement is made applicable to his coverage group, unless and until the conditions prescribed under Section 218(d) Title II of the Social Security Act, as amended, have been met.

(2) Service performed by an employee who is employed to relieve him from unemployment.

(3) Service performed in a hospital, home or other institution by an inmate hereof.

(4) Covered transportation service (as defined in Section 210(1) of the Social Security Act).

(5) Service (other than agricultural labor or service performed by a student) excluded from employment by any provisions of Section 210(2) of the Social Security Act, other than paragraph (8) of such section.

(6) Services of an emergency nature.

II. Services Covered

This plan and agreement includes all services performed by individuals for the Political Subdivision except:

NONE

(2)

III. Administration of the Plan

The Political Subdivision agrees and has heretofore authorized and directed the appropriate officers and employees to do and perform all things found necessary by the State Agency to the proper and efficient administration of the Plan, including but not limited to the maintenance of employment records relating to both services and salaries, required contributions by both the political subdivision and its employees and other data required by the State Agency or the Secretary of Health, Education, and Welfare, to make such reports in such form and containing such information as the State Agency may from time to time require, and to comply with such provisions as the State Agency or the Secretary of Health, Education, and Welfare may from time to time find necessary to assure the correctness and verification of such reports.

IV. Contributions

(a) The Political Subdivision will pay into the Contribution Fund established by KRS 61.470, with respect to wages as defined in KRS 61.420, at such time or times as the State Agency may by regulation prescribe, contributions equivalent to the sum of the taxes which would be imposed by Section 3101 and 3111 of the Internal Revenue Code if the services covered by this plan and agreement constituted employment as defined in Section 3121 of such code.

(b) The Political Subdivision agrees to create a Revolving Fund into which shall be deposited the employees' contributions as and when deducted from wages paid; and if so directed by the State Agency, the Political Subdivision agrees to deposit into the Revolving Fund, the employers' share of contributions at the beginning of each fiscal year. Said Funds shall be deposited in a separate bank account out of which only contributions to the State Agency may and shall be paid as and when required by the State Agency in its administration of the laws applicable to the Old Age, Survivors, Disability and Health Insurance System.

(c) Pursuant to KRS 61.460 (3a) the Political Subdivision agrees to and shall advance to the Contribution Fund, provided for in KRS 61.470, such advance payment as may be required by the State Agency.

(d) The Political Subdivision agrees to pay into the State Treasury, at such time or times as the State Agency may require, an amount equal to the Political Subdivision's share of the cost of administration of the State Agency, such amount to be not greater than five per cent of the contributions made by the Political Subdivision under paragraph (a) of this section.

(e) The Political Subdivision agrees that it shall impose upon each of its employees, as to services which are covered by this plan and agreement, a contribution with respect to his wages, not exceeding the amount of the tax which would be imposed by Section 1400 of the Federal Insurance Contribution Act if such services constituted employment within the meaning of that Act, and to deduct the amount of such contribution from his wages as and when paid. It is further understood that the contributions so collected shall be paid into the Contribution Fund in partial discharge of the liability of the Political Subdivision, but that failure to make such deduction shall not relieve the employee or the Political Subdivision from liability therefor.

V. Adjustment, refunds and interest on delinquent payments

(a) If more than the correct amount due under Part IV of this plan and agreement is paid with respect to any remuneration, proper adjustment (or refund, if adjustment is impracticable) shall be made without interest in such manner and at such times as the State Agency shall prescribe.

(b) If the Political Subdivision does not make, at the time or times due, the payments required under this plan and agreement, there shall be added, as part of the amounts due, interest at the rate of one-half of one per cent per month or fraction thereof.

(c) Without prejudice to other available methods of collection, the State Agency in its discretion may deduct such delinquent amounts plus interest from any other money payable to the Political Subdivision by any department, agency, or fund of the State

VI. Termination

(a) The Political Subdivision may request the State Agency to take all necessary steps with the Secretary of Health, Education, and Welfare, pursuant to Section 218(g) of the Social Security Act, to terminate this plan and agreement either in its entire application to the Political Subdivision or with respect to any coverage group. Upon good cause shown at a time and in a manner to be specified by the State Agency, the State Agency shall give the notice to Secretary of Health, Education, and Welfare required by Section 218(g) of the Social Security Act for the purpose of granting the requested termination to the Political Subdivision.

(b) If the State Agency, after notice and opportunity for hearing to the Political Subdivision, finds that there has been a failure to comply substantially with any provision contained in this plan and agreement or KRS Chapter 61, it may terminate this plan in its entirety, such termination to take effect at the time prescribed in such notice and on such conditions as may be provided by regulations of the State Agency, and as may be consistent with the provisions of the Social Security Act.

VII. Modification

The plan and agreement may be modified, at the request of the Political Subdivision, to include coverage groups or services in addition to those not included by this plan. Such modification must be consistent with KRS Chapter 61 and the provisions of Section 218 of the Social Security Act.

VIII. Effective Date

This plan and agreement shall be effective as of July 1, 1970.

This plan and agreement is entered and submitted by the Political Subdivision
this 3 day of June, 1970

Hardin County Water District No. 1
(Name of Political Subdivision)

By H C Davis
Title Chairman

WITNESS:

1 Crabbe & Davis
1 ~~Crabbe & Davis~~ Secretary
(Title)

To Be Completed by State Agency

The foregoing plan and agreement is approved and accepted.

Date June 2, 1970.

DEPARTMENT OF ECONOMIC SECURITY
OF THE COMMONWEALTH OF KENTUCKY

By Marriott S. Fritz Jr.
Commissioner

WITNESS:

Martha Belwood
Adm. Officer
(Title)

SL 40001.480 Termination of Section 218 Agreements

Prior to April 20, 1983 a State's coverage agreement under Section 218(g) of the Social Security Act could be terminated for State and local entities. These fell into three basic categories:

- Section 218(g) (1) voluntary terminations
- Section 218 (g)(2) involuntary terminations by the Secretary for failure to comply with the agreement
- Section 218 (g)(2) terminations when an entity dissolved (legally went out of existence). These were called PARTIAL TERMINATIONS, but since April 20,1983, they have been referred to as DISSOLUTIONS.

Effective April 20, 1983, Section 218(f) of the Act was amended to provide that no coverage agreement may be terminated, either in its entirety or with respect to any coverage group. This amendment prohibited the termination of Social Security coverage in effect on April 20, 1983, without regard to whether a notice of termination was in effect on that date, and also applies to any agreement or modification which would become effective after that date. Any terminations, which were not in effect prior to April 20, 1983, are legally prohibited. This applies not only to voluntary terminations, but also to involuntary terminations for failure to comply with the agreement.

In addition, the 1983 amendments allow States and interstate instrumentalities to modify their agreements cover groups whose coverage was previously terminated. Once having again obtained coverage, coverage may not be terminated.

To Link to this section - Use this URL:

<http://policy.ssa.gov/poms.nsf/lnx/1940001480>

SL 40001.480 - Termination of Section 218 Agreements - 04/22/2011

Batch run: 04/22/2011

Rev:04/22/2011

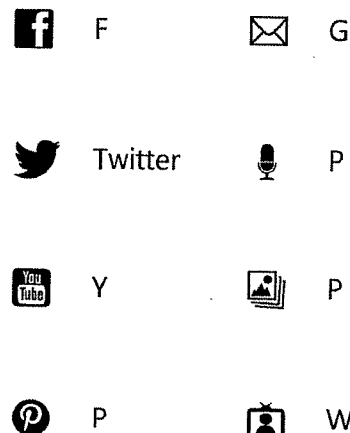
Site Information

- Accessibility
- FOIA
- No FEAR
- Privacy
- Report Fraud, Waste or Abuse
- Site Map
- Site Policies

Related Sites

- Benefits.gov
- Disability.gov
- Healthcare.gov
- MyMoney.gov
- Regulations.gov
- USA.gov
- Other Government Sites

Social Media





KENTUCKY RETIREMENT SYSTEMS
Perimeter Park West
1260 Louisville Road
Frankfort, Kentucky 40601



Kentucky Employees Retirement System
County Employees Retirement System
State Police Retirement System

William P. Hanes, Esq.
Executive Director
Phone 502-564-4646
FAX # 502-564-5656
www.kyret.com

October 16, 2003

Ron Hockman
Hardin County Water District #1
P.O. Box 489
1400 Rogersville Rd.
Radcliff, KY 40159-0489

Re: KRS Participation for Commissioners

Dear Mr. Hockman:

In regards to the e-mail you sent to me on September 16, 2003, Kentucky Retirement Systems has made the determination that the water commissioners are considered employees of the water district. All regular, full-time employees of a participating agency are required to participate in Kentucky Retirement Systems. KRS 78.510 (21) defines "regular full-time positions" as "...all positions that average one hundred (100) or more hours per month, determined by using the number of hours actually worked in a calendar or fiscal year..." Kentucky Retirement Systems does not determine what qualifies as the official duties or actual work of various officials. KRS 78.510 (20) defines "agency reporting official" as "the person designated by the participating agency who shall be responsible for forwarding all employer and employee contributions and a record of the contributions to the system and for performing other administrative duties pursuant to the provisions of KRS 78.520 to 78.852". The agency's reporting official has the duty to report to CERS all persons holding a regular full time position.

Kentucky Retirement Systems does not have a determined method that the reporting official must use to determine the hours actually worked by the employees. In regards to your concern of false statements, KRS 61.699 states:

- (1) "Any person, including, but not limited to, members and agency reporting officials, who makes a statement, report, or representation, shall, at the request of the system, make the statement, report, or representation under oath with an acknowledgement that a false statement, report, or representation shall be punishable by law.
- (2) Notwithstanding subsection (1) of this section, the system may, in its discretion, rely in good faith on any unsworn statement, report, or representation without further inquiry.

Participation with Kentucky Retirement Systems is governed by KRS 78.540, which states, "Membership in the system shall consist of the following:



AN EQUAL OPPORTUNITY EMPLOYER M/F/D

Exhibit 9

Continued


Mr. Bruce then reviewed past correspondence between the two county water district's regarding HCWD2 signing and approving HCWD1's new Wholesale User Agreement. Mr. Bruce had been informed that HCWD2 would sign the agreement as written and presented. Secretary Straney then made a motion to authorize the Chairperson to execute the agreement once it was signed by Hardin County Water District No. 2. The motion was seconded by Commissioner Hockman and passed (Unan.).

Mr. Bruce was then asked to review the General Manager's report. Commissioner Hockman then reviewed his correspondence with the Kentucky Retirement Systems staff regarding allowing the District's Board to participate in the CERS Retirement Plan. Commissioner Hockman asked that a copy of the finding letter from the KY-CERS office be entered into the minutes. Chairperson Petties agree without objection.

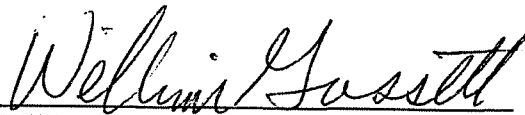
Mr. Bruce then said he had a personnel matter to discuss with the Board. At 8:54, Commissioner Hockman made a motion to enter into executive session. The motion was seconded by Secretary Straney and passed (Unan.).

At 9:05, Chairperson Petties reconvened open session. Being no further business before the Board, Secretary Straney made a motion to adjourn. The motion was seconded by Commissioner Hockman and passed. (Unan.).

(Minutes submitted by Jim Bruce)



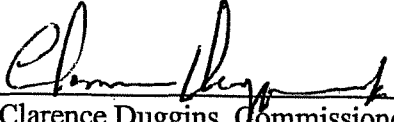
Portia Petties, Chairperson



William Gossett, Treasurer



Ed Straney, Secretary



Clarence Duggins, Commissioner



Ron Hockman, Commissioner

5. Refer to the Application, Page 474.
- a. An attorney is included in the calculation of Hardin District's Salary and Benefit Summary. State whether the attorney is considered a full-time employee of Hardin District.
 - b. Provide a list of part-time employees who are currently employed by Hardin District and a list of those who were employed at the end of the test year. State each employee's wage rate and the amount of each benefit provided to the employee.
 - c. Provide a copy of Hardin District's written compensation packages for full-time and part-time employees that have been adopted by its Board of Commissioners.

ANSWER 5:

- a. No. The attorney receives compensation for his retainer agreement through the Hardin District payroll system, but is not considered a full-time member of Hardin District staff.
- b. Per Exhibit 11, titled Part-Time Employees, Hardin District had a temporary CSR who worked in 2012 while a full-time CSR was on military leave for 19 weeks. The total part time wages paid were \$10,879. Hardin District also budgeted for a temporary summer county water distribution employee in 2012 but did not incur any expenses.
- c. A copy of the current benefit package is attached as Exhibit 12. Other than changes in premium costs, there have been no changes to the package from 2012 to 2013.

WITNESS: Mr. Scott Schmuck, HCWD1 Finance & Accounting Manager

| Hardin County Water District No.1 | | | | | | | | | | | | | |
|--------------------------------------------------------|-------------------------|-------------------------------|---------|----------|---------------------------------------------|-------------------|------------------|------------------|---------------------|---------|--------------------|--------------|---------------|
| Part-Time Employees | | | | | | | | | | | | | |
| | | | | | | 2012 | 2012 | 2012 | 2012 | 2012 | 2012 | 2012 | |
| DIV | Employed at End of 2012 | Employed As Of September 2013 | FST_NME | LAST_NME | TITLE | \$234/Hth Opt Out | Dental Insurance | Vision Insurance | Life/LTDD Insurance | Pension | \$140 Flex Benefit | Workers Comp | Total Dollars |
| CS | Yes | No | Denise | McGinty | Customer Service Representative - TEMPORARY | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 20 | \$ 11,731 |
| DIST | No | No | VACANT | VACANT | TEMP Summer Help - (BUDGETED) | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 142 | \$ 6,124 |
| 2012 Total Temp Salaries & Benefits including BUDGETED | | | | | | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 162 | \$ 17,855 |
| | | | | | | 2013 | 2013 | 2013 | 2013 | 2013 | 2013 | 2013 | |
| | | | | | | \$234/Hth Opt Out | Dental Insurance | Vision Insurance | Life/LTDD Insurance | Pension | \$140 Flex Benefit | Workers Comp | Total Dollars |
| DIST | No | Yes | Jeremy | Fields | Distribution - Summer Help | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 70 | \$ 3,922 |
| CS | No | No | Mason | Powers | CSR/Admin Intern | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 5 | \$ 3,477 |
| CS | Yes | No | Denise | McGinty | Customer Service Representative - TEMPORARY | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 3 | \$ 2,101 |
| ADM | No | No | Trevor | Diebel | GIS Intern | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 7 | \$ 4,424 |
| ADM | No | Yes | Blake | Durrett | Auto CAD Drafter | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 7 | \$ 4,204 |
| ADM | No | No | Ashley | Vasquez | F&A/Admin Intern | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 6 | \$ 3,663 |
| 2013 Total Temp Salaries & Benefits through 08/15/13 | | | | | | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 98 | \$ 21,792 |

| Hardin County Water District No.1 | | | | | | | | | | | | |
|--------------------------------------------------------|-------------------------|-------------------------------|---------|----------|---------------------------------------------|----------|-----------|------------|--------|---------|---------|---------|
| Part-Time Employees | | | | | | | | | | | | |
| DIV | Employed at End of 2012 | Employed As Of September 2013 | FST_NME | LAST_NME | TITLE | 2012 | 2012 | 2012 | 2012 | 2012 | 2012 | 2012 |
| | | | | | | %_CAPIZD | \$_CAPIZD | \$_NET O&M | %_WAT | %_RASEW | %_FKSEW | %_FKSTM |
| CS | Yes | No | Denise | McGinty | Customer Service Representative - TEMPORARY | 0.0% | \$ 0 | \$ 11,731 | 52.0% | 48.0% | 0.0% | 0.0% |
| DIST | No | No | VACANT | VACANT | TEMP Summer Help - (BUDGETED) | 0.0% | \$ 0 | \$ 6,124 | 100.0% | 0.0% | 0.0% | 0.0% |
| 2012 Total Temp Salaries & Benefits including BUDGETED | | | | | | | | | | | | |
| DIV | Employed at End of 2012 | Employed As Of September 2013 | FST_NME | LAST_NME | TITLE | 2013 | 2013 | 2013 | 2013 | 2013 | 2013 | 2013 |
| | | | | | | %_CAPIZD | \$_CAPIZD | \$_NET O&M | %_WAT | %_RASEW | %_FKSEW | %_FKSTM |
| DIST | No | Yes | Jeremy | Fields | Distribution - Summer Help | 0.00% | \$0 | \$ 3,922 | 100.0% | 0.0% | 0.0% | 0.0% |
| CS | No | No | Mason | Powers | CSR/Admin Intern | 0.00% | \$0 | \$ 3,477 | 53.0% | 47.0% | 0.0% | 0.0% |
| CS | Yes | No | Denise | McGinty | Customer Service Representative - TEMPORARY | 0.0% | \$ 0 | \$ 2,101 | 53.0% | 47.0% | 0.0% | 0.0% |
| ADM | No | No | Trevor | Diebel | GIS Intern | 50.00% | \$2,212 | \$ 2,212 | 30.0% | 42.5% | 12.5% | 2.0% |
| ADM | No | Yes | Blake | Durrett | Auto CAD Drafter | 100.00% | \$4,204 | \$ 0 | 100.0% | 0.0% | 0.0% | 0.0% |
| ADM | No | No | Ashley | Vasquez | F&A/Admin Intern | 0.00% | \$0 | \$ 3,663 | 45.6% | 35.0% | 12.5% | 1.9% |
| 2013 Total Temp Salaries & Benefits through 08/15/13 | | | | | | | | \$15,376 | | | | |

| Hardin County Water District No.1 | | | | | | | | | | | | |
|--------------------------------------------------------|-------------------------|-------------------------------|---------|----------|---------------------------------------------|-----------|----------|----------|----------|-----------|-----------|-------------|
| Part-Time Employees | | | | | | | | | | | | |
| DIV | Employed at End of 2012 | Employed As Of September 2013 | FST_NME | LAST_NME | TITLE | 2012 | 2012 | 2012 | 2012 | 2012 | Hire | Termination |
| | | | | | | \$_WAT | \$_RASEW | \$_FKSEW | \$_FKSTM | \$_FK WAT | Date | Date |
| CS | Yes | No | Denise | McGinty | Customer Service Representative - TEMPORARY | \$ 6,100 | \$ 5,631 | \$ 0 | \$ 0 | \$ 0 | 06/18/12 | 2/14/2013 |
| DIST | No | No | VACANT | VACANT | TEMP Summer Help - (BUDGETED) | \$ 6,124 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | Unknown | |
| 2012 Total Temp Salaries & Benefits including BUDGETED | | | | | | \$ 12,224 | \$ 5,631 | \$ 0 | \$ 0 | \$ 0 | | |
| 2013 | | | | | | | | | | | | |
| DIV | Employed at End of 2012 | Employed As Of September 2013 | FST_NME | LAST_NME | TITLE | 2013 | 2013 | 2013 | 2013 | 2013 | Hire | Termination |
| | | | | | | \$_WAT | \$_RASEW | \$_FKSEW | \$_FKSTM | \$_FK WAT | Date | Date |
| DIST | No | Yes | Jeremy | Fields | Distribution - Summer Help | \$ 3,922 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | 5/28/2013 | Current |
| CS | No | No | Mason | Powers | CSR/Admin Intern | \$ 1,843 | \$ 1,634 | \$ 0 | \$ 0 | \$ 0 | 5/28/2013 | 8/15/2013 |
| CS | Yes | No | Denise | McGinty | Customer Service Representative - TEMPORARY | \$ 1,114 | \$ 988 | \$ 0 | \$ 0 | \$ 0 | 06/18/12 | 2/14/2013 |
| ADM | No | No | Trevor | Diebel | GIS Intern | \$ 664 | \$ 940 | \$ 277 | \$ 44 | \$ 288 | 5/28/2013 | 8/30/2013 |
| ADM | No | Yes | Blake | Durrett | Auto CAD Drafter | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | 6/10/2013 | Current |
| ADM | No | No | Ashley | Vasquez | F&A/Admin Intern | \$ 1,670 | \$ 1,282 | \$ 458 | \$ 70 | \$ 183 | 5/28/2013 | 8/15/2013 |
| 2013 Total Temp Salaries & Benefits through 08/15/13 | | | | | | | \$4,844 | \$734 | \$114 | \$471 | | |

Hardin County Water District No. 1

Serving Radcliff and Hardin County for Over 50 Years

1400 Rogersville Road
Radcliff, KY. 40160 – Phone; 270-351-3222

HCWD No. 1 Employment Benefit Summary

- ✓ Wages based on Annual Performance Evaluation and Performance Based. Different than Step & Grade system. Pay Plan based on Market Based wages and updated periodically
- ✓ Health Insurance premium paid for employee. Anthem PPO Plan. Additional coverage for dependents or spouse may be paid under District Group Rates. (Benefits effective 30 days following first of month after start date).
- ✓ Dental and Vision policies also provided for the employee (Benefits effective 30 days following first of month after start date). Coverage can be purchased by the employee for spouse and family if desired.
- ✓ Long term disability insurance plan provided. Policy by private company, and an approved claim means will be paid a percent of your previous salary. Some options for accepting re-training to a different job.
- ✓ Employees may waive District provided health insurance and receive a \$234/month benefit credit which may be used to reimburse for wide range of qualifying out of pocket medical expenses
- ✓ District provides a Section 125 Health Reimbursement / Flexible Spending Account which allows employees to deposit part of their pay tax-exempt, and then get back funds later as reimbursement for qualifying medical expenses or child care. Begins after 1 year employment.
- ✓ District paid Term Life Insurance Policy which is equal to triple annual salary. Includes dismemberment provision
- ✓ \$140 Monthly Flexible Benefit may be applied toward several medical related insurance policies or toward a 401k account
- ✓ Pension / Retirement through KY - County Employee's Retirement System (CERS). Requires 6% Mandatory Employee deduction plus varying contribution by the District. This is a defined benefit plan which may include partial payment of health insurance after retirement.
- ✓ Voluntary 401k & 458 Plan available through the KY Public Employee's Deferred Compensation Plan. Wide selection of mutual funds to choose from with varying risk thresholds
- ✓ Nine (9) paid holidays (WTP Operators given choice of date used if worked holiday)
- ✓ Six (6) paid vacation days during first year. Twelve (12) paid vacation days up to ten (10) years, eighteen (18) paid days after ten (10) years of service. Accrued vacation is paid out at 100% upon employment separation
- ✓ Six (6) paid Sick-Leave days during first year. Twelve (12) paid Sick-Leave days after one (1) year which can accumulate to a maximum of 960 hours or 120 days. Can be used for sick family members of the immediate family. Accrued Sick-Leave is not paid out upon employment separation.
- ✓ Overtime paid at 1.5 times regular pay rate for hours over 40 in current work week. Overtime varies depending on schedule and workload. District may adjust hours worked in current pay period to avoid incurring overtime
- ✓ WTP Operators receive overtime any worked holiday plus \$0.80/hour shift premium differential for 2nd and 3rd shift hours
- ✓ Call back premium for unscheduled emergency call in paid equal to 1.5 hours pay in addition to added time worked or any overtime premium
- ✓ College tuition reimbursement for pre-approved, work related courses, if a C or better grade is achieved. Limited to annual budget approved. (Other conditions and restrictions apply to a paid full degree program).
- ✓ Training and seminars paid by the District. Personal use of vehicle reimbursed based on IRS rate or current approved District rate
- ✓ Worker's Compensation Coverage for work related injuries. The District also is required to pay for Unemployment Insurance and does have a policy which complies with the federal Family Leave Act
- ✓ Uniforms provided for operations employees and District logo shirts for employees in frequent contact with customers

Exhibit 12

6. Refer to the Application Page 470 and Page 474.

- a. The wage and wage overhead costs of the customer service representatives, customer service manager, a Distribution Operator — III, and two of the Distribution Operators — I or II were allocated between the County Water Fund and the Radcliff Sewer Fund based on the revenues reported by those funds.
- (1) Explain why none of the wage and wage overhead costs for these employees were allocated to the Fort Knox Sewer Fund, the Fort Knox Water Fund, or the Fort Knox Storm Water Fund.
 - (2) Explain why is it appropriate to allocate the wage and wage overhead costs of these employees based on reported revenues of the funds receiving the allocation.
 - (3) Provide the current number of customers served by the County Water Fund, the Radcliff Sewer Fund, the Fort Knox Sewer Fund, the Fort Knox Water Fund, and the Fort Knox Storm Water Fund and the number of customers served by each fund as of December 31, 2012.
 - (4) Explain why an allocation factor based upon the number of customers would not be a more appropriate method of allocation for the wage and wage overhead costs of these employees rather than the revenues of the funds receiving an allocation.
- b. The wage and wage overheads for the Accountant, Executive Assistant, Accounting Specialist, Project Coordinator, General Manager, Finance and Accounting Manager, Engineering Manager, Utility Billing Specialist, Distribution System GIS/Planning Specialist, Distribution Operator — I, Heavy Equipment Operator — IVD, three of the Distribution Operators — I or II, Operations Manager, Distribution Supervisor, TEMP Summer Help, Maint. & Controls Specialist, Plant Supervisor, and WQ I Measurement Specialist appear to have been allocated between Hardin District's County Water Fund, the Radcliff Sewer Fund, the Fort Knox Water Fund, the Fort Knox Sewer Fund and the Fort Knox Storm Water Fund based on their estimated time dedicated to each fund.
- (1) State the job duties of each of these employees. Explain and describe the process through which their time dedicated to each fund was estimated.
 - (2) Explain why it is not appropriate to allocate the wage and wage overhead costs of these employees to each fund based on the number of customers served by each fund.

- c. Explain why it is not appropriate to allocate the wage and wage overhead costs of the Commissioners and the Attorney to each fund based on the number of customers served by each fund.

ANSWER 6:

a.

- (1) None of the county water distribution operators work or contribute to the Ft. Knox sewer utilities (sanitary and storm). There are no meter readings required to bill Ft. Knox, so no costs for county water meter reading were included.

The billing process for Ft. Knox sewer (and Ft. Knox water) is all done electronically, using the WAWF system (Wide Area Workflow – See attached Exhibit 13) and is processed by the Billing Specialist and reviewed by the Customer Service Manager. CSR's do not have any involvement in Ft. Knox billings or receiving payments, nor do Ft. Knox officials come to the Service Center or are they waited on by the CSR's.

- (2) The employees in question all provide functions necessary to read meters, bill and collect payments from retail customers, including county water and Radcliff sewer. Since their primary functions are to bill and receive and post revenues, Hardin District believes this is a reasonable method to allocate costs related to the billing and collection function, including meter reading.

- (3) See the table below which provides the requested data;

| Fund | 2013 Avg Number Accounts | 2012 Avg Number Accounts |
|----------------------|--------------------------|--------------------------|
| County Water | 10,022 | 10,048 |
| Radcliff Sewer | 8,927 | 8,977 |
| Ft. Knox Sewer | 1 | 1 |
| Ft. Knox Storm Water | 1 | 1 |
| Ft. Knox Water | 1 | 1 |
| Total Customers | 18,952 | 19,028 |

- (4) See answers to (1) and (2) above. Ft. Knox is one entity ("customer") that requires we bill them for three services monthly (Sanitary sewer, Storm sewer and Water). There is no billing to individual residents on Ft. Knox, or by number of buildings, or gallons delivered to the system. The method Hardin District uses, and proposes to continue to use, may not be the simplest, compared to using strictly number of "accounts", but it is believed to be more reasonable and fair to the respective customers and rate design, based on actual services required and received by each system/fund.

b.

- (1) Please see attached Exhibit 14 which includes job descriptions and duties for the employees in question. See answer and exhibit to question 1.h which provides the processes used to allocate labor between funds. Also, please refer to Exhibit 7 in Hardin District's Application, beginning at page 470, which includes the allocation procedures used for various types of expense and labor.
- (2) Hardin District does not feel it is reasonable to allocate solely upon number of customers as not every employee spends the same percentage of time on each fund based on number of customers.

Hardin District argues that its allocation methods are just, fair and reasonable as it allocates the wages and overhead of its employees and management more reasonably than simply by number of customers.

c. Same answer as (2) above.

WITNESS: Mr. Scott Schmuck, HCWD1 Finance & Accounting Manager

| Descriptions of Time Estimates - 2012 | | **NOTE** Hardin District took ownership of Ft. Knox Water effective February 1, 2012 | | | | | |
|---------------------------------------|--------------------------------------|--------------------------------------------------------------------------------------|---------|---------|---------|----------|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| 2012 Budget | | | | | | | |
| DIV | TITLE | %_WAT | %_RASEW | %_FKSEW | %_FKSTM | %_FK_WAT | Allocation Methodology |
| CS | Customer Service Representative | 52.0% | 48.0% | 0.0% | 0.0% | 0.0% | Based on Revenue Split between Co. Water & Radcliff |
| CS | Customer Service Representative | 52.0% | 48.0% | 0.0% | 0.0% | 0.0% | Based on Revenue Split between Co. Water & Radcliff |
| ADM | Accountant | 53.7% | 26.9% | 12.5% | 1.9% | 5.0% | Based on Estimates from EE - majority of time spent on Co Water due to volume of GL accounts, Daily Work of Cash Deposits, Returned Checks, Recording of Write-Offs/Collections with small amount estimated for FK Wat. |
| ADM | Executive Assistant | 27.5% | 25.0% | 25.0% | 7.5% | 15.0% | Based on Items Discussed/Voted on in 2011 with Estimate for FK Wat |
| ADM | Accounting Specialist | 27.5% | 25.0% | 25.0% | 7.5% | 15.0% | Based on Invoice flow, Grant Tracking, Check Processing with Estimate to FK Wat based on # of Capital Projects due in first 5 yrs |
| ADM | Project Coordinator | 48.0% | 25.0% | 15.0% | 2.0% | 10.0% | Estimates based on time spent on number of Project related items and IT related issues |
| ADM | General Manager | 45.2% | 25.0% | 15.0% | 5.0% | 9.8% | Estimate of time spent Overseeing 5 Funds based on Issues/Topics of Concern with Estimate for FK Wat |
| ADM | Finance & Accounting Manager | 27.5% | 25.0% | 25.0% | 7.5% | 15.0% | Based on FS prep, mthly JE's, data review of Accountant & Acct Spec work, Assignments from GM with Estimate for FK Wat |
| ADM | Engineering Manager | 5.1% | 19.8% | 30.0% | 5.1% | 40.0% | 100% Capitalized to Projects worked on |
| CS | Customer Service Manager | 52.0% | 48.0% | 0.0% | 0.0% | 0.0% | Based on Revenue Split between Co. Water & Radcliff |
| COMM | Commissioner | 27.5% | 25.0% | 25.0% | 7.5% | 15.0% | Based on Items Discussed/Voted on in 2011 with Estimate for FK Wat |
| COMM | Commissioner | 27.5% | 25.0% | 25.0% | 7.5% | 15.0% | Based on Items Discussed/Voted on in 2011 with Estimate for FK Wat |
| COMM | Commissioner | 27.5% | 25.0% | 25.0% | 7.5% | 15.0% | Based on Items Discussed/Voted on in 2011 with Estimate for FK Wat |
| COMM | Commissioner | 27.5% | 25.0% | 25.0% | 7.5% | 15.0% | Based on Items Discussed/Voted on in 2011 with Estimate for FK Wat |
| COMM | Commissioner | 27.5% | 25.0% | 25.0% | 7.5% | 15.0% | Based on Items Discussed/Voted on in 2011 with Estimate for FK Wat |
| CS | Customer Service Representative | 52.0% | 48.0% | 0.0% | 0.0% | 0.0% | Based on Revenue Split between Co. Water & Radcliff |
| CS | Customer Service Representative | 52.0% | 48.0% | 0.0% | 0.0% | 0.0% | Based on Revenue Split between Co. Water & Radcliff |
| CS | Customer Service Representative | 52.0% | 48.0% | 0.0% | 0.0% | 0.0% | Based on Revenue Split between Co. Water & Radcliff |
| DIST | Distribution Operator - III | 52.0% | 48.0% | 0.0% | 0.0% | 0.0% | Meter Reader - Based on Revenue Split between Co. Water & Radcliff |
| DIST | Distribution Operator - I or II | 52.0% | 48.0% | 0.0% | 0.0% | 0.0% | Meter Reader - Based on Revenue Split between Co. Water & Radcliff |
| CS | Utility Billing Specialist | 51.0% | 46.0% | 1.0% | 0.5% | 1.5% | Based on Revenue Split between Co. Water & Radcliff with Small % for time spent billing 1 Cust each for FK Swr/Storm and FK Wat |
| DIST | Distribution Operator - I or II | 52.5% | 47.0% | 0.0% | 0.0% | 0.5% | Meter Technician - Based on Revenue Split between Co. Water & Radcliff with small amount Estimated for FK Wat |
| ADM | Dist. System GIS/Planning Specialist | 42.5% | 30.0% | 13.0% | 2.0% | 12.5% | Based on total Gygabites used per system with Estimate to get GIS up and running 1st year for FK Wat |
| DIST | Distribution Operator - I | 100.0% | 0.0% | 0.0% | 0.0% | 0.0% | 100% time spent on County Water |
| DIST | Distribution Operator - I | 100.0% | 0.0% | 0.0% | 0.0% | 0.0% | 100% time spent on County Water |
| DIST | Heavy Equipment Operator - IVD | 100.0% | 0.0% | 0.0% | 0.0% | 0.0% | 100% time spent on County Water |
| DIST | Distribution Operator - I or II | 100.0% | 0.0% | 0.0% | 0.0% | 0.0% | 100% time spent on County Water |
| DIST | Distribution Operator - I or II | 52.0% | 48.0% | 0.0% | 0.0% | 0.0% | Meter Reader - Based on Revenue Split between Co. Water & Radcliff |
| DIST | Distribution Operator - I or II | 100.0% | 0.0% | 0.0% | 0.0% | 0.0% | 100% time spent on County Water |
| DIST | Distribution Operator - I or II | 100.0% | 0.0% | 0.0% | 0.0% | 0.0% | 100% time spent on County Water |
| ADM | Operations Manager | 13.5% | 15.0% | 15.0% | 10.3% | 46.2% | Estimated time spent on Operations of All Systems with more time spent on getting FK Wat up and running |
| DIST | Distribution Supervisor | 98.5% | 1.5% | 0.0% | 0.0% | 0.0% | Majority of time spent will be on Co. Water with small % to Radcliff for incidental Maint & Repair items |
| DIST | TEMP Summer Help | 100.0% | 0.0% | 0.0% | 0.0% | 0.0% | 100% time spent on County Water |
| LEG | Attorney | 58.0% | 23.0% | 14.0% | 5.0% | 0.0% | Based on Retainers charged for each Fund. 100% of 1st yr FK Wat to be Capitalized as Startup Costs |
| MAINT | Maint. & Controls Specialist | 98.0% | 0.0% | 0.0% | 0.0% | 2.0% | Majority time spent on Co. Water with small % to FK Wat |
| PIRTLE | Plant Supervisor | 100.0% | 0.0% | 0.0% | 0.0% | 0.0% | 100% Pirtle Water Treatment Plant |

| Descriptions of Time Estimates - 2012 | | **NOTE** Hardin District took ownership of Ft. Knox Water effective February 1, 2012 | | | | | |
|---------------------------------------|--------------------------------------|---------------------------------------------------------------------------------------------|---------|---------|---------|----------|-------------------------------------------------------------------------|
| 2012 Budget | | | | | | | |
| DIV | TITLE | %_WAT | %_RASEW | %_FKSEW | %_FKSTM | %_FK WAT | Allocation Methodology |
| ADM | WQ / Measurement Specialist | 99.0% | 0.0% | 0.0% | 0.0% | 1.0% | Majority of time spent on Pirtle Water Treat with Estimate for FK Water |
| FK WAT-Di | Distribution Operator - IV | 0.0% | 0.0% | 0.0% | 0.0% | 100.0% | 100% time spent on Fort Knox Water |
| FK WAT-Di | Distribution Operator - I or II | 0.0% | 0.0% | 0.0% | 0.0% | 100.0% | 100% time spent on Fort Knox Water |
| FK WAT-Di | Distribution Operator - I or II | 0.0% | 0.0% | 0.0% | 0.0% | 100.0% | 100% time spent on Fort Knox Water |
| FK WAT-Di | Heavy Equipment Operator - IVD | 0.0% | 0.0% | 0.0% | 0.0% | 100.0% | 100% time spent on Fort Knox Water |
| FK WAT-Di | Distribution Supervisor | 0.0% | 0.0% | 0.0% | 0.0% | 100.0% | 100% time spent on Fort Knox Water |
| FK WAT-Di | Dist. System GIS/Planning Specialist | 0.0% | 0.0% | 0.0% | 0.0% | 100.0% | 100% time spent on Fort Knox Water |
| FK WAT-Di | Accounting Specialist | 0.0% | 0.0% | 0.0% | 0.0% | 100.0% | 100% time spent on Fort Knox Water |
| PIRTLE | WTP Operator - Class IV | 100.0% | 0.0% | 0.0% | 0.0% | 0.0% | 100% Pirtle Water Treatment Plant |
| PIRTLE | WTP Operator - Class IV | 100.0% | 0.0% | 0.0% | 0.0% | 0.0% | 100% Pirtle Water Treatment Plant |
| PIRTLE | WTP Operator - Class IV | 100.0% | 0.0% | 0.0% | 0.0% | 0.0% | 100% Pirtle Water Treatment Plant |
| PIRTLE | WTP Operator - Class IV | 100.0% | 0.0% | 0.0% | 0.0% | 0.0% | 100% Pirtle Water Treatment Plant |
| PIRTLE | WTP Operator - Class 1A - 2A | 100.0% | 0.0% | 0.0% | 0.0% | 0.0% | 100% Pirtle Water Treatment Plant |

7. Refer to the Pre-Filed Testimony — Application Addendum Document, Page 133, and to the Application, Page 474. Refer to the Application, Page 474.
- a. On Page 474, the Radcliff Sewer Fund's Total Salary and Benefits is stated as \$395,621 but its Staff Salary and Benefits is stated as \$373,664. Explain the difference in these amounts.
 - b. On Page 474, the Radcliff Sewer Fund's capitalization percentage is stated as 16.9 percent. State whether the Total Salary and Benefits of \$395,621 is stated gross of the capitalization rate or net of the capitalization rate.
 - c. On page 133, the Radcliff Sewer Fund's pro forma labor costs are stated as \$364,729 ($\$94,204 + \$155,371 + \$115,154$). Reconcile this amount to the amounts shown on page 474.

ANSWER 7:

- a. Page 474 of Hardin Districts application states that Radcliff Sewer Fund's total salary and benefits is \$395,621 which includes the salaries and benefits of Commissioners and the Attorney (\$21,956). "Staff" salary and benefits total \$373,664 but does not include the Commissioners and Attorney. Separating these totals is used for internal management purposes only.
- b. The total salaries and benefits of \$395,621 on page 474 of Hardin Districts Application is stated net of the capitalization rate. Page 473 of the application shows net salaries and benefits totaling \$2,339,992 after dollars to be capitalized have been deducted. The dollars to be allocated to each of the five funds is then shown at the bottom of page 474 of the application.
- c. The pro forma labor costs referenced on page 168 of Hardin District's application are based on actual costs in the test year, 2012, with adjustments to reflect projected incremental labor costs in the rate year.

Page 474 of Hardin District's application is the starting point for its 2012 Budgeted labor and benefits. The wages reported on this

page are at the 2011 hourly rate with 2012 known increases for health, dental, vision, life and long term disability, and workman compensation insurances. On page 475 of the application, the approved raise increase for 2012 is factored in for labor and taxes to get the total labor and benefits to be budgeted for each utility. Thus, it is not possible to reconcile these amounts. The intent of the information provided on page 474 was to provide supplemental detail on the process used to allocate costs

WITNESS: Mr. Scott Schmuck, HCWD1 Finance & Accounting Manager
Mr. Bart Kreps. Rate Consultant

8. Refer to the Application, Page 81. Provide all work papers used to calculate the Amortization of Acquisition Expense in the amount of \$9,100.

ANSWER 8: Exhibit 15 shows the calculation for Amortization of Acquisition Expense of \$9,100 as supplied by Hardin District's Auditor, Ray, Foley, Hensley & Company, PLLC.

WITNESS: Mr. Scott Schmuck, HCWD1 Finance & Accounting Manager

Radcliff Acquisition Costs and Amortization

| | |
|------------------------------------|-----------|
| Payroll reclassification | \$ 49,611 |
| Veolia (Radcliff) employee buy-out | 151,945 |
| Radcliff employee vacation buy-out | 8,000 |
| Legal expenses | 28,477 |
| Miscellaneous | <u>60</u> |
| Balance 12/31/2008 | 238,093 |

| | |
|--------------------------------|-------------|
| 2008 Partial year amortization | (5,439) |
| Miscellaneous | <u>(30)</u> |
| Audited balance 12/31/2008 | 232,624 |

Estimated amortization

| | |
|---------------------------------------|--------------|
| Additional Veolia invoice | 2,745 |
| Invoice from CPA for acquisition work | <u>3,052</u> |
| Balance 12/31/2009 | 238,421 |

| | |
|-----------------------------|----------|
| 2009 Full year amortization | (9,018) |
| Miscellaneous | <u>-</u> |
| Audited balance 12/31/2009 | 229,403 |

Estimated amortization

The current rate of \$9,100 per year is based upon a base of \$227,500 over 25 years.

| | |
|-----------------------------|----------------|
| 2010 Full year amortization | <u>(9,100)</u> |
| Audited balance 12/31/2010 | 220,303 |

| | |
|----------------------------|----------------|
| 2011 Amortization | <u>(9,100)</u> |
| Audited balance 12/31/2011 | 211,203 |

| | |
|-----------------------------------|-------------------|
| 2012 Amortization | <u>(9,100)</u> |
| Audited balance 12/31/2012 | \$ 202,103 |

Exhibit 15

9. Refer to the Application, Page 476 and Page 477.

- a. State the purpose and use of each asset listed.
- b. Explain which of Hardin District's operating fund is represented by the Column Heading "Water %."
- c. Explain why there are no columns for the Fort Knox Water Fund nor the Fort Knox Storm Water Fund.
- d. State which Hardin District Fund has the asset reported on their depreciation schedule.
- e. State where, in the Application, depreciation on the assets listed on these pages is calculated and allocated to the Radcliff Sewer Fund for inclusion in its pro forma depreciation expense.

ANSWER 9:

- a. The purpose and use of each asset referred to on pages 476 and 477 of Hardin District's application are shown in Exhibit 16.
- b. The heading "Water %" on pages 476 and 477 of Hardin District's application stand for the County Water Fund.
- c. The assets listed on page 476 and 477 of Hardin District's application are assets that are used or can be shared between the County Water Fund, Ft. Knox Sewer Fund and the Radcliff Sewer Fund. Hardin District's management decided not to allocate depreciation expense to the Ft. Knox Storm Water and subsequently to Ft. Knox Water after it took ownership on February 1, 2012.
- d. The assets listed on page 476 and 477 of Hardin District's application are reported on the County Water Fund.
- e. The total depreciation of \$981,121.38 identified in the test year includes the allocated depreciation expense for the assets identified on pages 476-478 in the Application. Per the test year (2012) Trial Balance (Appendix C-2, pg. 134 of the application), the breakdown of the \$981,121.38 includes depreciation expense (account 4.06.40300 - \$903,180.92), allocated depreciation (account 4.06.40301 - \$68,840.14), and amortization of acquisition expense (account 4.06.43200 - \$9,100.32).

WITNESS: Mr. Bart Kreps. Rate Consultant

Mr. Scott Schmuck, HCWD1 Finance & Accounting Manager

Data Request 2 - Response to Q 9.a
Water Assets Depreciation Allocation (Shared Assets)

The Following Assets are on Water Depreciation Schedule Only and Depreciation is Allocated Mthly via Journal Entries

| Asset # | Asset Description | Purpose | Use | Class |
|----------------|--------------------------------------------------------|----------------------------------------------------|----------------------------------------------------------|---------|
| 539 | Precision 390 1.86 Ghz - Linda Thompson/Billing | Computer for Billing Specialist | Calculating, billing, all customer accounts | AB |
| 540 | Precision 390 1.86 Ghz - Charlene Easter/Cust Svc Mgr | Computer for Cust Service Manager | Performing job duties, servicing customer inquiries | AB |
| 638 & 635 | 3 Comm Phone System & Upgrade | Service Center Phone System | Phone calling by all employees at Serv Center | AD |
| 535 | 30 Stackable Chairs | SC Kitchen lunch room chairs | All employees use when eating lunch or training | AD |
| 529 | Office Pro 2007 Software License | Ownership fee for MS Office Pro | Used by all employees with a PC | AD |
| 525 | New Security Camera | Door entry CCTV monitoring / recording | Monitor customer activity, entrance in and behind SC | AD |
| 526 | Dell Email Server & Software | Server to provide electronic mail | Used by all HCWD1 employees with email | AD |
| 691 | Vinyl Fence at Service Center | Hiway 313/150 ROW Fencing | Replaced wire ROW fencing, faster mowing/maint | AD |
| 55 | Carpet & Ceramic Tile at Service Center | SC Lobby replacement ceramic tiles | Replacement for worn carpet | AD |
| 54 | 3 Heat Pumps for Service Center | SC HVAC Heat Pumps | Heating & Cooling for SC (replaced 1997 units) | AD |
| 51 | Ice Blockers for Service Center Roof | SC Roof Ice dams | Prevent frozen snow/ice from sliding off roof | AD |
| 49 | Re-do Restroom Floors - Service Center | Tile replacement for SC rest rooms | Replacement for worn VCT flooring | AD |
| 44 | Heat Detectors - Service Center | SC Heat Detectors | Improve fire monitoring besides smoke only | AD |
| 43 | Flag Pole at Service Center | Planter, flag pole at SC | Public building, fly US, KY and County flags | AD |
| 27 | Service Center | Customer Service Center | Base of operations, service center for all of HCWD1 | AD |
| 40 | Air Temp | SC HVAC units repairs | Fix, improve heating / cooling at headquarters | AD |
| 803 | Exterior Signs for New Parking Lot | Signage for new Employee Parking lot | Safety, traffic control for all SC employee parking area | AD |
| 842 | Service Center Tile Work | Replace tile in service center hallways | Replace tile in service center hallways | AD |
| 852 | Service Center Expansion Building Construction | Add 7 new offices, restroom to Service Center | Used by Acctng, GM, Engineering, Exec Asst. | AD |
| 853 | Service Center Expansion Bath, Kitchen & Misc Cabinets | Cabinet & Fixtures for Service Center Expansion | Complete restroom, coffee area for expansion | AD |
| 854 | Service Center Expansion Furniture & Chairs | Office Furniture for Service Center Expansion | Used by Acctng, GM, Engineering, Exec Asst. | AD |
| 855 | Cabinet | Houses LAN expansion wiring for SC expansion | Used by Acctng, GM, Engineering, Exec Asst. | AD |
| 856 | Service Center Expansion Used Panasonic Copier | Copier for SC expansion wing | Used by Acctng, GM, Engineering, Exec Asst. | AD |
| 857 | Artwork, Room Dividers) | Blinds, Artwork and Divders for SC Expansion | Used by Acctng, GM, Engineering, Exec Asst. | AD |
| 858 | Service Center Expansion Landscaping | Landscaping around the SC Expansion | Add shrubs, grass, rock around new wing | AD |
| 859 | Service Center Expansion Smoke Alarms | Smoke Alarm for SC Expansion | Allows new wing to tie into exist remote alarm system | AD |
| 545 | Precision 390 E4300 1.80 Ghz - Jim Bruce | Computer for GM | Performing job duties, email, correspondence | AM |
| 546 | Precision 390 E4300 1.80 Ghz - Stephanie Brown | Computer for Exec Asst | Performing job duties, email, correspondence | AM |
| 548 | Precision 390 E4300 1.80 Ghz - Karen Brown | Computer for Acctng Spec | Performing job duties, email, correspondence | AM |
| 536 | Latitude D430 1.20 Ghz - Brett Pyles | Laptop/PC for Operations Manager | Performing job duties, email, correspondence | AM |
| Various | Meters; Inventory/Installation/Service; Rings/Lids; | Customer service water meters, installations | Measuring usage for water and sewer billings | CS |
| Various | Setters/Tubing, New Service/Installation | Customer service water meters, installations | Measuring usage for water and sewer billings | CS |
| 636 | Dell Poweredge 850 Rack Server | HCWD1 Website Server | Provide customers with information, requests | CS |
| 651 | 2009 Toyota Tocomo - Distribution/Meter Readers | Distribution operator vehicle | Primarily used for meter reading, customer WO's | CS |
| 666 | Web Page Design | HCWD1 Website design | Provide customers with information, requests | CS |
| 661 | Audiotel Machine for Check Scanning | Hardware to scan customer payment checks | Process payments using ACH banking system | CS |
| 646 | Remit Plus Software | Software to scan customer payment checks | Process payments using ACH banking system | CS |
| 650 | Server Installation & Transfer | Document Scanning Server Hardware | Scans paper documents to PDF for safer storage | CS |
| 549 | Precision 390 E4300 1.80 Ghz - Field Reps | Computer for Field Serv Reps, meter reading | Measuring usage for water and sewer billings | CS |
| 543 | Precision 390 E4300 1.80 Ghz - Check Reader | Hardware (PC) to scan customer payment checks | Process payments using ACH banking system | CS |
| 538 | Vostro 1500 1.40 Ghz - Mike Mosely/Meter Reading | Computer for Meter Tech/Dist Oper/Meter Test Shop | For meter test records, inventory management | CS |
| 541 | Precision 390 1.86 Ghz - Credit Desk/CSR area | Computer for CSR's, new accounts | Process customer payments, open/transfer accounts | CS |
| 542 | Precision 390 1.86 Ghz - Christie Campbell/Admin Clerk | Computer for CSR | Process customer payments, open/transfer accounts | CS |
| 532, 533 & 534 | Dell PWS390 CMT PC's - CSR's | Computer for CSR's, new accounts | Process customer payments, open/transfer accounts | CS |
| 528 | Server | UPS Hardware for HCWD1 Servers | Provides power source during outage for servers | CS |
| 527 | IT Study | IT Systems Study | Recommended back-up, ITC, safeguards | CS |
| 521 | Credit Card Swipe Machine Software - CSR | Software to scan customer payment checks | Process payments using ACH banking system | CS |
| 519 | Furniture for Cust Svc Mgr Office - Charlene | Customer Service Manager Furniture | Customer Service Manager Furniture | CS |
| 524 | Field Service Rep's Office Doors | Office Doors for FSR Office Addition | When moving meter readers to new office location | CS |
| 50 | Meter Shop Air Conditioner | Air conditioner for meter shop | Cool workspace for meter testing lab | CS |
| 48 | Server Software Laptop & PC's | Replacement PC's, laptops, required software | Computer equip used by meter rdrs, CSR's, Dist Crews | CS |
| 46 | Meter Shop Doors | Dual wide doors for Meter Shop | Allow large testing tank to be located in shop | CS |
| 41 | Drive Thru Improvements | Replace window, payment drawer, heater (old bldg) | Take customer payments by drive through lane | CS |
| 633 | AMR System Purchased in 2005 | AMR System, hardware, software | Used for remote, drive-by meter reading | CS |
| 647 | 2008 Ford Ranger Super Cab - FSR | Replacement FSR/Meter reader truck | Using in collecting readings, service calls | CS |
| 752 | New Computer for Drive Thru | Replacement PC for CSR at drive thru windows | Used to process payments from drive-thru customers | CS |
| 368 | Ultrasonic Flow Meter | EFM Field Mag flow meter | Used to field test and verify large & MAG meters | FM |
| 489 | Geo XH HandHeld GPS Unit - Daniel | GIS unit to collect spatial asset points | Used to update and revise all GIS system maps | GI |
| 488 | Color Aerial Photography | Aerial Photography for GIS map | Provides background images for GIS mapping system | GI |
| 487 | GIS Updated Aerial Imagery | Aerial Photography for GIS map | Provides background images for GIS mapping system | GI |
| 484 & 486 | GIS Mapping | Software, Computers, office to set up GIS position | Mapping of Water, Sewer & Stormwater Assets | GS |
| 683 | 3" Sensors in Field Meter Tester - Large Meters | Testing Large Meters in the Field | Testing Large Meters in the Field | MT |
| 547 | Precision 390 E4300 1.80 Ghz - Charlie Miller | Computer & furniture for Proj Coordinator position | Used by Proj Coord to carry out job duties | PC |
| 566 | 2005 Chevy Colorado 1/2ton Truck-Meter Readers | Replacement FSR/Meter reader truck | Using in collecting readings, service calls | (DISPD) |
| 537 | Latitude D430 1.20 Ghz - Jim Bruce | General Manager Laptop | Used by Gen Mgr to carry out job duties | (DISPD) |
| 531 | Precision 390 - Drive Thru - CSR | Computer for CSR | Process customer payments, open/transfer accounts | (DISPD) |
| 523 | GIS Workstation & Replacement PC | Replacement PC used for GIS Mapping | Maintain and update GIS mapping systems | (DISPD) |

10. Refer to the Application, Page 478.

- a. Provide a list of each asset included in each "Class."
- b. State the purpose and use of each asset listed in response to item a.
- c. State which Hardin District Fund has the asset reported on their depreciation schedule.
- d. Explain why only three funds are represented on this page instead of five.
- e. Explain how the allocation percentages were determined for each fund.

ANSWER 10:

- a. Exhibit 16, provided with the answer to 9.a, shows a listing of each asset in each class with its stated purpose and use.
- b. Please see Exhibit 16 provided with the answer to 9.a.
- c. The assets referred to on page 478 of Hardin District's application by "class" are reported on the County Water Fund depreciation schedule.
- d. The assets in each "class" were originally recorded on the County Water Fund depreciation schedule. When management decided that these specific assets should be allocated to other funds, it created "classes" to group these assets, thereby making it easier to allocate the depreciation via journal entries each month. These particular assets were "classed" for depreciation allocation purposes, management decided to split any new asset purchased that was to be shared by more than one fund by entering it separately on each required depreciation schedule. Also see the answer to 9c.
- e. Please see Exhibit 7, pages 476 and 477, of Hardin District's application describing the allocation methods applying to the "shared assets".

WITNESS: Mr. Scott Schmuck, HCWD1 Finance & Accounting Manager

11. Refer to the Application, Page 480.

- a. State the purpose and use of each asset listed.
- b. State which Hardin District Fund has the asset reported on their depreciation schedule.

ANSWER 11:

- a. Please see Exhibit 17 for the purpose and use of each asset listed as a "Split Asset" on page 480 of Hardin District's application.
- b. The assets shown on page 480 of Hardin District's application shows the 2012 year-to-date depreciation of the asset as it is recorded on each fund. For example, the asset labeled "SDI Geosync Enterprise for Utilities" is recorded as a separate asset on four depreciation schedules per the method as described in response to question number 10.d of this data request.

WITNESS: Mr. Scott Schmuck, HCWD1 Finance & Accounting Manager

Data Request 2 - Response to Q 11.a

| 2012 Depreciation for Spill Assets | | DOES NOT INCLUDE ASSETS SPLIT ONLY BETWEEN FK SEWER & RADCLIFF SEWER | | FK Sewer | | FK Storm | | FK Water | | Radcliff | | Use | |
|-------------------------------------------------------|--------------|----------------------------------------------------------------------|--------------|----------|-----------|----------|--------------|----------|--------------|----------|-----------------------------------------------------------|-----|--|
| Asset Description | Water | % | FK Sewer | % | FK Storm | % | FK Water | % | Radcliff | % | Use | | |
| River Rock for Service Center Landscaping | \$ 577.89 | 71% | \$ 56.98 | 7% | | | \$ 179.06 | 22% | | | Replace mulch, lower maintenance costs | | |
| Sewer Line at Service Center | \$ 187.76 | 71% | \$ 18.51 | 7% | | | \$ 58.18 | 22% | | | Provide sewer service to SC building | | |
| Curbline for Service Center Parking Lot | \$ 202.66 | 71% | \$ 48.57 | 17% | \$ 14.29 | | \$ 20.00 | 5% | | | Improve drainage, grass damage | | |
| Service Center Parking Lot | \$ 2,317.49 | 71% | \$ 554.89 | 17% | \$ 163.20 | | \$ 228.49 | 7% | | | For all employees, free up parking for bus | | |
| 3 HVAC Units for Service Center | \$ 101.84 | 74% | \$ 5.51 | 4% | \$ 1.39 | | \$ 28.80 | 21% | | | Heating & Cooling for SC (replaced 1987 units) | | |
| Software: ArcPad 10, GPS Analyst, GPS Correct | \$ 84.28 | 42.5% | \$ 25.78 | 13.0% | \$ 3.97 | | \$ 59.50 | 30.0% | \$ 24.75 | | Used to update and revise all GIS system maps | | |
| Operations Mgrs. Furniture | \$ 171.98 | 40% | \$ 107.49 | 25% | | | \$ 71.68 | 35% | | | Used by Ops Mgr. to carry out job duties | | |
| Periscope Copier | \$ 907.99 | 71% | \$ 89.48 | 7% | | | \$ 401.75 | 22% | | | Used by all SC employees to make copies | | |
| Sage FAS100 Software | \$ 171.99 | 42% | \$ 131.04 | 32% | | | \$ 106.47 | 26% | | | Calculate depreciation expense, all fund | | |
| Phaser Copier 3300NFPX | \$ 79.45 | 53% | | | | | \$ 70.45 | 47% | | | Making customer copies by CSR's | | |
| Convertible Minilower Computer Schumuck | \$ 102.20 | 35% | \$ 48.18 | 33% | | | \$ 93.44 | 32% | | | Used by Fin/Act Mgr. to carry out job duties | | |
| 10 Document Imaging System | \$ 487.85 | 34% | \$ 487.88 | 33% | | | \$ 457.80 | 50% | | | Convert paper documents to electronic | | |
| Remit Plus Software | \$ 457.50 | 50% | | | | | \$ 175.12 | 45% | | | Performing job duties, servicing customer inquiries | | |
| Latitude Computer - CEaster | \$ 169.05 | 46% | \$ 9.73 | 5% | | | \$ 147.82 | 35% | | | Used by Ops Mgr. to carry out job duties | | |
| Convertible Minilower Computer Bytes | \$ 169.05 | 46% | \$ 52.83 | 25% | | | \$ 147.82 | 35% | | | Take customer payments by drive through lane | | |
| Divide Thin Drawer Unit & Counter | \$ 412.45 | 53% | | | | | \$ 365.76 | 47% | | | OSHA required, replaced rusting panite | | |
| Handrail for Loading Dock | \$ 131.63 | 71% | \$ 18.54 | 7% | | | \$ 86.57 | 22% | | | Extend life of surface, used by all SC employees | | |
| Zeus Server | \$ 279.39 | 71% | \$ 27.55 | 7% | | | \$ 238.35 | 22% | | | Customer education, news while waiting in line | | |
| Scalping & Shipping of SC Parking Lot | \$ 752.85 | 71% | \$ 73.50 | 7% | | | \$ 46.05 | 47% | | | Customer education, news while waiting in line | | |
| Imagine 47" LCD TV | \$ 51.93 | 53% | | | | | \$ 69.17 | 47% | | | For GSM & CSR's to perform job duties | | |
| Legitronics Mini Treat Controller Int. DVD player | \$ 78.00 | 53% | | | | | \$ 57.50 | 47% | | | To view water system assets in field | | |
| Dell Inspiron 1150 | \$ 64.85 | 53% | | | | | \$ 313.86 | 47% | | | GIS mapping software used for all utilities | | |
| 5 Dell Vostro Laptops | \$ 354.04 | 53% | | | | | \$ 365.03 | 26% | | | Customer and HCWD1 emp to access acct info | | |
| ISDI Geosync Enterprise for Utilities | \$ 729.64 | 49% | \$ 236.94 | 16% | \$ 133.28 | | \$ 150.40 | 47% | | | Notify customers of emergencies, BVA notices | | |
| Remote Access Iweb Harris | \$ 160.60 | 59% | | | | | \$ 150.40 | 47% | | | Keeps servers much cooler, within spec | | |
| Server AC Unit | \$ 261.27 | 71% | \$ 62.56 | 17% | \$ 18.40 | | \$ 25.76 | 7% | | | Maintain and update GIS mapping systems | | |
| 2 Dell Computers GIS Mapping | \$ 304.53 | 49% | \$ 89.44 | 16% | \$ 55.93 | | \$ 370.13 | 47% | | | Used by Dist Supv to carry out job duties | | |
| Dell Laptop Tim Osborne | \$ 33.31 | 52% | | | | | \$ 30.74 | 48% | | | Provide customers with information, request | | |
| Web Server | \$ 71.80 | 53% | | | | | \$ 66.28 | 47% | | | To perform job duties for dist super, billing spec, CSR's | | |
| 6 Workstation Computers (Dist Sup, Billing & 4 CSR'S) | \$ 254.90 | 51% | | | | | \$ 235.29 | 47% | | | Allow CSR's to all while performing job duties | | |
| New CSR Chairs | \$ 17.19 | 55% | | | | | \$ 15.24 | 47% | | | Used by various dept employees at SC | | |
| 2004 Jeep Laredo | \$ 282.45 | 40% | | | | | \$ 286.09 | 35% | | | Maint support for all HCWD1 facilities | | |
| 2007 Dodge Sprinter Van | \$ 4,513.39 | 75% | | | | | \$ 1,504.54 | 25% | | | Used by Ops Mgr. to carry out job duties | | |
| Honda Ridgeline | \$ 1,342.86 | 40% | \$ 839.29 | 25% | | | \$ 1,176.00 | 35% | | | Used by Dist Super to carry out job duties | | |
| Ext Cab F250 Dist Supervisor | \$ 3,044.82 | 98% | | | | | \$ 62.14 | 2% | | | For traffic routing during W&S street repair | | |
| Solar Assisted Arrow Board | \$ 223.43 | 34% | \$ 216.86 | 33% | | | \$ 714.29 | 25% | | | Used by Gen Mgr to carry out job duties | | |
| Toyota Tundra | \$ 1,142.72 | 40% | \$ 999.86 | 35% | | | \$ 241.12 | 60% | | | Access buried W&S lines without digout | | |
| Vac Truck Hydro Excavating Assembly | \$ 20.09 | 5% | \$ 120.56 | 30% | \$ 20.09 | | \$ 527.28 | 47% | | | Primarily used for meter reading, customer W/O's | | |
| 2012 Ford F150 | \$ 605.43 | 53% | | | | | \$ 30.53 | 25% | | | Making repairs and installation for W&S line | | |
| Electro 18' Concrete Asphalt Walk Behind Saw | \$ 81.55 | 75% | | | | | \$ 34.98 | 25% | | | Used to compact soil for pipe laying | | |
| Multiquip MTX60 4 Cycle Rammer Compactor | \$ 104.85 | 75% | | | | | \$ 84.37 | 47% | | | Mow grass at SC site | | |
| Disk Chopper | \$ 412.50 | 50% | \$ 412.50 | 50% | | | \$ 10,257.32 | | | | Mow grass at SC site | | |
| Finish Mower | \$ 95.14 | 53% | | | | | \$ 0.27 | | | | Mow grass at SC site | | |
| Total | \$ 22,653.50 | | \$ 4,787.30 | | \$ 410.54 | | \$ 24,790.00 | | \$ 36,118.66 | | \$ 38,143.45 | | |
| | \$ 0.55 | | \$ 0.13 | | \$ 0.01 | | \$ 0.00 | | \$ 0.27 | | \$ 0.00 | | |
| Total of Spill Assets Other than County Ware | | | \$ 15,489.95 | | | | | | | | | | |

12. Refer to the Pre-Filed Testimony — Application Addendum Document, Page 8, Question 25.
- a. Provide a copy of Hardin District's written accounting policies and internal controls that have been adopted to ensure that Veolia's "cross utilization" practices do not result in inappropriate charges to the Radcliff Sewer Fund.
 - b. Explain and describe how the accounting policies and internal controls identified in item a. are applied during daily operations.

ANSWER 12:

- a. See the internal guidance memorandum provided with Data Request 1, Question 18.b.

The term "cross utilization" means that Veolia, on rare occasions, will use employees, technicians or project managers from other projects to assist with one of Hardin District's projects. For example; during the 2009 ice storm, Veolia brought employees from out of state to assist the Radcliff utility due to widespread power outages.

Recently, a regional electrical specialist was brought to the Ft. Knox project to assist with SCADA programming for the start up of a new lift station. In 2012, the KY Division of Water scheduled a meeting in Louisville regarding wet weather flows in the Radcliff system. Since the Radcliff project manager was unavailable, Veolia had the project manager from the City of Hardinsburg attend, who was also familiar with the Radcliff project.

Since the Veolia fees are mostly fixed per month, these examples of assistance do not result in added charges to the receiving project. Veolia cannot charge Hardin District extra costs for cross utilization unless that project exceeds the annual over time limit set forth in the contract, which has not happened at either project.

The operating contract also sets for maximum number of straight time and overtime man-hours that must be provided and maximum number of employees Veolia must employ.

Only if "cross-utilization" causes Veolia to exceed these three limits, could Veolia propose to increase its fee to the Radcliff project, or add any costs to its monthly billing. As answered elsewhere, Veolia is required to provide advance notice of any fee increase and Hardin District can and does negotiate the amount of the increase. Hardin District could also propose reduced services or other cost saving measures, to reduce or avoid a cost increase to the Radcliff project of "cross utilization".

- b. These policies, along with training provided to accounting and finance staff, and all supervisors, require that proper allocation methods and charges are used for all coding of expenses and revenues. Since cross utilization does not result in added costs or specific charges between projects, there are no changes required to daily operations for accounting methods.

WITNESS: Mr. Scott Schmuck HCWD1 Finance & Accounting
Mr. Jim Bruce, HCWD1 General Manager

13. Refer to the Pre-Filed Testimony — Application Addendum Document, Page 9, Question 27.
- a. State the amount of the Base O&M Fee, Repair and Maintenance Limit, Electrical Limit, and Odor Control Limit included in each annual adjustment to the original 2008 Contract.
 - b. State the annual amount of Base O&M Fee, Repair and Maintenance Limit, Electrical Limit, and Odor Control Limit paid to Veolia for each year since the inception of the contract.

ANSWER 13:

- a. Please refer to Data Request 1, Exhibits 12.b and 13b, pages 143 through 151 for the requested information. Also, question 27, page 9 of Hardin District's Pre-Filed Testimony provides the amount for the initial contract year, 2008.
- b. See answer "a" above for same source for this information and answer.

WITNESS: Mr. Scott Schmuck, HCWD1 Finance & Accounting Manager

14. Refer to the Pre-Filed Testimony — Application Addendum Document, Page 292.

- a. Provide copies of the city's financial statements that were provided to Hardin District pursuant to the Memorandum of Understanding.
- b. Provide copies of all of the city's financial information that was reviewed by Hardin District when contemplating purchasing the assets of the Radcliff Sewer Fund.

ANSWER 14:

- a. The requested information is attached on a compact disc as Exhibit 18.

WITNESS: Mr. Jim Bruce, HCWD1 General Manager

15. Refer to the Pre-Filed Testimony — Application Addendum Document, Page 8.
- a. Provide a list of city employees who were retained by Veolia and their wage rates paid by the City just before Hardin District took over operations of the Radcliff Sewer System.
 - b. Provide a list of Veolia's current employees who provide service to the Radcliff Sewer Fund and state each employee's wage rate.

ANSWER 15: The requested information is attached as Exhibit 19.

NOTE TO COMMISSION LEGAL COUNSEL: Veolia Water, North America has requested that current employee names, titles and salaries (15.b) be classified as CONFIDENTIAL INFORMATION and not be made available to general public. If Veolia must do this through a formal motion, please advise Hardin District and Veolia will be notified of the proper process required to make this request.

WITNESS: Mr. Jim Bruce, HCWD1 General Manager



Hardin County Water District No. 1
 Radcliff Sewer Rate Case - 2013-00050
 Response to DR2, Question 15

| ROW # | City Employees | | | Veolia Employees | | | Comment on Position / Person Change |
|-------|----------------|---------------------|-----------|------------------|-------------------|-------------|-------------------------------------|
| | Emp Name | Position | City Rate | Emp Name | Position | Veolia Rate | |
| 1 | J. Thurman | Utility Director | \$ 30.63 | B. Walker | Proj Manager | \$ 35.36 | replaced J.Thurman |
| 2 | R. Kendall | Collections Mgr | \$ 24.57 | D. Bollinger | Collection Supv | \$ 25.36 | replaced R.Kendall |
| 3 | D. Wright | Chief Opr Sup | \$ 22.73 | B.Johnston | Operations Supv. | \$ 25.58 | replaced D.Wright |
| 4 | L. Jury | Chief Lab Tech | \$ 14.45 | | | | eliminated position |
| 5 | W. Miller | Code Enf/Inspect | \$ 21.70 | | | | eliminated position |
| 6 | R. Gardner | Oper Tech 1,II,III | \$ 15.13 | J. Robinson | Field Tech III | \$ 21.65 | R.Gardner retired |
| 7 | P. Shanklin | Oper Tech 1,II,III | \$ 18.50 | P. Shanklin | Operator II | \$ 20.90 | |
| 8 | W. Powell | Oper Tech 1,II,III | \$ 18.32 | Jason Wreen | Electrician | \$ 21.50 | replaced W.Powell |
| 9 | D. Roach | Oper Tech 1,II,III | \$ 15.23 | D.Roach | Senior Field Tech | \$ 18.79 | Promotion |
| 10 | N. Turner | Oper Tech 1,II,III | \$ 14.90 | D.McGinty | Field Tech | \$ 14.33 | replaced N.Turner |
| 11 | J. Houston | Oper Tech 1,II,III | \$ 14.74 | B.Flaugher | Senior Field Tech | \$ 16.44 | replaced J.Houston |
| 12 | M. Daniel | Plant Oper I,II,III | \$ 14.07 | M.Daniel | Operator II | \$ 17.30 | |
| 13 | D. Young | Plant Oper Trainee | \$ 12.13 | D.Young | Field Tech | \$ 15.03 | Promotion |
| 14 | J. Sanders | Mech Oper I,II,III | \$ 14.07 | M.Wallace | Field Tech | \$ 14.14 | replaced J.Sanders |
| 15 | R. Bingle | Sludge Tech I,II | \$ 16.52 | R.Bingle | Operator II | \$ 19.09 | |
| 16 | B. Fox | Admin Asst | \$ 15.94 | B.Fox | Admin Asst. | \$ 19.61 | |
| 17 | VACANT | Mech Oper Trainee | \$ - | | | | eliminated position |
| 18 | VACANT | Admin Aide | \$ - | | | | eliminated position |

Exhibit 19

16. Refer to Commission Staffs First Request for Information, Item 19.a.
- a. For all entries to the revenue and expense accounts shown on the general ledger, indicate which entries were made to report transactions that affected only the Radcliff Sewer Fund and were, therefore, directly assigned only to that fund. Additionally, indicate which entries shown in the ledger were made to record transactions that were shared between the Radcliff Sewer Fund and Hardin District's other divisions, units, or groups.
 - b. For all shared transactions identified in item a., provide the allocation factors used to determine the amount charged to each division, unit, or group and provide the calculation of each allocation factor.
 - c. Provide a copy of the written accounting policies and internal controls that have been adopted by Hardin District to ensure that directly assigned and allocated revenues and expenses are properly charged to the appropriate division, unit, or group.
 - d. Explain and describe how the accounting policies and internal controls identified in item c. are applied during daily operations to ensure that revenues and expenses are properly charged to the appropriate division, unit, or group.

ANSWER 16:

- a. Exhibit 20 titled Radcliff 2012 Trial Balance Detail Revenue Expense indicates which transactions were made only to the Radcliff Sewer fund as well as transactions shared between funds by allocation factors.
- b. Answered in response 16.a.
- c. Please see answer to question 1d and 1.e.
- d. Please see answer to question 1d and 1.e.

WITNESS: Mr. Scott Schmuck, HCWD1 Finance & Accounting Manager

GL Detail Trial Balance
Hardin County Water District No. 1
General Ledger

| Account: 4.00.41700 | | | | Description: Radlff.General.Gain/Loss on Asset | | Beginning Balance: | Rad Only | Allocated | Co Wat | FK Swr | FK Storm | Rad | FK Wat | | | | | | |
|---------------------|----------|-------------------|------------------------|------------------------------------------------|-------------------|--------------------|----------------|-----------|--------|--------|----------|-------------|--------|--|--|--|--|--|--|
| Trx Date | Jrnl No. | Orig. Audit Trail | Distribution Reference | Orig. Master Number | Orig. Master Name | Debit | Credit | | | | | | | | | | | | |
| 1/1/2012 | 1484 | GLTR00000510 | | | | \$14.33 | | | | | | | | | | | | | |
| 3/21/2012 | 3064 | GLTR00001041 | | | | \$0.00 | | x | 53.00% | | | 47.00% | | | | | | | |
| 3/31/2012 | 3364 | GLTR00001158 | | | | \$66,481.62 | | x | 53.00% | | | 47.00% | | | | | | | |
| 5/1/2012 | 4104 | GLTR00001414 | | | | \$336.81 | | x | 53.00% | | | 47.00% | | | | | | | |
| 6/1/2012 | 4804 | GLTR00001636 | | | | \$18.32 | | x | 53.00% | | | 47.00% | | | | | | | |
| 6/30/2012 | 5470 | GLTR00001852 | | | | \$1,871.62 | | x | | | | | | | | | | | |
| 7/31/2012 | 6278 | CHTR00000272 | Bank Transaction Entry | IA300000689 | Dawn Shelby | \$0.00 | \$4,100.00 | x | | | | | | | | | | | |
| 8/1/2012 | 6356 | GLTR00002202 | | | | \$106.33 | | x | 53.00% | | | 47.00% | | | | | | | |
| 8/1/2012 | 6277 | CHTR00000271 | Bank Transaction Entry | IA300000646 | Dawn M Shelby | \$0.00 | \$4,100.00 | x | | | | | | | | | | | |
| 8/1/2012 | 5992 | CHTR00000361 | Bank Transaction Entry | IA300000646 | Dawn M Shelby | \$0.00 | \$4,100.00 | x | | | | | | | | | | | |
| 10/24/2012 | 7986 | GLTR00002772 | | | | \$174.37 | | x | 53.00% | | | 47.00% | | | | | | | |
| 11/7/2012 | 8244 | GLTR00002907 | | | | \$32.48 | | x | 53.00% | | | 47.00% | | | | | | | |
| 11/8/2012 | 8345 | GLTR00002908 | | | | \$134.18 | | x | 53.00% | | | 47.00% | | | | | | | |
| 12/31/2012 | 9099 | GLTR00003152 | | | | \$26,125.12 | | x | | | | | | | | | | | |
| 12/31/2012 | 9146 | GLTR00003167 | | | | \$103.40 | | x | 53.00% | | | 47.00% | | | | | | | |
| 12/31/2012 | 9346 | GLTR00003226 | | | | \$105.12 | | x | 53.00% | | | 47.00% | | | | | | | |
| 12/31/2012 | 9360 | GLTR00003234 | | | | \$55.93 | | x | 53.00% | | | 47.00% | | | | | | | |
| 12/31/2012 | 9055 | GLTR00003150 | | | | \$8,257.83 | | x | | | | | | | | | | | |
| 12/31/2012 | 9084 | GLTR00003142 | | | | \$1,707.25 | | x | | | | | | | | | | | |
| Totals: | | | | | | \$99,902.69 | \$99,902.69 | | | | | | | | | | | | |
| Account: 4.00.41900 | | | | | | Net Change | Ending Balance | | | | | | | | | | | | |
| Account: 4.00.41900 | | | | | | \$24,123.38 | (\$24,123.38) | \$0.24 | | | | \$24,123.62 | | | | | | | |
| Account: 4.00.42100 | | | | Description: Radlff.General.Bad Debt Recovered | | Beginning Balance: | Rad Only | Allocated | Co Wat | FK Swr | FK Storm | Rad | FK Wat | | | | | | |
| Trx Date | Jrnl No. | Orig. Audit Trail | Distribution Reference | Orig. Master Number | Orig. Master Name | Debit | Credit | | | | | | | | | | | | |
| 1/4/2012 | 913 | GLTR00000310 | | | | \$0.00 | \$48.87 | x | | | | | | | | | | | |
| 1/4/2012 | 913 | GLTR00000310 | | | | \$0.00 | \$54.35 | x | | | | | | | | | | | |
| 1/5/2012 | 956 | GLTR00000338 | | | | \$0.00 | \$20.41 | x | | | | | | | | | | | |
| 1/9/2012 | 988 | GLTR00000359 | | | | \$0.00 | \$47.99 | x | | | | | | | | | | | |
| 1/10/2012 | 1075 | GLTR00000372 | | | | \$0.00 | \$65.17 | x | | | | | | | | | | | |
| 1/11/2012 | 1097 | GLTR00000388 | | | | \$0.00 | \$16.61 | x | | | | | | | | | | | |
| 1/11/2012 | 1097 | GLTR00000388 | | | | \$0.00 | \$73.08 | x | | | | | | | | | | | |

Net Change Ending Balance
 (\$2,694,620.88) (\$2,694,620.88)

Account: 4.00.52802 Totals \$77,273.36 \$2,771,894.24

| Account: 4.00.53600 | | | | Description: Radcliff, General, Penalties & Misc Fees | | Beginning Balances: | | | |
|---------------------|----------|-------------------|------------------------|-------------------------------------------------------|--------------------|---------------------|------------|---|--|
| Trx Date | Jrnl No. | Orig. Audit Trail | Distribution Reference | Orig. Master Number | Orig. Master Name | Debit | Credit | | |
| 1/3/2012 | 802 | GLTR00000294 | | | | \$0.00 | \$340.50 | X | |
| 1/3/2012 | 882 | GLTR00000294 | | | | \$0.00 | \$8.00 | X | |
| 1/4/2012 | 912 | GLTR00000309 | | | | \$0.00 | \$350.00 | X | |
| 1/4/2012 | 912 | GLTR00000309 | | | | \$25.50 | \$0.00 | X | |
| 1/4/2012 | 912 | GLTR00000309 | | | | \$0.00 | \$8.00 | X | |
| 1/5/2012 | 955 | GLTR00000337 | | | | \$0.00 | \$338.50 | X | |
| 1/5/2012 | 955 | GLTR00000337 | | | | \$10.50 | \$0.00 | X | |
| 1/5/2012 | 955 | GLTR00000337 | | | | \$0.00 | \$33.00 | X | |
| 1/6/2012 | 978 | GLTR00000353 | | | | \$0.00 | \$206.50 | X | |
| 1/6/2012 | 978 | GLTR00000353 | | | | \$0.00 | \$8.00 | X | |
| 1/9/2012 | 987 | GLTR00000358 | | | | \$0.00 | \$317.50 | X | |
| 1/9/2012 | 987 | GLTR00000358 | | | | \$0.00 | \$21.00 | X | |
| 1/9/2012 | 987 | GLTR00000358 | | | | \$0.00 | \$1,709.87 | X | |
| 1/9/2012 | 987 | GLTR00000358 | | | | \$0.15 | \$0.00 | X | |
| 1/10/2012 | 1074 | GLTR00000371 | | | | \$0.00 | \$222.00 | X | |
| 1/10/2012 | 1074 | GLTR00000371 | | | | \$75.24 | \$0.00 | X | |
| 1/10/2012 | 1074 | GLTR00000371 | | | | \$0.00 | \$25.00 | X | |
| 1/10/2012 | 1074 | GLTR00000371 | | | | \$1.50 | \$0.00 | X | |
| 1/11/2012 | 1096 | GLTR00000387 | | | | \$0.00 | \$175.50 | X | |
| 1/13/2012 | 1183 | GLTR00000393 | | | | \$0.00 | \$258.14 | X | |
| 1/13/2012 | 1413 | GLTR00000458 | | | | \$0.00 | \$108.50 | X | |
| 1/13/2012 | 1413 | GLTR00000458 | | | | \$0.00 | \$16.00 | X | |
| 1/12/2012 | 1417 | GLTR00000462 | | | | \$0.00 | \$313.00 | X | |
| 1/12/2012 | 1417 | GLTR00000462 | | | | \$0.00 | \$8.00 | X | |
| 1/12/2012 | 1417 | GLTR00000462 | | | | \$0.00 | \$2,233.71 | X | |
| 1/12/2012 | 1417 | GLTR00000462 | | | | \$1.82 | \$0.00 | X | |
| 1/16/2012 | 1420 | GLTR00000465 | | | | \$0.00 | \$285.00 | X | |
| 1/16/2012 | 1420 | GLTR00000465 | | | | \$2.50 | \$0.00 | X | |
| 1/16/2012 | 1420 | GLTR00000465 | | | | \$20.90 | \$0.00 | X | |
| 1/19/2012 | 1424 | GLTR00000466 | | | | \$0.00 | \$122.00 | X | |
| 1/19/2012 | 1424 | GLTR00000466 | | | | \$1.71 | \$0.00 | X | |
| 1/20/2012 | 1426 | GLTR00000470 | | | | \$0.00 | \$249.10 | X | |
| 1/20/2012 | 1426 | GLTR00000470 | | | | \$0.00 | \$16.00 | X | |
| 1/20/2012 | 1426 | GLTR00000470 | | | | \$2.72 | \$0.00 | X | |
| 1/23/2012 | 1431 | GLTR00000474 | | | | \$0.00 | \$297.10 | X | |
| 1/23/2012 | 1431 | GLTR00000474 | | | | \$7.50 | \$0.00 | X | |
| 1/23/2012 | 1431 | GLTR00000474 | | | | \$0.00 | \$16.00 | X | |
| 1/24/2012 | 1458 | GLTR00000487 | | | | \$0.00 | \$230.00 | X | |
| 1/24/2012 | 1458 | GLTR00000487 | | | | \$21.50 | \$0.00 | X | |
| 1/24/2012 | 1458 | GLTR00000487 | | | | \$1.71 | \$0.00 | X | |
| 1/25/2012 | 1481 | PHSL00000006 | Sales | SALE000011 | CITY OF WEST POINT | \$0.00 | \$612.00 | X | |
| 1/25/2012 | 1478 | GLTR00000495 | | | | \$0.00 | \$120.00 | X | |
| 1/25/2012 | 1478 | GLTR00000495 | | | | \$10.00 | \$0.00 | X | |
| 1/26/2012 | 1496 | GLTR00000517 | | | | \$0.00 | \$147.00 | X | |
| 1/26/2012 | 1496 | GLTR00000517 | | | | \$7.50 | \$0.00 | X | |
| 1/26/2012 | 1496 | GLTR00000517 | | | | \$0.00 | \$8.00 | X | |
| 1/26/2012 | 1496 | GLTR00000517 | | | | \$0.00 | \$16.58 | X | |
| 1/28/2012 | 1496 | GLTR00000517 | | | | \$0.00 | \$0.00 | X | |
| 1/27/2012 | 1499 | GLTR00000520 | | | | \$0.00 | \$139.00 | X | |
| 1/27/2012 | 1499 | GLTR00000520 | | | | \$19.00 | \$0.00 | X | |
| 1/27/2012 | 1499 | GLTR00000520 | | | | \$0.00 | \$18.00 | X | |
| 1/30/2012 | 1518 | GLTR00000527 | | | | \$0.00 | \$2,900.35 | X | |
| 1/30/2012 | 1518 | GLTR00000527 | | | | \$16.50 | \$0.00 | X | |
| 1/30/2012 | 1518 | GLTR00000527 | | | | \$0.00 | \$8.00 | X | |
| 1/31/2012 | 1541 | GLTR00000539 | | | | \$0.00 | \$252.10 | X | |
| 1/31/2012 | 1541 | GLTR00000539 | | | | \$17.30 | \$0.00 | X | |
| 1/31/2012 | 1541 | GLTR00000539 | | | | \$0.00 | \$24.00 | X | |
| 1/31/2012 | 1568 | GLTR00000599 | | | | \$0.00 | \$1,830.46 | X | |
| 2/1/2012 | 1589 | GLTR00000561 | | | | \$0.00 | \$153.50 | X | |
| 2/1/2012 | 1589 | GLTR00000561 | | | | \$5.00 | \$0.00 | X | |
| 2/1/2012 | 1589 | GLTR00000561 | | | | \$0.00 | \$29.00 | X | |
| 2/1/2012 | 1589 | GLTR00000561 | | | | \$4.54 | \$0.00 | X | |
| 2/2/2012 | 1601 | GLTR00000571 | | | | \$0.00 | \$236.50 | X | |
| 2/3/2012 | 1721 | GLTR00000590 | | | | \$0.00 | \$238.30 | X | |
| 2/3/2012 | 1721 | GLTR00000590 | | | | \$0.00 | \$8.00 | X | |
| 2/3/2012 | 1721 | GLTR00000590 | | | | \$1.63 | \$0.00 | X | |
| 2/6/2012 | 1841 | GLTR00000608 | | | | \$0.00 | \$235.50 | X | |
| 2/6/2012 | 1841 | GLTR00000608 | | | | \$0.00 | \$163.00 | X | |
| 2/6/2012 | 1841 | GLTR00000608 | | | | \$8.00 | \$0.00 | X | |
| 2/7/2012 | 1885 | GLTR00000632 | | | | \$0.00 | \$243.50 | X | |
| 2/7/2012 | 1885 | GLTR00000632 | | | | \$0.00 | \$16.00 | X | |
| 2/7/2012 | 1885 | GLTR00000632 | | | | \$0.00 | \$1,874.49 | X | |
| 2/8/2012 | 1949 | GLTR00000654 | | | | \$0.00 | \$144.00 | X | |
| 2/8/2012 | 1949 | GLTR00000654 | | | | \$6.00 | \$0.00 | X | |
| 2/8/2012 | 1949 | GLTR00000654 | | | | \$0.00 | \$18.00 | X | |
| 2/8/2012 | 1949 | GLTR00000654 | | | | \$83.72 | \$0.00 | X | |
| 2/9/2012 | 1953 | GLTR00000657 | | | | \$0.00 | \$514.50 | X | |
| 2/9/2012 | 1953 | GLTR00000657 | | | | \$27.50 | \$0.00 | X | |
| 2/9/2012 | 1953 | GLTR00000657 | | | | \$0.00 | \$13.46 | X | |
| 2/9/2012 | 1953 | GLTR00000657 | | | | \$13.46 | \$0.00 | X | |

| Trx Date | Jrnl No. | Orig. Audit Trail | Description | Rackoff | General Discharge Permit Fees | Ending Balance | Beginning Balance | Debit | Credit | | | | | | | | | | | |
|----------------------------|----------|-------------------|---------------------------|---------|-------------------------------|-------------------|-----------------------|-------|--------|--|--|--|--|--|--|--|--|--|--|--|
| 12/17/2012 | 9398 | GLTR0000000000 | Adjustment #392852 | | | \$0.00 | | | | | | | | | | | | | | |
| 12/17/2012 | 8399 | GLTR0000000000 | Direct GL Payment #392854 | | | \$0.00 | | | | | | | | | | | | | | |
| 12/17/2012 | 8398 | GLTR0000000000 | Penalty #392855 | | | \$0.00 | | | | | | | | | | | | | | |
| 12/18/2012 | 9412 | GLTR0000000000 | Adjustment #392764 | | | \$0.00 | | | | | | | | | | | | | | |
| 12/18/2012 | 9413 | GLTR0000000000 | Direct GL Payment #392765 | | | \$0.00 | | | | | | | | | | | | | | |
| 12/18/2012 | 9412 | GLTR0000000000 | Penalty #392767 | | | \$0.00 | | | | | | | | | | | | | | |
| 12/19/2012 | 9441 | GLTR0000000000 | Adjustment #392858 | | | \$0.00 | | | | | | | | | | | | | | |
| 12/19/2012 | 9441 | GLTR0000000000 | Direct GL Payment #392870 | | | \$0.00 | | | | | | | | | | | | | | |
| 12/19/2012 | 9447 | GLTR0000000000 | | | | \$0.00 | | | | | | | | | | | | | | |
| Account: 4.00.53600 | | | | | | Net Change | Ending Balance | | | | | | | | | | | | | |
| Account: 4.00.53601 | | | | | | Net Change | Ending Balance | | | | | | | | | | | | | |
| Account: 4.00.53602 | | | | | | Net Change | Ending Balance | | | | | | | | | | | | | |
| Account: 4.00.53603 | | | | | | Net Change | Ending Balance | | | | | | | | | | | | | |
| Account: 4.00.53604 | | | | | | Net Change | Ending Balance | | | | | | | | | | | | | |
| Account: 4.00.53600 | | | | | | Net Change | Ending Balance | | | | | | | | | | | | | |
| Account: 4.03.70100 | | | | | | Net Change | Ending Balance | | | | | | | | | | | | | |
| Account: 4.03.71000 | | | | | | Net Change | Ending Balance | | | | | | | | | | | | | |

| Account: 4.04.92007 | | Totals: | | Net Change | Ending Balance | \$100,172.46 | \$24,637.17 |
|---------------------|---------------------------|------------------------|---------------------------|-------------------|--------------------|--------------|-------------|
| 4.04.92007 | | | | \$75,535.29 | \$75,535.29 | | |
| Trx Date | Trx No. Orig. Asst. Trail | Description | Radcliff Customer Service | Customer Interest | Beginning Balance: | Debit | Credit |
| | | Distribution Reference | Orig. Master Number | Orig. Master Name | | | |
| 1/3/2012 | 882 GLTRX00000294 | | | | \$1.21 | \$0.00 | x |
| 1/4/2012 | 912 GLTRX00000399 | | | | \$0.86 | \$0.00 | x |
| 1/5/2012 | 935 GLTRX00000337 | | | | \$0.61 | \$0.00 | x |
| 1/6/2012 | 976 GLTRX00000353 | | | | \$0.34 | \$0.00 | x |
| 1/9/2012 | 987 GLTRX00000358 | | | | \$0.93 | \$0.00 | x |
| 1/10/2012 | 1074 GLTRX00000371 | | | | \$0.12 | \$0.00 | x |
| 1/10/2012 | 1074 GLTRX00000371 | | | | \$0.50 | \$0.00 | x |
| 1/11/2012 | 1096 GLTRX00000387 | | | | \$0.63 | \$0.00 | x |
| 1/13/2012 | 1103 GLTRX00000393 | | | | \$0.78 | \$0.00 | x |
| 1/13/2012 | 1413 GLTRX00000450 | | | | \$0.14 | \$0.00 | x |
| 1/17/2012 | 1417 GLTRX00000462 | | | | \$0.72 | \$0.00 | x |
| 1/18/2012 | 1420 GLTRX00000465 | | | | \$1.09 | \$0.00 | x |
| 1/19/2012 | 1424 GLTRX00000468 | | | | \$0.36 | \$0.00 | x |
| 1/20/2012 | 1426 GLTRX00000470 | | | | \$0.22 | \$0.00 | x |
| 1/23/2012 | 1431 GLTRX00000474 | | | | \$0.83 | \$0.00 | x |
| 1/23/2012 | 1431 GLTRX00000474 | | | | \$0.03 | \$0.00 | x |
| 1/25/2012 | 1478 GLTRX00000495 | | | | \$0.36 | \$0.00 | x |
| 1/30/2012 | 1518 GLTRX00000527 | | | | \$0.45 | \$0.00 | x |
| 1/31/2012 | 1541 GLTRX00000539 | | | | \$0.00 | \$0.01 | x |
| 2/1/2012 | 1588 GLTRX00000561 | | | | \$23.61 | \$0.00 | x |
| 2/2/2012 | 1601 GLTRX00000571 | | | | \$1.30 | \$0.00 | x |
| 2/2/2012 | 1601 GLTRX00000571 | | | | \$0.05 | \$0.00 | x |
| 2/3/2012 | 1721 GLTRX00000590 | | | | \$0.85 | \$0.00 | x |
| 2/6/2012 | 1841 GLTRX00000608 | | | | \$0.78 | \$0.00 | x |
| 2/7/2012 | 1885 GLTRX00000632 | | | | \$0.14 | \$0.00 | x |
| 2/7/2012 | 1885 GLTRX00000632 | | | | \$0.15 | \$0.00 | x |
| 2/7/2012 | 1885 GLTRX00000632 | | | | \$0.79 | \$0.00 | x |
| 2/8/2012 | 1949 GLTRX00000654 | | | | \$0.04 | \$0.00 | x |
| 2/8/2012 | 1949 GLTRX00000654 | | | | \$0.42 | \$0.00 | x |
| 2/8/2012 | 1949 GLTRX00000654 | | | | \$0.20 | \$0.00 | x |
| 2/9/2012 | 1933 GLTRX00000657 | | | | \$0.85 | \$0.00 | x |
| 2/10/2012 | 1956 GLTRX00000660 | | | | \$0.76 | \$0.00 | x |
| 2/13/2012 | 1971 GLTRX00000672 | | | | \$0.27 | \$0.00 | x |
| 2/13/2012 | 1971 GLTRX00000672 | | | | \$0.36 | \$0.00 | x |
| 2/14/2012 | 1975 GLTRX00000676 | | | | \$0.33 | \$0.00 | x |
| 2/15/2012 | 1989 GLTRX00000685 | | | | \$0.31 | \$0.00 | x |
| 2/16/2012 | 2004 GLTRX00000691 | | | | \$0.56 | \$0.00 | x |
| 2/20/2012 | 2102 GLTRX00000710 | | | | \$0.42 | \$0.00 | x |
| 2/21/2012 | 2196 GLTRX00000723 | | | | \$0.54 | \$0.00 | x |
| 2/22/2012 | 2202 GLTRX00000734 | | | | \$1.47 | \$0.00 | x |
| 2/23/2012 | 2289 GLTRX00000761 | | | | \$0.66 | \$0.00 | x |
| 2/24/2012 | 2326 GLTRX00000781 | | | | \$0.37 | \$0.00 | x |
| 2/27/2012 | 2351 GLTRX00000786 | | | | \$0.64 | \$0.00 | x |
| 2/28/2012 | 2364 GLTRX00000795 | | | | \$1.08 | \$0.00 | x |
| 2/29/2012 | 2372 GLTRX00000800 | | | | \$25.11 | \$0.00 | x |
| 2/29/2012 | 2372 GLTRX00000800 | | | | \$0.16 | \$0.00 | x |
| 3/1/2012 | 2445 GLTRX00000817 | | | | \$0.10 | \$0.00 | x |
| 3/1/2012 | 2445 GLTRX00000817 | | | | \$0.64 | \$0.00 | x |
| 3/2/2012 | 2467 GLTRX00000827 | | | | \$0.09 | \$0.00 | x |
| 3/2/2012 | 2467 GLTRX00000827 | | | | \$0.50 | \$0.00 | x |
| 3/5/2012 | 2549 GLTRX00000847 | | | | \$1.21 | \$0.00 | x |
| 3/6/2012 | 2643 GLTRX00000875 | | | | \$0.74 | \$0.00 | x |
| 3/7/2012 | 2654 GLTRX00000894 | | | | \$0.12 | \$0.00 | x |
| 3/7/2012 | 2654 GLTRX00000894 | | | | \$0.32 | \$0.00 | x |
| 3/8/2012 | 2703 GLTRX00000911 | | | | \$0.10 | \$0.00 | x |
| 3/8/2012 | 2703 GLTRX00000911 | | | | \$0.33 | \$0.00 | x |
| 3/9/2012 | 2715 GLTRX00000918 | | | | \$0.10 | \$0.00 | x |
| 3/12/2012 | 2720 GLTRX00000921 | | | | \$0.06 | \$0.00 | x |
| 3/13/2012 | 2749 GLTRX00000939 | | | | \$0.37 | \$0.00 | x |
| 3/14/2012 | 2761 GLTRX00000946 | | | | \$0.14 | \$0.00 | x |
| 3/14/2012 | 2761 GLTRX00000946 | | | | \$0.17 | \$0.00 | x |
| 3/15/2012 | 2790 GLTRX00000955 | | | | \$0.24 | \$0.00 | x |
| 3/16/2012 | 2830 GLTRX00000968 | | | | \$0.41 | \$0.00 | x |
| 3/19/2012 | 2851 GLTRX00000976 | | | | \$0.52 | \$0.00 | x |
| 3/20/2012 | 3003 GLTRX00001011 | | | | \$0.06 | \$0.00 | x |
| 3/20/2012 | 3003 GLTRX00001011 | | | | \$0.67 | \$0.00 | x |
| 3/21/2012 | 3005 GLTRX00001013 | | | | \$0.18 | \$0.00 | x |
| 3/21/2012 | 3005 GLTRX00001013 | | | | \$0.19 | \$0.00 | x |
| 3/22/2012 | 3011 GLTRX00001019 | | | | \$0.08 | \$0.00 | x |
| 3/22/2012 | 3011 GLTRX00001019 | | | | \$0.15 | \$0.00 | x |
| 3/23/2012 | 3020 GLTRX00001025 | | | | \$0.18 | \$0.00 | x |
| 3/28/2012 | 3023 GLTRX00001029 | | | | \$0.36 | \$0.00 | x |
| 3/27/2012 | 3039 GLTRX00001036 | | | | \$0.19 | \$0.00 | x |
| 3/27/2012 | 3039 GLTRX00001036 | | | | \$0.54 | \$0.00 | x |
| 3/28/2012 | 3066 GLTRX00001043 | | | | \$0.39 | \$0.00 | x |
| 3/29/2012 | 3132 GLTRX00001068 | | | | \$0.57 | \$0.00 | x |
| 3/30/2012 | 3135 GLTRX00001071 | | | | \$28.24 | \$0.00 | x |
| 4/2/2012 | 3216 GLTRX00001098 | | | | \$0.41 | \$0.00 | x |
| 4/3/2012 | 3307 GLTRX00001118 | | | | \$1.49 | \$0.00 | x |
| 4/4/2012 | 3348 GLTRX00001129 | | | | \$0.53 | \$0.00 | x |
| 4/5/2012 | 3410 GLTRX00001168 | | | | \$0.34 | \$0.00 | x |
| 4/6/2012 | 3412 GLTRX00001170 | | | | \$0.18 | \$0.00 | x |

| Account: 4.06.40301 | | | | Totals: | | \$68,840.14 | \$68,840.14 | \$76,628.58 | 0.00 |
|---------------------|----------|-------------------|------------------------------|-------------------------------------------------------------|-------------------|--------------------|----------------|-------------|---------------------|
| Account: 4.06.40800 | | | | Description: Radcliff Administration, Regulatory Commission | | Beginning Balance: | | \$0.00 | |
| Trx Date | Jrnl No. | Orig. Audit Trail | Distribution Reference | Orig. Master Number | Orig. Master Name | Debit | Credit | | |
| 1/8/2012 | 94 | GLTR000000504 | | | | \$155.26 | \$0.00 | X | |
| 2/8/2012 | 84 | GLTR000000623 | | | | \$155.26 | \$0.00 | X | |
| 3/8/2012 | 84 | GLTR000000867 | | | | \$155.26 | \$0.00 | X | |
| 4/8/2012 | 3488 | GLTR000001195 | | | | \$155.26 | \$0.00 | X | |
| 5/8/2012 | 3488 | GLTR000001405 | | | | \$155.26 | \$0.00 | X | |
| 6/8/2012 | 3488 | GLTR000001667 | | | | \$155.26 | \$0.00 | X | |
| 7/8/2012 | 5512 | GLTR000001891 | | | | \$513.30 | \$0.00 | X | |
| 8/8/2012 | 5512 | GLTR000002182 | | | | \$513.45 | \$0.00 | X | |
| 9/8/2012 | 5512 | GLTR000002394 | | | | \$513.45 | \$0.00 | X | |
| 10/8/2012 | 5512 | GLTR000002636 | | | | \$513.45 | \$0.00 | X | |
| 11/8/2012 | 5512 | GLTR000002886 | | | | \$513.45 | \$0.00 | X | |
| 12/8/2012 | 5512 | GLTR000003111 | | | | \$513.45 | \$0.00 | X | |
| | | | | | | Net Change | Ending Balance | | |
| | | | | | | \$5,812.31 | \$5,812.31 | \$5,812.31 | \$0.00 |
| Account: 4.06.40800 | | | | Description: Radcliff Administration, Interest on LT Debt | | Beginning Balance: | | \$0.00 | |
| Trx Date | Jrnl No. | Orig. Audit Trail | Distribution Reference | Orig. Master Number | Orig. Master Name | Debit | Credit | | |
| 1/8/2012 | 72 | GLTR000000503 | KIA/KLC Int & Loan Fees | | | \$6,678.76 | \$0.00 | X | |
| 2/8/2012 | 72 | GLTR000000472 | KIA/KLC Int & Loan Fees | | | \$6,678.76 | \$0.00 | X | |
| 3/8/2012 | 72 | GLTR000000886 | KIA/KLC Int & Loan Fees | | | \$6,678.76 | \$0.00 | X | |
| 4/8/2012 | 72 | GLTR000001181 | KIA/KLC Int & Loan Fees | | | \$6,678.76 | \$0.00 | X | |
| 5/8/2012 | 72 | GLTR000001404 | KIA/KLC Int & Loan Fees | | | \$6,678.76 | \$0.00 | X | |
| 6/8/2012 | 4098 | GLTR000001676 | KIA/KLC Int & Loan Fees | | | \$0.00 | \$6,678.76 | X | |
| 6/8/2012 | 4098 | GLTR000001676 | KIA/KLC Int & Loan Fees | | | \$6,257.88 | \$0.00 | X | |
| 6/8/2012 | 72 | GLTR000001666 | KIA/KLC Int & Loan Fees | | | \$6,678.76 | \$0.00 | X | |
| 7/8/2012 | 4900 | GLTR000001884 | | | | \$6,257.86 | \$0.00 | X | |
| 8/8/2012 | 4900 | GLTR000002156 | | | | \$6,257.86 | \$0.00 | X | |
| 9/8/2012 | 4900 | GLTR000002398 | | | | \$6,257.86 | \$0.00 | X | |
| 10/8/2012 | 4900 | GLTR000002640 | | | | \$6,257.86 | \$0.00 | X | |
| 11/8/2012 | 4900 | GLTR000002890 | | | | \$6,257.86 | \$0.00 | X | |
| 12/8/2012 | 9018 | GLTR000003117 | | | | \$3,828.95 | \$0.00 | X | |
| 12/31/2012 | 9643 | GLTR000003345 | | | | \$0.00 | \$0.04 | X | |
| | | | | | | Net Change | Ending Balance | | |
| | | | | | | \$76,769.55 | \$76,769.83 | \$83,448.67 | \$6,678.82 |
| Account: 4.06.42700 | | | | Description: Radcliff Administration, Allocated Interest | | Beginning Balance: | | \$0.00 | |
| Trx Date | Jrnl No. | Orig. Audit Trail | Distribution Reference | Orig. Master Number | Orig. Master Name | Debit | Credit | | |
| 1/31/2012 | 1843 | GLTR000000918 | | | | \$395.91 | \$0.00 | X | 84.00% 3.00% 13.00% |
| 2/29/2012 | 2662 | GLTR000000906 | | | | \$417.17 | \$0.00 | X | 84.00% 3.00% 13.00% |
| 3/31/2012 | 3409 | GLTR000001187 | | | | \$424.00 | \$0.00 | X | 84.00% 3.00% 13.00% |
| 4/30/2012 | 4030 | GLTR000001378 | | | | \$413.39 | \$0.00 | X | 84.00% 3.00% 13.00% |
| 5/31/2012 | 4702 | GLTR000001599 | | | | \$419.71 | \$0.00 | X | 84.00% 3.00% 13.00% |
| 6/29/2012 | 5488 | GLTR000001881 | | | | \$406.94 | \$0.00 | X | 84.00% 3.00% 13.00% |
| 7/31/2012 | 6226 | GLTR000002143 | | | | \$398.90 | \$0.00 | X | 84.00% 3.00% 13.00% |
| 8/31/2012 | 6896 | GLTR000002367 | | | | \$404.47 | \$0.00 | X | 84.00% 3.00% 13.00% |
| 9/30/2012 | 7528 | GLTR000002604 | | | | \$392.41 | \$0.00 | X | 84.00% 3.00% 13.00% |
| 10/31/2012 | 8256 | GLTR000002874 | | | | \$408.88 | \$0.00 | X | 84.00% 3.00% 13.00% |
| 11/30/2012 | 8906 | GLTR000003079 | | | | \$413.83 | \$0.00 | X | 84.00% 3.00% 13.00% |
| 12/31/2012 | 9621 | GLTR000003329 | | | | \$387.89 | \$0.00 | X | 84.00% 3.00% 13.00% |
| | | | | | | Net Change | Ending Balance | | |
| | | | | | | \$4,882.35 | \$4,882.35 | \$4,882.35 | \$0.00 |
| Account: 4.06.43200 | | | | Description: Radcliff Administration, Amortization of Acc. | | Beginning Balance: | | \$0.00 | |
| Trx Date | Jrnl No. | Orig. Audit Trail | Distribution Reference | Orig. Master Number | Orig. Master Name | Debit | Credit | | |
| 1/8/2012 | 17 | GLTR000000499 | Expense Organizational Costs | | | \$758.36 | \$0.00 | X | |
| 2/8/2012 | 1888 | GLTR000000531 | | | | \$758.36 | \$0.00 | X | |
| 3/8/2012 | 1888 | GLTR000000583 | | | | \$758.36 | \$0.00 | X | |
| 4/8/2012 | 1888 | GLTR000001177 | | | | \$758.36 | \$0.00 | X | |
| 5/8/2012 | 1888 | GLTR000001400 | | | | \$758.36 | \$0.00 | X | |
| 6/8/2012 | 1888 | GLTR000001662 | | | | \$758.36 | \$0.00 | X | |
| 7/8/2012 | 1888 | GLTR000001876 | | | | \$758.36 | \$0.00 | X | |
| 8/8/2012 | 1888 | GLTR000002157 | | | | \$758.36 | \$0.00 | X | |
| 9/8/2012 | 1888 | GLTR000002389 | | | | \$758.36 | \$0.00 | X | |
| 10/8/2012 | 1888 | GLTR000002631 | | | | \$758.36 | \$0.00 | X | |
| 11/8/2012 | 1888 | GLTR000002881 | | | | \$758.36 | \$0.00 | X | |
| 12/8/2012 | 1888 | GLTR000003106 | | | | \$758.36 | \$0.00 | X | |
| | | | | | | Net Change | Ending Balance | | |
| | | | | | | \$9,100.32 | \$9,100.32 | \$9,100.32 | \$0.00 |
| Account: 4.06.43200 | | | | Description: Radcliff Administration, Vendor Management | | Beginning Balance: | | \$0.00 | |
| Trx Date | Jrnl No. | Orig. Audit Trail | Distribution Reference | Orig. Master Number | Orig. Master Name | Debit | Credit | | |
| 1/6/2012 | 949 | PAML000000027 | Contra Account | ML000036 | 1 | \$0.00 | \$17,277.29 | X | |
| 1/8/2012 | 962 | GLTR000000045 | Reclass Reversal of ML39 | | | \$17,277.29 | \$0.00 | X | |
| 1/24/2012 | 1865 | GLTR000000633 | | | | \$8,333.33 | \$0.00 | X | |
| 1/24/2012 | 1866 | GLTR000000633 | | | | \$2,087.28 | \$0.00 | X | |
| 1/27/2012 | 1513 | PHTR000000053 | Purchases | 00011113 | VEOLIA WATER NA | \$166,406.91 | \$0.00 | X | |
| 1/31/2012 | 1911 | GLTR0000000644 | | | | \$1,443.00 | \$0.00 | X | |
| 1/31/2012 | 1893 | PAML000000058 | Contra Account | ML000194 | 1 | \$0.00 | \$15,713.02 | X | |
| 2/28/2012 | 2361 | PHTR000000100 | Purchases | 00012849 | VEOLIA WATER NA | \$166,406.91 | \$0.00 | X | |
| 2/29/2012 | 2896 | GLTR0000000910 | | | | \$1,443.00 | \$0.00 | X | |
| 2/29/2012 | 2878 | PAML000000092 | Contra Account | ML0000000000201 | 1 | \$0.00 | \$14,684.28 | X | |
| 2/29/2012 | 2829 | GLTR0000000902 | | | | \$8,333.33 | \$0.00 | X | |
| 2/29/2012 | 2630 | PHTR0000000902 | | | | \$2,087.23 | \$0.00 | X | |
| 3/28/2012 | 3061 | PHTR0000000144 | Purchases | 00013370 | VEOLIA WATER NA | \$168,949.81 | \$0.00 | X | |
| 3/30/2012 | 3296 | GLTR000001182 | | | | \$8,333.33 | \$0.00 | X | |
| 3/30/2012 | 3397 | GLTR000001182 | | | | \$2,083.33 | \$0.00 | X | |
| 4/19/2012 | 3489 | PHTR0000000171 | Purchases | 00013670 | VEOLIA WATER NA | \$168,949.81 | \$0.00 | X | |
| 4/30/2012 | 4016 | GLTR000001375 | | | | \$8,333.33 | \$0.00 | X | |

| Trx Date | Jrnl No. | Orig. Audit Trail | Distribution Reference | Orig. Master Number | Orig. Master Name | Debit | Credit | | | | | | | | | | | | | |
|---------------------|----------|-------------------|------------------------------|---------------------|------------------------------------|-------------------------------------------------------------|----------------|------------|--------|--------------------|-------|--------|--------|---------------------------------------------------------|--|--|--|--|--|--|
| 12/31/2012 | 9535 | PHTRX00000000 | Purchases | 1000101237856 | UNITED STATES POSTAL SERVICE | \$0.13 | \$0.00 | x | 80.00% | | | | 20.00% | | | | | | | |
| 12/31/2012 | 9539 | PHTRX00000000 | Purchases | 500248441 | CINTAS FIRST AID & SAFETY LOC #326 | \$14.79 | \$0.00 | x | 80.00% | | | | 20.00% | | | | | | | |
| 12/31/2012 | 9550 | PHTRX00000000 | Purchases | PANERA 12/13/12 | RESTAURANTS | \$6.99 | \$0.00 | x | 80.00% | | | | 20.00% | | | | | | | |
| | | | | | | Net Change | Ending Balance | | | | | | | | | | | | | |
| Account: 4.06.92100 | | | | | | Totals: | \$6,787.11 | \$6,787.11 | | | | | | | | | | | | |
| Account: 4.06.92300 | | | | | | Description: Radcliff,Administration,Prof. Services- | | | | Beginning Balance: | | | | | | | | | | |
| | | | | | | Debit | Credit | | | | | | | | | | | | | |
| 1/8/2012 | 39 | GLTRX00000599 | Audit Expense Accrual | | | \$614.17 | \$0.00 | x | 33.77% | 22.15% | 3.70% | 28.70% | 11.68% | Based on 2011 Budgeted Revenues with \$3,000 for FK Wat | | | | | | |
| 2/8/2012 | 39 | GLTRX00000628 | Audit Expense Accrual | | | \$614.13 | \$0.00 | x | 33.77% | 22.15% | 3.70% | 28.70% | 11.68% | Based on 2011 Budgeted Revenues with \$3,000 for FK Wat | | | | | | |
| 3/8/2012 | 39 | GLTRX00000692 | Audit Expense Accrual | | | \$614.33 | \$0.00 | x | 33.77% | 22.15% | 3.70% | 28.70% | 11.68% | Based on 2011 Budgeted Revenues with \$3,000 for FK Wat | | | | | | |
| 3/8/2012 | 2688 | GLTRX00000903 | | | | \$0.00 | \$0.16 | x | 33.77% | 22.15% | 3.70% | 28.70% | 11.68% | Based on 2011 Budgeted Revenues with \$3,000 for FK Wat | | | | | | |
| 4/8/2012 | 39 | GLTRX00001186 | Audit Expense Accrual | | | \$614.17 | \$0.00 | x | 33.77% | 22.15% | 3.70% | 28.70% | 11.68% | Based on 2011 Budgeted Revenues with \$3,000 for FK Wat | | | | | | |
| 5/8/2012 | 39 | GLTRX00001410 | Audit Expense Accrual | | | \$614.17 | \$0.00 | x | 33.77% | 22.15% | 3.70% | 28.70% | 11.68% | Based on 2011 Budgeted Revenues with \$3,000 for FK Wat | | | | | | |
| 6/8/2012 | 39 | GLTRX00001672 | Audit Expense Accrual | | | \$614.17 | \$0.00 | x | 33.77% | 22.15% | 3.70% | 28.70% | 11.68% | Based on 2011 Budgeted Revenues with \$3,000 for FK Wat | | | | | | |
| 7/8/2012 | 39 | GLTRX00001865 | Audit Expense Accrual | | | \$614.17 | \$0.00 | x | 33.77% | 22.15% | 3.70% | 28.70% | 11.68% | Based on 2011 Budgeted Revenues with \$3,000 for FK Wat | | | | | | |
| 8/8/2012 | 39 | GLTRX00002167 | Audit Expense Accrual | | | \$614.17 | \$0.00 | x | 33.77% | 22.15% | 3.70% | 28.70% | 11.68% | Based on 2011 Budgeted Revenues with \$3,000 for FK Wat | | | | | | |
| 9/8/2012 | 39 | GLTRX00002399 | Audit Expense Accrual | | | \$614.17 | \$0.00 | x | 33.77% | 22.15% | 3.70% | 28.70% | 11.68% | Based on 2011 Budgeted Revenues with \$3,000 for FK Wat | | | | | | |
| 10/8/2012 | 39 | GLTRX00002641 | Audit Expense Accrual | | | \$614.17 | \$0.00 | x | 33.77% | 22.15% | 3.70% | 28.70% | 11.68% | Based on 2011 Budgeted Revenues with \$3,000 for FK Wat | | | | | | |
| 11/8/2012 | 39 | GLTRX00002891 | Audit Expense Accrual | | | \$614.17 | \$0.00 | x | 33.77% | 22.15% | 3.70% | 28.70% | 11.68% | Based on 2011 Budgeted Revenues with \$3,000 for FK Wat | | | | | | |
| 12/8/2012 | 39 | GLTRX00003116 | Audit Expense Accrual | | | \$614.17 | \$0.00 | x | 33.77% | 22.15% | 3.70% | 28.70% | 11.68% | Based on 2011 Budgeted Revenues with \$3,000 for FK Wat | | | | | | |
| | | | | | | Net Change | Ending Balance | | | | | | | | | | | | | |
| Account: 4.06.92300 | | | | | | Totals: | \$7,370.20 | \$7,370.20 | | | | | | | | | | | | |
| Account: 4.06.92301 | | | | | | Description: Radcliff,Administration,Prof. Services - Legal | | | | Beginning Balance: | | | | | | | | | | |
| | | | | | | Debit | Credit | | | | | | | | | | | | | |
| 1/5/2012 | 1246 | CHTRX00000063 | Bank Transaction Entry | DAJ00000164 | Paychex | \$390.16 | \$0.00 | x | 58.00% | 14.00% | 5.00% | 23.00% | | 100% FK Wat Labor/Benefits Capitalized for 2012 | | | | | | |
| 2/2/2012 | 2007 | GLTRX00000701 | | | | \$390.16 | \$0.00 | x | 58.00% | 14.00% | 5.00% | 23.00% | | 100% FK Wat Labor/Benefits Capitalized for 2013 | | | | | | |
| 2/2/2012 | 2007 | GLTRX00000701 | | | | \$0.00 | \$84.82 | x | 58.00% | 14.00% | 5.00% | 23.00% | | 100% FK Wat Labor/Benefits Capitalized for 2014 | | | | | | |
| 2/2/2012 | 1991 | CHTRX00000098 | Bank Transaction Entry | DAJ00000236 | Paychex | \$84.82 | \$0.00 | x | 58.00% | 14.00% | 5.00% | 23.00% | | 100% FK Wat Labor/Benefits Capitalized for 2015 | | | | | | |
| 3/1/2012 | 2730 | CHTRX00000122 | Bank Transaction Entry | DAJ00000294 | Paychex | \$0.00 | \$990.16 | x | 58.00% | 14.00% | 5.00% | 23.00% | | 100% FK Wat Labor/Benefits Capitalized for 2016 | | | | | | |
| 3/1/2012 | 2734 | CHTRX00000123 | Bank Transaction Entry | DAJ00000301 | Paychex | \$390.16 | \$0.00 | x | 58.00% | 14.00% | 5.00% | 23.00% | | 100% FK Wat Labor/Benefits Capitalized for 2017 | | | | | | |
| 3/1/2012 | 2657 | CHTRX00000118 | Bank Transaction Entry | DAJ00000294 | Paychex | \$390.16 | \$0.00 | x | 58.00% | 14.00% | 5.00% | 23.00% | | 100% FK Wat Labor/Benefits Capitalized for 2018 | | | | | | |
| 4/12/2012 | 3472 | CHTRX00000152 | Bank Transaction Entry | DAJ00000370 | Paychex | \$390.16 | \$0.00 | x | 58.00% | 14.00% | 5.00% | 23.00% | | 100% FK Wat Labor/Benefits Capitalized for 2019 | | | | | | |
| 5/10/2012 | 4128 | CHTRX00000184 | Bank Transaction Entry | DAJ00000449 | Paychex | \$390.16 | \$0.00 | x | 58.00% | 14.00% | 5.00% | 23.00% | | 100% FK Wat Labor/Benefits Capitalized for 2020 | | | | | | |
| 6/7/2012 | 4748 | CHTRX00000202 | Bank Transaction Entry | DAJ00000310 | Paychex | \$390.16 | \$0.00 | x | 58.00% | 14.00% | 5.00% | 23.00% | | 100% FK Wat Labor/Benefits Capitalized for 2021 | | | | | | |
| 7/8/2012 | 5500 | CHTRX00000239 | Bank Transaction Entry | DAJ00000398 | Paychex | \$390.16 | \$0.00 | x | 58.00% | 14.00% | 5.00% | 23.00% | | 100% FK Wat Labor/Benefits Capitalized for 2022 | | | | | | |
| 8/2/2012 | 6145 | CHTRX00000266 | Bank Transaction Entry | DAJ00000671 | Paychex | \$390.16 | \$0.00 | x | 58.00% | 14.00% | 5.00% | 23.00% | | 100% FK Wat Labor/Benefits Capitalized for 2023 | | | | | | |
| 9/13/2012 | 7076 | CHTRX00000287 | Bank Transaction Entry | DAJ00000750 | Paychex | \$390.16 | \$0.00 | x | 58.00% | 14.00% | 5.00% | 23.00% | | 100% FK Wat Labor/Benefits Capitalized for 2024 | | | | | | |
| 10/11/2012 | 7691 | CHTRX00000304 | Bank Transaction Entry | DAJ00000808 | Paychex | \$390.16 | \$0.00 | x | 58.00% | 14.00% | 5.00% | 23.00% | | 100% FK Wat Labor/Benefits Capitalized for 2025 | | | | | | |
| 11/8/2012 | 8273 | CHTRX00000322 | Bank Transaction Entry | DAJ00000872 | Paychex | \$390.16 | \$0.00 | x | 58.00% | 14.00% | 5.00% | 23.00% | | 100% FK Wat Labor/Benefits Capitalized for 2026 | | | | | | |
| 12/6/2012 | 8965 | CHTRX00000336 | Bank Transaction Entry | DAJ00000933 | Paychex | \$267.14 | \$0.00 | x | 58.00% | 14.00% | 5.00% | 23.00% | | 100% FK Wat Labor/Benefits Capitalized for 2027 | | | | | | |
| | | | | | | Net Change | Ending Balance | | | | | | | | | | | | | |
| Account: 4.06.92321 | | | | | | Totals: | \$4,558.90 | \$4,558.90 | | | | | | | | | | | | |
| Account: 4.06.92303 | | | | | | Description: Radcliff,Administration,Contracted Services | | | | Beginning Balance: | | | | | | | | | | |
| | | | | | | Debit | Credit | | | | | | | | | | | | | |
| 1/8/2012 | 20 | GLTRX00000502 | CSX - Crossing Fees/Pipeline | | | \$37.15 | \$0.00 | x | 53.00% | | | 47.00% | | | | | | | | |
| 1/8/2012 | 1151 | PHTRX00000033 | Purchases | 200426 | BORDERS RECYCLING & DISPOSAL LLC | \$39.95 | \$0.00 | x | 53.00% | | | 47.00% | | | | | | | | |
| 1/8/2012 | 1152 | PHTRX00000033 | Purchases | 5811 | E-TOWN EXTERMINATING CO INC | \$23.38 | \$0.00 | x | 53.00% | | | 47.00% | | | | | | | | |
| 1/8/2012 | 1155 | PHTRX00000033 | Purchases | MONTHLY | DUPPLICATOR SALES & SERVICE INC | \$71.92 | \$0.00 | x | 53.00% | | | 47.00% | | | | | | | | |
| 1/13/2012 | 1109 | PHTRX00000031 | Purchases | JAN 2012-HRA | EMPLOYEE BENEFITS ADMINISTRATION | \$38.07 | \$0.00 | x | 53.00% | | | 47.00% | | | | | | | | |
| 1/13/2012 | 1110 | PHTRX00000031 | Purchases | JAN 2011-FSA/HRA | EMPLOYEE BENEFITS ADMINISTRATION | \$59.22 | \$0.00 | x | 53.00% | | | 47.00% | | | | | | | | |
| 1/13/2012 | 1389 | PHTRX00000045 | Purchases | JAN 2012 | CINTAS | \$29.91 | \$0.00 | x | 53.00% | | | 47.00% | | | | | | | | |
| 1/27/2012 | 1495 | GLTRX00000525 | | | | \$47.00 | \$0.00 | x | 53.00% | | | 47.00% | | | | | | | | |
| 1/27/2012 | 5642 | CHTRX00000244 | Bank Transaction Entry | DAJ00000614 | 2002 Bond | \$47.00 | \$0.00 | x | 53.00% | | | 47.00% | | | | | | | | |
| 1/27/2012 | 5640 | GLTRX00001928 | | | | \$0.00 | \$47.00 | x | 53.00% | | | 47.00% | | | | | | | | |
| 1/31/2012 | 1551 | PHTRX00000055 | Purchases | 47538 | WIBBY ENVIRONMENTAL | \$205.77 | \$0.00 | x | 53.00% | | | 47.00% | | | | | | | | |
| 1/31/2012 | 1570 | GLTRX00000399 | | | | \$523.52 | \$0.00 | x | 53.00% | | | 47.00% | | | | | | | | |
| 2/1/2012 | 1796 | PHTRX00000048 | Purchases | FEB 2012 | EMPLOYEE BENEFITS ADMINISTRATION | \$53.58 | \$0.00 | x | 53.00% | | | 47.00% | | | | | | | | |
| 2/1/2012 | 1797 | PHTRX00000048 | Purchases | FEB 2012-1 | EMPLOYEE BENEFITS ADMINISTRATION | \$32.43 | \$0.00 | x | 53.00% | | | 47.00% | | | | | | | | |
| 2/1/2012 | 1806 | PHTRX00000048 | Purchases | T OSBORNE | BANK OF AMERICA | \$9.40 | \$0.00 | x | 53.00% | | | 47.00% | | | | | | | | |
| 2/8/2012 | 1877 | PHTRX00000072 | Purchases | 200426 | BORDERS RECYCLING & DISPOSAL LLC | \$39.95 | \$0.00 | x | 53.00% | | | 47.00% | | | | | | | | |
| 2/8/2012 | 1565 | GLTRX00000628 | | | | \$32.86 | \$0.00 | x | 53.00% | | | 47.00% | | | | | | | | |
| 2/8/2012 | 1878 | PHTRX00000072 | Purchases | 5811 | E-TOWN EXTERMINATING CO INC | \$23.38 | \$0.00 | x | 53.00% | | | 47.00% | | | | | | | | |
| 2/8/2012 | 1881 | PHTRX00000072 | Purchases | MONTHLY | DUPPLICATOR SALES & SERVICE INC | \$71.92 | \$0.00 | x | 53.00% | | | 47.00% | | | | | | | | |
| 2/8/2012 | 20 | GLTRX00000621 | CSX - Crossing Fees/Pipeline | | | \$37.15 | \$0.00 | x | 53.00% | | | 47.00% | | | | | | | | |
| 2/13/2012 | 2369 | PHTRX00000089 | Purchases | 00D59-34767 | CINTAS | \$32.00 | \$0.00 | x | 53.00% | | | 47.00% | | | | | | | | |
| 2/13/2012 | 2271 | PHTRX00000089 | Purchases | ANNUAL FEE 4571 | BANK OF AMERICA | \$9.40 | \$0.00 | x | 53.00% | | | 47.00% | | | | | | | | |
| 2/15/2012 | 2040 | PHTRX00000075 | Purchases | 38667 | LEXNET | \$17.83 | \$0.00 | x | 53.00% | | | 47.00% | | | | | | | | |
| 2/15/2012 | 2053 | PHTRX00000075 | Purchases | 26544 | SLEIGHT BUSINESS MACHINES INC | \$109.38 | \$0.00 | x | 53.00% | | | 47.00% | | | | | | | | |
| 2/28/2012 | 2387 | PHTRX00000100 | Purchases | 203212004-Z71 | CORVUS JANITORIAL SYSTEMS | \$490.68 | \$0.00 | x | 53.00% | | | 47.00% | | | | | | | | |
| 2/29/2012 | 2326 | GLTRX00000790 | | | | \$47.00 | \$0.00 | x | 53.00% | | | 47.00% | | | | | | | | |
| 2/29/2012 | 5678 | CHTRX00000245 | Bank Transaction Entry | DAJ00000615 | 2002 Bond | \$47.00 | \$0.00 | x | 53.00% | | | 47.00% | | | | | | | | |
| 2/29/2012 | 5677 | GLTRX00001938 | | | | \$0.00 | \$47.00 | x | 53.00% | | | 47.00% | | | | | | | | |
| 2/29/2012 | 2483 | PHTRX00000107 | Purchases | 26624 | SLEIGHT BUSINESS MACHINES INC | \$84.14 | \$0.00 | x | 53.00% | | | 47.00% | | | | | | | | |
| 2/29/2012 | 2547 | PHTRX00000114 | Purchases | SURVEY MONKEY | Various internet vendors | \$11.28 | \$0.00 | x | 53.00% | | | 47.00% | | | | | | | | |
| 3/1/2012 | 2420 | PHTRX00000102 | Purchases | MAR 2012 | EMPLOYEE BENEFITS ADMINISTRATION | \$45.12 | \$0.00 | x | 53.00% | | | 47.00% | | | | | | | | |
| 3/1/2012 | 2691 | GLTRX00000926 | | | | \$490.68 | \$0.00 | x | 53.00% | | | 47.00% | | | | | | | | |
| 3/1/2012 | 2421 | PHTRX00000102 | Purchases | MARCH 2012 | EMPLOYEE BENEFITS ADMINISTRATION | \$39.22 | \$0.00 | x | 53.00% | | | 47.00% | | | | | | | | |
| 3/8/2012 | 1565 | GLTRX00000622 | | | | \$32.86 | \$0.00 | x | 53.00% | | | 47.00% | | | | | | | | |
| 3/8/2012 | 2681 | PHTRX00000124 | Purchases | 200426 | BORDERS RECYCLING & DISPOSAL LLC | \$39.95 | \$0.00 | x | 53.00% | | | 47.00% | | | | | | | | |
| 3/8/2012 | 2682 | PHTRX00000124 | Purchases | 5811 | E-TOWN EXTERMINATING CO INC | \$23.38 | \$0 | | | | | | | | | | | | | |

12/8/2012 38 GLTRX000 2002 Bond Fees \$32.50
 12/8/2012 6179 GLTRX00003111 \$13.00
 12/8/2012 9018 GLTRX00003117 \$271.45
 12/31/2012 9391 GLTRX00003112 \$40.90

Net Change Ending Balance
 Totals: \$5,138.48 \$5,138.48 \$5,500.55 \$362.07

| Account: 4.06.93006 | | Description: Radcliff Administration, Rents | | Beginning Balance: | | | | | | | | |
|---------------------|----------|------------------------------------------------------------|--------------------------|---------------------|-------------------|----------|--------|---|--|--|--|--|
| Trx Date | Jrnl No. | Orig. Audit Trail | Distribution Reference | Orig. Master Number | Orig. Master Name | Debit | Credit | | | | | |
| 1/4/2012 | 44 | GLTRX00000509 | Fin Ops - Lease @ Lagoon | | | \$187.50 | \$0.00 | x | | | | |
| 2/4/2012 | 44 | GLTRX00000528 | Fin Ops - Lease @ Lagoon | | | \$187.50 | \$0.00 | x | | | | |
| 3/4/2012 | 44 | GLTRX00000892 | Fin Ops - Lease @ Lagoon | | | \$187.50 | \$0.00 | x | | | | |
| 4/4/2012 | 44 | GLTRX00001186 | Fin Ops - Lease @ Lagoon | | | \$187.50 | \$0.00 | x | | | | |
| 5/4/2012 | 44 | GLTRX00001410 | Fin Ops - Lease @ Lagoon | | | \$187.50 | \$0.00 | x | | | | |
| 6/4/2012 | 44 | GLTRX00001672 | Fin Ops - Lease @ Lagoon | | | \$187.50 | \$0.00 | x | | | | |
| 7/4/2012 | 44 | GLTRX00001865 | Fin Ops - Lease @ Lagoon | | | \$187.50 | \$0.00 | x | | | | |
| 8/4/2012 | 44 | GLTRX00002167 | Fin Ops - Lease @ Lagoon | | | \$187.50 | \$0.00 | x | | | | |
| 9/4/2012 | 44 | GLTRX00002399 | Fin Ops - Lease @ Lagoon | | | \$187.50 | \$0.00 | x | | | | |
| 10/4/2012 | 44 | GLTRX00002541 | Fin Ops - Lease @ Lagoon | | | \$187.50 | \$0.00 | x | | | | |
| 11/4/2012 | 44 | GLTRX00002891 | Fin Ops - Lease @ Lagoon | | | \$187.50 | \$0.00 | x | | | | |
| 12/8/2012 | 44 | GLTRX00003116 | Fin Ops - Lease @ Lagoon | | | \$187.50 | \$0.00 | x | | | | |
| Account: 4.06.93008 | | Description: Radcliff Administration, Misc General Expense | | Beginning Balance: | | | | | | | | |
| Totals: | | Net Change Ending Balance | | \$2,250.00 | | | | | | | | |

| Account: 4.06.93009 | | Description: Radcliff Administration, Education & | | Beginning Balance: | | | | | | | | |
|---------------------|----------|---------------------------------------------------|------------------------|---------------------|---------------------------|------------|--------|---|--|--|--|--|
| Trx Date | Jrnl No. | Orig. Audit Trail | Distribution Reference | Orig. Master Number | Orig. Master Name | Debit | Credit | | | | | |
| 6/30/2012 | 5330 | PMTRX00000296 | Purchases | CHEDDARS 06/19/12 | RESTAURANTS | \$37.25 | \$0.00 | x | | | | |
| 6/30/2012 | 5379 | PMTRX00000304 | Purchases | 1070421 | HARDIN COUNTY CLERK | \$15.80 | \$0.00 | x | | | | |
| 8/31/2012 | 6754 | PMTRX00000400 | Purchases | 2012-00013184 | HARDIN COUNTY CLERK | \$17.72 | \$0.00 | x | | | | |
| 11/28/2012 | 8693 | PMTRX00000533 | Purchases | 1803 | AL ENTERPRISES | \$296.56 | \$0.00 | x | | | | |
| 11/28/2012 | 8692 | PMTRX00000533 | Purchases | 1782 | AL ENTERPRISES | \$147.66 | \$0.00 | x | | | | |
| 11/30/2012 | 8917 | GLTRX00003081 | | | | \$3,628.00 | \$0.00 | x | | | | |
| 12/6/2012 | 8929 | PMTRX00000533 | Purchases | 0107791-1 | FERGUSON WATERWORKS #1491 | \$74.96 | \$0.00 | x | | | | |
| 12/6/2012 | 8930 | PMTRX00000533 | Purchases | 0107743 | FERGUSON WATERWORKS #1491 | \$999.60 | \$0.00 | x | | | | |
| 12/6/2012 | 8931 | PMTRX00000533 | Purchases | 0107791 | FERGUSON WATERWORKS #1491 | \$74.60 | \$0.00 | x | | | | |
| 12/31/2012 | 9326 | GLTRX00003190 | | | | \$2,322.96 | \$0.00 | x | | | | |
| Account: 4.06.93010 | | Description: Radcliff Administration, Education & | | Beginning Balance: | | | | | | | | |
| Totals: | | Net Change Ending Balance | | \$7,415.39 | | | | | | | | |

| Account: 4.06.93010 | | Description: Radcliff Sewer-Admin- Allocated FK Water | | Beginning Balance: | | | | | | | | | |
|---------------------|----------|-------------------------------------------------------|------------------------|---------------------|-------------------|--------|------------|---|---------|---------|--------|---------|---------|
| Trx Date | Jrnl No. | Orig. Audit Trail | Distribution Reference | Orig. Master Number | Orig. Master Name | Debit | Credit | | | | | | |
| 2/28/2012 | 2658 | GLTRX00000910 | | | | \$0.00 | \$4,029.90 | x | -57.25% | -12.65% | -3.21% | -26.85% | 100.00% |
| 3/26/2012 | 3435 | GLTRX00001175 | | | | \$0.00 | \$4,029.90 | x | -57.25% | -12.65% | -3.21% | -26.85% | 100.00% |
| 4/26/2012 | 4255 | GLTRX00001387 | | | | \$0.00 | \$4,029.90 | x | -57.25% | -12.65% | -3.21% | -26.85% | 100.00% |
| 5/31/2012 | 4802 | GLTRX00001634 | | | | \$0.00 | \$4,029.90 | x | -57.25% | -12.65% | -3.21% | -26.85% | 100.00% |
| 6/30/2012 | 5483 | GLTRX00001864 | | | | \$0.00 | \$4,029.90 | x | -57.25% | -12.65% | -3.21% | -26.85% | 100.00% |
| 7/31/2012 | 6215 | GLTRX00002150 | | | | \$0.00 | \$4,029.90 | x | -57.25% | -12.65% | -3.21% | -26.85% | 100.00% |
| 8/31/2012 | 6885 | GLTRX00002373 | | | | \$0.00 | \$4,029.90 | x | -57.25% | -12.65% | -3.21% | -26.85% | 100.00% |
| 9/28/2012 | 7590 | GLTRX00002618 | | | | \$0.00 | \$4,029.90 | x | -57.25% | -12.65% | -3.21% | -26.85% | 100.00% |
| 10/31/2012 | 8228 | GLTRX00002872 | | | | \$0.00 | \$4,029.90 | x | -57.25% | -12.65% | -3.21% | -26.85% | 100.00% |
| 11/30/2012 | 8956 | GLTRX00003089 | | | | \$0.00 | \$4,029.90 | x | -57.25% | -12.65% | -3.21% | -26.85% | 100.00% |
| 12/31/2012 | 9649 | GLTRX00003352 | | | | \$0.00 | \$4,029.90 | x | -57.25% | -12.65% | -3.21% | -26.85% | 100.00% |
| Account: 4.06.93600 | | Description: Radcliff Sewer-Admin- Allocated FK Water | | Beginning Balance: | | | | | | | | | |
| Totals: | | Net Change Ending Balance | | (\$88,328.90) | | | | | | | | | |

| Account: 4.06.93600 | | Description: Radcliff Sewer-Admin- Allocated FK Water | | Beginning Balance: | | | | | | | | | |
|---------------------|----------|-------------------------------------------------------|------------------------|---------------------|-------------------|--------|------------|---|---------|---------|--------|---------|---------|
| Trx Date | Jrnl No. | Orig. Audit Trail | Distribution Reference | Orig. Master Number | Orig. Master Name | Debit | Credit | | | | | | |
| 2/28/2012 | 2658 | GLTRX00000910 | | | | \$0.00 | \$4,029.90 | x | -57.25% | -12.65% | -3.21% | -26.85% | 100.00% |
| 3/26/2012 | 3435 | GLTRX00001175 | | | | \$0.00 | \$4,029.90 | x | -57.25% | -12.65% | -3.21% | -26.85% | 100.00% |
| 4/26/2012 | 4255 | GLTRX00001387 | | | | \$0.00 | \$4,029.90 | x | -57.25% | -12.65% | -3.21% | -26.85% | 100.00% |
| 5/31/2012 | 4802 | GLTRX00001634 | | | | \$0.00 | \$4,029.90 | x | -57.25% | -12.65% | -3.21% | -26.85% | 100.00% |
| 6/30/2012 | 5483 | GLTRX00001864 | | | | \$0.00 | \$4,029.90 | x | -57.25% | -12.65% | -3.21% | -26.85% | 100.00% |
| 7/31/2012 | 6215 | GLTRX00002150 | | | | \$0.00 | \$4,029.90 | x | -57.25% | -12.65% | -3.21% | -26.85% | 100.00% |
| 8/31/2012 | 6885 | GLTRX00002373 | | | | \$0.00 | \$4,029.90 | x | -57.25% | -12.65% | -3.21% | -26.85% | 100.00% |
| 9/28/2012 | 7590 | GLTRX00002618 | | | | \$0.00 | \$4,029.90 | x | -57.25% | -12.65% | -3.21% | -26.85% | 100.00% |
| 10/31/2012 | 8228 | GLTRX00002872 | | | | \$0.00 | \$4,029.90 | x | -57.25% | -12.65% | -3.21% | -26.85% | 100.00% |
| 11/30/2012 | 8956 | GLTRX00003089 | | | | \$0.00 | \$4,029.90 | x | -57.25% | -12.65% | -3.21% | -26.85% | 100.00% |
| 12/31/2012 | 9649 | GLTRX00003352 | | | | \$0.00 | \$4,029.90 | x | -57.25% | -12.65% | -3.21% | -26.85% | 100.00% |
| Account: 4.06.93600 | | Description: Radcliff Sewer-Admin- Allocated FK Water | | Beginning Balance: | | | | | | | | | |
| Totals: | | Net Change Ending Balance | | (\$88,328.90) | | | | | | | | | |

Sort By: Department
 Account Range By: Account
 Fiscal Year: 2012

Account From: 4.001.0000 Account To:
From Date: 1/1/2012 To Date: 12/31/2012
Show Inactive Accounts: No
Show Unit Number: No
Show Zero Balance Accounts: Yes
Show Pending Accounts: Yes

17. Refer to the Pre-Filed Testimony — Application Addendum Document, Page 1, Question 5.
- a. Provide a copy of the standard monthly journal entries that are made to record all transactions that are associated with the franchise fee. Provide an explanation for each entry.
 - b. State whether Hardin District rolled the franchise fee into base rates in this case.
 - c. If yes to b., state the amount of the franchise fee included in pro forma operating expenses and the title of the account where the amount was reported.
 - d. If no to a., state whether Hardin District intends to continue collection of the franchise fee as a separate line item on its customer's bill that is added to the base rate charge.

ANSWER 17:

- a. Please see Exhibit 21 titled Radcliff Sewer Franchise Fee general ledger for a listing of all transactions to the Sewer Franchise Fee general ledger account with a description for each entry. A copy of a monthly standard bill is also attached as Exhibit 22.
- b. No.
- c. Not applicable.
- d. Yes.

WITNESS: Mr. Jim Bruce, HCWD1 General Manager

Mr. Scott Schmuck, HCWD1 Finance & Accounting Manager

GL Detail Trial Balance
Hardin County Water District No. 1
Radcliff Sewer Franchise Fees
General Ledger

| Account: 4.00.23202 | | Description: Radcliff General Sewer Payable | | | | Beginning Balance: | | |
|---------------------|----------|---------------------------------------------|--------------|---------------------|-------------------|--------------------|------------|-----------------------------------------------------|
| Trx Date | Jrnl No. | Orig. Audit Trail | Distribution | Orig. Master Number | Orig. Master Name | Debit | Credit | Purpose of Entry |
| 1/3/2012 | 882 | GLTRX00000294 | | | | \$0.49 | \$0.00 | Adjustment to Customer's Account |
| 1/3/2012 | 882 | GLTRX00000294 | | | | \$0.00 | \$8.13 | Charge to Customer's Account |
| 1/4/2012 | 913 | GLTRX00000310 | | | | \$0.00 | \$1.72 | Recovery of Customer Account Previously Written Off |
| 1/4/2012 | 913 | GLTRX00000310 | | | | \$0.00 | \$2.22 | Recovery of Customer Account Previously Written Off |
| 1/4/2012 | 912 | GLTRX00000309 | | | | \$0.00 | \$6.51 | Charge to Customer's Account |
| 1/4/2012 | 912 | GLTRX00000309 | | | | \$3.23 | \$0.00 | Adjustment to Customer's Account |
| 1/5/2012 | 956 | GLTRX00000338 | | | | \$0.00 | \$0.51 | Recovery of Customer Account Previously Written Off |
| 1/5/2012 | 955 | GLTRX00000337 | | | | \$0.00 | \$12.73 | Charge to Customer's Account |
| 1/5/2012 | 955 | GLTRX00000337 | | | | \$3.72 | \$0.00 | Adjustment to Customer's Account |
| 1/5/2012 | 955 | GLTRX00000337 | | | | \$0.00 | \$0.05 | Adjustment to Customer's Account |
| 1/6/2012 | 976 | GLTRX00000353 | | | | \$0.00 | \$4.27 | Charge to Customer's Account |
| 1/6/2012 | 976 | GLTRX00000353 | | | | \$1.35 | \$0.00 | Adjustment to Customer's Account |
| 1/9/2012 | 988 | GLTRX00000359 | | | | \$0.00 | \$1.11 | Recovery of Customer Account Previously Written Off |
| 1/9/2012 | 987 | GLTRX00000358 | | | | \$0.05 | \$0.00 | Charge to Customer's Account |
| 1/9/2012 | 987 | GLTRX00000358 | | | | \$0.00 | \$13.43 | Charge to Customer's Account |
| 1/9/2012 | 987 | GLTRX00000358 | | | | \$2.10 | \$0.00 | Adjustment to Customer's Account |
| 1/10/2012 | 1075 | GLTRX00000372 | | | | \$0.00 | \$1.64 | Recovery of Customer Account Previously Written Off |
| 1/10/2012 | 1074 | GLTRX00000371 | | | | \$0.00 | \$3,086.71 | Charge to Customer's Account |
| 1/11/2012 | 1097 | GLTRX00000388 | | | | \$0.00 | \$3.00 | Recovery of Customer Account Previously Written Off |
| 1/11/2012 | 1097 | GLTRX00000388 | | | | \$0.00 | \$0.27 | Recovery of Customer Account Previously Written Off |
| 1/11/2012 | 1096 | GLTRX00000387 | | | | \$0.00 | \$3.42 | Charge to Customer's Account |
| 1/11/2012 | 1096 | GLTRX00000387 | | | | \$13.55 | \$0.00 | Adjustment to Customer's Account |
| 1/13/2012 | 1413 | GLTRX00000458 | | | | \$0.00 | \$1.66 | Charge to Customer's Account |
| 1/13/2012 | 1413 | GLTRX00000458 | | | | \$8.84 | \$0.00 | Adjustment to Customer's Account |
| 1/13/2012 | 1103 | GLTRX00000393 | | | | \$0.00 | \$6.02 | Charge to Customer's Account |
| 1/13/2012 | 1103 | GLTRX00000393 | | | | \$5.03 | \$0.00 | Adjustment to Customer's Account |
| 1/17/2012 | 1417 | GLTRX00000462 | | | | \$16.24 | \$0.00 | Adjustment to Customer's Account |
| 1/17/2012 | 1417 | GLTRX00000462 | | | | \$0.00 | \$6.36 | Charge to Customer's Account |
| 1/17/2012 | 1418 | GLTRX00000463 | | | | \$0.00 | \$0.76 | Recovery of Customer Account Previously Written Off |
| 1/18/2012 | 1420 | GLTRX00000465 | | | | \$0.40 | \$0.00 | Adjustment to Customer's Account |
| 1/18/2012 | 1420 | GLTRX00000465 | | | | \$0.00 | \$11.86 | Charge to Customer's Account |
| 1/19/2012 | 1424 | GLTRX00000468 | | | | \$2.59 | \$0.00 | Adjustment to Customer's Account |
| 1/19/2012 | 1424 | GLTRX00000468 | | | | \$0.00 | \$2,597.63 | Charge to Customer's Account |
| 1/19/2012 | 1424 | GLTRX00000468 | | | | \$1.51 | \$0.00 | Charge to Customer's Account |
| 1/19/2012 | 1425 | GLTRX00000469 | | | | \$0.00 | \$0.47 | Recovery of Customer Account Previously Written Off |
| 1/19/2012 | 1425 | GLTRX00000469 | | | | \$0.00 | \$0.47 | Recovery of Customer Account Previously Written Off |
| 1/19/2012 | 1425 | GLTRX00000469 | | | | \$0.00 | \$0.37 | Recovery of Customer Account Previously Written Off |
| 1/20/2012 | 1426 | GLTRX00000470 | | | | \$0.00 | \$3.19 | Charge to Customer's Account |
| 1/23/2012 | 1431 | GLTRX00000474 | | | | \$0.00 | \$4.17 | Charge to Customer's Account |
| 1/24/2012 | 1458 | GLTRX00000487 | | | | \$0.00 | \$0.05 | Adjustment to Customer's Account |
| 1/24/2012 | 1458 | GLTRX00000487 | | | | \$10.28 | \$0.00 | Adjustment to Customer's Account |
| 1/24/2012 | 1458 | GLTRX00000487 | | | | \$0.00 | \$3.01 | Charge to Customer's Account |
| 1/24/2012 | 1458 | GLTRX00000487 | | | | \$0.56 | \$0.00 | Charge to Customer's Account |
| 1/24/2012 | 1459 | GLTRX00000488 | | | | \$0.00 | \$0.82 | Recovery of Customer Account Previously Written Off |
| 1/25/2012 | 1478 | GLTRX00000495 | | | | \$2.73 | \$0.00 | Adjustment to Customer's Account |
| 1/25/2012 | 1478 | GLTRX00000495 | | | | \$0.00 | \$4.70 | Charge to Customer's Account |
| 1/26/2012 | 1496 | GLTRX00000517 | | | | \$9.24 | \$0.00 | Adjustment to Customer's Account |
| 1/26/2012 | 1496 | GLTRX00000517 | | | | \$0.00 | \$3.36 | Charge to Customer's Account |
| 1/26/2012 | 1496 | GLTRX00000517 | | | | \$0.65 | \$0.00 | Charge to Customer's Account |
| 1/27/2012 | 1499 | GLTRX00000520 | | | | \$6.80 | \$0.00 | Adjustment to Customer's Account |
| 1/27/2012 | 1500 | GLTRX00000521 | | | | \$0.00 | \$0.48 | Recovery of Customer Account Previously Written Off |
| 1/30/2012 | 1518 | GLTRX00000527 | | | | \$0.93 | \$0.00 | Adjustment to Customer's Account |
| 1/30/2012 | 1518 | GLTRX00000527 | | | | \$0.00 | \$2,395.24 | Charge to Customer's Account |
| 1/31/2012 | 1541 | GLTRX00000539 | | | | \$0.00 | \$5.89 | Charge to Customer's Account |
| 1/31/2012 | 1541 | GLTRX00000539 | | | | \$3.77 | \$0.00 | Adjustment to Customer's Account |

Exhibit 94

| | | | | | | | |
|-----------|------|---------------|-----------|----------------|------------|------------|---------------------------------------------------------|
| 1/31/2012 | 1542 | | | | 3.32 | \$0.00 | Write Off of Aged Customer Accounts/Bad Debt Expense |
| 1/31/2012 | 1720 | PMTRX00000063 | Purchases | 042300000094 | \$7.71 | \$0.00 | Remit Collection Fees to Collection Agency |
| 1/31/2012 | 1850 | PMTRX00000071 | Purchases | JAN 2012-SEWER | \$8,038.31 | \$0.00 | Payment to the City of Radcliff for monthly collections |
| 2/1/2012 | 1589 | GLTRX00000561 | | | \$0.45 | \$0.00 | Adjustment to Customer's Account |
| 2/1/2012 | 1589 | GLTRX00000561 | | | \$0.00 | \$7.17 | Charge to Customer's Account |
| 2/1/2012 | 1590 | GLTRX00000562 | | | \$0.00 | \$0.51 | Recovery of Customer Account Previously Written Off |
| 2/2/2012 | 1601 | GLTRX00000571 | | | \$3.23 | \$0.00 | Adjustment to Customer's Account |
| 2/2/2012 | 1601 | GLTRX00000571 | | | \$0.00 | \$8.80 | Charge to Customer's Account |
| 2/3/2012 | 1721 | GLTRX00000590 | | | \$24.97 | \$0.00 | Adjustment to Customer's Account |
| 2/3/2012 | 1721 | GLTRX00000590 | | | \$0.00 | \$8.98 | Charge to Customer's Account |
| 2/3/2012 | 1722 | GLTRX00000591 | | | \$0.00 | \$3.55 | Recovery of Customer Account Previously Written Off |
| 2/3/2012 | 1722 | GLTRX00000591 | | | \$0.00 | \$1.16 | Recovery of Customer Account Previously Written Off |
| 2/6/2012 | 1841 | GLTRX00000608 | | | \$0.00 | \$5.04 | Charge to Customer's Account |
| 2/6/2012 | 1842 | GLTRX00000609 | | | \$0.00 | \$5.02 | Recovery of Customer Account Previously Written Off |
| 2/7/2012 | 1885 | GLTRX00000632 | | | \$0.20 | \$0.00 | Adjustment to Customer's Account |
| 2/7/2012 | 1885 | GLTRX00000632 | | | \$0.00 | \$8.54 | Charge to Customer's Account |
| 2/8/2012 | 1949 | GLTRX00000654 | | | \$0.00 | \$4.48 | Charge to Customer's Account |
| 2/8/2012 | 1949 | GLTRX00000654 | | | \$1.13 | \$0.00 | Charge to Customer's Account |
| 2/8/2012 | 1949 | GLTRX00000654 | | | \$3.91 | \$0.00 | Adjustment to Customer's Account |
| 2/8/2012 | 1951 | GLTRX00000655 | | | \$0.00 | \$1.12 | Recovery of Customer Account Previously Written Off |
| 2/8/2012 | 1951 | GLTRX00000655 | | | \$0.00 | \$0.81 | Recovery of Customer Account Previously Written Off |
| 2/9/2012 | 1953 | GLTRX00000657 | | | \$0.00 | \$5.22 | Adjustment to Customer's Account |
| 2/9/2012 | 1953 | GLTRX00000657 | | | \$19.52 | \$0.00 | Adjustment to Customer's Account |
| 2/9/2012 | 1953 | GLTRX00000657 | | | \$0.00 | \$13.31 | Charge to Customer's Account |
| 2/10/2012 | 1956 | GLTRX00000660 | | | \$2.29 | \$0.00 | Adjustment to Customer's Account |
| 2/10/2012 | 1956 | GLTRX00000660 | | | \$0.00 | \$3,118.50 | Charge to Customer's Account |
| 2/13/2012 | 1971 | GLTRX00000672 | | | \$5.25 | \$0.00 | Adjustment to Customer's Account |
| 2/13/2012 | 1971 | GLTRX00000672 | | | \$0.00 | \$5.73 | Charge to Customer's Account |
| 2/13/2012 | 1972 | GLTRX00000673 | | | \$0.00 | \$0.82 | Recovery of Customer Account Previously Written Off |
| 2/14/2012 | 1975 | GLTRX00000676 | | | \$0.00 | \$3.66 | Charge to Customer's Account |
| 2/14/2012 | 1976 | GLTRX00000677 | | | \$0.00 | \$0.02 | Recovery of Customer Account Previously Written Off |
| 2/14/2012 | 1976 | GLTRX00000677 | | | \$0.00 | \$1.11 | Recovery of Customer Account Previously Written Off |
| 2/15/2012 | 1989 | GLTRX00000685 | | | \$0.38 | \$0.00 | Adjustment to Customer's Account |
| 2/15/2012 | 1989 | GLTRX00000685 | | | \$0.00 | \$4.94 | Charge to Customer's Account |
| 2/15/2012 | 1991 | GLTRX00000686 | | | \$0.00 | \$14.32 | Recovery of Customer Account Previously Written Off |
| 2/16/2012 | 2004 | GLTRX00000691 | | | \$0.00 | \$1.46 | Adjustment to Customer's Account |
| 2/16/2012 | 2004 | GLTRX00000691 | | | \$6.35 | \$0.00 | Adjustment to Customer's Account |
| 2/16/2012 | 2004 | GLTRX00000691 | | | \$0.00 | \$4.67 | Charge to Customer's Account |
| 2/16/2012 | 2006 | GLTRX00000692 | | | \$0.00 | \$2.23 | Recovery of Customer Account Previously Written Off |
| 2/20/2012 | 2110 | GLTRX00000711 | | | \$0.00 | \$1.21 | Recovery of Customer Account Previously Written Off |
| 2/20/2012 | 2102 | GLTRX00000710 | | | \$3.29 | \$0.00 | Adjustment to Customer's Account |
| 2/20/2012 | 2102 | GLTRX00000710 | | | \$0.00 | \$8.69 | Charge to Customer's Account |
| 2/20/2012 | 2102 | GLTRX00000710 | | | \$9.13 | \$0.00 | Charge to Customer's Account |
| 2/20/2012 | 2110 | GLTRX00000711 | | | \$0.00 | \$0.57 | Recovery of Customer Account Previously Written Off |
| 2/21/2012 | 2190 | GLTRX00000723 | | | \$0.00 | \$2,551.90 | Charge to Customer's Account |
| 2/21/2012 | 2190 | GLTRX00000723 | | | \$0.51 | \$0.00 | Charge to Customer's Account |
| 2/22/2012 | 2202 | GLTRX00000734 | | | \$0.00 | \$1.57 | Adjustment to Customer's Account |
| 2/22/2012 | 2202 | GLTRX00000734 | | | \$2.27 | \$0.00 | Adjustment to Customer's Account |
| 2/22/2012 | 2202 | GLTRX00000734 | | | \$0.00 | \$11.04 | Charge to Customer's Account |
| 2/23/2012 | 2289 | GLTRX00000761 | | | \$0.00 | \$5.42 | Charge to Customer's Account |
| 2/23/2012 | 2307 | GLTRX00000765 | | | \$0.00 | \$2.56 | Recovery of Customer Account Previously Written Off |
| 2/23/2012 | 2307 | GLTRX00000765 | | | \$0.00 | \$0.80 | Recovery of Customer Account Previously Written Off |
| 2/23/2012 | 2289 | GLTRX00000761 | | | \$0.00 | \$0.73 | Adjustment to Customer's Account |
| 2/23/2012 | 2289 | GLTRX00000761 | | | \$0.73 | \$0.00 | Adjustment to Customer's Account |
| 2/24/2012 | 2336 | GLTRX00000781 | | | \$6.28 | \$0.00 | Adjustment to Customer's Account |
| 2/24/2012 | 2336 | GLTRX00000781 | | | \$0.00 | \$4.14 | Charge to Customer's Account |
| 2/27/2012 | 2351 | GLTRX00000786 | | | \$4.24 | \$0.00 | Adjustment to Customer's Account |
| 2/27/2012 | 2351 | GLTRX00000786 | | | \$0.00 | \$9.89 | Charge to Customer's Account |
| 2/27/2012 | 2351 | GLTRX00000786 | | | \$2.60 | \$0.00 | Charge to Customer's Account |
| 2/27/2012 | 2352 | GLTRX00000787 | | | \$0.00 | \$1.63 | Recovery of Customer Account Previously Written Off |
| 2/28/2012 | 2367 | GLTRX00000797 | | | \$0.00 | \$0.64 | Recovery of Customer Account Previously Written Off |
| 2/28/2012 | 2364 | GLTRX00000795 | | | \$6.65 | \$0.00 | Adjustment to Customer's Account |
| 2/28/2012 | 2364 | GLTRX00000795 | | | \$0.00 | \$2,288.64 | Charge to Customer's Account |
| 2/29/2012 | 2372 | GLTRX00000800 | | | \$10.44 | \$0.00 | Adjustment to Customer's Account |

| | | | | | | | |
|-----------|------|---------------|-----------|----------------|------------|------------|---------------------------------------------------------|
| 2/29/2012 | 2372 | GLTRX00000800 | | | \$0.00 | \$12.85 | Charge to Customer's Account |
| 2/29/2012 | 2455 | PMTRX00000104 | Purchases | 132700000188 | \$1.32 | \$0.00 | Remit Collection Fees to Collection Agency |
| 2/29/2012 | 2556 | PMTRX00000115 | Purchases | 042300000097 | \$15.14 | \$0.00 | Remit Collection Fees to Collection Agency |
| 2/29/2012 | 2647 | PMTRX00000122 | Purchases | FEB 2012-SEWER | \$8,140.63 | \$0.00 | Payment to the City of Radcliff for monthly collections |
| 2/29/2012 | 2375 | GLTRX00000801 | | | \$0.00 | \$0.54 | Recovery of Customer Account Previously Written Off |
| 2/29/2012 | 2375 | GLTRX00000801 | | | \$0.00 | \$2.44 | Recovery of Customer Account Previously Written Off |
| 2/29/2012 | 2375 | GLTRX00000801 | | | \$80.80 | \$0.00 | Write Off of Aged Customer Accounts/Bad Debt Expense |
| 3/1/2012 | 2445 | GLTRX00000817 | | | \$5.12 | \$0.00 | Adjustment to Customer's Account |
| 3/1/2012 | 2445 | GLTRX00000817 | | | \$0.00 | \$3.90 | Charge to Customer's Account |
| 3/2/2012 | 2467 | GLTRX00000827 | | | \$13.15 | \$0.00 | Adjustment to Customer's Account |
| 3/2/2012 | 2467 | GLTRX00000827 | | | \$0.00 | \$8.88 | Charge to Customer's Account |
| 3/2/2012 | 2469 | GLTRX00000829 | | | \$0.00 | \$0.15 | Recovery of Customer Account Previously Written Off |
| 3/2/2012 | 2469 | GLTRX00000829 | | | \$0.00 | \$2.68 | Recovery of Customer Account Previously Written Off |
| 3/2/2012 | 2469 | GLTRX00000829 | | | \$0.00 | \$0.53 | Recovery of Customer Account Previously Written Off |
| 3/2/2012 | 2469 | GLTRX00000829 | | | \$0.00 | \$0.58 | Recovery of Customer Account Previously Written Off |
| 3/5/2012 | 2550 | GLTRX00000848 | | | \$0.00 | \$0.00 | Adjustment to Customer's Account |
| 3/5/2012 | 2549 | GLTRX00000847 | | | \$0.47 | \$0.00 | Adjustment to Customer's Account |
| 3/5/2012 | 2549 | GLTRX00000847 | | | \$0.00 | \$8.41 | Charge to Customer's Account |
| 3/5/2012 | 2549 | GLTRX00000847 | | | \$1.33 | \$0.00 | Charge to Customer's Account |
| 3/5/2012 | 2550 | GLTRX00000848 | | | \$0.00 | \$7.61 | Recovery of Customer Account Previously Written Off |
| 3/6/2012 | 2648 | GLTRX00000877 | | | \$0.00 | \$1.11 | Recovery of Customer Account Previously Written Off |
| 3/6/2012 | 2643 | GLTRX00000875 | | | \$9.46 | \$0.00 | Adjustment to Customer's Account |
| 3/6/2012 | 2643 | GLTRX00000875 | | | \$0.00 | \$5.65 | Charge to Customer's Account |
| 3/6/2012 | 2648 | GLTRX00000877 | | | \$0.00 | \$2.28 | Recovery of Customer Account Previously Written Off |
| 3/7/2012 | 2654 | GLTRX00000894 | | | \$15.91 | \$0.00 | Adjustment to Customer's Account |
| 3/7/2012 | 2654 | GLTRX00000894 | | | \$0.00 | \$6.87 | Charge to Customer's Account |
| 3/8/2012 | 2703 | GLTRX00000911 | | | \$3.53 | \$0.00 | Adjustment to Customer's Account |
| 3/8/2012 | 2703 | GLTRX00000911 | | | \$0.00 | \$4.21 | Charge to Customer's Account |
| 3/8/2012 | 2705 | GLTRX00000912 | | | \$0.00 | \$3.67 | Recovery of Customer Account Previously Written Off |
| 3/9/2012 | 2715 | GLTRX00000918 | | | \$0.00 | \$3,119.30 | Charge to Customer's Account |
| 3/12/2012 | 2720 | GLTRX00000921 | | | \$2.49 | \$0.00 | Adjustment to Customer's Account |
| 3/12/2012 | 2720 | GLTRX00000921 | | | \$0.00 | \$2.53 | Charge to Customer's Account |
| 3/13/2012 | 2749 | GLTRX00000939 | | | \$0.00 | \$5.51 | Charge to Customer's Account |
| 3/13/2012 | 2749 | GLTRX00000939 | | | \$10.04 | \$0.00 | Adjustment to Customer's Account |
| 3/14/2012 | 2761 | GLTRX00000946 | | | \$15.77 | \$0.00 | Adjustment to Customer's Account |
| 3/14/2012 | 2761 | GLTRX00000946 | | | \$0.00 | \$3.76 | Charge to Customer's Account |
| 3/14/2012 | 2763 | GLTRX00000948 | | | \$0.00 | \$0.36 | Recovery of Customer Account Previously Written Off |
| 3/15/2012 | 2790 | GLTRX00000955 | | | \$8.15 | \$0.00 | Adjustment to Customer's Account |
| 3/15/2012 | 2790 | GLTRX00000955 | | | \$0.00 | \$2.03 | Charge to Customer's Account |
| 3/16/2012 | 2830 | GLTRX00000968 | | | \$4.41 | \$0.00 | Adjustment to Customer's Account |
| 3/16/2012 | 2830 | GLTRX00000968 | | | \$0.00 | \$8.43 | Charge to Customer's Account |
| 3/16/2012 | 2830 | GLTRX00000968 | | | \$1.56 | \$0.00 | Charge to Customer's Account |
| 3/19/2012 | 2851 | GLTRX00000976 | | | \$62.80 | \$0.00 | Adjustment to Customer's Account |
| 3/19/2012 | 2851 | GLTRX00000976 | | | \$0.00 | \$2,508.40 | Charge to Customer's Account |
| 3/20/2012 | 3003 | GLTRX00001011 | | | \$2.01 | \$0.00 | Adjustment to Customer's Account |
| 3/20/2012 | 3003 | GLTRX00001011 | | | \$0.00 | \$7.70 | Charge to Customer's Account |
| 3/21/2012 | 3005 | GLTRX00001013 | | | \$2.52 | \$0.00 | Adjustment to Customer's Account |
| 3/21/2012 | 3005 | GLTRX00001013 | | | \$0.00 | \$2.31 | Charge to Customer's Account |
| 3/22/2012 | 3011 | GLTRX00001019 | | | \$0.00 | \$1.98 | Charge to Customer's Account |
| 3/22/2012 | 3011 | GLTRX00001019 | | | \$1.00 | \$0.00 | Adjustment to Customer's Account |
| 3/23/2012 | 3020 | GLTRX00001025 | | | \$0.00 | \$3.09 | Charge to Customer's Account |
| 3/23/2012 | 3020 | GLTRX00001025 | | | \$1.43 | \$0.00 | Charge to Customer's Account |
| 3/23/2012 | 3020 | GLTRX00001025 | | | \$0.59 | \$0.00 | Adjustment to Customer's Account |
| 3/26/2012 | 3023 | GLTRX00001029 | | | \$0.31 | \$0.00 | Adjustment to Customer's Account |
| 3/26/2012 | 3023 | GLTRX00001029 | | | \$0.00 | \$3.30 | Charge to Customer's Account |
| 3/27/2012 | 3039 | GLTRX00001036 | | | \$0.00 | \$5.86 | Charge to Customer's Account |
| 3/28/2012 | 3066 | GLTRX00001043 | | | \$0.00 | \$3.39 | Charge to Customer's Account |
| 3/29/2012 | 3133 | GLTRX00001069 | | | \$0.00 | \$0.51 | Recovery of Customer Account Previously Written Off |
| 3/29/2012 | 3132 | GLTRX00001068 | | | \$4.73 | \$0.00 | Adjustment to Customer's Account |
| 3/29/2012 | 3132 | GLTRX00001068 | | | \$0.00 | \$2,356.47 | Charge to Customer's Account |
| 3/30/2012 | 3135 | GLTRX00001071 | | | \$0.00 | \$2.71 | Adjustment to Customer's Account |
| 3/30/2012 | 3135 | GLTRX00001071 | | | \$5.45 | \$0.00 | Adjustment to Customer's Account |
| 3/30/2012 | 3135 | GLTRX00001071 | | | \$0.00 | \$2.71 | Charge to Customer's Account |
| 3/30/2012 | 3136 | GLTRX00001072 | | | \$92.52 | \$0.00 | Write Off of Aged Customer Accounts/Bad Debt Expense |
| 3/31/2012 | 3324 | GLTRX00001130 | | | \$0.55 | \$0.00 | Remit Collection Fees to Collection Agency |

| | | | | | | | | |
|-----------|------|---------------|-----------|----------------------|---------------------------|------------|------------|---------------------------------------------------------|
| 3/31/2012 | 3350 | 00000165 | Purchases | 042300000100 | ONLINE COLLECTIONS | 5.89 | \$0.00 | Remit Collection Fees to Collection Agency |
| 3/31/2012 | 3374 | PMTRX00000167 | Purchases | MARCH 2012- SEWER | CITY OF RADCLIFF | \$8,056.76 | \$0.00 | Payment to the City of Radcliff for monthly collections |
| 4/2/2012 | 3216 | GLTRX00001098 | | | | \$24.06 | \$0.00 | Adjustment to Customer's Account |
| 4/2/2012 | 3216 | GLTRX00001098 | | | | \$0.00 | \$11.65 | Charge to Customer's Account |
| 4/3/2012 | 3312 | GLTRX00001120 | | | | \$0.00 | \$2.34 | Recovery of Customer Account Previously Written Off |
| 4/3/2012 | 3307 | GLTRX00001118 | | | | \$39.30 | \$0.00 | Adjustment to Customer's Account |
| 4/3/2012 | 3307 | GLTRX00001118 | | | | \$0.00 | \$8.96 | Charge to Customer's Account |
| 4/4/2012 | 3348 | GLTRX00001129 | | | | \$0.00 | \$8.50 | Charge to Customer's Account |
| 4/4/2012 | 3349 | GLTRX00001131 | | | | \$0.00 | \$1.28 | Recovery of Customer Account Previously Written Off |
| 4/5/2012 | 3411 | GLTRX00001169 | | | | \$0.00 | \$2.69 | Recovery of Customer Account Previously Written Off |
| 4/5/2012 | 3411 | GLTRX00001169 | | | | \$0.00 | \$0.73 | Recovery of Customer Account Previously Written Off |
| 4/5/2012 | 3411 | GLTRX00001169 | | | | \$0.00 | \$1.76 | Recovery of Customer Account Previously Written Off |
| 4/5/2012 | 3411 | GLTRX00001169 | | | | \$0.00 | \$0.78 | Recovery of Customer Account Previously Written Off |
| 4/5/2012 | 3410 | GLTRX00001168 | | | | \$2.72 | \$0.00 | Adjustment to Customer's Account |
| 4/5/2012 | 3410 | GLTRX00001168 | | | | \$0.00 | \$3.08 | Charge to Customer's Account |
| 4/6/2012 | 3412 | GLTRX00001170 | | | | \$7.72 | \$0.00 | Adjustment to Customer's Account |
| 4/6/2012 | 3412 | GLTRX00001170 | | | | \$0.00 | \$2.45 | Charge to Customer's Account |
| 4/6/2012 | 3413 | GLTRX00001171 | | | | \$0.00 | \$2.18 | Recovery of Customer Account Previously Written Off |
| 4/9/2012 | 3451 | GLTRX00001188 | | | | \$0.00 | \$12.65 | Charge to Customer's Account |
| 4/9/2012 | 3451 | GLTRX00001188 | | | | \$0.10 | \$0.00 | Adjustment to Customer's Account |
| 4/10/2012 | 3462 | GLTRX00001192 | | | | \$0.00 | \$3,222.03 | Charge to Customer's Account |
| 4/10/2012 | 3463 | GLTRX00001193 | | | | \$0.00 | \$0.19 | Recovery of Customer Account Previously Written Off |
| 4/11/2012 | 3476 | GLTRX00001198 | | | | \$0.00 | \$3.16 | Charge to Customer's Account |
| 4/11/2012 | 3477 | GLTRX00001199 | | | | \$0.00 | \$1.02 | Recovery of Customer Account Previously Written Off |
| 4/11/2012 | 3476 | GLTRX00001198 | | | | \$2.95 | \$0.00 | Adjustment to Customer's Account |
| 4/12/2012 | 3519 | GLTRX00001212 | | | | \$3.36 | \$0.00 | Adjustment to Customer's Account |
| 4/12/2012 | 3519 | GLTRX00001212 | | | | \$0.00 | \$2.45 | Charge to Customer's Account |
| 4/13/2012 | 3585 | GLTRX00001225 | | | | \$0.00 | \$1.59 | Charge to Customer's Account |
| 4/13/2012 | 3586 | GLTRX00001226 | | | | \$0.00 | \$0.95 | Recovery of Customer Account Previously Written Off |
| 4/16/2012 | 3589 | GLTRX00001229 | | | | \$14.22 | \$0.00 | Adjustment to Customer's Account |
| 4/16/2012 | 3589 | GLTRX00001229 | | | | \$0.00 | \$3.94 | Charge to Customer's Account |
| 4/16/2012 | 3590 | GLTRX00001230 | | | | \$0.00 | \$0.50 | Recovery of Customer Account Previously Written Off |
| 4/17/2012 | 3591 | GLTRX00001231 | | | | \$7.88 | \$0.00 | Adjustment to Customer's Account |
| 4/17/2012 | 3591 | GLTRX00001231 | | | | \$0.00 | \$11.90 | Charge to Customer's Account |
| 4/17/2012 | 3591 | GLTRX00001231 | | | | \$6.42 | \$0.00 | Charge to Customer's Account |
| 4/17/2012 | 3591 | GLTRX00001231 | | | | \$0.00 | \$3.01 | Adjustment to Customer's Account |
| 4/18/2012 | 3594 | GLTRX00001234 | | | | \$15.64 | \$0.00 | Adjustment to Customer's Account |
| 4/18/2012 | 3594 | GLTRX00001234 | | | | \$0.00 | \$2,635.68 | Charge to Customer's Account |
| 4/18/2012 | 3594 | GLTRX00001234 | | | | \$1.20 | \$0.00 | Charge to Customer's Account |
| 4/19/2012 | 3596 | GLTRX00001236 | | | | \$3.08 | \$0.00 | Adjustment to Customer's Account |
| 4/19/2012 | 3596 | GLTRX00001236 | | | | \$0.00 | \$3.66 | Charge to Customer's Account |
| 4/20/2012 | 3598 | GLTRX00001238 | | | | \$0.63 | \$0.00 | Adjustment to Customer's Account |
| 4/23/2012 | 3609 | GLTRX00001245 | | | | \$0.00 | \$0.54 | Recovery of Customer Account Previously Written Off |
| 4/23/2012 | 3609 | GLTRX00001245 | | | | \$0.00 | \$0.67 | Recovery of Customer Account Previously Written Off |
| 4/23/2012 | 3608 | GLTRX00001244 | | | | \$0.00 | \$0.39 | Adjustment to Customer's Account |
| 4/23/2012 | 3608 | GLTRX00001244 | | | | \$5.54 | \$0.00 | Adjustment to Customer's Account |
| 4/23/2012 | 3608 | GLTRX00001244 | | | | \$0.00 | \$4.10 | Charge to Customer's Account |
| 4/24/2012 | 3615 | GLTRX00001248 | | | | \$12.21 | \$0.00 | Adjustment to Customer's Account |
| 4/24/2012 | 3615 | GLTRX00001248 | | | | \$0.00 | \$6.52 | Charge to Customer's Account |
| 4/24/2012 | 3615 | GLTRX00001248 | | | | \$1.84 | \$0.00 | Charge to Customer's Account |
| 4/25/2012 | 3713 | GLTRX00001273 | | | | \$0.52 | \$0.00 | Adjustment to Customer's Account |
| 4/25/2012 | 3713 | GLTRX00001273 | | | | \$0.00 | \$3.49 | Charge to Customer's Account |
| 4/26/2012 | 3778 | GLTRX00001288 | | | | \$1.19 | \$0.00 | Adjustment to Customer's Account |
| 4/26/2012 | 3778 | GLTRX00001288 | | | | \$0.00 | \$3.75 | Charge to Customer's Account |
| 4/26/2012 | 3778 | GLTRX00001288 | | | | \$0.70 | \$0.00 | Charge to Customer's Account |
| 4/26/2012 | 3778 | GLTRX00001288 | | | | \$0.00 | \$1.19 | Adjustment to Customer's Account |
| 4/27/2012 | 3790 | GLTRX00001295 | | | | \$1.62 | \$0.00 | Adjustment to Customer's Account |
| 4/27/2012 | 3790 | GLTRX00001295 | | | | \$0.00 | \$2,309.49 | Charge to Customer's Account |
| 4/30/2012 | 3821 | GLTRX00001313 | | | | \$0.00 | \$0.76 | Adjustment to Customer's Account |
| 4/30/2012 | 3821 | GLTRX00001313 | | | | \$8.49 | \$0.00 | Adjustment to Customer's Account |
| 4/30/2012 | 3821 | GLTRX00001313 | | | | \$0.00 | \$4.48 | Charge to Customer's Account |
| 4/30/2012 | 3937 | PMTRX00000202 | Purchases | 132700000192 | CREDIT BUREAU SYSTEMS INC | \$1.78 | \$0.00 | Remit Collection Fees to Collection Agency |
| 4/30/2012 | 4012 | PMTRX00000210 | Purchases | 042300000103 | ONLINE COLLECTIONS | \$3.09 | \$0.00 | Remit Collection Fees to Collection Agency |

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|-----------|------|---------------|-----------|-------------------------------------|--|------------|------------|---------------------------------------------------------|
| 4/30/2012 | 3823 | | | | | 0.75 | \$0.00 | Write Off of Aged Customer Accounts/Bad Debt Expense |
| 4/30/2012 | 4047 | PMTRX00000212 | Purchases | APRIL 2012 - SEWER CITY OF RADCLIFF | | \$7,794.83 | \$0.00 | Payment to the City of Radcliff for monthly collections |
| 5/1/2012 | 3977 | GLTRX00001350 | | | | \$19.36 | \$0.00 | Adjustment to Customer's Account |
| 5/1/2012 | 3977 | GLTRX00001350 | | | | \$0.00 | \$12.12 | Charge to Customer's Account |
| 5/1/2012 | 3983 | GLTRX00001354 | | | | \$0.00 | \$0.15 | Recovery of Customer Account Previously Written Off |
| 5/2/2012 | 4002 | GLTRX00001359 | | | | \$1.64 | \$0.00 | Adjustment to Customer's Account |
| 5/2/2012 | 4002 | GLTRX00001359 | | | | \$0.00 | \$10.68 | Charge to Customer's Account |
| 5/3/2012 | 4059 | GLTRX00001389 | | | | \$0.00 | \$2.56 | Charge to Customer's Account |
| 5/3/2012 | 4059 | GLTRX00001389 | | | | \$2.51 | \$0.00 | Adjustment to Customer's Account |
| 5/3/2012 | 4059 | GLTRX00001389 | | | | \$0.00 | \$4.05 | Charge to Customer's Account |
| 5/3/2012 | 4075 | GLTRX00001393 | | | | \$0.00 | \$1.74 | Recovery of Customer Account Previously Written Off |
| 5/3/2012 | 4075 | GLTRX00001393 | | | | \$0.00 | \$0.76 | Recovery of Customer Account Previously Written Off |
| 5/4/2012 | 4086 | GLTRX00001397 | | | | \$4.33 | \$0.00 | Adjustment to Customer's Account |
| 5/4/2012 | 4086 | GLTRX00001397 | | | | \$0.00 | \$6.41 | Charge to Customer's Account |
| 5/7/2012 | 4100 | GLTRX00001412 | | | | \$7.20 | \$0.00 | Adjustment to Customer's Account |
| 5/7/2012 | 4100 | GLTRX00001412 | | | | \$0.00 | \$10.02 | Charge to Customer's Account |
| 5/7/2012 | 4101 | GLTRX00001413 | | | | \$0.00 | \$2.06 | Recovery of Customer Account Previously Written Off |
| 5/8/2012 | 4105 | GLTRX00001415 | | | | \$3.46 | \$0.00 | Adjustment to Customer's Account |
| 5/8/2012 | 4105 | GLTRX00001415 | | | | \$0.00 | \$8.57 | Charge to Customer's Account |
| 5/9/2012 | 4133 | GLTRX00001424 | | | | \$0.00 | \$7.66 | Charge to Customer's Account |
| 5/10/2012 | 4165 | GLTRX00001432 | | | | \$1.17 | \$0.00 | Adjustment to Customer's Account |
| 5/10/2012 | 4165 | GLTRX00001432 | | | | \$0.00 | \$3,343.44 | Charge to Customer's Account |
| 5/11/2012 | 4191 | GLTRX00001442 | | | | \$9.30 | \$0.00 | Adjustment to Customer's Account |
| 5/11/2012 | 4191 | GLTRX00001442 | | | | \$0.00 | \$2.90 | Charge to Customer's Account |
| 5/14/2012 | 4302 | GLTRX00001460 | | | | \$6.78 | \$0.00 | Adjustment to Customer's Account |
| 5/15/2012 | 4342 | GLTRX00001471 | | | | \$4.26 | \$0.00 | Adjustment to Customer's Account |
| 5/15/2012 | 4382 | GLTRX00001471 | | | | \$0.00 | \$7.33 | Charge to Customer's Account |
| 5/16/2012 | 4346 | GLTRX00001474 | | | | \$0.00 | \$2.69 | Charge to Customer's Account |
| 5/17/2012 | 4372 | GLTRX00001485 | | | | \$0.00 | \$5.05 | Charge to Customer's Account |
| 5/18/2012 | 4377 | GLTRX00001488 | | | | \$3.65 | \$0.00 | Charge to Customer's Account |
| 5/18/2012 | 4377 | GLTRX00001488 | | | | \$6.51 | \$0.00 | Adjustment to Customer's Account |
| 5/18/2012 | 4377 | GLTRX00001488 | | | | \$0.00 | \$8.87 | Charge to Customer's Account |
| 5/21/2012 | 4398 | GLTRX00001498 | | | | \$4.69 | \$0.00 | Adjustment to Customer's Account |
| 5/21/2012 | 4398 | GLTRX00001498 | | | | \$0.00 | \$2,666.37 | Charge to Customer's Account |
| 5/21/2012 | 4408 | GLTRX00001500 | | | | \$0.00 | \$0.51 | Recovery of Customer Account Previously Written Off |
| 5/22/2012 | 4420 | GLTRX00001506 | | | | \$0.74 | \$0.00 | Adjustment to Customer's Account |
| 5/22/2012 | 4420 | GLTRX00001506 | | | | \$0.00 | \$11.13 | Charge to Customer's Account |
| 5/22/2012 | 4420 | GLTRX00001506 | | | | \$0.51 | \$0.00 | Charge to Customer's Account |
| 5/23/2012 | 4441 | GLTRX00001514 | | | | \$0.00 | \$7.83 | Charge to Customer's Account |
| 5/24/2012 | 4462 | GLTRX00001522 | | | | \$6.33 | \$0.00 | Adjustment to Customer's Account |
| 5/24/2012 | 4462 | GLTRX00001522 | | | | \$0.00 | \$2.04 | Charge to Customer's Account |
| 5/25/2012 | 4479 | GLTRX00001530 | | | | \$3.98 | \$0.00 | Adjustment to Customer's Account |
| 5/25/2012 | 4479 | GLTRX00001530 | | | | \$0.00 | \$2.64 | Charge to Customer's Account |
| 5/29/2012 | 4482 | GLTRX00001533 | | | | \$4.69 | \$0.00 | Adjustment to Customer's Account |
| 5/30/2012 | 4498 | GLTRX00001539 | | | | \$16.00 | \$0.00 | Adjustment to Customer's Account |
| 5/30/2012 | 4498 | GLTRX00001539 | | | | \$0.00 | \$17.67 | Charge to Customer's Account |
| 5/30/2012 | 4498 | GLTRX00001539 | | | | \$1.60 | \$0.00 | Charge to Customer's Account |
| 5/31/2012 | 4524 | GLTRX00001555 | | | | \$4.93 | \$0.00 | Adjustment to Customer's Account |
| 5/31/2012 | 4524 | GLTRX00001555 | | | | \$0.00 | \$2,389.69 | Charge to Customer's Account |
| 5/31/2012 | 4527 | GLTRX00001556 | | | | \$95.15 | \$0.00 | Write Off of Aged Customer Accounts/Bad Debt Expense |
| 5/31/2012 | 4707 | PMTRX00000259 | Purchases | MAY 2012-SEWER CITY OF RADCLIFF | | \$7,937.46 | \$0.00 | Payment to the City of Radcliff for monthly collections |
| 5/31/2012 | 4699 | PMTRX00000257 | Purchases | 042300000106 ONLINE COLLECTIONS | | \$4.25 | \$0.00 | Remit Collection Fees to Collection Agency |
| 6/1/2012 | 4541 | GLTRX00001561 | | | | \$6.19 | \$0.00 | Adjustment to Customer's Account |
| 6/1/2012 | 4541 | GLTRX00001561 | | | | \$0.00 | \$8.99 | Charge to Customer's Account |
| 6/1/2012 | 4546 | GLTRX00001563 | | | | \$0.00 | \$2.12 | Recovery of Customer Account Previously Written Off |
| 6/4/2012 | 4670 | GLTRX00001584 | | | | \$0.00 | \$13.97 | Charge to Customer's Account |
| 6/4/2012 | 4670 | GLTRX00001584 | | | | \$21.70 | \$0.00 | Adjustment to Customer's Account |
| 6/4/2012 | 4671 | GLTRX00001585 | | | | \$0.00 | \$0.04 | Recovery of Customer Account Previously Written Off |
| 6/5/2012 | 4709 | GLTRX00001604 | | | | \$0.00 | \$1.39 | Adjustment to Customer's Account |
| 6/5/2012 | 4709 | GLTRX00001604 | | | | \$10.16 | \$0.00 | Adjustment to Customer's Account |
| 6/5/2012 | 4709 | GLTRX00001604 | | | | \$0.00 | \$10.99 | Charge to Customer's Account |
| 6/5/2012 | 4710 | GLTRX00001605 | | | | \$0.00 | \$5.81 | Recovery of Customer Account Previously Written Off |

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|-----------|------|---------------|---------------|-----------|-----------------|--------------------|------------|------------|---------------------------------------------------------|
| 6/6/2012 | 4769 | | X00001622 | | | | 0.98 | \$0.00 | Adjustment to Customer's Account |
| 6/6/2012 | 4769 | | GLTRX00001622 | | | | \$0.00 | \$7.62 | Charge to Customer's Account |
| 6/6/2012 | 4769 | | GLTRX00001622 | | | | \$2.54 | \$0.00 | Charge to Customer's Account |
| 6/7/2012 | 4809 | | GLTRX00001637 | | | | \$4.93 | \$0.00 | Adjustment to Customer's Account |
| 6/7/2012 | 4809 | | GLTRX00001637 | | | | \$0.00 | \$7.26 | Charge to Customer's Account |
| 6/8/2012 | 4857 | | GLTRX00001650 | | | | \$3.81 | \$0.00 | Adjustment to Customer's Account |
| 6/8/2012 | 4857 | | GLTRX00001650 | | | | \$0.00 | \$10.38 | Charge to Customer's Account |
| 6/8/2012 | 4857 | | GLTRX00001650 | | | | \$3.25 | \$0.00 | Charge to Customer's Account |
| 6/11/2012 | 4885 | | GLTRX00001659 | | | | \$2.55 | \$0.00 | Adjustment to Customer's Account |
| 6/11/2012 | 4885 | | GLTRX00001659 | | | | \$0.00 | \$3,489.62 | Charge to Customer's Account |
| 6/12/2012 | 4915 | | GLTRX00001680 | | | | \$0.00 | \$1.39 | Adjustment to Customer's Account |
| 6/12/2012 | 4915 | | GLTRX00001680 | | | | \$7.35 | \$0.00 | Adjustment to Customer's Account |
| 6/12/2012 | 4915 | | GLTRX00001680 | | | | \$0.00 | \$6.72 | Charge to Customer's Account |
| 6/12/2012 | 4916 | | GLTRX00001681 | | | | \$0.00 | \$1.39 | Recovery of Customer Account Previously Written Off |
| 6/13/2012 | 4918 | | GLTRX00001683 | | | | \$3.03 | \$0.00 | Adjustment to Customer's Account |
| 6/13/2012 | 4918 | | GLTRX00001683 | | | | \$0.00 | \$3.45 | Charge to Customer's Account |
| 6/14/2012 | 4963 | | GLTRX00001696 | | | | \$0.00 | \$3.20 | Charge to Customer's Account |
| 6/14/2012 | 4974 | | GLTRX00001698 | | | | \$0.00 | \$1.71 | Recovery of Customer Account Previously Written Off |
| 6/15/2012 | 4985 | | GLTRX00001703 | | | | \$29.67 | \$0.00 | Adjustment to Customer's Account |
| 6/15/2012 | 4985 | | GLTRX00001703 | | | | \$0.00 | \$4.06 | Charge to Customer's Account |
| 6/18/2012 | 5055 | | GLTRX00001721 | | | | \$0.00 | \$5.04 | Charge to Customer's Account |
| 6/18/2012 | 5055 | | GLTRX00001721 | | | | \$11.10 | \$0.00 | Adjustment to Customer's Account |
| 6/19/2012 | 5074 | | GLTRX00001731 | | | | \$0.00 | \$1.99 | Adjustment to Customer's Account |
| 6/19/2012 | 5074 | | GLTRX00001731 | | | | \$7.44 | \$0.00 | Adjustment to Customer's Account |
| 6/19/2012 | 5074 | | GLTRX00001731 | | | | \$0.00 | \$2,760.93 | Charge to Customer's Account |
| 6/19/2012 | 5074 | | GLTRX00001731 | | | | \$1.02 | \$0.00 | Charge to Customer's Account |
| 6/20/2012 | 5076 | | GLTRX00001733 | | | | \$0.00 | \$4.57 | Charge to Customer's Account |
| 6/20/2012 | 5076 | | GLTRX00001733 | | | | \$4.35 | \$0.00 | Adjustment to Customer's Account |
| 6/21/2012 | 5115 | | GLTRX00001742 | | | | \$7.18 | \$0.00 | Adjustment to Customer's Account |
| 6/21/2012 | 5115 | | GLTRX00001742 | | | | \$0.00 | \$3.48 | Charge to Customer's Account |
| 6/22/2012 | 5119 | | GLTRX00001747 | | | | \$2.17 | \$0.00 | Adjustment to Customer's Account |
| 6/22/2012 | 5119 | | GLTRX00001747 | | | | \$0.00 | \$3.64 | Charge to Customer's Account |
| 6/22/2012 | 5119 | | GLTRX00001747 | | | | \$3.28 | \$0.00 | Charge to Customer's Account |
| 6/25/2012 | 5150 | | GLTRX00001756 | | | | \$17.53 | \$0.00 | Adjustment to Customer's Account |
| 6/25/2012 | 5150 | | GLTRX00001756 | | | | \$0.00 | \$6.83 | Charge to Customer's Account |
| 6/25/2012 | 5151 | | GLTRX00001757 | | | | \$0.00 | \$0.49 | Recovery of Customer Account Previously Written Off |
| 6/26/2012 | 5159 | | GLTRX00001762 | | | | \$8.29 | \$0.00 | Adjustment to Customer's Account |
| 6/26/2012 | 5159 | | GLTRX00001762 | | | | \$0.00 | \$12.29 | Charge to Customer's Account |
| 6/26/2012 | 5159 | | GLTRX00001762 | | | | \$2.02 | \$0.00 | Charge to Customer's Account |
| 6/27/2012 | 5179 | | GLTRX00001770 | | | | \$15.72 | \$0.00 | Adjustment to Customer's Account |
| 6/27/2012 | 5179 | | GLTRX00001770 | | | | \$0.00 | \$7.30 | Charge to Customer's Account |
| 6/28/2012 | 5244 | | GLTRX00001786 | | | | \$0.00 | \$1.14 | Adjustment to Customer's Account |
| 6/28/2012 | 5244 | | GLTRX00001786 | | | | \$4.88 | \$0.00 | Adjustment to Customer's Account |
| 6/28/2012 | 5244 | | GLTRX00001786 | | | | \$0.00 | \$2,503.57 | Charge to Customer's Account |
| 6/28/2012 | 5256 | | GLTRX00001789 | | | | \$0.00 | \$1.80 | Recovery of Customer Account Previously Written Off |
| 6/29/2012 | 5265 | | GLTRX00001796 | | | | \$0.00 | \$0.51 | Adjustment to Customer's Account |
| 6/29/2012 | 5265 | | GLTRX00001796 | | | | \$6.90 | \$0.00 | Adjustment to Customer's Account |
| 6/29/2012 | 5265 | | GLTRX00001796 | | | | \$0.00 | \$3.61 | Charge to Customer's Account |
| 6/29/2012 | 5266 | | GLTRX00001797 | | | | \$88.11 | \$0.00 | Write Off of Aged Customer Accounts/Bad Debt Expense |
| 6/30/2012 | 5475 | PMTRX00000311 | | Purchases | JUNE 2012-SEWER | CITY OF RADCLIFF | \$8,403.80 | \$0.00 | Payment to the City of Radcliff for monthly collections |
| 6/30/2012 | 5463 | PMTRX00000310 | | Purchases | 042300000109 | ONLINE COLLECTIONS | \$4.25 | \$0.00 | Remit Collection Fees to Collection Agency |
| 7/2/2012 | 5303 | GLTRX00001807 | | | | | \$0.00 | \$10.69 | Charge to Customer's Account |
| 7/2/2012 | 5304 | GLTRX00001809 | | | | | \$0.00 | \$0.04 | Recovery of Customer Account Previously Written Off |
| 7/2/2012 | 5303 | GLTRX00001807 | | | | | \$13.74 | \$0.00 | Adjustment to Customer's Account |
| 7/3/2012 | 5427 | GLTRX00001837 | | | | | \$9.91 | \$0.00 | Adjustment to Customer's Account |
| 7/3/2012 | 5427 | GLTRX00001837 | | | | | \$0.00 | \$10.86 | Charge to Customer's Account |
| 7/3/2012 | 5431 | GLTRX00001840 | | | | | \$0.00 | \$2.30 | Recovery of Customer Account Previously Written Off |
| 7/5/2012 | 5471 | GLTRX00001865 | | | | | \$7.78 | \$0.00 | Adjustment to Customer's Account |
| 7/5/2012 | 5471 | GLTRX00001865 | | | | | \$0.00 | \$9.10 | Charge to Customer's Account |
| 7/5/2012 | 5477 | GLTRX00001866 | | | | | \$0.00 | \$2.16 | Recovery of Customer Account Previously Written Off |
| 7/5/2012 | 5477 | GLTRX00001866 | | | | | \$0.00 | \$1.35 | Recovery of Customer Account Previously Written Off |
| 7/6/2012 | 5490 | GLTRX00001874 | | | | | \$23.17 | \$0.00 | Adjustment to Customer's Account |
| 7/6/2012 | 5490 | GLTRX00001874 | | | | | \$0.00 | \$11.11 | Charge to Customer's Account |

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|-----------|------|---------------|-----------|----------------------------------|------------|------------|---------------------------------------------------------|
| 7/9/2012 | 5510 | | | | 8.99 | \$0.00 | Adjustment to Customer's Account |
| 7/9/2012 | 5510 | GLTRX00001890 | | | \$0.00 | \$11.34 | Charge to Customer's Account |
| 7/10/2012 | 5620 | GLTRX00001914 | | | \$11.46 | \$0.00 | Adjustment to Customer's Account |
| 7/10/2012 | 5620 | GLTRX00001914 | | | \$0.00 | \$18.05 | Charge to Customer's Account |
| 7/11/2012 | 5622 | GLTRX00001916 | | | \$0.00 | \$3,668.52 | Charge to Customer's Account |
| 7/11/2012 | 5622 | GLTRX00001916 | | | \$3.83 | \$0.00 | Adjustment to Customer's Account |
| 7/12/2012 | 5624 | GLTRX00001918 | | | \$9.23 | \$0.00 | Adjustment to Customer's Account |
| 7/12/2012 | 5624 | GLTRX00001918 | | | \$0.00 | \$3.37 | Charge to Customer's Account |
| 7/13/2012 | 5637 | GLTRX00001925 | | | \$20.30 | \$0.00 | Adjustment to Customer's Account |
| 7/16/2012 | 5641 | GLTRX00001930 | | | \$16.53 | \$0.00 | Adjustment to Customer's Account |
| 7/16/2012 | 5641 | GLTRX00001930 | | | \$0.00 | \$6.99 | Charge to Customer's Account |
| 7/17/2012 | 5724 | GLTRX00001957 | | | \$13.83 | \$0.00 | Adjustment to Customer's Account |
| 7/17/2012 | 5724 | GLTRX00001957 | | | \$0.00 | \$6.86 | Charge to Customer's Account |
| 7/18/2012 | 5747 | GLTRX00001966 | | | \$10.91 | \$0.00 | Adjustment to Customer's Account |
| 7/18/2012 | 5747 | GLTRX00001966 | | | \$0.00 | \$6.41 | Charge to Customer's Account |
| 7/19/2012 | 5776 | GLTRX00001980 | | | \$17.84 | \$0.00 | Adjustment to Customer's Account |
| 7/19/2012 | 5776 | GLTRX00001980 | | | \$0.00 | \$3,038.44 | Charge to Customer's Account |
| 7/20/2012 | 5792 | GLTRX00001986 | | | \$8.71 | \$0.00 | Adjustment to Customer's Account |
| 7/20/2012 | 5792 | GLTRX00001986 | | | \$0.00 | \$2.02 | Charge to Customer's Account |
| 7/20/2012 | 5792 | GLTRX00001986 | | | \$0.51 | \$0.00 | Charge to Customer's Account |
| 7/20/2012 | 5792 | GLTRX00001986 | | | \$0.00 | \$3.34 | Adjustment to Customer's Account |
| 7/23/2012 | 5793 | GLTRX00001987 | | | \$0.00 | \$0.10 | Recovery of Customer Account Previously Written Off |
| 7/23/2012 | 5795 | GLTRX00001989 | | | \$0.00 | \$3.32 | Adjustment to Customer's Account |
| 7/23/2012 | 5795 | GLTRX00001989 | | | \$7.16 | \$0.00 | Adjustment to Customer's Account |
| 7/24/2012 | 5819 | GLTRX00002002 | | | \$0.00 | \$2.40 | Adjustment to Customer's Account |
| 7/24/2012 | 5819 | GLTRX00002002 | | | \$15.45 | \$0.00 | Adjustment to Customer's Account |
| 7/24/2012 | 5819 | GLTRX00002002 | | | \$0.00 | \$8.12 | Charge to Customer's Account |
| 7/25/2012 | 5857 | GLTRX00002014 | | | \$41.68 | \$0.00 | Adjustment to Customer's Account |
| 7/25/2012 | 5857 | GLTRX00002014 | | | \$0.00 | \$6.61 | Charge to Customer's Account |
| 7/25/2012 | 5859 | GLTRX00002016 | | | \$0.00 | \$1.70 | Recovery of Customer Account Previously Written Off |
| 7/26/2012 | 5921 | GLTRX00002027 | | | \$13.29 | \$0.00 | Adjustment to Customer's Account |
| 7/26/2012 | 5921 | GLTRX00002027 | | | \$0.00 | \$3.26 | Charge to Customer's Account |
| 7/27/2012 | 5928 | GLTRX00002031 | | | \$9.39 | \$0.00 | Adjustment to Customer's Account |
| 7/27/2012 | 5928 | GLTRX00002031 | | | \$0.00 | \$1.38 | Charge to Customer's Account |
| 7/27/2012 | 5929 | GLTRX00002032 | | | \$0.00 | \$4.31 | Recovery of Customer Account Previously Written Off |
| 7/30/2012 | 5936 | GLTRX00002038 | | | \$10.39 | \$0.00 | Adjustment to Customer's Account |
| 7/30/2012 | 5936 | GLTRX00002038 | | | \$0.00 | \$2,618.02 | Charge to Customer's Account |
| 7/30/2012 | 5936 | GLTRX00002038 | | | \$1.00 | \$0.00 | Charge to Customer's Account |
| 7/30/2012 | 5937 | GLTRX00002041 | | | \$0.00 | \$0.61 | Recovery of Customer Account Previously Written Off |
| 7/31/2012 | 5997 | GLTRX00002066 | | | \$0.00 | \$2.45 | Adjustment to Customer's Account |
| 7/31/2012 | 5997 | GLTRX00002066 | | | \$11.15 | \$0.00 | Adjustment to Customer's Account |
| 7/31/2012 | 5997 | GLTRX00002066 | | | \$0.00 | \$8.64 | Charge to Customer's Account |
| 7/31/2012 | 6001 | GLTRX00002067 | | | \$83.69 | \$0.00 | Write Off of Aged Customer Accounts/Bad Debt Expense |
| 7/31/2012 | 6113 | PMTRX00000350 | Purchases | JULY 2012-SEWER CITY OF RADCLIFF | \$8,692.97 | \$0.00 | Payment to the City of Radcliff for monthly collections |
| 7/31/2012 | 6118 | PMTRX00000351 | Purchases | 042300000112 ONLINE COLLECTIONS | \$4.47 | \$0.00 | Remit Collection Fees to Collection Agency |
| 8/1/2012 | 6024 | GLTRX00002082 | | | \$5.56 | \$0.00 | Adjustment to Customer's Account |
| 8/1/2012 | 6024 | GLTRX00002082 | | | \$0.00 | \$9.22 | Charge to Customer's Account |
| 8/1/2012 | 6039 | GLTRX00002085 | | | \$0.00 | \$0.46 | Recovery of Customer Account Previously Written Off |
| 8/1/2012 | 6039 | GLTRX00002085 | | | \$0.00 | \$0.77 | Recovery of Customer Account Previously Written Off |
| 8/2/2012 | 6150 | GLTRX00002116 | | | \$0.00 | \$0.51 | Adjustment to Customer's Account |
| 8/2/2012 | 6150 | GLTRX00002116 | | | \$5.25 | \$0.00 | Adjustment to Customer's Account |
| 8/2/2012 | 6150 | GLTRX00002116 | | | \$0.00 | \$5.87 | Charge to Customer's Account |
| 8/2/2012 | 6151 | GLTRX00002118 | | | \$0.00 | \$5.11 | Recovery of Customer Account Previously Written Off |
| 8/3/2012 | 6195 | GLTRX00002131 | | | \$9.98 | \$0.00 | Adjustment to Customer's Account |
| 8/3/2012 | 6195 | GLTRX00002131 | | | \$0.00 | \$3.88 | Charge to Customer's Account |
| 8/3/2012 | 6196 | GLTRX00002132 | | | \$0.00 | \$0.61 | Recovery of Customer Account Previously Written Off |
| 8/6/2012 | 6245 | GLTRX00002144 | | | \$0.00 | \$10.63 | Charge to Customer's Account |
| 8/6/2012 | 6245 | GLTRX00002144 | | | \$9.18 | \$0.00 | Adjustment to Customer's Account |
| 8/6/2012 | 6245 | GLTRX00002144 | | | \$0.00 | \$1.70 | Adjustment to Customer's Account |
| 8/7/2012 | 6279 | GLTRX00002171 | | | \$10.88 | \$0.00 | Adjustment to Customer's Account |
| 8/7/2012 | 6279 | GLTRX00002171 | | | \$0.00 | \$8.30 | Charge to Customer's Account |
| 8/8/2012 | 6281 | GLTRX00002173 | | | \$2.91 | \$0.00 | Adjustment to Customer's Account |
| 8/8/2012 | 6281 | GLTRX00002173 | | | \$0.00 | \$2.79 | Charge to Customer's Account |

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| 8/8/2012 | 6282 | GLTRX00002174 | | | \$0.00 | \$0.39 | Recovery of Customer Account Previously Written Off | |
| 8/9/2012 | 6285 | GLTRX00002177 | | | \$9.32 | \$0.00 | Adjustment to Customer's Account | |
| 8/9/2012 | 6285 | GLTRX00002177 | | | \$0.00 | \$23.90 | Charge to Customer's Account | |
| 8/10/2012 | 6320 | GLTRX00002187 | | | \$7.15 | \$0.00 | Adjustment to Customer's Account | |
| 8/10/2012 | 6320 | GLTRX00002187 | | | \$0.00 | \$3,729.15 | Charge to Customer's Account | |
| 8/13/2012 | 6338 | GLTRX00002192 | | | \$0.00 | \$5.01 | Charge to Customer's Account | |
| 8/13/2012 | 6338 | GLTRX00002192 | | | \$18.58 | \$0.00 | Adjustment to Customer's Account | |
| 8/13/2012 | 6339 | GLTRX00002193 | | | \$0.00 | \$0.74 | Recovery of Customer Account Previously Written Off | |
| 8/14/2012 | 6344 | GLTRX00002197 | | | \$4.20 | \$0.00 | Adjustment to Customer's Account | |
| 8/14/2012 | 6344 | GLTRX00002197 | | | \$0.00 | \$7.78 | Charge to Customer's Account | |
| 8/15/2012 | 6387 | GLTRX00002208 | | | \$10.98 | \$0.00 | Adjustment to Customer's Account | |
| 8/15/2012 | 6388 | GLTRX00002209 | | | \$0.00 | \$2.14 | Recovery of Customer Account Previously Written Off | |
| 8/16/2012 | 6436 | GLTRX00002220 | | | \$4.59 | \$0.00 | Adjustment to Customer's Account | |
| 8/16/2012 | 6436 | GLTRX00002220 | | | \$0.00 | \$8.20 | Charge to Customer's Account | |
| 8/16/2012 | 6437 | GLTRX00002221 | | | \$0.00 | \$0.19 | Recovery of Customer Account Previously Written Off | |
| 8/19/2012 | 6455 | GLTRX00002233 | | | \$3.30 | \$0.00 | Adjustment to Customer's Account | |
| 8/19/2012 | 6455 | GLTRX00002233 | | | \$0.00 | \$9.74 | Charge to Customer's Account | |
| 8/20/2012 | 6494 | GLTRX00002242 | | | \$0.00 | \$1.55 | Adjustment to Customer's Account | |
| 8/20/2012 | 6494 | GLTRX00002242 | | | \$3.08 | \$0.00 | Adjustment to Customer's Account | |
| 8/20/2012 | 6494 | GLTRX00002242 | | | \$0.00 | \$3.38 | Charge to Customer's Account | |
| 8/20/2012 | 6494 | GLTRX00002242 | | | \$2.88 | \$0.00 | Charge to Customer's Account | |
| 8/21/2012 | 6569 | GLTRX00002258 | | | \$28.38 | \$0.00 | Adjustment to Customer's Account | |
| 8/21/2012 | 6569 | GLTRX00002258 | | | \$0.00 | \$2,753.95 | Charge to Customer's Account | |
| 8/22/2012 | 6581 | GLTRX00002263 | | | \$0.00 | \$5.49 | Charge to Customer's Account | |
| 8/22/2012 | 6581 | GLTRX00002263 | | | \$2.11 | \$0.00 | Adjustment to Customer's Account | |
| 8/23/2012 | 6586 | GLTRX00002268 | | | \$0.00 | \$1.02 | Recovery of Customer Account Previously Written Off | |
| 8/23/2012 | 6584 | GLTRX00002266 | | | \$12.95 | \$0.00 | Adjustment to Customer's Account | |
| 8/23/2012 | 6584 | GLTRX00002266 | | | \$0.00 | \$0.52 | Charge to Customer's Account | |
| 8/24/2012 | 6603 | GLTRX00002274 | | | \$0.00 | \$1.21 | Adjustment to Customer's Account | |
| 8/24/2012 | 6603 | GLTRX00002274 | | | \$11.88 | \$0.00 | Adjustment to Customer's Account | |
| 8/27/2012 | 6623 | GLTRX00002282 | | | \$23.63 | \$0.00 | Adjustment to Customer's Account | |
| 8/27/2012 | 6623 | GLTRX00002282 | | | \$0.00 | \$8.52 | Charge to Customer's Account | |
| 8/28/2012 | 6637 | GLTRX00002288 | | | \$0.00 | \$8.25 | Charge to Customer's Account | |
| 8/28/2012 | 6637 | GLTRX00002288 | | | \$0.72 | \$0.00 | Adjustment to Customer's Account | |
| 8/29/2012 | 6647 | GLTRX00002292 | | | \$0.00 | \$5.40 | Charge to Customer's Account | |
| 8/29/2012 | 6648 | GLTRX00002293 | | | \$0.00 | \$1.37 | Recovery of Customer Account Previously Written Off | |
| 8/30/2012 | 6661 | GLTRX00002302 | | | \$2.48 | \$0.00 | Adjustment to Customer's Account | |
| 8/30/2012 | 6661 | GLTRX00002302 | | | \$0.00 | \$2,491.08 | Charge to Customer's Account | |
| 8/30/2012 | 6662 | GLTRX00002303 | | | \$0.00 | \$1.21 | Recovery of Customer Account Previously Written Off | |
| 8/30/2012 | 6662 | GLTRX00002303 | | | \$0.00 | \$0.03 | Recovery of Customer Account Previously Written Off | |
| 8/31/2012 | 6666 | GLTRX00002306 | | | \$2.32 | \$0.00 | Adjustment to Customer's Account | |
| 8/31/2012 | 6666 | GLTRX00002306 | | | \$0.00 | \$7.32 | Charge to Customer's Account | |
| 8/31/2012 | 6669 | GLTRX00002308 | | | \$0.00 | \$2.00 | Recovery of Customer Account Previously Written Off | |
| 8/31/2012 | 6669 | GLTRX00002308 | | | \$0.00 | \$0.02 | Recovery of Customer Account Previously Written Off | |
| 8/31/2012 | 6669 | GLTRX00002308 | | | \$0.00 | \$1.00 | Recovery of Customer Account Previously Written Off | |
| 8/31/2012 | 6669 | GLTRX00002308 | | | \$0.00 | \$7.27 | Recovery of Customer Account Previously Written Off | |
| 8/31/2012 | 6669 | GLTRX00002308 | | | \$0.00 | \$2.62 | Recovery of Customer Account Previously Written Off | |
| 8/31/2012 | 6669 | GLTRX00002308 | | | \$0.00 | \$0.83 | Recovery of Customer Account Previously Written Off | |
| 8/31/2012 | 6669 | GLTRX00002308 | | | \$0.00 | \$0.11 | Recovery of Customer Account Previously Written Off | |
| 8/31/2012 | 6669 | GLTRX00002308 | | | \$0.00 | \$0.81 | Recovery of Customer Account Previously Written Off | |
| 8/31/2012 | 6712 | PMTRX00000394 | Purchases | 13270000200 | CREDIT BUREAU SYSTEMS INC | \$0.25 | \$0.00 | Remit Collection Fees to Collection Agency |
| 8/31/2012 | 6671 | GLTRX00002309 | | | \$68.77 | \$0.00 | Write Off of Aged Customer Accounts/Bad Debt Expense | |
| 8/31/2012 | 6877 | PMTRX00000410 | Purchases | AUGUST 2012 | ONLINE COLLECTIONS | \$10.13 | \$0.00 | Remit Collection Fees to Collection Agency |
| 8/31/2012 | 6889 | PMTRX00000412 | Purchases | AUG 2012-SEWER | CITY OF RADCLIFF | \$9,417.92 | \$0.00 | Payment to the City of Radcliff for monthly collections |
| 9/4/2012 | 6798 | GLTRX00002341 | | | \$8.64 | \$0.00 | Adjustment to Customer's Account | |
| 9/4/2012 | 6798 | GLTRX00002341 | | | \$0.00 | \$16.45 | Charge to Customer's Account | |
| 9/4/2012 | 6799 | GLTRX00002342 | | | \$0.00 | \$2.02 | Recovery of Customer Account Previously Written Off | |
| 9/5/2012 | 6867 | GLTRX00002354 | | | \$0.00 | \$1.39 | Recovery of Customer Account Previously Written Off | |
| 9/6/2012 | 6898 | GLTRX00002370 | | | \$0.00 | \$3.21 | Charge to Customer's Account | |
| 9/6/2012 | 6920 | GLTRX00002372 | | | \$0.00 | \$8.53 | Recovery of Customer Account Previously Written Off | |
| 9/6/2012 | 6866 | GLTRX00002353 | | | \$20.34 | \$0.00 | Adjustment to Customer's Account | |
| 9/6/2012 | 6866 | GLTRX00002353 | | | \$0.00 | \$15.36 | Charge to Customer's Account | |
| 9/6/2012 | 6898 | GLTRX00002370 | | | \$13.96 | \$0.00 | Adjustment to Customer's Account | |
| 9/10/2012 | 6945 | GLTRX00002382 | | | \$11.61 | \$0.00 | Adjustment to Customer's Account | |

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| 9/10/2012 | 6945 | X00002382 | | | \$0.00 | \$6.37 | Charge to Customer's Account | |
| 9/10/2012 | 6945 | GLTRX00002382 | | | \$0.51 | \$0.00 | Charge to Customer's Account | |
| 9/10/2012 | 6946 | GLTRX00002384 | | | \$0.00 | \$0.95 | Recovery of Customer Account Previously Written Off | |
| 9/10/2012 | 6946 | GLTRX00002384 | | | \$0.00 | \$0.64 | Recovery of Customer Account Previously Written Off | |
| 9/10/2012 | 6946 | GLTRX00002384 | | | \$0.00 | \$0.56 | Recovery of Customer Account Previously Written Off | |
| 9/10/2012 | 6946 | GLTRX00002384 | | | \$0.00 | \$0.75 | Recovery of Customer Account Previously Written Off | |
| 9/10/2012 | 6946 | GLTRX00002384 | | | \$0.00 | \$1.74 | Recovery of Customer Account Previously Written Off | |
| 9/10/2012 | 6987 | GLTRX00002404 | | | \$0.00 | \$0.40 | Adjustment to Customer's Account | |
| 9/10/2012 | 6987 | GLTRX00002404 | | | \$13.05 | \$0.00 | Adjustment to Customer's Account | |
| 9/10/2012 | 6987 | GLTRX00002404 | | | \$0.00 | \$28.51 | Charge to Customer's Account | |
| 9/11/2012 | 7004 | GLTRX00002412 | | | \$0.00 | \$1.91 | Adjustment to Customer's Account | |
| 9/11/2012 | 7004 | GLTRX00002412 | | | \$33.16 | \$0.00 | Adjustment to Customer's Account | |
| 9/11/2012 | 7004 | GLTRX00002412 | | | \$0.00 | \$3,589.63 | Charge to Customer's Account | |
| 9/12/2012 | 7075 | GLTRX00002428 | | | \$0.53 | \$0.00 | Charge to Customer's Account | |
| 9/12/2012 | 7075 | GLTRX00002428 | | | \$7.36 | \$0.00 | Adjustment to Customer's Account | |
| 9/12/2012 | 7075 | GLTRX00002428 | | | \$0.00 | \$6.97 | Charge to Customer's Account | |
| 9/13/2012 | 7087 | GLTRX00002433 | | | \$0.00 | \$1.58 | Adjustment to Customer's Account | |
| 9/13/2012 | 7087 | GLTRX00002433 | | | \$5.07 | \$0.00 | Adjustment to Customer's Account | |
| 9/13/2012 | 7087 | GLTRX00002433 | | | \$0.00 | \$1.26 | Charge to Customer's Account | |
| 9/14/2012 | 7089 | GLTRX00002435 | | | \$0.00 | \$0.41 | Adjustment to Customer's Account | |
| 9/14/2012 | 7089 | GLTRX00002435 | | | \$15.00 | \$0.00 | Adjustment to Customer's Account | |
| 9/14/2012 | 7089 | GLTRX00002435 | | | \$0.00 | \$2.60 | Charge to Customer's Account | |
| 9/17/2012 | 7177 | GLTRX00002460 | | | \$0.00 | \$0.70 | Adjustment to Customer's Account | |
| 9/17/2012 | 7177 | GLTRX00002460 | | | \$23.35 | \$0.00 | Adjustment to Customer's Account | |
| 9/17/2012 | 7177 | GLTRX00002460 | | | \$0.00 | \$3.24 | Charge to Customer's Account | |
| 9/17/2012 | 7869 | GLTRX00002727 | | | \$0.00 | \$0.12 | Recovery of Customer Account Previously Written Off | |
| 9/17/2012 | 7905 | GLTRX00002743 | | | \$0.12 | \$0.00 | Recovery of Customer Account Previously Written Off | |
| 9/19/2012 | 7200 | GLTRX00002468 | | | \$14.19 | \$0.00 | Adjustment to Customer's Account | |
| 9/19/2012 | 7200 | GLTRX00002468 | | | \$0.00 | \$5.84 | Charge to Customer's Account | |
| 9/19/2012 | 7202 | GLTRX00002470 | | | \$7.44 | \$0.00 | Adjustment to Customer's Account | |
| 9/19/2012 | 7202 | GLTRX00002470 | | | \$0.00 | \$2,713.65 | Charge to Customer's Account | |
| 9/19/2012 | 7203 | GLTRX00002471 | | | \$0.00 | \$0.45 | Recovery of Customer Account Previously Written Off | |
| 9/20/2012 | 7222 | GLTRX00002476 | | | \$0.08 | \$0.00 | Charge to Customer's Account | |
| 9/20/2012 | 7222 | GLTRX00002476 | | | \$9.41 | \$0.00 | Adjustment to Customer's Account | |
| 9/20/2012 | 7222 | GLTRX00002476 | | | \$0.00 | \$1.42 | Charge to Customer's Account | |
| 9/21/2012 | 7232 | GLTRX00002483 | | | \$3.95 | \$0.00 | Adjustment to Customer's Account | |
| 9/21/2012 | 7232 | GLTRX00002483 | | | \$0.00 | \$4.00 | Charge to Customer's Account | |
| 9/21/2012 | 7233 | GLTRX00002484 | | | \$0.00 | \$1.24 | Recovery of Customer Account Previously Written Off | |
| 9/24/2012 | 7242 | GLTRX00002488 | | | \$37.38 | \$0.00 | Adjustment to Customer's Account | |
| 9/25/2012 | 7263 | GLTRX00002493 | | | \$88.31 | \$0.00 | Adjustment to Customer's Account | |
| 9/25/2012 | 7263 | GLTRX00002493 | | | \$0.00 | \$13.40 | Charge to Customer's Account | |
| 9/25/2012 | 7263 | GLTRX00002493 | | | \$0.55 | \$0.00 | Charge to Customer's Account | |
| 9/26/2012 | 7285 | GLTRX00002506 | | | \$247.13 | \$0.00 | Adjustment to Customer's Account | |
| 9/26/2012 | 7285 | GLTRX00002506 | | | \$0.00 | \$2.37 | Charge to Customer's Account | |
| 9/26/2012 | 7285 | GLTRX00002506 | | | \$0.36 | \$0.00 | Charge to Customer's Account | |
| 9/26/2012 | 7285 | GLTRX00002506 | | | \$0.00 | \$3.06 | Adjustment to Customer's Account | |
| 9/27/2012 | 7326 | GLTRX00002526 | | | \$44.10 | \$0.00 | Adjustment to Customer's Account | |
| 9/27/2012 | 7326 | GLTRX00002526 | | | \$0.00 | \$5.69 | Charge to Customer's Account | |
| 9/28/2012 | 7365 | GLTRX00002547 | | | \$0.00 | \$9.02 | Adjustment to Customer's Account | |
| 9/28/2012 | 7365 | GLTRX00002547 | | | \$24.11 | \$0.00 | Adjustment to Customer's Account | |
| 9/28/2012 | 7365 | GLTRX00002547 | | | \$0.00 | \$2,376.53 | Charge to Customer's Account | |
| 9/28/2012 | 7368 | GLTRX00002548 | | | \$0.00 | \$0.92 | Recovery of Customer Account Previously Written Off | |
| 9/28/2012 | 7368 | GLTRX00002548 | | | \$0.00 | \$2.27 | Recovery of Customer Account Previously Written Off | |
| 9/28/2012 | 7368 | GLTRX00002548 | | | \$79.03 | \$0.00 | Write Off of Aged Customer Accounts/Bad Debt Expense | |
| 9/30/2012 | 7521 | PMTRX00000460 | Purchases | 04230000118 | ONLINE COLLECTIONS | \$7.81 | \$0.00 | Remit Collection Fees to Collection Agency |
| 9/30/2012 | 7530 | PMTRX00000461 | Purchases | SEPT 2012-SEWER | CITY OF RADCLIFF | \$8,088.89 | \$0.00 | Payment to the City of Radcliff for monthly collections |
| 10/1/2012 | 7462 | GLTRX00002572 | | | \$73.44 | \$0.00 | Adjustment to Customer's Account | |
| 10/1/2012 | 7462 | GLTRX00002572 | | | \$0.00 | \$9.17 | Charge to Customer's Account | |
| 10/2/2012 | 7506 | GLTRX00002591 | | | \$16.55 | \$0.00 | Adjustment to Customer's Account | |
| 10/2/2012 | 7506 | GLTRX00002591 | | | \$0.00 | \$18.34 | Charge to Customer's Account | |
| 10/2/2012 | 7507 | GLTRX00002592 | | | \$0.00 | \$0.04 | Recovery of Customer Account Previously Written Off | |
| 10/3/2012 | 7534 | GLTRX00002607 | | | \$10.23 | \$0.00 | Adjustment to Customer's Account | |
| 10/3/2012 | 7534 | GLTRX00002607 | | | \$0.00 | \$6.04 | Charge to Customer's Account | |

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| 10/3/2012 | 7553 | GLTRX00002611 | | | \$0.00 | \$0.56 | Recovery of Customer Account Previously Written Off | |
| 10/4/2012 | 7592 | GLTRX00002619 | | | \$6.60 | \$0.00 | Adjustment to Customer's Account | |
| 10/4/2012 | 7592 | GLTRX00002619 | | | \$0.00 | \$4.12 | Charge to Customer's Account | |
| 10/5/2012 | 7616 | GLTRX00002628 | | | \$0.00 | \$0.10 | Adjustment to Customer's Account | |
| 10/5/2012 | 7616 | GLTRX00002628 | | | \$18.74 | \$0.00 | Adjustment to Customer's Account | |
| 10/8/2012 | 7631 | GLTRX00002649 | | | \$4.13 | \$0.00 | Adjustment to Customer's Account | |
| 10/8/2012 | 7631 | GLTRX00002649 | | | \$0.00 | \$9.25 | Charge to Customer's Account | |
| 10/9/2012 | 7679 | GLTRX00002665 | | | \$0.00 | \$9.18 | Charge to Customer's Account | |
| 10/9/2012 | 7679 | GLTRX00002665 | | | \$7.06 | \$0.00 | Adjustment to Customer's Account | |
| 10/10/2012 | 7689 | GLTRX00002673 | | | \$14.22 | \$0.00 | Adjustment to Customer's Account | |
| 10/10/2012 | 7689 | GLTRX00002673 | | | \$0.00 | \$20.41 | Charge to Customer's Account | |
| 10/11/2012 | 7699 | GLTRX00002678 | | | \$16.89 | \$0.00 | Adjustment to Customer's Account | |
| 10/11/2012 | 7699 | GLTRX00002678 | | | \$0.00 | \$3,388.36 | Charge to Customer's Account | |
| 10/12/2012 | 7711 | GLTRX00002687 | | | \$5.91 | \$0.00 | Adjustment to Customer's Account | |
| 10/12/2012 | 7711 | GLTRX00002687 | | | \$0.00 | \$3.32 | Charge to Customer's Account | |
| 10/15/2012 | 7857 | GLTRX00002720 | | | \$0.00 | \$5.81 | Charge to Customer's Account | |
| 10/15/2012 | 7857 | GLTRX00002720 | | | \$6.53 | \$0.00 | Adjustment to Customer's Account | |
| 10/16/2012 | 7866 | GLTRX00002724 | | | \$0.00 | \$8.98 | Charge to Customer's Account | |
| 10/16/2012 | 7866 | GLTRX00002724 | | | \$1.48 | \$0.00 | Charge to Customer's Account | |
| 10/17/2012 | 7868 | GLTRX00002726 | | | \$7.74 | \$0.00 | Adjustment to Customer's Account | |
| 10/17/2012 | 7868 | GLTRX00002726 | | | \$0.00 | \$4.63 | Charge to Customer's Account | |
| 10/17/2012 | 7906 | GLTRX00002743 | | | \$0.00 | \$0.12 | Recovery of Customer Account Previously Written Off | |
| 10/18/2012 | 7895 | GLTRX00002734 | | | \$2.50 | \$0.00 | Charge to Customer's Account | |
| 10/18/2012 | 7895 | GLTRX00002734 | | | \$2.56 | \$0.00 | Adjustment to Customer's Account | |
| 10/18/2012 | 7895 | GLTRX00002734 | | | \$0.00 | \$5.40 | Charge to Customer's Account | |
| 10/19/2012 | 7903 | GLTRX00002741 | | | \$0.00 | \$2.77 | Adjustment to Customer's Account | |
| 10/19/2012 | 7903 | GLTRX00002741 | | | \$20.68 | \$0.00 | Adjustment to Customer's Account | |
| 10/19/2012 | 7903 | GLTRX00002741 | | | \$0.00 | \$2,573.70 | Charge to Customer's Account | |
| 10/19/2012 | 7904 | GLTRX00002742 | | | \$0.00 | \$1.61 | Recovery of Customer Account Previously Written Off | |
| 10/22/2012 | 7908 | GLTRX00002744 | | | \$9.02 | \$0.00 | Adjustment to Customer's Account | |
| 10/22/2012 | 7908 | GLTRX00002744 | | | \$0.00 | \$6.58 | Charge to Customer's Account | |
| 10/23/2012 | 7915 | GLTRX00002748 | | | \$0.88 | \$0.00 | Charge to Customer's Account | |
| 10/23/2012 | 7915 | GLTRX00002748 | | | \$0.00 | \$7.14 | Charge to Customer's Account | |
| 10/23/2012 | 7915 | GLTRX00002748 | | | \$4.57 | \$0.00 | Adjustment to Customer's Account | |
| 10/24/2012 | 7945 | GLTRX00002757 | | | \$9.52 | \$0.00 | Adjustment to Customer's Account | |
| 10/24/2012 | 7945 | GLTRX00002757 | | | \$0.00 | \$4.09 | Charge to Customer's Account | |
| 10/25/2012 | 7987 | GLTRX00002773 | | | \$0.00 | \$0.38 | Adjustment to Customer's Account | |
| 10/25/2012 | 7987 | GLTRX00002773 | | | \$3.91 | \$0.00 | Adjustment to Customer's Account | |
| 10/25/2012 | 7987 | GLTRX00002773 | | | \$0.00 | \$10.63 | Charge to Customer's Account | |
| 10/26/2012 | 8007 | GLTRX00002781 | | | \$6.53 | \$0.00 | Adjustment to Customer's Account | |
| 10/26/2012 | 8007 | GLTRX00002781 | | | \$0.00 | \$3.59 | Charge to Customer's Account | |
| 10/29/2012 | 8015 | GLTRX00002787 | | | \$21.85 | \$0.00 | Adjustment to Customer's Account | |
| 10/29/2012 | 8015 | GLTRX00002787 | | | \$0.00 | \$4.96 | Charge to Customer's Account | |
| 10/29/2012 | 8015 | GLTRX00002787 | | | \$3.13 | \$0.00 | Charge to Customer's Account | |
| 10/30/2012 | 8018 | GLTRX00002789 | | | \$7.46 | \$0.00 | Adjustment to Customer's Account | |
| 10/30/2012 | 8018 | GLTRX00002789 | | | \$0.00 | \$2,310.04 | Charge to Customer's Account | |
| 10/30/2012 | 8019 | GLTRX00002790 | | | \$0.00 | \$0.66 | Recovery of Customer Account Previously Written Off | |
| 10/31/2012 | 8047 | GLTRX00002800 | | | \$7.10 | \$0.00 | Adjustment to Customer's Account | |
| 10/31/2012 | 8047 | GLTRX00002800 | | | \$0.00 | \$7.09 | Charge to Customer's Account | |
| 10/31/2012 | 8223 | GLTRX00002859 | | | \$0.00 | \$4.73 | Recovery of Customer Account Previously Written Off | |
| 10/31/2012 | 8259 | GLTRX00002877 | | | \$4.73 | \$0.00 | Recovery of Customer Account Previously Written Off | |
| 10/31/2012 | 8048 | GLTRX00002801 | | | \$111.09 | \$0.00 | Write Off of Aged Customer Accounts/Bad Debt Expense | |
| 10/31/2012 | 8197 | PMTRX00000510 | Purchases | 042300000121 | ONLINE COLLECTIONS | \$6.17 | \$0.00 | Remit Collection Fees to Collection Agency |
| 10/31/2012 | 8240 | PMTRX00000512 | Purchases | OCT 2012-SEWER | CITY OF RADCLIFF | \$8,376.08 | \$0.00 | Payment to the City of Radcliff for monthly collections |
| 11/1/2012 | 8138 | GLTRX00002820 | | | \$0.00 | \$8.06 | Charge to Customer's Account | |
| 11/1/2012 | 8138 | GLTRX00002820 | | | \$3.36 | \$0.00 | Adjustment to Customer's Account | |
| 11/2/2012 | 8260 | GLTRX00002877 | | | \$0.00 | \$4.73 | Recovery of Customer Account Previously Written Off | |
| 11/2/2012 | 8222 | GLTRX00002858 | | | \$0.00 | \$0.10 | Adjustment to Customer's Account | |
| 11/2/2012 | 8222 | GLTRX00002858 | | | \$7.61 | \$0.00 | Adjustment to Customer's Account | |
| 11/2/2012 | 8222 | GLTRX00002858 | | | \$0.00 | \$5.25 | Charge to Customer's Account | |
| 11/5/2012 | 8257 | GLTRX00002875 | | | \$0.00 | \$5.13 | Charge to Customer's Account | |
| 11/5/2012 | 8258 | GLTRX00002876 | | | \$0.00 | \$1.69 | Recovery of Customer Account Previously Written Off | |
| 11/5/2012 | 8257 | GLTRX00002875 | | | \$9.96 | \$0.00 | Adjustment to Customer's Account | |
| 11/6/2012 | 8261 | GLTRX00002878 | | | \$5.58 | \$0.00 | Adjustment to Customer's Account | |

| | | | | | |
|------------|------|---------------|---------|------------|------------------------------------------------------|
| 11/6/2012 | 8261 | GLTRX00002878 | \$0.00 | \$10.43 | Charge to Customer's Account |
| 11/7/2012 | 8277 | GLTRX00002894 | \$5.43 | \$0.00 | Adjustment to Customer's Account |
| 11/7/2012 | 8277 | GLTRX00002894 | \$0.00 | \$4.21 | Charge to Customer's Account |
| 11/8/2012 | 8342 | GLTRX00002905 | \$10.11 | \$0.00 | Adjustment to Customer's Account |
| 11/8/2012 | 8342 | GLTRX00002905 | \$0.00 | \$14.48 | Charge to Customer's Account |
| 11/8/2012 | 8342 | GLTRX00002905 | \$1.23 | \$0.00 | Charge to Customer's Account |
| 11/9/2012 | 8346 | GLTRX00002909 | \$0.00 | \$1.12 | Adjustment to Customer's Account |
| 11/9/2012 | 8346 | GLTRX00002909 | \$3.26 | \$0.00 | Adjustment to Customer's Account |
| 11/9/2012 | 8346 | GLTRX00002909 | \$0.00 | \$3,341.47 | Charge to Customer's Account |
| 11/13/2012 | 8349 | GLTRX00002912 | \$0.00 | \$3.98 | Charge to Customer's Account |
| 11/13/2012 | 8349 | GLTRX00002912 | \$19.56 | \$0.00 | Adjustment to Customer's Account |
| 11/14/2012 | 8352 | GLTRX00002916 | \$0.00 | \$0.71 | Recovery of Customer Account Previously Written Off |
| 11/14/2012 | 8351 | GLTRX00002914 | \$1.92 | \$0.00 | Adjustment to Customer's Account |
| 11/14/2012 | 8351 | GLTRX00002914 | \$0.00 | \$3.35 | Charge to Customer's Account |
| 11/15/2012 | 8385 | GLTRX00002919 | \$31.71 | \$0.00 | Adjustment to Customer's Account |
| 11/15/2012 | 8385 | GLTRX00002919 | \$0.00 | \$3.71 | Charge to Customer's Account |
| 11/16/2012 | 8523 | GLTRX00002948 | \$0.00 | \$3.05 | Adjustment to Customer's Account |
| 11/16/2012 | 8523 | GLTRX00002948 | \$32.41 | \$0.00 | Adjustment to Customer's Account |
| 11/16/2012 | 8524 | GLTRX00002949 | \$0.00 | \$1.34 | Recovery of Customer Account Previously Written Off |
| 11/19/2012 | 8537 | GLTRX00002956 | \$0.00 | \$10.53 | Charge to Customer's Account |
| 11/19/2012 | 8537 | GLTRX00002956 | \$0.92 | \$0.00 | Charge to Customer's Account |
| 11/20/2012 | 8545 | GLTRX00002959 | \$0.00 | \$3.70 | Adjustment to Customer's Account |
| 11/20/2012 | 8545 | GLTRX00002959 | \$8.60 | \$0.00 | Adjustment to Customer's Account |
| 11/20/2012 | 8545 | GLTRX00002959 | \$0.00 | \$2,486.22 | Charge to Customer's Account |
| 11/20/2012 | 8545 | GLTRX00002959 | \$1.62 | \$0.00 | Charge to Customer's Account |
| 11/21/2012 | 8612 | GLTRX00002976 | \$71.30 | \$0.00 | Write Off of Aged Customer Accounts/Bad Debt Expense |
| 11/21/2012 | 8611 | GLTRX00002975 | \$0.00 | \$2.10 | Adjustment to Customer's Account |
| 11/21/2012 | 8611 | GLTRX00002975 | \$10.69 | \$0.00 | Adjustment to Customer's Account |
| 11/21/2012 | 8611 | GLTRX00002975 | \$0.00 | \$2.49 | Charge to Customer's Account |
| 11/26/2012 | 8663 | GLTRX00002986 | \$0.00 | \$0.63 | Recovery of Customer Account Previously Written Off |
| 11/26/2012 | 8661 | GLTRX00002984 | \$10.54 | \$0.00 | Adjustment to Customer's Account |
| 11/26/2012 | 8661 | GLTRX00002984 | \$0.00 | \$4.46 | Charge to Customer's Account |
| 11/27/2012 | 8687 | GLTRX00002998 | \$9.53 | \$0.00 | Adjustment to Customer's Account |
| 11/27/2012 | 8687 | GLTRX00002998 | \$0.00 | \$8.08 | Charge to Customer's Account |
| 11/27/2012 | 8687 | GLTRX00002998 | \$1.26 | \$0.00 | Charge to Customer's Account |
| 11/27/2012 | 8688 | GLTRX00002999 | \$0.00 | \$0.51 | Recovery of Customer Account Previously Written Off |
| 11/28/2012 | 8705 | GLTRX00003004 | \$0.00 | \$1.91 | Adjustment to Customer's Account |
| 11/28/2012 | 8705 | GLTRX00003004 | \$2.77 | \$0.00 | Adjustment to Customer's Account |
| 11/28/2012 | 8705 | GLTRX00003004 | \$0.00 | \$5.91 | Charge to Customer's Account |
| 11/28/2012 | 8707 | GLTRX00003006 | \$0.00 | \$2.35 | Recovery of Customer Account Previously Written Off |
| 11/29/2012 | 8714 | GLTRX00003010 | \$0.00 | \$2,267.19 | Charge to Customer's Account |
| 11/29/2012 | 8714 | GLTRX00003010 | \$1.21 | \$0.00 | Charge to Customer's Account |
| 11/30/2012 | 8784 | GLTRX00003043 | \$1.28 | \$0.00 | Remit Collection Fees to Collection Agency |
| 11/30/2012 | 8736 | GLTRX00003022 | \$5.56 | \$0.00 | Adjustment to Customer's Account |
| 11/30/2012 | 8736 | GLTRX00003022 | \$0.00 | \$4.40 | Charge to Customer's Account |
| 11/30/2012 | 8736 | GLTRX00003022 | \$2.59 | \$0.00 | Charge to Customer's Account |
| 11/30/2012 | 8737 | GLTRX00003023 | \$0.00 | \$0.48 | Recovery of Customer Account Previously Written Off |
| 11/30/2012 | 8737 | GLTRX00003023 | \$0.00 | \$0.82 | Recovery of Customer Account Previously Written Off |
| 11/30/2012 | 8737 | GLTRX00003023 | \$0.00 | \$1.37 | Recovery of Customer Account Previously Written Off |

| | | | | | | | | |
|------------|------|---------------|-----------|----------------|---------------------------|------------|-----------------------------------------------------|---------------------------------------------------------|
| 11/30/2012 | 8737 | | | | 0.00 | \$0.04 | Recovery of Customer Account Previously Written Off | |
| 11/30/2012 | 8883 | PMTRX0000548 | Purchases | 04230000124 | ONLINE COLLECTIONS | \$2.31 | \$0.00 | Remit Collection Fees to Collection Agency |
| 11/30/2012 | 8961 | PMTRX0000555 | Purchases | NOV 2012-SEWER | CITY OF RADCLIFF | \$8,088.74 | \$0.00 | Payment to the City of Radcliff for monthly collections |
| 12/3/2012 | 8791 | GLTRX00003047 | | | | \$0.00 | \$2.58 | Recovery of Customer Account Previously Written Off |
| 12/3/2012 | 8791 | GLTRX00003047 | | | | \$0.00 | \$0.63 | Recovery of Customer Account Previously Written Off |
| 12/3/2012 | 8790 | GLTRX00003045 | | | | \$2.45 | \$0.00 | Adjustment to Customer's Account |
| 12/3/2012 | 8790 | GLTRX00003045 | | | | \$0.00 | \$9.61 | Charge to Customer's Account |
| 12/4/2012 | 8869 | GLTRX00003063 | | | | \$0.00 | \$18.85 | Charge to Customer's Account |
| 12/5/2012 | 8914 | GLTRX00003077 | | | | \$1.60 | \$0.00 | Charge to Customer's Account |
| 12/5/2012 | 8914 | GLTRX00003077 | | | | \$3.32 | \$0.00 | Adjustment to Customer's Account |
| 12/5/2012 | 8914 | GLTRX00003077 | | | | \$0.00 | \$7.76 | Charge to Customer's Account |
| 12/5/2012 | 8915 | GLTRX00003078 | | | | \$0.00 | \$1.25 | Recovery of Customer Account Previously Written Off |
| 12/5/2012 | 8915 | GLTRX00003078 | | | | \$0.00 | \$1.53 | Recovery of Customer Account Previously Written Off |
| 12/6/2012 | 8971 | GLTRX00003094 | | | | \$6.73 | \$0.00 | Adjustment to Customer's Account |
| 12/6/2012 | 8971 | GLTRX00003094 | | | | \$0.00 | \$4.14 | Charge to Customer's Account |
| 12/6/2012 | 8996 | GLTRX00003098 | | | | \$0.00 | \$0.79 | Recovery of Customer Account Previously Written Off |
| 12/7/2012 | 9020 | GLTRX00003118 | | | | \$3.92 | \$0.00 | Adjustment to Customer's Account |
| 12/7/2012 | 9020 | GLTRX00003118 | | | | \$0.00 | \$2.94 | Charge to Customer's Account |
| 12/10/2012 | 9023 | GLTRX00003121 | | | | \$7.27 | \$0.00 | Adjustment to Customer's Account |
| 12/10/2012 | 9023 | GLTRX00003121 | | | | \$0.00 | \$11.95 | Charge to Customer's Account |
| 12/11/2012 | 9032 | GLTRX00003126 | | | | \$0.35 | \$0.00 | Adjustment to Customer's Account |
| 12/11/2012 | 9032 | GLTRX00003126 | | | | \$0.00 | \$3,268.81 | Charge to Customer's Account |
| 12/12/2012 | 9073 | GLTRX00003136 | | | | \$2.77 | \$0.00 | Adjustment to Customer's Account |
| 12/12/2012 | 9073 | GLTRX00003136 | | | | \$0.00 | \$2.80 | Charge to Customer's Account |
| 12/12/2012 | 9074 | GLTRX00003137 | | | | \$0.00 | \$0.63 | Recovery of Customer Account Previously Written Off |
| 12/13/2012 | 9102 | GLTRX00003155 | | | | \$0.00 | \$1.39 | Charge to Customer's Account |
| 12/14/2012 | 9147 | GLTRX00003168 | | | | \$0.52 | \$0.00 | Adjustment to Customer's Account |
| 12/17/2012 | 9229 | GLTRX00003193 | | | | \$4.29 | \$0.00 | Adjustment to Customer's Account |
| 12/17/2012 | 9229 | GLTRX00003193 | | | | \$0.00 | \$5.80 | Charge to Customer's Account |
| 12/17/2012 | 9230 | GLTRX00003194 | | | | \$0.00 | \$0.88 | Recovery of Customer Account Previously Written Off |
| 12/18/2012 | 9309 | GLTRX00003206 | | | | \$0.00 | \$0.38 | Adjustment to Customer's Account |
| 12/18/2012 | 9309 | GLTRX00003206 | | | | \$1.09 | \$0.00 | Adjustment to Customer's Account |
| 12/18/2012 | 9309 | GLTRX00003206 | | | | \$0.00 | \$8.06 | Charge to Customer's Account |
| 12/18/2012 | 9310 | GLTRX00003207 | | | | \$0.00 | \$0.65 | Recovery of Customer Account Previously Written Off |
| 12/18/2012 | 9310 | GLTRX00003207 | | | | \$0.00 | \$0.51 | Recovery of Customer Account Previously Written Off |
| 12/19/2012 | 9319 | GLTRX00003214 | | | | \$0.00 | \$2,539.72 | Charge to Customer's Account |
| 12/20/2012 | 9343 | GLTRX00003222 | | | | \$6.93 | \$0.00 | Adjustment to Customer's Account |
| 12/20/2012 | 9343 | GLTRX00003222 | | | | \$0.00 | \$4.08 | Charge to Customer's Account |
| 12/20/2012 | 9344 | GLTRX00003223 | | | | \$0.00 | \$1.06 | Recovery of Customer Account Previously Written Off |
| 12/21/2012 | 9351 | GLTRX00003229 | | | | \$0.00 | \$2.71 | Charge to Customer's Account |
| 12/26/2012 | 9391 | GLTRX00003244 | | | | \$0.58 | \$0.00 | Charge to Customer's Account |
| 12/26/2012 | 9391 | GLTRX00003244 | | | | \$0.00 | \$3.13 | Charge to Customer's Account |
| 12/27/2012 | 9398 | GLTRX00003252 | | | | \$5.03 | \$0.00 | Adjustment to Customer's Account |
| 12/27/2012 | 9398 | GLTRX00003252 | | | | \$0.00 | \$7.08 | Charge to Customer's Account |
| 12/28/2012 | 9413 | GLTRX00003259 | | | | \$0.00 | \$1.67 | Recovery of Customer Account Previously Written Off |
| 12/28/2012 | 9412 | GLTRX00003258 | | | | \$0.00 | \$5.51 | Charge to Customer's Account |
| 12/28/2012 | 9412 | GLTRX00003258 | | | | \$4.31 | \$0.00 | Charge to Customer's Account |
| 12/28/2012 | 9412 | GLTRX00003258 | | | | \$4.19 | \$0.00 | Adjustment to Customer's Account |
| 12/31/2012 | 9441 | GLTRX00003269 | | | | \$82.25 | \$0.00 | Adjustment to Customer's Account |
| 12/31/2012 | 9441 | GLTRX00003269 | | | | \$0.00 | \$2,167.09 | Charge to Customer's Account |
| 12/31/2012 | 9600 | PMTRX0000599 | Purchases | 13270000207 | CREDIT BUREAU SYSTEMS INC | \$0.19 | \$0.00 | Remit Collection Fees to Collection Agency |
| 12/31/2012 | 9442 | GLTRX00003270 | | | | \$130.44 | \$0.00 | Write Off of Aged Customer Accounts/Bad Debt Expense |
| 12/31/2012 | 9612 | PMTRX0000601 | Purchases | 04230000127 | ONLINE COLLECTIONS | \$7.05 | \$0.00 | Remit Collection Fees to Collection Agency |
| 12/31/2012 | 9629 | PMTRX0000602 | Purchases | DEC 2012-SEWER | CITY OF RADCLIFF | \$7,808.16 | \$0.00 | Payment to the City of Radcliff for monthly collections |

| Accounts | Begining Balance | Net Change | Ending Balance | Debit | Credit |
|----------|------------------|------------|----------------|-------|--------|
|----------|------------------|------------|----------------|-------|--------|

| | | | | | | |
|---------------|---|--------------|----------|--------------|--------------|--------------|
| Grand Totals: | 1 | (\$6,275.92) | \$279.34 | (\$5,996.58) | \$102,682.15 | \$102,402.81 |
|---------------|---|--------------|----------|--------------|--------------|--------------|

NOTE:

A charge to a customer's account is a credit on the GL when normal state sales taxes are being billed to a customer. Charge that is a debit on the GL is when a correction is made on a customer's account due to a meter being misread or a leak on the District's side of the meter.

Hardin County Water District No. 1
 1400 Rogersville Road
 Radcliff, KY 40160
 270.351.3222
www.HCWD.com



Hardin County Water District No. 1



Hours: 8:00 – 4:30 Monday—Friday
 except Thursday (lobby closes at 4:00)
 Make checks payable to HCWD#1



CITY OF RADCLIFF

| WATER AND SEWER SERVICE | |
|-------------------------|-------|
| Water Residential | 11.08 |
| Customer Charge | 5.02 |
| Sewer | 19.90 |

| STORM WATER SERVICE | |
|----------------------|------|
| Radcliff storm water | 4.83 |

| METER READING AND USAGE INFORMATION | |
|-------------------------------------|------------|
| Previous Read Date: | 06/11/2013 |
| Current Read Date: | 07/11/2013 |
| Number of Days in Billing Cycle: | 30 |
| Previous Meter Reading: | 166300 |
| Current Meter Reading: | 168800 |
| Water Usage: | 2500 |

| PAYMENT INFORMATION AND OTHER CHARGES | |
|---------------------------------------|-------|
| Previous Balance | 46.57 |
| Water Franchise Fee | 0.48 |
| School Tax | 0.48 |
| Sewer Franchise Fee | 0.60 |
| Payments | 46.57 |

Draft Account-Do Not Pay

TOTAL DUE BY: 08/07/2013

DRAFT ACCOUNT - DO NOT PAY \$42.39

A 10% PENALTY WILL BE ADDED TO ALL BILLS NOT PAID BY
 CLOSE OF BUSINESS ON THE DUE DATE
 CUT OFF DATE FOR CURRENT CHARGES:

Drop boxes are available after hours at our main office and the drive through lane at 409 W. Lincoln Trail Blvd. (next to Radcliff City Hall).
 Payments must be received IN THE OFFICE before close of business on due date to avoid penalties or service interruption.
 Please allow ample time for delivery before due date when mailing your payment. The District cannot be responsible for slow or late mail delivery or lost mail.
 Failure to receive a bill does not exempt you from a monthly payment, late or shut off charges.
 For emergency, service outage after hours call: WATER 270.351.3222, 270.877.5375 or 270.862.4340 SEWER 270.351.6270



Hardin County Water District No. 1
 1400 Rogersville Road
 Radcliff, KY 40160

RETURN SERVICE REQUESTED

| KY23599R | |
|-----------------------|------------|
| ACCOUNT NUMBER | [REDACTED] |
| PAYMENT DUE DATE | 08/07/2013 |
| AMOUNT DUE | \$42.39 |
| 10% PENALTY CHARGE | \$3.60 |
| AMOUNT AFTER DUE DATE | \$45.99 |

2020186800000000423900000045999

Hardin County Water District No. 1
 1400 Rogersville Road
 Radcliff, KY 40160-9343



Exhibit 22

18.

- a. State whether Hardin District collects school taxes on Radcliff sewer fees
- b. If school taxes are collected, provide a copy of the standard, monthly journal entries that are made to record all transactions that are associated with the school tax. Provide an explanation for each entry.

ANSWER 18:

- a. No.
- b. Not applicable.

WITNESS: Mr. Scott Schmuck, HCWD1 Accounting & Finance Manager

19.

- a. State whether Hardin District collects sales taxes on Radcliff sewer fees.
- b. If sales taxes are collected, provide a copy of the standard, monthly journal entries that are made to record all transactions that are associated with the sales tax. Provide an explanation for each entry.

ANSWER 19:

- a. Yes.

A State Tax in the amount of six (6%) percent is charged to Commercial and Multi customers on total sewer volume. This amount is computed based on KRS 139.470 (8) (c), attached as Exhibit 23.
- b. Please see Exhibit 24 titled Sales Tax Liability general ledger for a listing of all transactions to general ledger account Sales Tax Liability with a description for each entry.

WITNESS: Mr. Scott Schmuck, HCWD1 Accounting & Finance Manager

139.470 Exempt transactions.

There are excluded from the computation of the amount of taxes imposed by this chapter:

- (1) Gross receipts from the sale of, and the storage, use, or other consumption in this state of, tangible personal property or digital property which this state is prohibited from taxing under the Constitution or laws of the United States, or under the Constitution of this state;
- (2) Gross receipts from sales of, and the storage, use, or other consumption in this state of:
 - (a) Nonreturnable and returnable containers when sold without the contents to persons who place the contents in the container and sell the contents together with the container; and
 - (b) Returnable containers when sold with the contents in connection with a retail sale of the contents or when resold for refilling;

As used in this section the term "returnable containers" means containers of a kind customarily returned by the buyer of the contents for reuse. All other containers are "nonreturnable containers";

- (3) Gross receipts from the sale of, and the storage, use, or other consumption in this state of, tangible personal property used for the performance of a lump-sum, fixed-fee contract of public works executed prior to February 5, 1960;
- (4) Gross receipts from occasional sales of tangible personal property or digital property and the storage, use, or other consumption in this state of tangible personal property or digital property, the transfer of which to the purchaser is an occasional sale;
- (5) Gross receipts from sales of tangible personal property to a common carrier, shipped by the retailer via the purchasing carrier under a bill of lading, whether the freight is paid in advance or the shipment is made freight charges collect, to a point outside this state and the property is actually transported to the out-of-state destination for use by the carrier in the conduct of its business as a common carrier;
- (6) Gross receipts from sales of tangible personal property sold through coin-operated bulk vending machines, if the sale amounts to fifty cents (\$0.50) or less, if the retailer is primarily engaged in making the sales and maintains records satisfactory to the department. As used in this subsection, "bulk vending machine" means a vending machine containing unsorted merchandise which, upon insertion of a coin, dispenses the same in approximately equal portions, at random and without selection by the customer;
- (7) Gross receipts from sales to any cabinet, department, bureau, commission, board, or other statutory or constitutional agency of the state and gross receipts from sales to counties, cities, or special districts as defined in KRS 65.005. This exemption shall apply only to purchases of tangible personal property, digital property, or services for use solely in the government function. A purchaser not qualifying as a governmental agency or unit shall not be entitled to the exemption even though the purchaser may be the recipient of public funds or grants;

- (8) (a) Gross receipts from the sale of sewer services, water, and fuel to Kentucky residents for use in heating, water heating, cooking, lighting, and other residential uses. As used in this subsection, "fuel" shall include but not be limited to natural gas, electricity, fuel oil, bottled gas, coal, coke, and wood. Determinations of eligibility for the exemption shall be made by the Department of Revenue;
- (b) In making the determinations of eligibility, the department shall exempt from taxation all gross receipts derived from sales:
1. Classified as "residential" by a utility company as defined by applicable tariffs filed with and accepted by the Public Service Commission;
 2. Classified as "residential" by a municipally owned electric distributor which purchases its power at wholesale from the Tennessee Valley Authority;
 3. Classified as "residential" by the governing body of a municipally owned electric distributor which does not purchase its power from the Tennessee Valley Authority, if the "residential" classification is reasonably consistent with the definitions of "residential" contained in tariff filings accepted and approved by the Public Service Commission with respect to utilities which are subject to Public Service Commission regulation.

If the service is classified as residential, use other than for "residential" purposes by the customer shall not negate the exemption;

- (c) The exemption shall not apply if charges for sewer service, water, and fuel are billed to an owner or operator of a multi-unit residential rental facility or mobile home and recreational vehicle park other than residential classification; and
- (d) The exemption shall apply also to residential property which may be held by legal or equitable title, by the entireties, jointly, in common, as a condominium, or indirectly by the stock ownership or membership representing the owner's or member's proprietary interest in a corporation owning a fee or a leasehold initially in excess of ninety-eight (98) years;
- (9) Gross receipts from sales to an out-of-state agency, organization, or institution exempt from sales and use tax in its state of residence when that agency, organization, or institution gives proof of its tax-exempt status to the retailer and the retailer maintains a file of the proof;
- (10) Gross receipts derived from the sale of, and the storage, use, or other consumption in this state of, tangible personal property to be used in the manufacturing or industrial processing of tangible personal property at a plant facility and which will be for sale. The property shall be regarded as having been purchased for resale. "Plant facility" shall have the same meaning as defined in KRS 139.010. For purposes of this subsection, a manufacturer or industrial processor includes an individual or business entity that performs only part of the manufacturing or industrial processing activity and the person or business entity need not take title to tangible personal property that is incorporated into, or becomes the product of, the activity.

- (a) Industrial processing includes refining, extraction of petroleum and natural gas, mining, quarrying, fabricating, and industrial assembling. As defined herein, tangible personal property to be used in the manufacturing or industrial processing of tangible personal property which will be for sale shall mean:
1. Materials which enter into and become an ingredient or component part of the manufactured product;
 2. Other tangible personal property which is directly used in manufacturing or industrial processing, if the property has a useful life of less than one (1) year. Specifically these items are categorized as follows:
 - a. Materials. This refers to the raw materials which become an ingredient or component part of supplies or industrial tools exempt under subdivisions b. and c. below.
 - b. Supplies. This category includes supplies such as lubricating and compounding oils, grease, machine waste, abrasives, chemicals, solvents, fluxes, anodes, filtering materials, fire brick, catalysts, dyes, refrigerants, explosives, etc. The supplies indicated above need not come in direct contact with a manufactured product to be exempt. "Supplies" does not include repair, replacement, or spare parts of any kind.
 - c. Industrial tools. This group is limited to hand tools such as jigs, dies, drills, cutters, rolls, reamers, chucks, saws, spray guns, etc., and to tools attached to a machine such as molds, grinding balls, grinding wheels, dies, bits, cutting blades, etc. Normally, for industrial tools to be considered directly used in manufacturing, they shall come into direct contact with the product being manufactured; and
 3. Materials and supplies that are not reusable in the same manufacturing process at the completion of a single manufacturing cycle, excluding repair, replacement, or spare parts of any kind. A single manufacturing cycle shall be considered to be the period elapsing from the time the raw materials enter into the manufacturing process until the finished product emerges at the end of the manufacturing process.
- (b) It shall be noted that in none of the three (3) categories is any exemption provided for repair, replacement, or spare parts. Repair, replacement, or spare parts shall not be considered to be materials, supplies, or industrial tools directly used in manufacturing or industrial processing. "Repair, replacement, or spare parts" shall have the same meaning as set forth in KRS 139.010;
- (11) Any water use fee paid or passed through to the Kentucky River Authority by facilities using water from the Kentucky River basin to the Kentucky River Authority in accordance with KRS 151.700 to 151.730 and administrative regulations promulgated by the authority;
- (12) Gross receipts from the sale of newspaper inserts or catalogs purchased for storage, use, or other consumption outside this state and delivered by the

retailer's own vehicle to a location outside this state, or delivered to the United States Postal Service, a common carrier, or a contract carrier for delivery outside this state, regardless of whether the carrier is selected by the purchaser or retailer or an agent or representative of the purchaser or retailer, or whether the F.O.B. is retailer's shipping point or purchaser's destination.

- (a) As used in this subsection:
 - 1. "Catalogs" means tangible personal property that is printed to the special order of the purchaser and composed substantially of information regarding goods and services offered for sale; and
 - 2. "Newspaper inserts" means printed materials that are placed in or distributed with a newspaper of general circulation.
- (b) The retailer shall be responsible for establishing that delivery was made to a non-Kentucky location through shipping documents or other credible evidence as determined by the department;
- (13) Gross receipts from the sale of water used in the raising of equine as a business;
- (14) Gross receipts from the sale of metal retail fixtures manufactured in this state and purchased for storage, use, or other consumption outside this state and delivered by the retailer's own vehicle to a location outside this state, or delivered to the United States Postal Service, a common carrier, or a contract carrier for delivery outside this state, regardless of whether the carrier is selected by the purchaser or retailer or an agent or representative of the purchaser or retailer, or whether the F.O.B. is the retailer's shipping point or the purchaser's destination.
 - (a) As used in this subsection, "metal retail fixtures" means check stands and belted and nonbelted checkout counters, whether made in bulk or pursuant to specific purchaser specifications, that are to be used directly by the purchaser or to be distributed by the purchaser.
 - (b) The retailer shall be responsible for establishing that delivery was made to a non-Kentucky location through shipping documents or other credible evidence as determined by the department;
- (15) Gross receipts from the sale of unenriched or enriched uranium purchased for ultimate storage, use, or other consumption outside this state and delivered to a common carrier in this state for delivery outside this state, regardless of whether the carrier is selected by the purchaser or retailer, or is an agent or representative of the purchaser or retailer, or whether the F.O.B. is the retailer's shipping point or purchaser's destination;
- (16) Amounts received from a tobacco buydown. As used in this subsection, "buydown" means an agreement whereby an amount, whether paid in money, credit, or otherwise, is received by a retailer from a manufacturer or wholesaler based upon the quantity and unit price of tobacco products sold at retail that requires the retailer to reduce the selling price of the product to the purchaser without the use of a manufacturer's or wholesaler's coupon or redemption certificate;
- (17) Gross receipts from the sale of tangible personal property or digital property returned by a purchaser when the full sales price is refunded either in cash or

credit. This exclusion shall not apply if the purchaser, in order to obtain the refund, is required to purchase other tangible personal property or digital property at a price greater than the amount charged for the property that is returned;

- (18) Gross receipts from the sales of gasoline and special fuels subject to tax under KRS Chapter 138;
- (19) The amount of any tax imposed by the United States upon or with respect to retail sales, whether imposed on the retailer or the consumer, not including any manufacturer's excise or import duty;
- (20) Gross receipts from the sale of any motor vehicle as defined in KRS 138.450 which is:
 - (a) Sold to a Kentucky resident, registered for use on the public highways, and upon which any applicable tax levied by KRS 138.460 has been paid; or
 - (b) Sold to a nonresident of Kentucky if the nonresident registers the motor vehicle in a state that:
 - 1. Allows residents of Kentucky to purchase motor vehicles without payment of that state's sales tax at the time of sale; or
 - 2. Allows residents of Kentucky to remove the vehicle from that state within a specific period for subsequent registration and use in Kentucky without payment of that state's sales tax;
- (21) Gross receipts from the sale of a semi-trailer as defined in KRS 189.010(12) and trailer as defined in KRS 189.010(17); and
- (22) Gross receipts from the first fifty thousand dollars (\$50,000) in sales of admissions to county fairs held in Kentucky in any calendar year by a nonprofit county fair board.

Effective: July 1, 2013

History: Amended 2013 Ky. Acts ch. 119, sec. 13, effective July 1, 2013. -- Amended 2009 Ky. Acts ch. 2 sec. 3, effective April 1, 2009; and ch. 73, sec. 16, effective July 1, 2009. -- Amended 2008 Ky. Acts ch. 95, sec. 10, effective August 1, 2008. -- Amended 2007 Ky. Acts ch. 141, sec. 8, effective July 1, 2007. -- Amended 2006 Ky. Acts ch. 252, Pt. XXXVI, sec. 1, effective August 1, 2006. -- Amended 2005 Ky. Acts ch. 85, sec. 420, effective June 20, 2005; and ch. 184, sec. 17, effective June 20, 2005. -- Amended 2003 Ky. Acts ch. 124, sec. 20, effective July 1, 2004; and ch. 100, sec. 1, effective June 24, 2003. -- Amended 2002 Ky. Acts ch. 361, sec. 14, effective August 1, 2002. -- Amended 2001 Ky. Acts ch. 68, sec. 2, effective March 15, 2001. -- Amended 2000 Ky. Acts ch. 352, sec. 1, effective July 14, 2000. -- Amended 1998 Ky. Acts ch. 125, sec. 2, effective July 15, 1998; ch. 412, sec. 1, effective August 1, 1998; and ch. 536, sec. 1, effective July 15, 1998. -- Amended 1996 Ky. Acts ch. 229, sec. 5, effective July 15, 1996; and ch. 344, sec. 10, effective July 15, 1996. -- Amended 1994 Ky. Acts ch. 501, sec. 2, effective July 15, 1994. Amended 1992 Ky. Acts ch. 214, sec. 1, effective July 14, 1992. -- Amended 1990 Ky. Acts ch. 414, sec. 2, effective July 13, 1990. -- Amended 1988 Ky. Acts ch. 136, sec. 1, effective July 15, 1988. -- Amended 1986 Ky. Acts ch. 312, sec. 1, effective July 15, 1986. -- Amended 1984 Ky. Acts ch. 162, sec. 1, effective July 13, 1984. -- Amended 1982 Ky. Acts ch. 395, sec. 8, effective July 15, 1982. -- Amended 1979 (1st Extra. Sess.) Ky. Acts ch. 18, sec. 1, effective June 1, 1979. -- Amended 1976 Ky. Acts ch. 77, Pt. III, sec. 1, effective July 1, 1976; and ch. 155, sec. 18, effective July 1, 1976. -- Amended 1966 Ky. Acts ch. 240,

sec. 1. -- Created 1960 Ky. Acts ch. 5, Art. I, sec. 46.

Legislative Research Commission Note (6/20/2005). 2005 Ky. Acts chs. 11, 85, 95, 97, 98, 99, 123, and 181 instruct the Reviser of Statutes to correct statutory references to agencies and officers whose names have been changed in 2005 legislation confirming the reorganization of the executive branch. Such a correction has been made in this section.

Legislative Research Commission Note (6/24/2003). This section was amended by 2003 Ky. Acts ch. 100, sec. 1, effective June 24, 2003. Section 2 of that Act said, "The provisions of this Act shall also apply retroactively to periods beginning prior to the effective date of this Act."

GL Detail Trial Balance
 Hardin County Water District No. 1
 Sales Tax Liability
 General Ledger

| Account: 4.00.23201 | | Description: Radcliff, General Sales Tax | | Beginning Balance: | | \$0.00 | | |
|---------------------|----------|------------------------------------------|------------------------|---------------------|--------------------|------------|------------|------------------------------------------------------|
| Trx Date | Jrnl No. | Orig. Audit Trail | Distribution Reference | Orig. Master Number | Orig. Master Name | Debit | Credit | Purpose of Entry |
| 1/3/2012 | 882 | GLTRX00000294 | | | | \$0.00 | \$2.72 | Charge to Customer's Account |
| 1/4/2012 | 912 | GLTRX00000309 | | | | \$0.00 | \$1.13 | Charge to Customer's Account |
| 1/5/2012 | 955 | GLTRX00000337 | | | | \$0.00 | \$3.97 | Charge to Customer's Account |
| 1/6/2012 | 976 | GLTRX00000353 | | | | \$0.00 | \$0.79 | Charge to Customer's Account |
| 1/9/2012 | 987 | GLTRX00000358 | | | | \$0.00 | \$2.06 | Charge to Customer's Account |
| 1/10/2012 | 1074 | GLTRX00000371 | | | | \$0.00 | \$967.84 | Charge to Customer's Account |
| 1/11/2012 | 1096 | GLTRX00000387 | | | | \$0.00 | \$0.24 | Charge to Customer's Account |
| 1/13/2012 | 1103 | GLTRX00000393 | | | | \$10.04 | \$0.00 | Adjustment to Customer's Account |
| 1/13/2012 | 1103 | GLTRX00000393 | | | | \$0.00 | \$1.61 | Charge to Customer's Account |
| 1/17/2012 | 1417 | GLTRX00000462 | | | | \$0.00 | \$3.74 | Charge to Customer's Account |
| 1/19/2012 | 1424 | GLTRX00000468 | | | | \$0.00 | \$1,406.18 | Charge to Customer's Account |
| 1/19/2012 | 1424 | GLTRX00000468 | | | | \$1.03 | \$0.00 | Charge to Customer's Account |
| 1/20/2012 | 1426 | GLTRX00000470 | | | | \$0.00 | \$1.38 | Charge to Customer's Account |
| 1/23/2012 | 1431 | GLTRX00000474 | | | | \$0.00 | \$0.58 | Charge to Customer's Account |
| 1/24/2012 | 1458 | GLTRX00000487 | | | | \$7.03 | \$0.00 | Adjustment to Customer's Account |
| 1/24/2012 | 1458 | GLTRX00000487 | | | | \$0.00 | \$1.03 | Charge to Customer's Account |
| 1/25/2012 | 1478 | GLTRX00000495 | | | | \$0.00 | \$0.41 | Charge to Customer's Account |
| 1/30/2012 | 1518 | GLTRX00000527 | | | | \$0.00 | \$576.09 | Charge to Customer's Account |
| 1/31/2012 | 1541 | GLTRX00000539 | | | | \$0.00 | \$2.22 | Charge to Customer's Account |
| 1/31/2012 | 1542 | GLTRX00000540 | | | | \$7.54 | \$0.00 | Write Off of Aged Customer Accounts/Bad Debt Expense |
| 1/31/2012 | 1847 | PMTRX00000071 | Purchases | JAN 2012 | KENTUCKY STATE | \$2,971.99 | \$0.00 | Remit Monthly Collection to the State |
| 2/1/2012 | 1589 | GLTRX00000561 | | | | \$0.00 | \$0.92 | Charge to Customer's Account |
| 2/3/2012 | 1721 | GLTRX00000590 | | | | \$0.00 | \$1.49 | Charge to Customer's Account |
| 2/6/2012 | 1841 | GLTRX00000608 | | | | \$0.00 | \$0.48 | Charge to Customer's Account |
| 2/8/2012 | 1949 | GLTRX00000654 | | | | \$0.00 | \$1.19 | Charge to Customer's Account |
| 2/9/2012 | 1953 | GLTRX00000657 | | | | \$0.00 | \$3.09 | Charge to Customer's Account |
| 2/10/2012 | 1956 | GLTRX00000660 | | | | \$0.00 | \$1,049.41 | Charge to Customer's Account |
| 2/13/2012 | 1971 | GLTRX00000672 | | | | \$0.00 | \$2.29 | Charge to Customer's Account |
| 2/14/2012 | 1975 | GLTRX00000676 | | | | \$0.00 | \$1.92 | Charge to Customer's Account |
| 2/15/2012 | 1989 | GLTRX00000685 | | | | \$0.00 | \$3.85 | Charge to Customer's Account |
| 2/16/2012 | 2004 | GLTRX00000691 | | | | \$0.00 | \$1.67 | Charge to Customer's Account |
| 2/20/2012 | 2102 | GLTRX00000710 | | | | \$0.00 | \$8.46 | Charge to Customer's Account |
| 2/20/2012 | 2102 | GLTRX00000710 | | | | \$16.10 | \$0.00 | Charge to Customer's Account |
| 2/21/2012 | 2190 | GLTRX00000723 | | | | \$0.00 | \$1,503.18 | Charge to Customer's Account |
| 2/22/2012 | 2202 | GLTRX00000734 | | | | \$0.00 | \$0.89 | Charge to Customer's Account |
| 2/24/2012 | 2336 | GLTRX00000781 | | | | \$0.00 | \$1.99 | Charge to Customer's Account |
| 2/28/2012 | 2364 | GLTRX00000795 | | | | \$0.00 | \$653.13 | Charge to Customer's Account |
| 2/29/2012 | 2372 | GLTRX00000800 | | | | \$3.27 | \$0.00 | Adjustment to Customer's Account |
| 2/29/2012 | 2375 | GLTRX00000801 | | | | \$2.36 | \$0.00 | Write Off of Aged Customer Accounts/Bad Debt Expense |
| 2/29/2012 | 2556 | PMTRX00000115 | Purchases | 04230000097 | ONLINE COLLECTIONS | \$0.36 | \$0.00 | Remit Collection Fees to Collection Agency |
| 2/29/2012 | 2644 | PMTRX00000122 | Purchases | FEB 2012 | KENTUCKY STATE | \$3,186.23 | \$0.00 | Remit Monthly Collection to the State |
| 3/1/2012 | 2445 | GLTRX00000817 | | | | \$0.00 | \$0.27 | Charge to Customer's Account |
| 3/2/2012 | 2467 | GLTRX00000827 | | | | \$1.34 | \$0.00 | Adjustment to Customer's Account |
| 3/2/2012 | 2467 | GLTRX00000827 | | | | \$0.00 | \$2.60 | Charge to Customer's Account |
| 3/5/2012 | 2549 | GLTRX00000847 | | | | \$0.00 | \$4.75 | Charge to Customer's Account |
| 3/6/2012 | 2643 | GLTRX00000875 | | | | \$0.00 | \$3.04 | Charge to Customer's Account |
| 3/7/2012 | 2654 | GLTRX00000894 | | | | \$0.00 | \$0.92 | Charge to Customer's Account |
| 3/8/2012 | 2703 | GLTRX00000911 | | | | \$0.00 | \$0.79 | Charge to Customer's Account |
| 3/9/2012 | 2715 | GLTRX00000918 | | | | \$0.00 | \$1,129.37 | Charge to Customer's Account |

Exhibit 24

| | | | | | | | | |
|-----------|------|---------------|-----------|-------------|--------------------|------------|------------|------------------------------------------------------|
| 3/12/2012 | 2720 | GLTRX00000921 | | | | \$0.00 | \$0.57 | Charge to Customer's Account |
| 3/13/2012 | 2749 | GLTRX00000939 | | | | \$0.00 | \$1.20 | Recovery of Customer Account Previously Written Off |
| 3/14/2012 | 2761 | GLTRX00000946 | | | | \$17.22 | \$0.00 | Adjustment to Customer's Account |
| 3/15/2012 | 2790 | GLTRX00000955 | | | | \$7.89 | \$0.00 | Adjustment to Customer's Account |
| 3/15/2012 | 2790 | GLTRX00000955 | | | | \$0.00 | \$0.24 | Charge to Customer's Account |
| 3/16/2012 | 2830 | GLTRX00000968 | | | | \$0.00 | \$3.35 | Charge to Customer's Account |
| 3/19/2012 | 2851 | GLTRX00000976 | | | | \$0.00 | \$1,418.52 | Charge to Customer's Account |
| 3/20/2012 | 3003 | GLTRX00001011 | | | | \$0.00 | \$0.17 | Charge to Customer's Account |
| 3/21/2012 | 3005 | GLTRX00001013 | | | | \$0.00 | \$1.16 | Charge to Customer's Account |
| 3/23/2012 | 3020 | GLTRX00001025 | | | | \$0.00 | \$1.03 | Charge to Customer's Account |
| 3/26/2012 | 3023 | GLTRX00001029 | | | | \$0.00 | \$0.72 | Charge to Customer's Account |
| 3/27/2012 | 3039 | GLTRX00001036 | | | | \$0.00 | \$1.03 | Charge to Customer's Account |
| 3/29/2012 | 3132 | GLTRX00001068 | | | | \$0.00 | \$633.02 | Charge to Customer's Account |
| 3/30/2012 | 3135 | GLTRX00001071 | | | | \$0.00 | \$29.45 | Adjustment to Customer's Account |
| 3/30/2012 | 3135 | GLTRX00001071 | | | | \$29.45 | \$0.00 | Adjustment to Customer's Account |
| 3/30/2012 | 3136 | GLTRX00001072 | | | | \$7.10 | \$0.00 | Write Off of Aged Customer Accounts/Bad Debt Expense |
| 3/31/2012 | 3375 | PMTRX00000167 | Purchases | MARCH 2012 | KENTUCKY STATE | \$3,169.20 | \$0.00 | Remit Monthly Collection to the State |
| 4/3/2012 | 3307 | GLTRX00001118 | | | | \$0.00 | \$1.13 | Charge to Customer's Account |
| 4/4/2012 | 3348 | GLTRX00001129 | | | | \$0.00 | \$3.01 | Charge to Customer's Account |
| 4/6/2012 | 3412 | GLTRX00001170 | | | | \$0.00 | \$1.80 | Charge to Customer's Account |
| 4/9/2012 | 3451 | GLTRX00001188 | | | | \$0.00 | \$6.47 | Charge to Customer's Account |
| 4/10/2012 | 3462 | GLTRX00001192 | | | | \$0.00 | \$1,100.48 | Charge to Customer's Account |
| 4/11/2012 | 3476 | GLTRX00001198 | | | | \$0.00 | \$1.06 | Charge to Customer's Account |
| 4/12/2012 | 3519 | GLTRX00001212 | | | | \$0.00 | \$2.32 | Charge to Customer's Account |
| 4/13/2012 | 3585 | GLTRX00001225 | | | | \$0.00 | \$1.03 | Charge to Customer's Account |
| 4/17/2012 | 3591 | GLTRX00001231 | | | | \$0.00 | \$8.01 | Charge to Customer's Account |
| 4/17/2012 | 3591 | GLTRX00001231 | | | | \$12.85 | \$0.00 | Charge to Customer's Account |
| 4/18/2012 | 3594 | GLTRX00001234 | | | | \$0.00 | \$1,488.83 | Charge to Customer's Account |
| 4/19/2012 | 3596 | GLTRX00001236 | | | | \$0.00 | \$0.89 | Charge to Customer's Account |
| 4/23/2012 | 3608 | GLTRX00001244 | | | | \$0.00 | \$0.64 | Charge to Customer's Account |
| 4/24/2012 | 3615 | GLTRX00001248 | | | | \$0.00 | \$2.95 | Charge to Customer's Account |
| 4/24/2012 | 3615 | GLTRX00001248 | | | | \$3.67 | \$0.00 | Charge to Customer's Account |
| 4/26/2012 | 3778 | GLTRX00001288 | | | | \$0.00 | \$0.72 | Charge to Customer's Account |
| 4/27/2012 | 3790 | GLTRX00001295 | | | | \$0.00 | \$577.27 | Charge to Customer's Account |
| 4/30/2012 | 3823 | GLTRX00001314 | | | | \$25.05 | \$0.00 | Write Off of Aged Customer Accounts/Bad Debt Expense |
| 4/30/2012 | 4044 | PMTRX00000212 | Purchases | APRIL 2012 | KENTUCKY STATE | \$3,155.04 | \$0.00 | Remit Monthly Collection to the State |
| 5/1/2012 | 3977 | GLTRX00001350 | | | | \$0.00 | \$8.91 | Charge to Customer's Account |
| 5/2/2012 | 4002 | GLTRX00001359 | | | | \$0.00 | \$0.96 | Charge to Customer's Account |
| 5/3/2012 | 4059 | GLTRX00001389 | | | | \$0.00 | \$1.03 | Charge to Customer's Account |
| 5/7/2012 | 4100 | GLTRX00001412 | | | | \$0.00 | \$3.51 | Charge to Customer's Account |
| 5/8/2012 | 4105 | GLTRX00001415 | | | | \$0.00 | \$2.12 | Charge to Customer's Account |
| 5/9/2012 | 4133 | GLTRX00001424 | | | | \$0.00 | \$1.03 | Charge to Customer's Account |
| 5/10/2012 | 4165 | GLTRX00001432 | | | | \$0.00 | \$1,170.67 | Charge to Customer's Account |
| 5/11/2012 | 4191 | GLTRX00001442 | | | | \$0.00 | \$1.03 | Charge to Customer's Account |
| 5/15/2012 | 4342 | GLTRX00001471 | | | | \$0.00 | \$1.95 | Charge to Customer's Account |
| 5/16/2012 | 4346 | GLTRX00001474 | | | | \$0.00 | \$0.65 | Charge to Customer's Account |
| 5/18/2012 | 4377 | GLTRX00001488 | | | | \$0.00 | \$1.99 | Charge to Customer's Account |
| 5/21/2012 | 4398 | GLTRX00001498 | | | | \$0.00 | \$1,533.00 | Charge to Customer's Account |
| 5/21/2012 | 4408 | GLTRX00001500 | | | | \$0.00 | \$1.03 | Recovery of Customer Account Previously Written Off |
| 5/22/2012 | 4420 | GLTRX00001506 | | | | \$0.00 | \$1.85 | Charge to Customer's Account |
| 5/22/2012 | 4420 | GLTRX00001506 | | | | \$1.03 | \$0.00 | Charge to Customer's Account |
| 5/25/2012 | 4479 | GLTRX00001530 | | | | \$0.00 | \$0.44 | Charge to Customer's Account |
| 5/31/2012 | 4524 | GLTRX00001555 | | | | \$0.00 | \$611.25 | Charge to Customer's Account |
| 5/31/2012 | 4527 | GLTRX00001556 | | | | \$0.23 | \$0.00 | Write Off of Aged Customer Accounts/Bad Debt Expense |
| 5/31/2012 | 4699 | PMTRX00000257 | Purchases | 04230000106 | ONLINE COLLECTIONS | \$0.36 | \$0.00 | Remit Collection Fees to Collection Agency |
| 5/31/2012 | 4704 | PMTRX00000258 | Purchases | MAY 2012 | KENTUCKY STATE | \$3,339.80 | \$0.00 | Remit Monthly Collection to the State |
| 6/1/2012 | 4541 | GLTRX00001561 | | | | \$0.00 | \$0.54 | Charge to Customer's Account |
| 6/4/2012 | 4670 | GLTRX00001584 | | | | \$0.00 | \$1.20 | Charge to Customer's Account |

| | | | | | | | | |
|-----------|------|---------------|-----------|-----------|----------------|------------|------------|------------------------------------------------------|
| 6/5/2012 | 4709 | GLTRX00001604 | | | | \$0.00 | \$0.34 | Charge to Customer's Account |
| 6/6/2012 | 4769 | GLTRX00001622 | | | | \$0.00 | \$0.89 | Charge to Customer's Account |
| 6/8/2012 | 4857 | GLTRX00001650 | | | | \$0.00 | \$2.98 | Charge to Customer's Account |
| 6/11/2012 | 4885 | GLTRX00001659 | | | | \$0.00 | \$1,244.81 | Charge to Customer's Account |
| 6/12/2012 | 4915 | GLTRX00001680 | | | | \$0.00 | \$1.11 | Charge to Customer's Account |
| 6/15/2012 | 4985 | GLTRX00001703 | | | | \$0.00 | \$1.03 | Charge to Customer's Account |
| 6/19/2012 | 5074 | GLTRX00001731 | | | | \$0.00 | \$1,548.75 | Charge to Customer's Account |
| 6/19/2012 | 5074 | GLTRX00001731 | | | | \$1.03 | \$0.00 | Charge to Customer's Account |
| 6/20/2012 | 5076 | GLTRX00001733 | | | | \$0.00 | \$0.89 | Charge to Customer's Account |
| 6/21/2012 | 5115 | GLTRX00001742 | | | | \$0.00 | \$2.98 | Charge to Customer's Account |
| 6/22/2012 | 5119 | GLTRX00001747 | | | | \$0.00 | \$0.58 | Charge to Customer's Account |
| 6/25/2012 | 5150 | GLTRX00001756 | | | | \$0.00 | \$1.75 | Charge to Customer's Account |
| 6/26/2012 | 5159 | GLTRX00001762 | | | | \$0.00 | \$0.41 | Charge to Customer's Account |
| 6/27/2012 | 5179 | GLTRX00001770 | | | | \$0.00 | \$5.91 | Charge to Customer's Account |
| 6/28/2012 | 5244 | GLTRX00001786 | | | | \$0.00 | \$638.97 | Charge to Customer's Account |
| 6/29/2012 | 5265 | GLTRX00001796 | | | | \$0.00 | \$1.03 | Adjustment to Customer's Account |
| 6/29/2012 | 5265 | GLTRX00001796 | | | | \$1.03 | \$0.00 | Adjustment to Customer's Account |
| 6/30/2012 | 5472 | PMTRX00000311 | Purchases | JUNE 2012 | KENTUCKY STATE | \$3,452.11 | \$0.00 | Remit Monthly Collection to the State |
| 7/2/2012 | 5303 | GLTRX00001807 | | | | \$0.00 | \$1.68 | Charge to Customer's Account |
| 7/3/2012 | 5427 | GLTRX00001837 | | | | \$0.00 | \$0.21 | Charge to Customer's Account |
| 7/5/2012 | 5471 | GLTRX00001865 | | | | \$0.00 | \$2.12 | Charge to Customer's Account |
| 7/6/2012 | 5490 | GLTRX00001874 | | | | \$0.70 | \$0.00 | Adjustment to Customer's Account |
| 7/6/2012 | 5490 | GLTRX00001874 | | | | \$0.00 | \$4.28 | Charge to Customer's Account |
| 7/9/2012 | 5510 | GLTRX00001890 | | | | \$0.00 | \$2.59 | Charge to Customer's Account |
| 7/10/2012 | 5620 | GLTRX00001914 | | | | \$0.00 | \$2.02 | Charge to Customer's Account |
| 7/11/2012 | 5622 | GLTRX00001916 | | | | \$0.00 | \$1,225.53 | Charge to Customer's Account |
| 7/12/2012 | 5624 | GLTRX00001918 | | | | \$3.27 | \$0.00 | Adjustment to Customer's Account |
| 7/12/2012 | 5624 | GLTRX00001918 | | | | \$0.00 | \$3.01 | Charge to Customer's Account |
| 7/16/2012 | 5641 | GLTRX00001930 | | | | \$17.46 | \$0.00 | Adjustment to Customer's Account |
| 7/16/2012 | 5641 | GLTRX00001930 | | | | \$0.00 | \$0.89 | Charge to Customer's Account |
| 7/17/2012 | 5724 | GLTRX00001957 | | | | \$7.30 | \$0.00 | Adjustment to Customer's Account |
| 7/17/2012 | 5724 | GLTRX00001957 | | | | \$0.00 | \$1.76 | Charge to Customer's Account |
| 7/18/2012 | 5747 | GLTRX00001966 | | | | \$5.45 | \$0.00 | Adjustment to Customer's Account |
| 7/18/2012 | 5747 | GLTRX00001966 | | | | \$0.00 | \$1.71 | Charge to Customer's Account |
| 7/19/2012 | 5776 | GLTRX00001980 | | | | \$2.88 | \$0.00 | Adjustment to Customer's Account |
| 7/19/2012 | 5776 | GLTRX00001980 | | | | \$0.00 | \$1,555.70 | Charge to Customer's Account |
| 7/20/2012 | 5792 | GLTRX00001986 | | | | \$0.00 | \$0.52 | Charge to Customer's Account |
| 7/23/2012 | 5795 | GLTRX00001989 | | | | \$6.10 | \$0.00 | Adjustment to Customer's Account |
| 7/24/2012 | 5819 | GLTRX00002002 | | | | \$0.00 | \$1.85 | Adjustment to Customer's Account |
| 7/24/2012 | 5819 | GLTRX00002002 | | | | \$1.85 | \$0.00 | Adjustment to Customer's Account |
| 7/24/2012 | 5819 | GLTRX00002002 | | | | \$0.00 | \$1.06 | Charge to Customer's Account |
| 7/25/2012 | 5857 | GLTRX00002014 | | | | \$2.83 | \$0.00 | Adjustment to Customer's Account |
| 7/25/2012 | 5857 | GLTRX00002014 | | | | \$0.00 | \$2.00 | Charge to Customer's Account |
| 7/26/2012 | 5921 | GLTRX00002027 | | | | \$0.00 | \$0.48 | Charge to Customer's Account |
| 7/30/2012 | 5936 | GLTRX00002038 | | | | \$0.00 | \$762.69 | Charge to Customer's Account |
| 7/30/2012 | 5936 | GLTRX00002038 | | | | \$2.00 | \$0.00 | Charge to Customer's Account |
| 7/31/2012 | 5997 | GLTRX00002066 | | | | \$1.77 | \$0.00 | Adjustment to Customer's Account |
| 7/31/2012 | 5997 | GLTRX00002066 | | | | \$0.00 | \$0.38 | Charge to Customer's Account |
| 7/31/2012 | 6001 | GLTRX00002067 | | | | \$26.07 | \$0.00 | Write Off of Aged Customer Accounts/Bad Debt Expense |
| 7/31/2012 | 6110 | PMTRX00000350 | Purchases | JULY | KENTUCKY STATE | \$3,492.80 | \$0.00 | Remit Monthly Collection to the State |
| 8/1/2012 | 6024 | GLTRX00002082 | | | | \$3.83 | \$0.00 | Adjustment to Customer's Account |
| 8/1/2012 | 6024 | GLTRX00002082 | | | | \$0.00 | \$0.48 | Charge to Customer's Account |
| 8/2/2012 | 6150 | GLTRX00002116 | | | | \$4.71 | \$0.00 | Adjustment to Customer's Account |
| 8/2/2012 | 6150 | GLTRX00002116 | | | | \$0.00 | \$0.55 | Charge to Customer's Account |
| 8/3/2012 | 6195 | GLTRX00002131 | | | | \$1.52 | \$0.00 | Adjustment to Customer's Account |
| 8/3/2012 | 6195 | GLTRX00002131 | | | | \$0.00 | \$0.24 | Charge to Customer's Account |
| 8/6/2012 | 6245 | GLTRX00002144 | | | | \$2.49 | \$0.00 | Adjustment to Customer's Account |
| 8/6/2012 | 6245 | GLTRX00002144 | | | | \$0.00 | \$2.58 | Charge to Customer's Account |

| | | | | | | | | |
|-----------|------|---------------|-----------|--------------|--------------------|------------|------------|-----------------------------------------------------|
| 8/8/2012 | 6281 | TRX00002173 | | | | \$2.60 | \$0.00 | Adjustment to Customer's Account |
| 8/8/2012 | 6281 | GLTRX00002173 | | | | \$0.00 | \$1.51 | Charge to Customer's Account |
| 8/9/2012 | 6285 | GLTRX00002177 | | | | \$7.98 | \$0.00 | Adjustment to Customer's Account |
| 8/9/2012 | 6285 | GLTRX00002177 | | | | \$0.00 | \$1.03 | Charge to Customer's Account |
| 8/10/2012 | 6320 | GLTRX00002187 | | | | \$0.00 | \$1,269.32 | Charge to Customer's Account |
| 8/13/2012 | 6338 | GLTRX00002192 | | | | \$9.52 | \$0.00 | Adjustment to Customer's Account |
| 8/13/2012 | 6338 | GLTRX00002192 | | | | \$0.00 | \$0.79 | Charge to Customer's Account |
| 8/14/2012 | 6344 | GLTRX00002197 | | | | \$0.00 | \$0.75 | Charge to Customer's Account |
| 8/15/2012 | 6387 | GLTRX00002208 | | | | \$1.54 | \$0.00 | Adjustment to Customer's Account |
| 8/16/2012 | 6436 | GLTRX00002220 | | | | \$0.00 | \$2.53 | Charge to Customer's Account |
| 8/19/2012 | 6455 | GLTRX00002233 | | | | \$0.00 | \$5.40 | Charge to Customer's Account |
| 8/21/2012 | 6569 | GLTRX00002258 | | | | \$39.48 | \$0.00 | Adjustment to Customer's Account |
| 8/21/2012 | 6569 | GLTRX00002258 | | | | \$0.00 | \$1,512.06 | Charge to Customer's Account |
| 8/22/2012 | 6581 | GLTRX00002263 | | | | \$0.00 | \$0.41 | Charge to Customer's Account |
| 8/24/2012 | 6603 | GLTRX00002274 | | | | \$0.00 | \$1.24 | Adjustment to Customer's Account |
| 8/24/2012 | 6603 | GLTRX00002274 | | | | \$1.24 | \$0.00 | Adjustment to Customer's Account |
| 8/27/2012 | 6623 | GLTRX00002282 | | | | \$0.00 | \$2.43 | Charge to Customer's Account |
| 8/27/2012 | 6623 | GLTRX00002282 | | | | \$3.78 | \$0.00 | Adjustment to Customer's Account |
| 8/29/2012 | 6647 | GLTRX00002292 | | | | \$0.00 | \$1.44 | Charge to Customer's Account |
| 8/30/2012 | 6661 | GLTRX00002302 | | | | \$0.00 | \$723.13 | Charge to Customer's Account |
| 8/31/2012 | 6666 | GLTRX00002306 | | | | \$0.00 | \$0.34 | Charge to Customer's Account |
| 8/31/2012 | 6669 | GLTRX00002308 | bdr | | | \$0.00 | \$3.73 | Recovery of Customer Account Previously Written Off |
| 8/31/2012 | 6669 | GLTRX00002308 | bdr | | | \$0.00 | \$10.41 | Recovery of Customer Account Previously Written Off |
| 8/31/2012 | 6669 | GLTRX00002308 | bdr | | | \$0.00 | \$0.23 | Recovery of Customer Account Previously Written Off |
| 8/31/2012 | 6669 | GLTRX00002308 | | | | \$0.00 | \$1.63 | Recovery of Customer Account Previously Written Off |
| 8/31/2012 | 6877 | PMTRX00000410 | Purchases | AUGUST 2012 | ONLINE COLLECTIONS | \$5.85 | \$0.00 | Remit Collection Fees to Collection Agency |
| 8/31/2012 | 6879 | PMTRX00000411 | Purchases | AUGUST 2012 | KENTUCKY STATE | \$3,463.54 | \$0.00 | Remit Monthly Collection to the State |
| 9/4/2012 | 6798 | GLTRX00002341 | | | | \$0.00 | \$0.61 | Charge to Customer's Account |
| 9/6/2012 | 6866 | GLTRX00002353 | | | | \$0.00 | \$1.47 | Charge to Customer's Account |
| 9/6/2012 | 6898 | GLTRX00002370 | | | | \$0.00 | \$1.03 | Charge to Customer's Account |
| 9/6/2012 | 6920 | GLTRX00002372 | | | | \$0.00 | \$12.98 | Charge to Customer's Account |
| 9/10/2012 | 6945 | GLTRX00002382 | | | | \$0.00 | \$0.27 | Charge to Customer's Account |
| 9/10/2012 | 6987 | GLTRX00002404 | | | | \$0.00 | \$2.07 | Charge to Customer's Account |
| 9/11/2012 | 7004 | GLTRX00002412 | | | | \$0.00 | \$1,261.79 | Charge to Customer's Account |
| 9/11/2012 | 7004 | GLTRX00002412 | | | | \$0.75 | \$0.00 | Adjustment to Customer's Account |
| 9/12/2012 | 7075 | GLTRX00002428 | | | | \$1.71 | \$0.00 | Adjustment to Customer's Account |
| 9/12/2012 | 7075 | GLTRX00002428 | | | | \$0.00 | \$0.96 | Charge to Customer's Account |
| 9/12/2012 | 7075 | GLTRX00002428 | | | | \$1.06 | \$0.00 | Charge to Customer's Account |
| 9/13/2012 | 7087 | GLTRX00002433 | | | | \$0.00 | \$3.15 | Adjustment to Customer's Account |
| 9/13/2012 | 7087 | GLTRX00002433 | | | | \$0.00 | \$0.24 | Charge to Customer's Account |
| 9/14/2012 | 7089 | GLTRX00002435 | | | | \$0.00 | \$1.51 | Charge to Customer's Account |
| 9/17/2012 | 7177 | GLTRX00002460 | | | | \$0.37 | \$0.00 | Adjustment to Customer's Account |
| 9/17/2012 | 7177 | GLTRX00002460 | | | | \$0.00 | \$1.65 | Charge to Customer's Account |
| 9/19/2012 | 7202 | GLTRX00002470 | | | | \$0.00 | \$1,393.27 | Charge to Customer's Account |
| 9/20/2012 | 7222 | GLTRX00002476 | | | | \$0.31 | \$0.00 | Adjustment to Customer's Account |
| 9/20/2012 | 7222 | GLTRX00002476 | | | | \$0.00 | \$0.21 | Charge to Customer's Account |
| 9/24/2012 | 7242 | GLTRX00002488 | | | | \$1.11 | \$0.00 | Adjustment to Customer's Account |
| 9/25/2012 | 7263 | GLTRX00002493 | | | | \$1.81 | \$0.00 | Adjustment to Customer's Account |
| 9/25/2012 | 7263 | GLTRX00002493 | | | | \$0.00 | \$2.87 | Charge to Customer's Account |
| 9/26/2012 | 7285 | GLTRX00002506 | | | | \$0.00 | \$4.39 | Adjustment to Customer's Account |
| 9/26/2012 | 7285 | GLTRX00002506 | | | | \$9.53 | \$0.00 | Adjustment to Customer's Account |
| 9/26/2012 | 7285 | GLTRX00002506 | | | | \$0.00 | \$0.38 | Charge to Customer's Account |
| 9/26/2012 | 7285 | GLTRX00002506 | | | | \$0.72 | \$0.00 | Charge to Customer's Account |
| 9/28/2012 | 7365 | GLTRX00002547 | | | | \$4.54 | \$0.00 | Adjustment to Customer's Account |
| 9/28/2012 | 7365 | GLTRX00002547 | | | | \$0.00 | \$584.84 | Charge to Customer's Account |
| 9/30/2012 | 7521 | PMTRX00000460 | Purchases | 042300000118 | ONLINE COLLECTIONS | \$4.29 | \$0.00 | Remit Collection Fees to Collection Agency |
| 9/30/2012 | 7531 | PMTRX00000461 | Purchases | SEPT 2012 | KENTUCKY STATE | \$3,239.78 | \$0.00 | Remit Monthly Collection to the State |
| 9/30/2012 | 7467 | PMTRX00000452 | Purchases | 132700000203 | CREDIT BUREAU | \$1.86 | \$0.00 | Remit Collection Fees to Collection Agency |

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|------------|------|---------------|-----------|----------|----------------|------------|------------|------------------------------------------------------|
| 10/1/2012 | 7462 | GLTRX00002572 | | | | \$0.00 | \$2.52 | Charge to Customer's Account |
| 10/2/2012 | 7506 | GLTRX00002591 | | | | \$0.00 | \$3.26 | Charge to Customer's Account |
| 10/3/2012 | 7534 | GLTRX00002607 | | | | \$52.71 | \$0.00 | Adjustment to Customer's Account |
| 10/3/2012 | 7534 | GLTRX00002607 | | | | \$0.00 | \$0.89 | Charge to Customer's Account |
| 10/4/2012 | 7592 | GLTRX00002619 | | | | \$0.00 | \$0.48 | Charge to Customer's Account |
| 10/5/2012 | 7616 | GLTRX00002628 | | | | \$2.33 | \$0.00 | Adjustment to Customer's Account |
| 10/8/2012 | 7631 | GLTRX00002649 | | | | \$0.00 | \$1.03 | Charge to Customer's Account |
| 10/9/2012 | 7679 | GLTRX00002665 | | | | \$0.00 | \$1.29 | Charge to Customer's Account |
| 10/10/2012 | 7689 | GLTRX00002673 | | | | \$0.00 | \$2.02 | Charge to Customer's Account |
| 10/11/2012 | 7699 | GLTRX00002678 | | | | \$0.00 | \$1,231.51 | Charge to Customer's Account |
| 10/12/2012 | 7711 | GLTRX00002687 | | | | \$0.00 | \$1.02 | Charge to Customer's Account |
| 10/15/2012 | 7857 | GLTRX00002720 | | | | \$0.00 | \$2.75 | Charge to Customer's Account |
| 10/16/2012 | 7866 | GLTRX00002724 | | | | \$0.00 | \$1.44 | Charge to Customer's Account |
| 10/19/2012 | 7903 | GLTRX00002741 | | | | \$0.00 | \$4.53 | Adjustment to Customer's Account |
| 10/19/2012 | 7903 | GLTRX00002741 | | | | \$4.53 | \$0.00 | Adjustment to Customer's Account |
| 10/19/2012 | 7903 | GLTRX00002741 | | | | \$0.00 | \$1,461.16 | Charge to Customer's Account |
| 10/22/2012 | 7908 | GLTRX00002744 | | | | \$0.00 | \$0.07 | Charge to Customer's Account |
| 10/23/2012 | 7915 | GLTRX00002748 | | | | \$0.00 | \$0.82 | Charge to Customer's Account |
| 10/24/2012 | 7945 | GLTRX00002757 | | | | \$0.00 | \$1.19 | Charge to Customer's Account |
| 10/25/2012 | 7987 | GLTRX00002773 | | | | \$0.00 | \$0.86 | Charge to Customer's Account |
| 10/29/2012 | 8015 | GLTRX00002787 | | | | \$2.12 | \$0.00 | Adjustment to Customer's Account |
| 10/29/2012 | 8015 | GLTRX00002787 | | | | \$0.00 | \$2.06 | Charge to Customer's Account |
| 10/30/2012 | 8018 | GLTRX00002789 | | | | \$0.00 | \$611.50 | Charge to Customer's Account |
| 10/31/2012 | 8047 | GLTRX00002800 | | | | \$0.00 | \$0.14 | Charge to Customer's Account |
| 10/31/2012 | 8048 | GLTRX00002801 | | | | \$27.48 | \$0.00 | Write Off of Aged Customer Accounts/Bad Debt Expense |
| 10/31/2012 | 8237 | PMTRX00000512 | Purchases | OCT 2012 | KENTUCKY STATE | \$3,241.37 | \$0.00 | Remit Monthly Collection to the State |
| 11/1/2012 | 8138 | GLTRX00002820 | | | | \$0.00 | \$1.47 | Charge to Customer's Account |
| 11/2/2012 | 8222 | GLTRX00002858 | | | | \$0.00 | \$2.64 | Charge to Customer's Account |
| 11/5/2012 | 8257 | GLTRX00002875 | | | | \$3.66 | \$0.00 | Adjustment to Customer's Account |
| 11/5/2012 | 8257 | GLTRX00002875 | | | | \$0.00 | \$1.31 | Charge to Customer's Account |
| 11/6/2012 | 8261 | GLTRX00002878 | | | | \$0.00 | \$2.40 | Charge to Customer's Account |
| 11/7/2012 | 8277 | GLTRX00002894 | | | | \$0.00 | \$2.06 | Charge to Customer's Account |
| 11/8/2012 | 8342 | GLTRX00002905 | | | | \$3.69 | \$0.00 | Adjustment to Customer's Account |
| 11/8/2012 | 8342 | GLTRX00002905 | | | | \$0.00 | \$1.94 | Charge to Customer's Account |
| 11/9/2012 | 8346 | GLTRX00002909 | | | | \$0.00 | \$1,221.47 | Charge to Customer's Account |
| 11/13/2012 | 8349 | GLTRX00002912 | | | | \$0.00 | \$0.31 | Charge to Customer's Account |
| 11/14/2012 | 8351 | GLTRX00002914 | | | | \$0.00 | \$2.06 | Charge to Customer's Account |
| 11/15/2012 | 8385 | GLTRX00002919 | | | | \$0.00 | \$0.21 | Charge to Customer's Account |
| 11/16/2012 | 8523 | GLTRX00002948 | | | | \$3.61 | \$0.00 | Adjustment to Customer's Account |
| 11/19/2012 | 8537 | GLTRX00002956 | | | | \$0.00 | \$1.12 | Charge to Customer's Account |
| 11/20/2012 | 8545 | GLTRX00002959 | | | | \$0.85 | \$0.00 | Adjustment to Customer's Account |
| 11/20/2012 | 8545 | GLTRX00002959 | | | | \$0.00 | \$1,359.65 | Charge to Customer's Account |
| 11/21/2012 | 8611 | GLTRX00002975 | | | | \$0.00 | \$4.24 | Adjustment to Customer's Account |
| 11/21/2012 | 8611 | GLTRX00002975 | | | | \$8.34 | \$0.00 | Adjustment to Customer's Account |
| 11/21/2012 | 8612 | GLTRX00002976 | | | | \$6.47 | \$0.00 | Write Off of Aged Customer Accounts/Bad Debt Expense |
| 11/27/2012 | 8687 | GLTRX00002998 | | | | \$0.00 | \$4.88 | Charge to Customer's Account |
| 11/28/2012 | 8705 | GLTRX00003004 | | | | \$0.00 | \$1.23 | Charge to Customer's Account |
| 11/29/2012 | 8714 | GLTRX00003010 | | | | \$0.00 | \$564.81 | Charge to Customer's Account |
| 11/29/2012 | 8714 | GLTRX00003010 | | | | \$2.43 | \$0.00 | Charge to Customer's Account |
| 11/30/2012 | 8736 | GLTRX00003022 | | | | \$0.00 | \$0.48 | Charge to Customer's Account |
| 11/30/2012 | 8962 | PMTRX00000555 | Purchases | NOV 2012 | KENTUCKY STATE | \$3,143.23 | \$0.00 | Remit Monthly Collection to the State |
| 12/3/2012 | 8790 | GLTRX00003045 | | | | \$0.00 | \$0.75 | Charge to Customer's Account |
| 12/4/2012 | 8869 | GLTRX00003063 | | | | \$0.00 | \$10.59 | Charge to Customer's Account |
| 12/5/2012 | 8914 | GLTRX00003077 | | | | \$0.00 | \$1.92 | Charge to Customer's Account |
| 12/6/2012 | 8971 | GLTRX00003094 | | | | \$0.00 | \$0.96 | Charge to Customer's Account |
| 12/7/2012 | 9020 | GLTRX00003118 | | | | \$0.00 | \$0.07 | Charge to Customer's Account |
| 12/10/2012 | 9023 | GLTRX00003121 | | | | \$0.00 | \$4.37 | Charge to Customer's Account |
| 12/11/2012 | 9032 | GLTRX00003126 | | | | \$0.00 | \$1,185.59 | Charge to Customer's Account |

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|------------|------|---------------|-----------|----------|----------------|------------|------------|---------------------------------------|
| 12/12/2012 | 9073 | TRX00003136 | | | | \$0.00 | \$0.72 | Charge to Customer's Account |
| 12/17/2012 | 9229 | GLTRX00003193 | | | | \$0.00 | \$2.77 | Charge to Customer's Account |
| 12/18/2012 | 9309 | GLTRX00003206 | | | | \$0.00 | \$1.06 | Charge to Customer's Account |
| 12/19/2012 | 9319 | GLTRX00003214 | | | | \$0.00 | \$1,417.85 | Charge to Customer's Account |
| 12/20/2012 | 9343 | GLTRX00003222 | | | | \$0.00 | \$0.89 | Charge to Customer's Account |
| 12/21/2012 | 9351 | GLTRX00003229 | | | | \$0.00 | \$0.51 | Charge to Customer's Account |
| 12/26/2012 | 9391 | GLTRX00003244 | | | | \$0.00 | \$1.16 | Charge to Customer's Account |
| 12/27/2012 | 9398 | GLTRX00003252 | | | | \$0.00 | \$3.05 | Charge to Customer's Account |
| 12/28/2012 | 9412 | GLTRX00003258 | | | | \$0.00 | \$0.44 | Charge to Customer's Account |
| 12/31/2012 | 9441 | GLTRX00003269 | | | | \$157.09 | \$0.00 | Adjustment to Customer's Account |
| 12/31/2012 | 9441 | GLTRX00003269 | | | | \$0.00 | \$544.32 | Charge to Customer's Account |
| 12/31/2012 | 9627 | PMTRX00000602 | Purchases | DEC 2012 | KENTUCKY STATE | \$3,019.93 | \$0.00 | Remit Monthly Collection to the State |

Grand Totals:

| <u>Debit</u> | <u>Credit</u> |
|--------------|---------------|
| \$39,653.68 | \$39,653.68 |

NOTE:

A charge to a customer's account is a credit on the GL when normal state sales taxes are being billed to a customer. Charge that is a debit on the GL is when a correction is made on a customer's account due to a meter being misread or a leak on the District's side of the meter.

20. Refer to the Pre-Filed Testimony — Application Addendum, Page 96 and Page 161. Total Test-Year Other Operating Revenues are reported at \$184,225 on Page 96.¹ On Page 161 they are reported at \$87,352. Reconcile the difference in these amounts.

ANSWER 20: Following is the Total Test Year Other Operating Income reconciliation as requested:

| | |
|------------|---------------------------------------------------------------------------|
| \$184,255 | Penalties, Svc Fees & Misc Rev – page 86 of Pre-Filed Testimony |
| (\$99,903) | Loss on Asset Disposal |
| \$3,000 | Tap Fees |
| \$87,352 | 2012 Test Year Other Operating Revenues – page 161 of Pre-Filed Testimony |

The Loss on Disposal of Assets is added back as an adjustment to the test year; Other Non-Operating Revenue and is therefore not included in the Revenue Requirements.

WITNESS: Mr. Scott Schmuck, HCWD1 Accounting & Finance Manager

21. Refer to the Pre-Filed Testimony — Application Addendum, Page 96. Provide work papers that show the calculation of the:
- a. \$88,329 allocation of General and Administrative Expenses to FK Water;
 - b. \$24,123 reported for interest income; and
 - c. \$99,903 loss on the asset retirement. Also, provide the journal entries that were made to record the loss.

ANSWER 21:

- a. Please refer to pages 166 and 169 of data request one for the calculation of the \$88,329 Allocation of Ft. Knox Water G&A Expense.
- b. Please refer to Exhibit 25 for the calculation of \$24,123 reported as interest income.
- c. Please refer to Exhibit 26 for the calculation of \$99,903, loss on asset disposals.

WITNESS: Mr. Scott Schmuck, HCWD1 Finance & Accounting Manager

DR-2 Question 21.b - Interest Income Work Papers

| | Name of Account | Rate | Balance | Mkt Val | Accrd Inc | Int Income | Current Investment | Invested By | Maturity |
|--------|-------------------------------------------------|--------|---------------------|---------------------|---------------|------------------|-------------------------------|---------------|----------|
| Jan-12 | Radcliff Sewer Revenue/O&M | 0.250% | 138,751.82 | 138,751.82 | 0.00 | 58.49 | Cecilian Bank | Cecilian Bank | |
| | Radcliff Sewer Business Partner MM | 1.000% | 2,604,199.07 | 2,604,199.07 | | 2,281.13 | Cecilian Bank | Cecilian Bank | |
| | HCWD1 Savings-Radcliff Sewer Fund | 0.250% | 1,015.89 | 1,015.89 | 0.21 | 0.21 | Ft. Knox Federal Credit Union | FKFCU | |
| | HCWD1 CD-KIA Maint & Repair Fund | 1.290% | 335,230.42 | 335,230.42 | 888.58 | 367.28 | Cecilian Bank | Cecilian Bank | 05/18/12 |
| | Subtotal Radcliff Sewer Fund | | 3,079,197.20 | 3,079,197.20 | 888.79 | 2,707.11 | | | |
| Feb-12 | Radcliff Sewer Revenue/O&M | 0.250% | 299,199.13 | 299,199.13 | 0.00 | 43.83 | Cecilian Bank | Cecilian Bank | |
| | Radcliff Sewer Business Partner MM | 0.950% | 2,606,146.87 | 2,606,146.87 | | 1,947.80 | Cecilian Bank | Cecilian Bank | |
| | HCWD1 Savings-Radcliff Sewer Fund | 0.250% | 1,015.89 | 1,015.89 | 0.41 | 0.20 | Ft. Knox Federal Credit Union | FKFCU | |
| | HCWD1 CD-KIA Maint & Repair Fund | 1.290% | 336,320.42 | 336,320.42 | 142.62 | 344.04 | Cecilian Bank | Cecilian Bank | 05/18/12 |
| | Subtotal Radcliff Sewer Fund | | 3,242,682.31 | 3,242,682.31 | 143.03 | 2,336.87 | | | |
| Mar-12 | Radcliff Sewer Revenue/O&M | 0.250% | 212,329.95 | 212,329.95 | 0.00 | 41.49 | Cecilian Bank | Cecilian Bank | |
| | Radcliff Sewer Business Partner MM | 0.900% | 2,608,074.71 | 2,608,074.71 | | 1,927.84 | Cecilian Bank | Cecilian Bank | |
| | HCWD1 Savings-Radcliff Sewer Fund | 0.250% | 1,015.89 | 1,015.89 | 0.62 | 0.21 | Ft. Knox Federal Credit Union | FKFCU | |
| | HCWD1 CD-KIA Maint & Repair Fund | 1.290% | 336,320.42 | 336,320.42 | 511.10 | 368.48 | Cecilian Bank | Cecilian Bank | 05/18/12 |
| | Subtotal Radcliff Sewer Fund | | 3,157,740.97 | 3,157,740.97 | 511.72 | 2,338.02 | | | |
| Apr-12 | Radcliff Sewer Revenue/O&M | 0.250% | 450,524.56 | 450,524.56 | 0.00 | 53.06 | Cecilian Bank | Cecilian Bank | |
| | Radcliff Sewer Business Partner MM | 0.900% | 2,610,068.28 | 2,610,068.28 | | 1,993.57 | Cecilian Bank | Cecilian Bank | |
| | HCWD1 Savings-Radcliff Sewer Fund | 0.150% | 1,016.27 | 1,016.27 | 0.12 | 0.12 | Ft. Knox Federal Credit Union | FKFCU | |
| | HCWD1 CD-KIA Maint & Repair Fund | 1.290% | 336,320.42 | 336,320.42 | 867.69 | 356.59 | Cecilian Bank | Cecilian Bank | 05/18/12 |
| | Subtotal Radcliff Sewer Fund | | 3,397,929.53 | 3,397,929.53 | 867.81 | 2,403.34 | | | |
| May-12 | Radcliff Sewer Revenue/O&M | 0.250% | 358,074.84 | 358,074.84 | 0.00 | 109.08 | Cecilian Bank | Cecilian Bank | |
| | Rad Sewer Bus. Part. MM KIA Maint & Repair Fund | 0.820% | 337,466.00 | 337,466.00 | | 75.80 | Cecilian Bank | Cecilian Bank | |
| | Radcliff Sewer Business Partner MM | 0.820% | 2,611,890.14 | 2,611,890.14 | | 1,821.86 | Cecilian Bank | Cecilian Bank | |
| | HCWD1 Savings-Radcliff Sewer Fund | 0.150% | 1,016.27 | 1,016.27 | 0.25 | 0.13 | Ft. Knox Federal Credit Union | FKFCU | |
| | HCWD1 CD-KIA Maint & Repair Fund | 1.290% | 0.00 | 0.00 | 0.00 | 202.09 | Cecilian Bank | Cecilian Bank | |
| | Subtotal Radcliff Sewer Fund | | 3,308,447.25 | 3,308,447.25 | 0.25 | 2,208.96 | | | |
| Jun-12 | Radcliff Sewer Revenue/O&M | 0.220% | 472,549.94 | 472,549.94 | 0.00 | 85.19 | Cecilian Bank | Cecilian Bank | |
| | Rad Sewer Bus. Part. MM KIA Maint & Repair Fund | 0.740% | 337,671.25 | 337,671.25 | | 205.25 | Cecilian Bank | Cecilian Bank | |
| | Radcliff Sewer Business Partner MM | 0.740% | 2,664,082.10 | 2,664,082.10 | | 1,548.10 | Cecilian Bank | Cecilian Bank | |
| | HCWD1 Savings-Radcliff Sewer Fund | 0.150% | 1,016.27 | 1,016.27 | 0.37 | 0.12 | Ft. Knox Federal Credit Union | FKFCU | |
| | Subtotal Radcliff Sewer Fund | | 3,475,319.56 | 3,475,319.56 | 0.37 | 1,838.66 | | | |
| Jul-12 | Radcliff Sewer Revenue/O&M | 0.200% | 356,225.25 | 356,225.25 | 0.00 | 97.67 | Cecilian Bank | Cecilian Bank | |
| | Rad Sewer Bus. Part. MM KIA Maint & Repair Fund | 0.700% | 337,872.00 | 337,872.00 | | 200.75 | Cecilian Bank | Cecilian Bank | |
| | Radcliff Sewer Business Partner MM | 0.700% | 2,914,003.50 | 2,914,003.50 | | 1,674.75 | Cecilian Bank | Cecilian Bank | |
| | HCWD1 Savings-Radcliff Sewer Fund | 0.150% | 1,016.65 | 1,016.65 | 0.12 | 0.12 | Ft. Knox Federal Credit Union | FKFCU | |
| | Subtotal Radcliff Sewer Fund | | 3,609,117.40 | 3,609,117.40 | 0.12 | 1,973.29 | | | |
| Aug-12 | Radcliff Sewer Revenue/O&M | 0.200% | 108,413.76 | 108,413.76 | 0.00 | 54.04 | Cecilian Bank | Cecilian Bank | |
| | Rad Sewer Bus. Part. MM KIA Maint & Repair Fund | 0.600% | 338,044.18 | 338,044.18 | | 172.18 | Cecilian Bank | Cecilian Bank | |
| | Radcliff Sewer Business Partner MM | 0.600% | 3,063,680.29 | 3,063,680.29 | | 1,552.29 | Cecilian Bank | Cecilian Bank | |
| | HCWD1 Savings-Radcliff Sewer Fund | 0.150% | 1,016.65 | 1,016.65 | 0.25 | 0.13 | Ft. Knox Federal Credit Union | FKFCU | |
| | Subtotal Radcliff Sewer Fund | | 3,511,154.88 | 3,511,154.88 | 0.25 | 1,778.64 | | | |
| Sep-12 | Radcliff Sewer Revenue/O&M | 0.200% | 73,122.10 | 73,122.10 | 0.00 | 22.95 | Cecilian Bank | Cecilian Bank | |
| | Rad Sewer Bus. Part. MM KIA Maint & Repair Fund | 0.600% | 338,210.88 | 338,210.88 | | 166.70 | Cecilian Bank | Cecilian Bank | |
| | Radcliff Sewer Business Partner MM | 0.600% | 2,863,323.13 | 2,863,323.13 | | 1,367.31 | Cecilian Bank | Cecilian Bank | |
| | HCWD1 Savings-Radcliff Sewer Fund | 0.150% | 1,016.65 | 1,016.65 | 0.37 | 0.12 | Ft. Knox Federal Credit Union | FKFCU | |
| | Subtotal Radcliff Sewer Fund | | 3,275,672.76 | 3,275,672.76 | 0.37 | 1,567.08 | | | |
| Oct-12 | Radcliff Sewer Revenue/O&M | 0.200% | 217,445.36 | 217,445.36 | 0.00 | 45.94 | Cecilian Bank | Cecilian Bank | |
| | Rad Sewer Bus. Part. MM KIA Maint & Repair Fund | 0.600% | 338,383.22 | 338,383.22 | | 172.34 | Cecilian Bank | Cecilian Bank | |
| | Radcliff Sewer Business Partner MM | 0.600% | 2,864,887.51 | 2,864,887.51 | | 1,564.38 | Cecilian Bank | Cecilian Bank | |
| | HCWD1 Savings-Radcliff Sewer Fund | 0.150% | 1,017.03 | 1,017.03 | 0.12 | 0.12 | Ft. Knox Federal Credit Union | FKFCU | |
| | Subtotal Radcliff Sewer Fund | | 3,421,733.12 | 3,421,733.12 | 0.12 | 1,782.78 | | | |
| Nov-12 | Radcliff Sewer Revenue/O&M | 0.200% | 154,382.64 | 154,382.64 | 0.00 | 58.12 | Cecilian Bank | Cecilian Bank | |
| | Rad Sewer Bus. Part. MM KIA Maint & Repair Fund | 0.600% | 338,550.09 | 338,550.09 | | 166.87 | Cecilian Bank | Cecilian Bank | |
| | Radcliff Sewer Business Partner MM | 0.600% | 2,663,016.24 | 2,663,016.24 | | 1,399.46 | Cecilian Bank | Cecilian Bank | |
| | HCWD1 Savings-Radcliff Sewer Fund | 0.150% | 1,017.03 | 1,017.03 | 0.24 | 0.12 | Ft. Knox Federal Credit Union | FKFCU | |
| | Subtotal Radcliff Sewer Fund | | 3,156,966.00 | 3,156,966.00 | 0.24 | 1,624.57 | | | |
| Dec-12 | Radcliff Sewer Revenue/O&M | 0.200% | 288,633.92 | 288,633.92 | 0.00 | 45.59 | Cecilian Bank | Cecilian Bank | |
| | Rad Sewer Bus. Part. MM KIA Maint & Repair Fund | 0.600% | 338,722.61 | 338,722.61 | | 172.52 | Cecilian Bank | Cecilian Bank | |
| | Radcliff Sewer Business Partner MM | 0.600% | 2,664,373.28 | 2,664,373.28 | | 1,357.04 | Cecilian Bank | Cecilian Bank | |
| | HCWD1 Savings-Radcliff Sewer Fund | 0.150% | 1,017.03 | 1,017.03 | 0.37 | 0.13 | Ft. Knox Federal Credit Union | FKFCU | |
| | Subtotal Radcliff Sewer Fund | | 3,292,746.84 | 3,292,746.84 | 0.37 | 1,575.28 | | | |
| | YTD Interest Income | | | | | 24,123.60 | | | |

Loss on Retirement of Assets

| Date | Asset Disposed | Total Disposed | Accum. Depreciation | Proceeds | | Water Portion | Radcliff Portion | |
|-------------------------|--------------------------------------------------------------------------------------|-------------------|------------------------|-----------------------|----------------------|------------------|---------------------|---------------|
| | | | | from Sale of Asset | Total Gain/(Loss) | | | |
| 1/1/2012 | 2-5/8 x 3/4 Meters (53% Water 47% Radcliff) | \$70.00 | \$39.50 | | (\$30.50) | (\$16.17) | (\$14.33) | |
| 3/21/2012 | Gain from Sale of 2005 Chevy Colorado - Meter Reading Truck (53% Water 47% Radcliff) | \$14,138.00 | \$14,138.00 | \$3,451.00 | \$3,451.00 | \$1,829.03 | \$1,621.97 | |
| 3/31/2012 | Greenview Lift Station & Mains | \$138,132.00 | \$71,650.38 | | (\$66,481.62) | | (\$66,481.62) | |
| 5/1/2012 | 28-5/8 x 3/4 Meters (53% Water 47% Radcliff) | \$980.00 | \$263.37 | | (\$716.63) | (\$379.82) | (\$336.81) | |
| 6/1/2012 | 2-5/8 x 3/4 Meters (53% Water 47% Radcliff) | \$70.00 | \$30.99 | | (\$39.01) | (\$20.69) | (\$18.32) | |
| 6/30/2012 | Vodavi STS Key Phone System | \$3,544.00 | \$1,672.38 | | (\$1,871.62) | | (\$1,871.62) | |
| 7/31/2013 | Gain from Sale of 1999 Ford F250 | \$23,005.00 | \$23,005.00 | \$4,100.00 | \$4,100.00 | | \$4,100.00 | |
| 8/1/2012 | 13-5/8 x 3/4 Meters (53% Water 47% Radcliff) | \$455.00 | \$228.75 | | (\$226.25) | (\$119.92) | (\$106.33) | |
| 10/24/2012 | 28-5/8 x 3/4 Meters (53% Water 47% Radcliff) | \$980.00 | \$609.00 | | (\$371.00) | (\$196.63) | (\$174.37) | |
| 11/7/2012 | 6-5/8 x 3/4 Meters (53% Water 47% Radcliff) | \$210.00 | \$141.00 | | (\$69.00) | (\$36.57) | (\$32.43) | |
| 11/8/2012 | 23-5/8 x 3/4 Meters (53% Water 47% Radcliff) | \$805.00 | \$519.50 | | (\$285.50) | (\$151.32) | (\$134.18) | |
| 12/31/2012 | Redmar Force Main 350 LF of 8" Main | \$2,217.22 | \$509.97 | | (\$1,707.25) | | (\$1,707.25) | |
| 12/31/2012 | 321 LF of 15" Main & 1 manhole | \$9,286.48 | \$928.65 | | (\$8,357.83) | | (\$8,357.83) | |
| 12/31/2012 | 325 LF of 6" Main & 727 LF of 8" Main | \$26,795.00 | \$669.88 | | (\$26,125.12) | | (\$26,125.12) | |
| 12/31/2012 | 19-5/8 x 3/4 Meters (53% Water 47% Radcliff) | \$665.00 | \$445.01 | | (\$219.99) | (\$116.59) | (\$103.40) | |
| 12/31/2012 | 18-5/8 x 3/4 Meters (53% Water 47% Radcliff) | \$630.00 | \$406.33 | | (\$223.67) | (\$118.55) | (\$105.12) | |
| 12/31/2012 | 7-5/8 x 3/4 Meters (53% Water 47% Radcliff) | \$245.00 | \$126.00 | | (\$119.00) | (\$63.07) | (\$55.93) | |
| Total Loss for Radcliff | | | | | | | | (\$99,902.69) |

HISTORICAL DETAILED TRIAL BALANCE BY PERIOD FOR 2012

Hardin County Water District No. 1
 General Ledger

Ranges: From: 1/1/2012 To: 12/31/2012
 Date: 1/1/2012
 Account: 4.00.41700 Subtotal By: Month Sorted By: Fund Include: Posting, Unit Print Currency In: Functional (Z-US\$)

| Account: 4.00.41700 | | Description: Radliff.General.Gain/Loss on Asset Dispositions | Beginning Balance: | \$0.00 | | | |
|---------------------|----------|--------------------------------------------------------------|------------------------|---------------------|-------------------|-------------------------|----------------------------|
| Trx Date | Jrnl No. | Orig. Audit Trail | Distribution Reference | Orig. Master Number | Orig. Master Name | Debit | Credit |
| 1/1/2012 | 1,484 | GLTRX00000510 | | | | \$14.33 | |
| Entries: 1 | | | | | | | |
| | | | | January | Subtotals: | Net Change \$14.33 | Ending Balance \$14.33 |
| 3/21/2012 | 3,064 | GLTRX00001041 | | | | \$14.33 | \$0.00 |
| 3/31/2012 | 3,394 | GLTRX00001158 | | | | | \$1,621.97 |
| Entries: 2 | | | | | | | |
| | | | | March | Subtotals: | Net Change \$64,859.65 | Ending Balance \$64,873.98 |
| 5/1/2012 | 4,104 | GLTRX00001414 | | | | \$66,481.62 | |
| Entries: 1 | | | | | | | |
| | | | | May | Subtotals: | Net Change \$336.81 | Ending Balance \$65,210.79 |
| 6/1/2012 | 4,808 | GLTRX00001636 | | | | \$336.81 | \$0.00 |
| 6/30/2012 | 5,470 | GLTRX00001862 | | | | \$18.32 | |
| Entries: 2 | | | | | | \$1,871.62 | |
| | | | | June | Subtotals: | Net Change \$1,889.94 | Ending Balance \$67,100.73 |
| 7/31/2012 | 6,278 | CMTRX00000272 | Bank Transaction Entry | IAJ000000689 | Dawn Shelby | \$1,889.94 | \$0.00 |
| Entries: 1 | | | | | | | \$4,100.00 |
| | | | | July | Subtotals: | Net Change (\$4,100.00) | Ending Balance \$63,000.73 |
| 8/1/2012 | 5,992 | CMTRX00000261 | Bank Transaction Entry | IAJ000000646 | Dawn M Shelby | \$0.00 | \$4,100.00 |
| 8/1/2012 | 6,277 | CMTRX00000271 | Bank Transaction Entry | IAJ000000646 | Dawn M Shelby | \$4,100.00 | \$4,100.00 |
| 8/1/2012 | 6,356 | GLTRX00002202 | | | | \$106.33 | |
| Entries: 3 | | | | | | | |
| | | | | August | Subtotals: | Net Change \$106.33 | Ending Balance \$63,107.06 |
| 10/24/2012 | 7,986 | GLTRX00002772 | | | | \$4,206.33 | \$4,100.00 |
| Entries: 1 | | | | | | \$174.37 | |
| | | | | October | Subtotals: | Net Change \$174.37 | Ending Balance \$63,281.43 |
| 11/7/2012 | 8,344 | GLTRX00002907 | | | | \$174.37 | \$0.00 |
| 11/8/2012 | 8,345 | GLTRX00002908 | | | | \$32.43 | |
| Entries: 2 | | | | | | \$134.18 | |
| | | | | November | Subtotals: | Net Change \$166.61 | Ending Balance \$63,448.04 |
| 12/31/2012 | 9,084 | GLTRX00003142 | | | | \$166.61 | \$0.00 |
| 12/31/2012 | 9,095 | GLTRX00003150 | | | | \$1,707.25 | |
| 12/31/2012 | 9,099 | GLTRX00003152 | | | | \$8,357.83 | |
| 12/31/2012 | 9,146 | GLTRX00003167 | | | | \$26,125.12 | |
| 12/31/2012 | 9,348 | GLTRX00003226 | | | | \$103.40 | |
| 12/31/2012 | 9,360 | GLTRX00003234 | | | | \$105.12 | |
| Entries: 6 | | | | | | \$55.93 | |
| | | | | December | Subtotals: | Net Change \$36,454.65 | Ending Balance \$99,902.69 |
| Account: 4.00.41700 | | | | Totals: | | \$99,902.69 | \$99,902.69 |
| | | | | | | \$109,724.66 | \$9,821.97 |

| Accounts | Beginning Balance | Net Change | Ending Balance | Debit | Credit |
|---------------|-------------------|------------|----------------|--------------|------------|
| Grand Totals: | 1 | \$0.00 | \$99,902.69 | \$109,724.66 | \$9,821.97 |

Journal Entry
 Intercompany Journal Entry

Batch ID: Stephanie
 Batch Comment:

01/26/12

Approved: No Batch Total Actual: \$0.00 Batch Total Control: \$0.00
 Approved by: Trx Total Actual: 0 Trx Total Control: 0
 Approval Date:

| Journal Entry | Transaction Type | Transaction Date | Reversing Date | Source Document | Transaction Reference | Audit Trail Code | Reversing Trail Code | Audit Trail Code |
|---------------|------------------|------------------|----------------|-----------------|----------------------------|------------------|----------------------|------------------|
| 1,484 | Standard | 1/1/2012 | | GJ | Dispose 2 5/8 x 3/4 meters | GLTRX00000510 | | |

| Account | Description | Debit | Credit |
|------------------------|-----------------------------------------------|-----------------|---------|
| 1-00-10800 | Water.General.Accumulated Depreciation | \$39.50 | |
| 1-00-41401 | Water.General.Gain/Loss on Fixed Assets | \$16.17 | |
| 4-00-41700 | Radcliff.General.Gain/Loss on Asset Dispositi | \$14.33 | |
| 1-00-33400 | Water.General.Meters | | \$70.00 |
| 4-00-14600 | Radcliff.General.Due From Other Funds | | \$14.33 |
| 1-00-14500 | Water.General. Due From Other Funds | \$14.33 | |
| Total Distributions: 6 | | Totals: \$84.33 | \$84.33 |

Total Journal Entries: 1

Hardin County Water Fund

Disposal Report

01/01/2012 to 01/31/2012

Book = Internal
FYE Month = December

| Sys No | Ext | Co | Asset No | Description | CI | In Svc Date | Disposal Date | D M | Acquired Value | Current Accum Depreciation | Net Proceeds | Gain/Loss Adjust Basis | Realized Gain (Loss) | G L |
|--------------------|-----|----|----------|----------------|----|-------------|---------------|-----|-----------------|----------------------------|----------------|------------------------|----------------------|-----|
| 000414 | 033 | | | Meters | CS | 01/01/94 | 01/01/12 | A | \$ 35.00 | \$ 20.33 | \$ 0.00 | \$ 14.67 | \$ (14.67) | Y |
| 000416 | 033 | | | Meters & Labor | CS | 06/30/95 | 01/01/12 | A | 35.00 | 19.17 | 0.00 | 15.83 | (15.83) | Y |
| Grand Total | | | | | | | | | <u>\$ 70.00</u> | <u>\$ 39.50</u> | <u>\$ 0.00</u> | <u>\$ 30.50</u> | <u>\$ (30.50)</u> | |
| Count = 2 | | | | | | | | | | | | | | |

| | Gains | Losses | Net |
|----------------|----------------|-------------------|-------------------|
| Recognized | \$ 0.00 | \$ (30.50) | \$ (30.50) |
| Not Recognized | 0.00 | 0.00 | 0.00 |
| Deferred | 0.00 | 0.00 | 0.00 |
| Total | \$ 0.00 | \$ (30.50) | \$ (30.50) |

Report Assumptions

Report Name: Disposal
Source Report: <Standard Report>

Calculation Assumptions:
Include Sec 168 Allowance & Sec 179: No
Adjustment Convention: None

$$30.50 \times 477 = 14.33$$

Group/Sorting Criteria:
Group = All FAS Assets
Include Assets that meet the following conditions:
All FAS Assets
Sorted by: System No, Extension

| | |
|------------|-------|
| 1.00.10800 | 39.50 |
| 1.00.41401 | 14.17 |
| 4.00.41700 | 14.33 |
| 1.00.33400 | 70.00 |

70.00

Hardin County Water Fund Disposal Worksheet Book: Internal

System Asset Number: 000416

Extension: 032

Company Asset Number:

Description: Meters & Labor

| | | |
|---|---------|--------------------------------------------------------------------|
| | 0.00 | Net proceeds |
| - | 15.83 | Adjusted basis for gains (losses) |
| | (15.83) | Net gain (loss) |
| | 35.00 | Acquired value |
| - | 0.00 | Original ITC basis decrease |
| + | 0.00 | Basis increase from ITC recapture |
| - | 19.17 | Total accumulated depreciation + Total Section 179 + 168 Allowance |
| | 15.83 | Adjusted basis for gains (losses) |
| | 19.17 | Accumulated depreciation through 12/11 + Section 179 |
| - | 19.17 | Accumulated depreciation as if no Section 179 |
| | N/A | Net Section 179 recapture |
| | 0.00 | ITC recapture basis |
| | 16 | Number of full years held |
| x | 0.00 % | ITC recapture factor |
| | 0.00 | Basis increase from ITC recapture |
| | 0.00 | Original ITC basis decrease |
| | 0.00 | Basis increase from ITC recapture |

Hardin County Water Fund Disposal Worksheet Book: Internal

System Asset Number: 000414

Extension: 032

Company Asset Number:

Description: Meters

| | | |
|---|---------|--------------------------------------------------------------------|
| | 0.00 | Net proceeds |
| - | 14.67 | Adjusted basis for gains (losses) |
| | (14.67) | Net gain (loss) |
| | 35.00 | Acquired value |
| - | 0.00 | Original ITC basis decrease |
| + | 0.00 | Basis increase from ITC recapture |
| - | 20.33 | Total accumulated depreciation + Total Section 179 + 168 Allowance |
| | 14.67 | Adjusted basis for gains (losses) |
| | 20.33 | Accumulated depreciation through 12/11 + Section 179 |
| - | 20.33 | Accumulated depreciation as if no Section 179 |
| | N/A | Net Section 179 recapture |
| | 0.00 | ITC recapture basis |
| | 18 | Number of full years held |
| x | 0.00% | ITC recapture factor |
| | 0.00 | Basis increase from ITC recapture |
| | 0.00 | Original ITC basis decrease |
| | 0.00 | Basis increase from ITC recapture |

| Serial Number | Type | Install Date | Meter Size | Cost | Date Scrapped |
|---------------|------|-----------------------|------------|-------|---------------|
| 38198177 | T10 | May-93 <i>ASU 414</i> | 5/8x3/4 | 35.00 | 1/18/2012 |
| 39478659 | T10 | Jul-94 <i>414</i> | 5/8x3/4 | 35.00 | 1/18/2012 |

Notes:
5/8x3/4 Badger B25 \$35
5/8x3/4 SR11 \$35
5/8x3/4 T-8-L \$35
5/8x3/4 T-10 \$35
3/4 Badger \$45

Hardin County Water Fund

Disposal Report

03/01/2012 to 03/31/2012

Book = Internal

FYE Month = December

| Sys No | Ext | Co | Asset No | Description | CI | In Svc Date | Disposal Date | D M | Acquired Value | Current Accum Depreciation | Net Proceeds | Gain/Loss Adjust Basis | Realized Gain (Loss) | G L |
|-----------------------------------|-----|----|----------|---------------------|----|-------------|---------------|-----|-----------------------------------|----------------------------|--------------|------------------------|----------------------|---------|
| G/L Asset Acct No = 10.00.1834100 | | | | | | | | | | | | | | |
| 000566 | 000 | | | 2005 Chevy Colorado | CS | 03/04/05 | 03/01/12 | S | \$ 14,138.00 | \$ 14,138.00 | \$ 0.00 | \$ 0.00 | \$ 0.00 | Y |
| | | | | | | | | | G/L Asset Acct No = 10.00.1834100 | \$ 14,138.00 | \$ 14,138.00 | \$ 0.00 | \$ 0.00 | \$ 0.00 |
| | | | | | | | | | Count = 1 | | | | | |

| | | | | | |
|--------------------|--------------|--------------|---------|---------|---------|
| Grand Total | \$ 14,138.00 | \$ 14,138.00 | \$ 0.00 | \$ 0.00 | \$ 0.00 |
| | Count = 1 | | | | |

| | Gains | Losses | Net |
|----------------|---------|---------|---------|
| Recognized | \$ 0.00 | \$ 0.00 | \$ 0.00 |
| Not Recognized | \$ 0.00 | \$ 0.00 | \$ 0.00 |
| Deferred | \$ 0.00 | \$ 0.00 | \$ 0.00 |
| Total | \$ 0.00 | \$ 0.00 | \$ 0.00 |

Report Assumptions

Report Name: Disposal
Source Report: <Standard Report>

Calculation Assumptions:
Include Sec 168 Allowance & Sec 179: No
Adjustment Convention: None

Group/Sorting Criteria:
Group = All FAS Assets
Include Assets that meet the following conditions:
All FAS Assets
Sorted by: G/L Asset Acct No (with subtotals), System No, Extension

1.00.10800 14,138.00
1.00.34100 14,138.00

032912

Journal Entry
 Intercompany Journal Entry

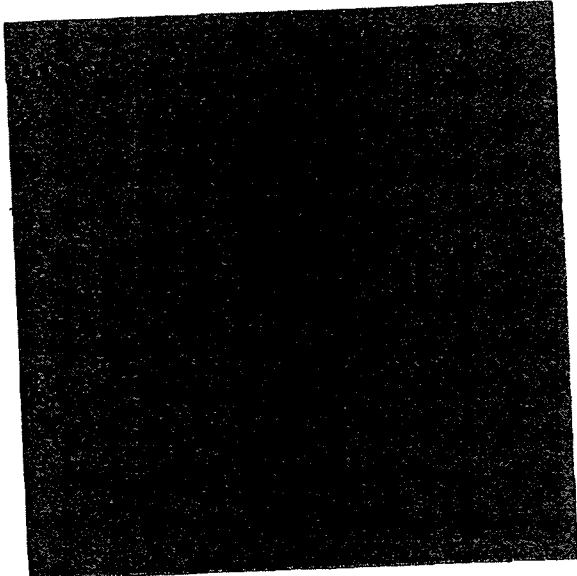
Batch ID: Stephanie
 Batch Comment:

Approved: No Batch Total Actual: \$0.00 Batch Total Control: \$0.00
 Approved by: Trx Total Actual: 0 Trx Total Control: 0
 Approval Date:

| Journal Entry | Transaction Type | Transaction Date | Reversing Date | Source Document | Transaction Reference | Audit Trail Code | Reversing Trail Code | Audit Trail Code |
|---------------|------------------|------------------|----------------|-----------------|--------------------------------|------------------|----------------------|------------------|
| 3,064 | Standard | 3/21/2012 | | GJ | Reclass gain from sale of truc | GLTRX00001041 | | |

| Account | Description | Debit | Credit |
|---------------------------------------------|-----------------------------------------------|-----------------------------------------|------------|
| 1-00-41401 | Water.General.Gain/Loss on Fixed Assets | \$1,621.97 | |
| 4-00-41700 | Radcliff.General.Gain/Loss on Asset Dispositi | | \$1,621.97 |
| 4-00-14600 | Radcliff.General.Due From Other Funds | \$1,621.97 | |
| 1-00-14500 | Water.General. Due From Other Funds | | \$1,621.97 |
| Total Distributions: 4 | | Totals: \$3,243.94 | \$3,243.94 |

Total Journal Entries: 1



Journal Entry:
 Company Journal Entry:

Batch ID: Stephanie
 Batch Comment:

Approved: No Batch Total Actual: \$0.00 Batch Total Control: \$0.00
 Approved by: Trx Total Actual: 0 Trx Total Control: 0
 Approval Date:

| Journal Entry | Transaction Type | Transaction Date | Reversing Date | Source Document | Transaction Reference | Audit Trail Code | Reversing Trail Code |
|---------------|------------------|------------------|----------------|-----------------|--------------------------------|------------------|----------------------|
| 1,394 | Standard | 3/31/2012 | | 65 | Dispose Greenview LS, Mains MH | GLTRM00001158 | |

| Account | Description | Debit | Credit |
|----------------------|-----------------------------------------------|--------------|--------------|
| 4-00-11001 | Radcliff.General.Accumulated Depreciation | \$71,650.38 | |
| 4-00-41700 | Radcliff.General.Gain/Loss on Asset Dispositi | \$66,491.62 | |
| 4-00-35201 | Radcliff .General.Sewer Plant | | \$138,142.00 |
| Total Distributions: | 3 | | |
| | Totals: | \$138,142.00 | \$138,142.00 |

Total Journal Entries: 1

Hardin County Radcliff Sewer

Disposal Report

03/01/2012 to 03/31/2012

ok = Internal
 FYE Month = December

| Sys No | Ext | Co | Asset No | Description | CI | In Svc Date | Disposal Date | D M | Acquired Value | Current Accum Depreciation | Net Proceeds | Gain/Loss Adjust Basis | Realized Gain (Loss) | G L |
|-----------------------------------|-----|----|----------|------------------|----|-------------|---------------|-----|-----------------------------------|----------------------------|--------------|------------------------|----------------------|----------------|
| G/L Asset Acct No = 30.00.1703110 | | | | | | | | | | | | | | |
| 000016 | 001 | | | System Additions | | 01/01/87 | 03/31/12 | A | \$ 138,132.00 | \$ 71,650.38 | \$ 0.00 | \$ 66,481.62 | \$ (66,481.62) | Y |
| | | | | | | | | | G/L Asset Acct No = 30.00.1703110 | \$ 138,132.00 | \$ 71,650.38 | \$ 0.00 | \$ 66,481.62 | \$ (66,481.62) |
| | | | | | | | | | Count = 1 | | | | | |

Grand Total \$ 138,132.00 \$ 71,650.38 \$ 0.00 \$ 66,481.62 \$ (66,481.62)
 Count = 1

| | Gains | Losses | Net |
|----------------|----------------|-----------------------|-----------------------|
| Recognized | \$ 0.00 | \$ (66,481.62) | \$ (66,481.62) |
| Not Recognized | \$ 0.00 | \$ 0.00 | \$ 0.00 |
| Deferred | \$ 0.00 | \$ 0.00 | \$ 0.00 |
| Total | <u>\$ 0.00</u> | <u>\$ (66,481.62)</u> | <u>\$ (66,481.62)</u> |

Report Assumptions

Name: Disposal
 Source Report: <Standard Report>

Calculation Assumptions:
 Include Sec 168 Allowance & Sec 179: No
 Adjustment Convention: None

Group/Sorting Criteria:
 Group = All FAS Assets
 Include Assets that meet the following conditions:
 All FAS Assets
 Sorted by: G/L Asset Acct No (with subtotals), System No, Extension

4.00 11001 71,650.38
 4.00. 41700 66,481.62
 4.00 35201 138,132.00

Hardin County Radcliff Sewer Disposal Worksheet Book: Internal

System Asset Number: 000016

Extension: 000

Company Asset Number:

Description: System Additions

| | | |
|---|--------------------|--------------------------------------------------------------------|
| | 0.00 | Net proceeds |
| - | 66,481.62 | Adjusted basis for gains (losses) |
| | <u>(66,481.62)</u> | Net gain (loss) |
| | 138,132.00 | Acquired value |
| - | 0.00 | Original ITC basis decrease |
| + | 0.00 | Basis increase from ITC recapture |
| - | 71,650.38 | Total accumulated depreciation + Total Section 179 + 168 Allowance |
| | <u>66,481.62</u> | Adjusted basis for gains (losses) |
| | 70,663.72 | Accumulated depreciation through 12/11 + Section 179 |
| - | <u>70,663.72</u> | Accumulated depreciation as if no Section 179 |
| | N/A | Net Section 179 recapture |
| | 0.00 | ITC recapture basis |
| | 25 | Number of full years held |
| x | <u>0.00 %</u> | ITC recapture factor |
| | 0.00 | Basis increase from ITC recapture |
| | 0.00 | Original ITC basis decrease |
| | 0.00 | Basis increase from ITC recapture |

| LS Name | HP | Num Pump | Cost | Cost Per HP Per Pump |
|-----------|----|----------|-----------|----------------------|
| Greenview | 47 | 2 | \$201,125 | \$2,140 new cost |
| Arlington | 40 | 2 | \$83,206 | \$1,040 new cost |
| Watkins | 5 | 2 | \$35,000 | \$3,500 new cost |

Avg \$ Per HP \$2,227

| LS Name | HP | Num Pump | Avg \$ Per HP | 2011 Cost | Year Installed | Installed Cost based on ENR |
|------------|-----|----------|---------------|-----------|----------------|-----------------------------|
| Elm | 5 | 2 | \$2,227 | \$22,266 | 1981 | \$8,704 |
| Industrial | 15 | 2 | \$2,227 | \$66,797 | 1984 | \$30,625 |
| Safari | 2 | 2 | \$2,227 | \$8,906 | 1994 | \$5,326 |
| Crocus | 3 | 2 | \$2,227 | \$13,359 | 1972 | \$2,590 |
| Byerly | 7.5 | 2 | \$2,227 | \$33,399 | 1997 | \$21,517 |
| Greenview | 47 | 2 | \$2,227 | \$208,297 | 1987 | \$101,973 |

lift station

| Greenview Gravity Mains | Feet mains | Unit Cost Current | 2011 Cost Total | Year Installed | Installed Cost based on ENR |
|-------------------------|------------|-------------------|-----------------|----------------|-----------------------------|
| 8" Gravity | 8,124 | \$2.54 | \$7,835 | 1987 | \$3,866 |
| 10" Gravity | 1,797 | \$3.77 | \$4,778 | 1987 | \$1,591 |
| Manhole | 17 | \$3,500 | \$58,500 | 1987 | \$28,996 |

Total Disposal \$36,157

asset 14

mains

manholes

\$32,850.00
30.00 170,350.00

Couldnt find anything
in 30.00 1703110 for
1987. Asset 30.00 1703110
has large entry w/ lift station
w/ description of system
additions

Total disposal
\$138,132.00

05-9-12

Journal Entry
 Intercompany Journal Entry

Batch ID: Stephanie
 Batch Comment:

Approved: No Batch Total Actual: \$0.00 Batch Total Control: \$0.00
 Approved by: Trx Total Actual: 0 Trx Total Control: 0
 Approval Date:

| Journal Entry | Transaction Type | Transaction Date | Reversing Date | Source Document | Transaction Reference | Audit Trail Code | Reversing Trail Code | Audit | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
|---------------------------------------------|-----------------------------------------------|-------------------------------------------------------------------------|----------------|-----------------|-----------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------------------|---------|-------------|-------|--------|------------|----------------------------------------|----------|--|------------|-----------------------------------------|----------|--|------------|-----------------------------------------------|----------|--|------------|----------------------|--|----------|------------|---------------------------------------|--|----------|------------|-------------------------------------|----------|--|---------------------------------------------|--|-------------------------------------------------------------------------|--|
| 4,104 | Standard | 5/1/2012 | | GJ | Dispose 28 5/8 x 3/4 meters | GLTRX00001414 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| | | | | | | <table border="1"> <thead> <tr> <th>Account</th> <th>Description</th> <th>Debit</th> <th>Credit</th> </tr> </thead> <tbody> <tr> <td>1-00-10800</td> <td>Water.General.Accumulated Depreciation</td> <td>\$263.37</td> <td></td> </tr> <tr> <td>1-00-41401</td> <td>Water.General.Gain/Loss on Fixed Assets</td> <td>\$379.82</td> <td></td> </tr> <tr> <td>4-00-41700</td> <td>Radcliff.General.Gain/Loss on Asset Dispositi</td> <td>\$336.81</td> <td></td> </tr> <tr> <td>1-00-33400</td> <td>Water.General.Meters</td> <td></td> <td>\$980.00</td> </tr> <tr> <td>4-00-14600</td> <td>Radcliff.General.Due From Other Funds</td> <td></td> <td>\$336.81</td> </tr> <tr> <td>1-00-14500</td> <td>Water.General. Due From Other Funds</td> <td>\$336.81</td> <td></td> </tr> <tr> <td colspan="2">Total Distributions: 6</td> <td colspan="2">Totals: \$1,316.81 \$1,316.81</td> </tr> </tbody> </table> | | Account | Description | Debit | Credit | 1-00-10800 | Water.General.Accumulated Depreciation | \$263.37 | | 1-00-41401 | Water.General.Gain/Loss on Fixed Assets | \$379.82 | | 4-00-41700 | Radcliff.General.Gain/Loss on Asset Dispositi | \$336.81 | | 1-00-33400 | Water.General.Meters | | \$980.00 | 4-00-14600 | Radcliff.General.Due From Other Funds | | \$336.81 | 1-00-14500 | Water.General. Due From Other Funds | \$336.81 | | Total Distributions: 6 | | Totals: \$1,316.81 \$1,316.81 | |
| Account | Description | Debit | Credit | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| 1-00-10800 | Water.General.Accumulated Depreciation | \$263.37 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| 1-00-41401 | Water.General.Gain/Loss on Fixed Assets | \$379.82 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| 4-00-41700 | Radcliff.General.Gain/Loss on Asset Dispositi | \$336.81 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| 1-00-33400 | Water.General.Meters | | \$980.00 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| 4-00-14600 | Radcliff.General.Due From Other Funds | | \$336.81 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| 1-00-14500 | Water.General. Due From Other Funds | \$336.81 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Total Distributions: 6 | | Totals: \$1,316.81 \$1,316.81 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Total Journal Entries: | | 1 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |

Hardin County Water Fund

Disposal Report

05/01/2012 to 05/31/2012

Book = Internal

FYE Month = December

| Sys No | Ext Co | Asset No | Description | In Svc CI Date | Disposal Date | D M | Acquired Value | Current Accum Depreciation | Net Proceeds | Gain/Loss Adjust Basis | Realized Gain (Loss) | G L |
|-----------------------------------|--------|----------|------------------------|-------------------|------------------|--------|-------------------|-------------------------------|-----------------|---------------------------|-------------------------|--------|
| G/L Asset Acct No = 10.00.1833400 | | | | | | | | | | | | |
| 000416 | 035 | | Meters & Labor | CS 06/30/95 | 05/01/12 | A | \$ 70.00 | \$ 39.00 | \$ 0.00 | \$ 31.00 | \$ (31.00) | Y |
| 000418 | 079 | | Meters | CS 12/31/04 | 05/01/12 | A | 770.00 | 198.00 | 0.00 | 572.00 | (572.00) | Y |
| 000419 | 001 | | Meters & Services inst | CS 12/31/05 | 05/01/12 | A | 105.00 | 20.00 | 0.00 | 85.00 | (85.00) | Y |
| 000423 | 001 | | 33 Meter Installations | CS 03/23/06 | 05/01/12 | A | 35.00 | 6.37 | 0.00 | 28.63 | (28.63) | Y |
| G/L Asset Acct No = 10.00.1833400 | | | | | | | \$ 980.00 | \$ 263.37 | \$ 0.00 | \$ 716.63 | \$ (716.63) | |
| Count = 4 | | | | | | | | | | | | |

Grand Total \$ 980.00 \$ 263.37 \$ 0.00 \$ 716.63 \$ (716.63)
Count = 4

| | Gains | Losses | Net |
|----------------|----------------|--------------------|--------------------|
| Recognized | \$ 0.00 | \$ (716.63) | \$ (716.63) |
| Not Recognized | 0.00 | 0.00 | 0.00 |
| Deferred | 0.00 | 0.00 | 0.00 |
| Total | \$ 0.00 | \$ (716.63) | \$ (716.63) |

*Realized portion of loss
Loss \$ 716.63 x 47% = \$ 336.8*

Report Assumptions

Report Name: Disposal
Source Report: <Standard Report>

Calculation Assumptions:
Include Sec 168 Allowance & Sec 179: No
Adjustment Convention: None

Group/Sorting Criteria:
Group = All FAS Assets
Include Assets that meet the following conditions:
All FAS Assets
Sorted by: G/L Asset Acct No (with subtotals), System No, Extension

*1.00.10800 243.37
 1.00.41401 379.82
 4.00.41700 336.81
 1.00.33400 980.00*

Hardin County Water Fund Disposal Worksheet Book: Internal

System Asset Number: 000423

Extension: 000

Company Asset Number:

Description: 33 Meter Installations

| | | |
|---|---------|--------------------------------------------------------------------|
| | 0.00 | Net proceeds |
| - | 28.63 | Adjusted basis for gains (losses) |
| | (28.63) | Net gain (loss) |
| | | |
| | 35.00 | Acquired value |
| - | 0.00 | Original ITC basis decrease |
| + | 0.00 | Basis increase from ITC recapture |
| - | 6.37 | Total accumulated depreciation + Total Section 179 + 168 Allowance |
| | 28.63 | Adjusted basis for gains (losses) |
| | | |
| | 6.04 | Accumulated depreciation through 12/11 + Section 179 |
| - | 6.04 | Accumulated depreciation as if no Section 179 |
| | N/A | Net Section 179 recapture |
| | | |
| | 0.00 | ITC recapture basis |
| | 6 | Number of full years held |
| x | 0.00% | ITC recapture factor |
| | 0.00 | Basis increase from ITC recapture |
| | | |
| | 0.00 | Original ITC basis decrease |
| | 0.00 | Basis increase from ITC recapture |

Hardin County Water Fund Disposal Worksheet Book: Internal

System Asset Number: 000419

Extension: 000

Company Asset Number:

Description: Meters & Services installed 2005 (275#)

| | | |
|---|---------|--------------------------------------------------------------------|
| | 0.00 | Net proceeds |
| - | 84.00 | Adjusted basis for gains (losses) |
| | (84.00) | Net gain (loss) |
| | 104.00 | Acquired value |
| - | 0.00 | Original ITC basis decrease |
| + | 0.00 | Basis increase from ITC recapture |
| - | 19.00 | Total accumulated depreciation + Total Section 179 + 168 Allowance |
| | 84.00 | Adjusted basis for gains (losses) |
| | 19.00 | Accumulated depreciation through 12/11 + Section 179 |
| - | 19.00 | Accumulated depreciation as if no Section 179 |
| | N/A | Net Section 179 recapture |
| | 0.00 | ITC recapture basis |
| | 6 | Number of full years held |
| x | 0.00% | ITC recapture factor |
| | 0.00 | Basis increase from ITC recapture |
| | 0.00 | Original ITC basis decrease |
| | 0.00 | Basis increase from ITC recapture |

Hardin County Water Fund Disposal Worksheet Book: Internal

System Asset Number: 000418

Extension: 078

Company Asset Number:

Description: Meters

| | | |
|---|----------|--------------------------------------------------------------------|
| | 0.00 | Net proceeds |
| - | 572.00 | Adjusted basis for gains (losses) |
| | (572.00) | Net gain (loss) |
| | 770.00 | Acquired value |
| - | 0.00 | Original ITC basis decrease |
| + | 0.00 | Basis increase from ITC recapture |
| - | 198.00 | Total accumulated depreciation + Total Section 179 + 168 Allowance |
| | 572.00 | Adjusted basis for gains (losses) |
| | 190.67 | Accumulated depreciation through 12/11 + Section 179 |
| - | 190.67 | Accumulated depreciation as if no Section 179 |
| | N/A | Net Section 179 recapture |
| | 0.00 | ITC recapture basis |
| | 7 | Number of full years held |
| x | 0.00% | ITC recapture factor |
| | 0.00 | Basis increase from ITC recapture |
| | 0.00 | Original ITC basis decrease |
| | 0.00 | Basis increase from ITC recapture |

Hardin County Water Fund Disposal Worksheet Book: Internal

System Asset Number: 000416

Extension: 034

Company Asset Number:

Description: Meters & Labor

| | | |
|---|---------|--------------------------------------------------------------------|
| | 0.00 | Net proceeds |
| - | 30.00 | Adjusted basis for gains (losses) |
| | (30.00) | Net gain (loss) |
| | 70.00 | Acquired value |
| - | 0.00 | Original ITC basis decrease |
| + | 0.00 | Basis increase from ITC recapture |
| - | 38.00 | Total accumulated depreciation + Total Section 179 + 168 Allowance |
| | 30.00 | Adjusted basis for gains (losses) |
| | 38.33 | Accumulated depreciation through 12/11 + Section 179 |
| - | 38.33 | Accumulated depreciation as if no Section 179 |
| | N/A | Net Section 179 recapture |
| | 0.00 | ITC recapture basis |
| | 16 | Number of full years held |
| x | 0.00% | ITC recapture factor |
| | 0.00 | Basis increase from ITC recapture |
| | 0.00 | Original ITC basis decrease |
| | 0.00 | Basis increase from ITC recapture |

Scrap 28 meters

| Serial Number | Type | Install Date | Meter Size | Cost | Date Scrapped |
|---------------|-------|--------------|------------|-------|---------------|
| ✓ 14110857 | b-a | Feb-95 | 5/8x3/4 | 35.00 | 4/3/2012 |
| 34475672 | b-25 | Dec-95 | 5/8x3/4 | 35.00 | 4/3/2012 |
| 27830474 | t-8-l | Feb-96 | 5/8x3/4 | 35.00 | 4/3/2012 |
| 22191474 | t-8-l | May-96 | 5/8x3/4 | 35.00 | 4/3/2012 |
| 15104015 | b-25 | Apr-98 | 5/8x3/4 | 35.00 | 4/3/2012 |
| 91087373 | b-25 | May-98 | 5/8x3/4 | 35.00 | 4/3/2012 |
| 83035749 | b-25 | Jul-99 | 5/8x3/4 | 35.00 | 4/3/2012 |
| 34164529 | t-10 | Jul-99 | 5/8x3/4 | 35.00 | 4/3/2012 |
| 29845503 | t-10 | Aug-99 | 5/8x3/4 | 35.00 | 4/3/2012 |
| 27547012 | t-8-l | Nov-99 | 5/8x3/4 | 35.00 | 4/3/2012 |
| 33884411 | t-10 | Nov-99 | 5/8x3/4 | 35.00 | 4/3/2012 |
| 81445941 | b-25 | Nov-99 | 5/8x3/4 | 35.00 | 4/3/2012 |
| ✓ 92361718 | b-25 | Nov-99 | 5/8x3/4 | 35.00 | 4/3/2012 |
| 88139175 | b-25 | Nov-99 | 5/8x3/4 | 35.00 | 4/3/2012 |
| 91614760 | b-25 | Nov-99 | 5/8x3/4 | 35.00 | 4/3/2012 |
| 56018252 | sr-ll | Jan-00 | 5/8x3/4 | 35.00 | 4/3/2012 |
| 56470630 | sr-ll | May-00 | 5/8x3/4 | 35.00 | 4/3/2012 |
| 85454067 | b-25 | Aug-00 | 5/8x3/4 | 35.00 | 4/3/2012 |
| 59175927 | sr-ll | Jun-02 | 5/8x3/4 | 35.00 | 4/3/2012 |
| 59175828 | sr-ll | Jun-02 | 5/8x3/4 | 35.00 | 4/3/2012 |
| 88599311 | b-25 | Aug-04 | 5/8x3/4 | 35.00 | 4/3/2012 |
| 63502624 | sr-ll | Nov-04 | 5/8x3/4 | 35.00 | 4/3/2012 |
| 63228364 | sr-ll | Nov-04 | 5/8x3/4 | 35.00 | 4/3/2012 |
| 87960520 | b-25 | Dec-04 | 5/8x3/4 | 35.00 | 4/3/2012 |
| ✓ 82123864 | b-25 | Mar-05 | 5/8x3/4 | 35.00 | 4/3/2012 |
| 37968123 | t-10 | Jul-05 | 5/8x3/4 | 35.00 | 4/3/2012 |
| 37968088 | t-10 | Aug-05 | 5/8x3/4 | 35.00 | 4/3/2012 |
| ✓ 63502572 | sr-ll | Mar-06 | 5/8x3/4 | 35.00 | 4/3/2012 |

980.00

Hardin County Water Fund

Disposal Report

06/01/2012 to 12/31/2012

Book = Internal

FYE Month = December

| Sys No | Ext Co | Asset No | Description | In Svc CI Date | Disposal Date | D M | Acquired Value | Current Accum Depreciation | Net Proceeds | Gain/Loss Adjust Basis | Realized Gain (Loss) | G L |
|-----------------------------------|--------|----------|----------------|-------------------|------------------|--------|-------------------|-------------------------------|-----------------|---------------------------|-------------------------|--------|
| G/L Asset Acct No = 10.00.1833400 | | | | | | | | | | | | |
| 000416 | 037 | | Meters & Labor | CS 06/30/95 | 06/01/12 | A | \$ 35.00 | \$ 19.58 | \$ 0.00 | \$ 15.41 | \$ (15.41) | Y |
| 000417 | 029 | | Meters | CS 12/31/02 | 06/01/12 | A | 35.00 | 11.41 | 0.00 | 23.58 | (23.58) | Y |
| G/L Asset Acct No = 10.00.1833400 | | | | | | | \$ 70.00 | \$ 30.99 | \$ 0.00 | \$ 38.99 | \$ (38.99) | |
| Count = 2 | | | | | | | | | | | | |
| Grand Total | | | | | | | <u>\$ 70.00</u> | <u>\$ 30.99</u> | <u>\$ 0.00</u> | <u>\$ 38.99</u> | <u>\$ (38.99)</u> | |
| Count = 2 | | | | | | | | | | | | |

| | Gains | Losses | Net |
|----------------|----------------|-------------------|-------------------|
| Recognized | \$ 0.00 | \$ (38.99) | \$ (38.99) |
| Not Recognized | 0.00 | 0.00 | 0.00 |
| Deferred | 0.00 | 0.00 | 0.00 |
| Total | <u>\$ 0.00</u> | <u>\$ (38.99)</u> | <u>\$ (38.99)</u> |

38.99 x 47% = 18.32

Report Assumptions

Report Name: Disposal
Source Report: <Standard Report>

Calculation Assumptions:
Include Sec 168 Allowance & Sec 179: No
Adjustment Convention: None

Group/Sorting Criteria:
Group = All FAS Assets
Include Assets that meet the following conditions:
All FAS Assets
Sorted by: G/L Asset Acct No (with subtotals), System No, Extension

1.00-10800 30.99
 1.00-41401 20.69
 4.00-41700 18.32
 1.00-33400 70.00

Hardin County Water Fund Disposal Worksheet Book: Internal

System Asset Number: 000417

Extension: 028

Company Asset Number:

Description: Meters

| | | |
|---|---------|--------------------------------------------------------------------|
| | 0.00 | Net proceeds |
| - | 23.58 | Adjusted basis for gains (losses) |
| | (23.58) | Net gain (loss) |
| | 35.00 | Acquired value |
| - | 0.00 | Original ITC basis decrease |
| + | 0.00 | Basis increase from ITC recapture |
| - | 11.41 | Total accumulated depreciation + Total Section 179 + 168 Allowance |
| | 23.58 | Adjusted basis for gains (losses) |
| | 11.00 | Accumulated depreciation through 12/11 + Section 179 |
| - | 11.00 | Accumulated depreciation as if no Section 179 |
| | N/A | Net Section 179 recapture |
| | 0.00 | ITC recapture basis |
| | 9 | Number of full years held |
| x | 0.00% | ITC recapture factor |
| | 0.00 | Basis increase from ITC recapture |
| | 0.00 | Original ITC basis decrease |
| | 0.00 | Basis increase from ITC recapture |

Hardin County Water Fund Disposal Worksheet Book: Internal

System Asset Number: 000416

Extension: 036

Company Asset Number:

Description: Meters & Labor

| | | |
|---|---------|--------------------------------------------------------------------|
| | 0.00 | Net proceeds |
| - | 15.41 | Adjusted basis for gains (losses) |
| | (15.41) | Net gain (loss) |
| | 35.00 | Acquired value |
| - | 0.00 | Original ITC basis decrease |
| + | 0.00 | Basis increase from ITC recapture |
| - | 19.58 | Total accumulated depreciation + Total Section 179 + 168 Allowance |
| | 15.41 | Adjusted basis for gains (losses) |
| | 19.17 | Accumulated depreciation through 12/11 + Section 179 |
| - | 19.17 | Accumulated depreciation as if no Section 179 |
| | N/A | Net Section 179 recapture |
| | 0.00 | ITC recapture basis |
| | 17 | Number of full years held |
| x | 0.00 % | ITC recapture factor |
| | 0.00 | Basis increase from ITC recapture |
| | 0.00 | Original ITC basis decrease |
| | 0.00 | Basis increase from ITC recapture |

| Serial Number | Type | Install Date | Meter Size | Cost | Date Scrapped |
|---------------|------|--------------|------------|-------|---------------|
| 86868602 | b-25 | May-95 | 5/8 x3/4 | 35.00 | 5/7/2012-#416 |
| 92361668 | b-25 | Sep-95 | 5/8 x3/4 | 35.00 | 5/7/2012-#417 |
| | | | | 70.00 | |

Notes:
5/8x3/4 Badger B25 \$35
5/8x3/4 SR11 \$35
5/8x3/4 T-8-L \$35
5/8x3/4 T-10 \$35
3/4 Badger \$45

7612

Journal Entry
 Company Journal Entry

Batch ID: Stephanie
 Batch Comment:

Approved: No Batch Total Actual: \$0.00 Batch Total Control: \$0.00
 Approved by: Trx Total Actual: 0 Trx Total Control: 0
 Approval Date:

| Journal Entry | Transaction Type | Transaction Date | Reversing Date | Source Document | Transaction Reference | Audit Trail Code | Reversing Trail Code | Audit |
|---------------|------------------|------------------|----------------|-----------------|-----------------------------|------------------|----------------------|-------|
| 5,470 | Standard | 6/30/2012 | ✓ | GJ | Dispose of Rad Phone System | ✓ | GLTRX00001862 | |

| Account | Description | Debit | Credit |
|----------------------|-----------------------------------------------|------------|------------|
| 4-00-11001 | Radcliff.General.Accumulated Depreciation | \$1,672.38 | |
| 4-00-41700 | Radcliff.General.Gain/Loss on Asset Dispositi | \$1,871.62 | |
| 4-00-39303 | Radcliff.General.Communication Equipment | | \$3,544.00 |
| Total Distributions: | 3 | Totals: | \$3,544.00 |

Total Journal Entries: 1

Hardin County Radcliff Sewer

Disposal Report

06/01/2012 to 12/31/2012

Book = Internal

FYE Month = December

| Sys No | Ext | Co | Asset No | Description | In Svc Cl Date | Disposal Date | D M | Acquired Value | Current Accum Depreciation | Net Proceeds | Gain/Loss Adjust Basis | Realized Gain (Loss) | G L | |
|--------------------------------|-----|----|----------|---------------------|-------------------|------------------|--------|--------------------------------|-------------------------------|--------------------|---------------------------|-------------------------|----------------------|--|
| G/L Asset Acct No = 4.00.39303 | | | | | | | | | | | | | | |
| 000099 | 000 | | | Vodavi STS Key Phon | 08/01/06 | 06/30/12 | A | \$ 3,544.00 | \$ 1,672.38 | \$ 0.00 | \$ 1,871.61 | \$ (1,871.61) | Y | |
| | | | | | | | | G/L Asset Acct No = 4.00.39303 | \$ 3,544.00 | \$ 1,672.38 | \$ 0.00 | \$ 1,871.61 | \$ (1,871.61) | |
| | | | | | | | | Count = 1 | | | | | | |
| | | | | | | | | Grand Total | <u>\$ 3,544.00</u> | <u>\$ 1,672.38</u> | <u>\$ 0.00</u> | <u>\$ 1,871.61</u> | <u>\$ (1,871.61)</u> | |
| | | | | | | | | Count = 1 | | | | | | |

| | Gains | Losses | Net |
|----------------|----------------|----------------------|----------------------|
| Recognized | \$ 0.00 | \$ (1,871.61) | \$ (1,871.61) |
| Not Recognized | \$ 0.00 | \$ 0.00 | \$ 0.00 |
| Deferred | \$ 0.00 | \$ 0.00 | \$ 0.00 |
| Total | <u>\$ 0.00</u> | <u>\$ (1,871.61)</u> | <u>\$ (1,871.61)</u> |

Report Assumptions

Report Name: Disposal
Source Report: <Standard Report>

Calculation Assumptions:
Include Sec 168 Allowance & Sec 179: No
Adjustment Convention: None

Group/Sorting Criteria:
Group = All FAS Assets
Include Assets that meet the following conditions:
All FAS Assets
Sorted by: G/L Asset Acct No (with subtotals), System No, Extension

4.00.11001 1,672.38
 4.00.41700 1,871.62

 4.00.39303 3,544.00

Hardin County Radcliff Sewer Disposal Worksheet Book: Internal

System Asset Number: 000099
Extension: 000
Company Asset Number:

Description: Vodavi STS Key Phone System

| | | | |
|---|------------|--|--------------------------------------------------------------------|
| | 0.00 | | Net proceeds |
| - | 1,871.61 | | Adjusted basis for gains (losses) |
| | (1,871.61) | | Net gain (loss) |
| | 3,544.00 | | Acquired value |
| - | 0.00 | | Original ITC basis decrease |
| + | 0.00 | | Basis increase from ITC recapture |
| - | 1,672.38 | | Total accumulated depreciation + Total Section 179 + 168 Allowance |
| | 1,871.61 | | Adjusted basis for gains (losses) |
| | 1,495.19 | | Accumulated depreciation through 12/11 + Section 179 |
| - | 1,495.19 | | Accumulated depreciation as if no Section 179 |
| | N/A | | Net Section 179 recapture |
| | 0.00 | | ITC recapture basis |
| | 5 | | Number of full years held |
| x | 0.00% | | ITC recapture factor |
| | 0.00 | | Basis increase from ITC recapture |
| | 0.00 | | Original ITC basis decrease |
| | 0.00 | | Basis increase from ITC recapture |

08/12

Added Journal Entry
 Intercompany Journal Entry

Batch ID: Stephanie
 Batch Comment:

Approved: No Batch Total Actual: \$0.00 Batch Total Control: \$0.00
 Approved by: Trx Total Actual: 0 Trx Total Control: 0
 Approval Date:

| Journal Entry | Transaction Type | Transaction Date | Reversing Date | Source Document | Transaction Reference | Audit Trail Code | Reversing Trail Code | Audit | |
|------------------------|------------------|------------------|-------------------------------------------|-----------------|-------------------------|------------------|----------------------|-------|--|
| 6,012 | Standard | 7/31/2012 | | GJ | Dispose 1999 Ford F250. | GLTRX00002075 | | | |
| | | Account | Description | | Debit | | Credit | | |
| | | 4-00-11001 | Radcliff.General.Accumulated Depreciation | | \$23,005.00 | | | | |
| | | 4-00-39200 | Radcliff.General.Transportation Equipment | | | | \$23,005.00 | | |
| Total Distributions: | | 2 | Totals: | | \$23,005.00 | | \$23,005.00 | | |
| Total Journal Entries: | | 1 | | | | | | | |

Hardin County Radcliff Sewer

Disposal Report

07/01/2012 to 07/31/2012

Book = Internal

FYE Month = December

| Sys No | Ext | Co | Asset No | Description | In Svc CI Date | Disposal Date | D M | Acquired Value | Current Accum Depreciation | Net Proceeds | Gain/Loss Adjust Basis | Realized Gain (Loss) | G L | |
|--------------------------------|-----|----|----------|----------------------|-------------------|------------------|--------|--------------------------------|-------------------------------|---------------------|---------------------------|-------------------------|--------------------|--|
| G/L Asset Acct No = 4.00.39200 | | | | | | | | | | | | | | |
| 000066 | 000 | | | 1999 Ford F250 Truck | 01/01/98 | 07/31/12 | S | \$ 23,005.00 | \$ 23,005.00 | \$ 4,100.00 | \$ 0.00 | \$ 4,100.00 | Y | |
| | | | | | | | | G/L Asset Acct No = 4.00.39200 | \$ 23,005.00 | \$ 23,005.00 | \$ 4,100.00 | \$ 0.00 | \$ 4,100.00 | |
| | | | | | | | | Count = 1 | | | | | | |
| | | | | | | | | Grand Total | <u>\$ 23,005.00</u> | <u>\$ 23,005.00</u> | <u>\$ 4,100.00</u> | <u>\$ 0.00</u> | <u>\$ 4,100.00</u> | |
| | | | | | | | | Count = 1 | | | | | | |

| | Gains | Losses | Net |
|----------------|--------------------|----------------|--------------------|
| Recognized | \$ 4,100.00 | \$ 0.00 | \$ 4,100.00 |
| Not Recognized | \$ 0.00 | \$ 0.00 | \$ 0.00 |
| Deferred | \$ 0.00 | \$ 0.00 | \$ 0.00 |
| Total | <u>\$ 4,100.00</u> | <u>\$ 0.00</u> | <u>\$ 4,100.00</u> |

Report Assumptions

Report Name: Disposal
Source Report: <Standard Report>

Calculation Assumptions:
Include Sec 168 Allowance & Sec 179: No
Adjustment Convention: None

Group/Sorting Criteria:
Group = All FAS Assets
Include Assets that meet the following conditions:
All FAS Assets
Sorted by: G/L Asset Acct No (with subtotals), System No, Extension

4.00 11001 23,005.00
4.00 39200 4,100.00

Hardin County Radcliff Sewer Disposal Worksheet Book: Internal

System Asset Number: 000066

Extension: 000

Company Asset Number:

Description: 1999 Ford F250 Truck

| | | | |
|---|-----------|--|--------------------------------------------------------------------|
| | 4,100.00 | | Net proceeds |
| - | 0.00 | | Adjusted basis for gains (losses) |
| | 4,100.00 | | Net gain (loss) |
| | 23,005.00 | | Acquired value |
| - | 0.00 | | Original ITC basis decrease |
| + | 0.00 | | Basis increase from ITC recapture |
| - | 23,005.00 | | Total accumulated depreciation + Total Section 179 + 168 Allowance |
| | 0.00 | | Adjusted basis for gains (losses) |
| | 23,005.00 | | Accumulated depreciation through 12/11 + Section 179 |
| - | 23,005.00 | | Accumulated depreciation as if no Section 179 |
| | N/A | | Net Section 179 recapture |
| | 0.00 | | ITC recapture basis |
| | 14 | | Number of full years held |
| x | 0.00% | | ITC recapture factor |
| | 0.00 | | Basis increase from ITC recapture |
| | 0.00 | | Original ITC basis decrease |
| | 0.00 | | Basis increase from ITC recapture |

Stephanie Strange

From: John Thomas
Sent: Tuesday, July 31, 2012 2:38 PM
To: Stephanie Strange
Subject: F-250, Radcliff WW

| <u>Housed</u> | <u>Year</u> | <u>Make</u> | <u>Model</u> | <u>Drivetrain</u> | <u>Desc</u> | <u>VIN or Serial No.</u> |
|---------------|-------------|-------------|--------------|-------------------|-------------|--------------------------|
| RWWTP | 1999 | Ford | F-250 | Auto - 8 cyl | | 1FTNF21L2XEC09469 KN5 |

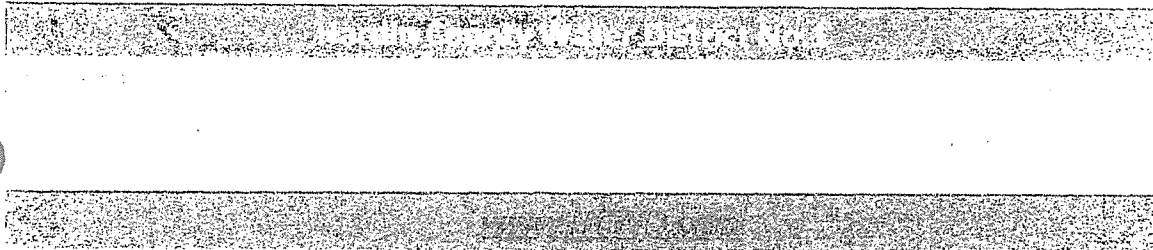
Steph – this is what I have on the Radcliff WW truck.

It was in the folder of transfers when we took over the system.

The registration is dated August 1, 2006.

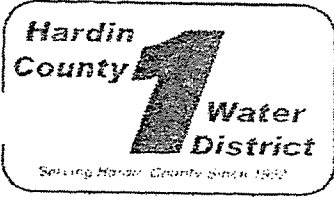
Anything else, let me know.

John



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*Rad. 1999 F250
Asset 66*



Hardin County Water District No. 1

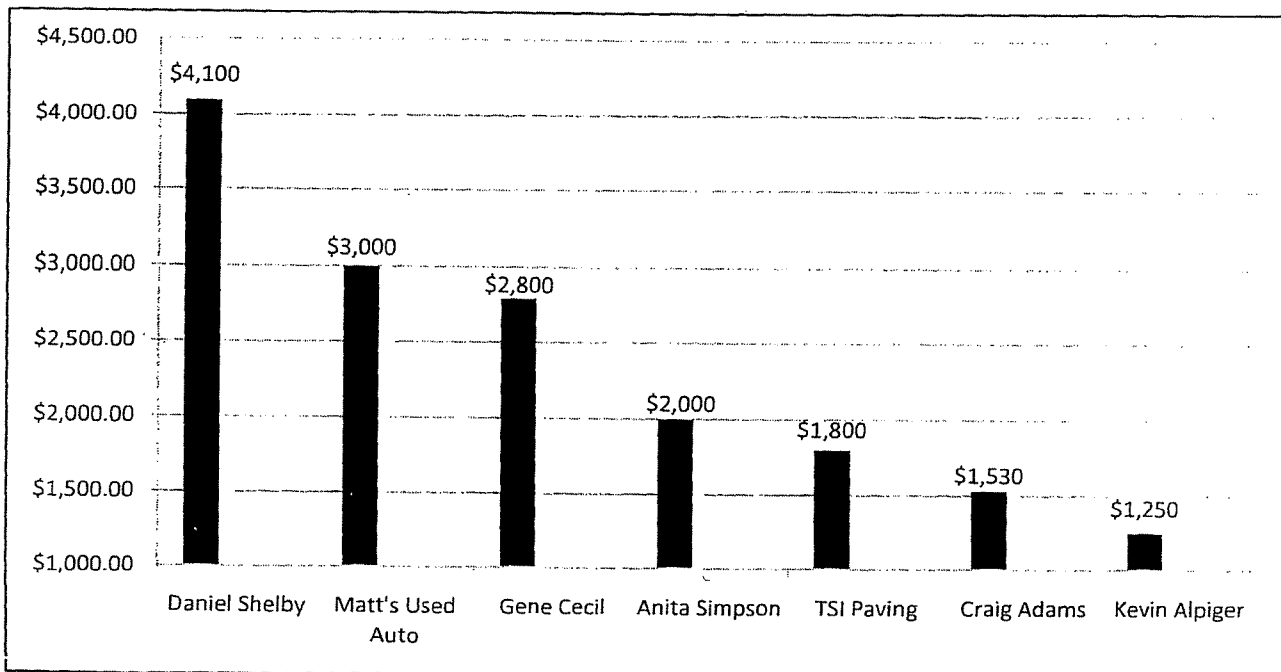
1999 Ford F-250 Truck - Surplus Auction

Bid Summary

| | | | |
|---------------------|--------------------------|-----------------|------------|
| Bids Opened: | July 25, 2012, 10:00a.m. | Average: | \$2,354.29 |
| Engineer: | | Median: | \$2,000.00 |
| Funding: | | Range: | \$2,850.00 |
| | | %Lo/Hi: | 228% |
| | | %Lo/2nd: | 105% |

BASE BID

| No. | Bidder | Total Bid Amount |
|-----|------------------|------------------|
| 1 | Daniel Shelby | \$4,100.00 |
| 2 | Matt's Used Auto | \$3,000.00 |
| 3 | Gene Cecil | \$2,800.00 |
| 4 | Anita Simpson | \$2,000.00 |
| 5 | TSI Paving | \$1,800.00 |
| 6 | Craig Adams | \$1,530.00 |
| 7 | Kevin Alpiger | \$1,250.00 |



OSM

Trail Code: CMTRX00000261
 voided transactions

| Checkbook ID | Type | Number | Date | Posting Date | Amount |
|-------------------|---------------------|-----------------|----------|--------------|------------|
| Paid To/Rcvd From | | Description | | | |
| WATER REVENUE | Increase Adjustment | IAJ000000646 | 8/1/2012 | 8/1/2012 | \$4,100.00 |
| | Dawn M Shelby | 1999 Ford F-250 | | | |

| Account Number | Account Description | Debit | Credit |
|----------------|-------------------------------------------------|------------|------------|
| 1-00-13100 | Water.General.Revenue Fund - Cecilian | \$4,100.00 | \$0.00 |
| 4-00-41700 | Radliff.General.Gain/Loss on Asset Dispositions | \$0.00 | \$4,100.00 |
| | | \$4,100.00 | \$4,100.00 |

OK

Total Transactions: 1

Journal Entry
 Intercompany Journal Entry

Batch ID: CMTRX00000261
 Batch Comment: Bank Transaction Entry

Approved: No Batch Total Actual: \$8,200.00 Batch Total Control: \$0.00
 Approved by: Trx Total Actual: 1 Trx Total Control: 0
 Approval Date:

| Journal Entry | Transaction Type | Transaction Date | Reversing Date | Source Document | Transaction Reference | Audit Trail Code | Reversing Trail Code | Audit |
|----------------------|------------------|------------------|-----------------------------------------------|-----------------|-----------------------|------------------|----------------------|-------|
| 5,992 | Standard | 8/1/2012 | | CMTRX | 1999 Ford F-250 | GLTRX000002060 | | |
| | | Account | Description | | Debit | | Credit | |
| | | 1-00-13100 | Water.General.Revenue Fund - Cecilian | | \$4,100.00 | | | |
| | | 4-00-41700 | Radcliff.General.Gain/Loss on Asset Dispositi | | | | \$4,100.00 | |
| | | 4-00-14600 | Radcliff.General.Due From Other Funds | | \$4,100.00 | | | |
| | | 1-00-14500 | Water.General. Due From Other Funds | | | | \$4,100.00 | |
| Total Distributions: | | | 4 | Totals: | | \$8,200.00 | \$8,200.00 | |

Total Journal Entries: 1

System: 8/15/2012 2:14:16 PM
 User Date: 8/15/2012

Hardin County Water District N
 GENERAL POSTING JOURNAL
 General Ledger

Page: 1
 User ID: Stephanie

Journal Entry
 Intercompany Journal Entry

Batch ID: Stephanie
 Batch Comment:

08/16/12

Approved: No Batch Total Actual: \$0.00 Batch Total Control: \$0.00
 Approved by: Trx Total Actual: 0 Trx Total Control: 0
 Approval Date:

| Journal Entry | Transaction Type | Transaction Date | Reversing Date | Source Document | Transaction Reference | Audit Trail Code | Reversing Trail Code | Audit Code |
|---------------|------------------|------------------|----------------|-----------------|-----------------------------|------------------|----------------------|------------|
| 6,356 | Standard | 8/1/2012 | | GJ | Dispose 13 5/8 x 3/4 meters | GLTRX00002202 | | |

| Account | Description | Debit | Credit |
|------------------------|----------------------------------------------|------------------|----------|
| 1-00-10800 | Water.General.Accumulated Depreciation | \$228.75 | |
| 1-00-41401 | Water.General.Gain/Loss on Fixed Assets | \$119.92 | |
| 4-00-41700 | Radliff.General.Gain/Loss on Asset Dispositi | \$106.33 | |
| 1-00-33400 | Water.General.Meters | | \$455.00 |
| 4-00-14600 | Radcliff.General.Due From Other Funds | | \$106.33 |
| 1-00-14500 | Water.General. Due From Other Funds | \$106.33 | |
| Total Distributions: 6 | | Totals: \$561.33 | \$561.33 |

Total Journal Entries: 1

Hardin County Water Fund

Disposal Report

08/01/2012 to 08/31/2012

Book = Internal

FYE Month = December

| Sys No | Ext | Co Asset No | Description | CI | In Svc Date | Disposal Date | D M | Acquired Value | Current Accum Depreciation | Net Proceeds | Gain/Loss Adjust Basis | Realized Gain (Loss) | G L |
|--------|-----|-------------|-------------------------|----|-------------|---------------|-----|----------------|----------------------------|--------------|------------------------|----------------------|-----|
| 000405 | 073 | | Meters | CS | 01/01/90 | 08/01/12 | A | \$ 105.00 | \$ 76.75 | \$ 0.00 | \$ 28.25 | \$ (28.25) | Y |
| 000412 | 011 | | Meters | CS | 01/01/93 | 08/01/12 | A | 105.00 | 66.25 | 0.00 | 38.75 | (38.75) | Y |
| 000414 | 035 | | Meters | CS | 01/01/94 | 08/01/12 | A | 70.00 | 41.83 | 0.00 | 28.16 | (28.16) | Y |
| 000418 | 081 | | Meters | CS | 12/31/04 | 08/01/12 | A | 140.00 | 37.00 | 0.00 | 103.00 | (103.00) | Y |
| 000419 | 003 | | Meters & Services inst. | CS | 12/31/05 | 08/01/12 | A | 35.00 | 6.92 | 0.00 | 28.09 | (28.09) | Y |

Grand Total \$ 455.00 \$ 228.75 \$ 0.00 \$ 226.25 \$ (226.25)
 Count = 5

| | Gains | Losses | Net |
|----------------|----------------|--------------------|--------------------|
| Recognized | \$ 0.00 | \$ (226.25) | \$ (226.25) |
| Not Recognized | 0.00 | 0.00 | 0.00 |
| Deferred | 0.00 | 0.00 | 0.00 |
| Total | <u>\$ 0.00</u> | <u>\$ (226.25)</u> | <u>\$ (226.25)</u> |

226.25 x 47% = 106.33

Report Assumptions

Report Name: Disposal
 Source Report: <Standard Report>

Calculation Assumptions:

Include Sec 168 Allowance & Sec 179: No
 Adjustment Convention: None

Group/Sorting Criteria:

Group = All FAS Assets
 Include Assets that meet the following conditions:
 All FAS Assets
 Sorted by: G/L Asset Acct No, System No, Extension

1.00.10800 228.75
1.00.41401 119.92
4.00.41700 106.33
1.00.33400 455.00

Hardin County Water Fund Disposal Worksheet Book: Internal

System Asset Number: 000419

Extension: 002

Company Asset Number:

Description: Meters & Services installed 2005 (275#)

| | | |
|---|---------|--------------------------------------------------------------------|
| | 0.00 | Net proceeds |
| - | 28.09 | Adjusted basis for gains (losses) |
| | (28.09) | Net gain (loss) |
| | 35.00 | Acquired value |
| - | 0.00 | Original ITC basis decrease |
| + | 0.00 | Basis increase from ITC recapture |
| - | 6.92 | Total accumulated depreciation + Total Section 179 + 168 Allowance |
| | 28.09 | Adjusted basis for gains (losses) |
| | 6.33 | Accumulated depreciation through 12/11 + Section 179 |
| - | 6.33 | Accumulated depreciation as if no Section 179 |
| | N/A | Net Section 179 recapture |
| | 0.00 | ITC recapture basis |
| | 6 | Number of full years held |
| x | 0.00 % | ITC recapture factor |
| | 0.00 | Basis increase from ITC recapture |
| | 0.00 | Original ITC basis decrease |
| | 0.00 | Basis increase from ITC recapture |

Hardin County Water Fund Disposal Worksheet Book: Internal

System Asset Number: 000418

Extension: 080

Company Asset Number:

Description: Meters

| | | |
|---|----------|--------------------------------------------------------------------|
| | 0.00 | Net proceeds |
| - | 103.00 | Adjusted basis for gains (losses) |
| | (103.00) | Net gain (loss) |
| | 140.00 | Acquired value |
| - | 0.00 | Original ITC basis decrease |
| + | 0.00 | Basis increase from ITC recapture |
| - | 36.00 | Total accumulated depreciation + Total Section 179 + 168 Allowance |
| | 103.00 | Adjusted basis for gains (losses) |
| | 34.67 | Accumulated depreciation through 12/11 + Section 179 |
| - | 34.67 | Accumulated depreciation as if no Section 179 |
| | N/A | Net Section 179 recapture |
| | 0.00 | ITC recapture basis |
| | 7 | Number of full years held |
| x | 0.00% | ITC recapture factor |
| | 0.00 | Basis increase from ITC recapture |
| | 0.00 | Original ITC basis decrease |
| | 0.00 | Basis increase from ITC recapture |

Hardin County Water Fund Disposal Worksheet Book: Internal

System Asset Number: 000414

Extension: 034

Company Asset Number:

Description: Meters

| | | |
|---|---------|--------------------------------------------------------------------|
| | 0.00 | Net proceeds |
| - | 28.16 | Adjusted basis for gains (losses) |
| | (28.16) | Net gain (loss) |
| | 70.00 | Acquired value |
| - | 0.00 | Original ITC basis decrease |
| + | 0.00 | Basis increase from ITC recapture |
| - | 41.83 | Total accumulated depreciation + Total Section 179 + 168 Allowance |
| | 28.16 | Adjusted basis for gains (losses) |
| | 40.67 | Accumulated depreciation through 12/11 + Section 179 |
| - | 40.67 | Accumulated depreciation as if no Section 179 |
| | N/A | Net Section 179 recapture |
| | 0.00 | ITC recapture basis |
| | 18 | Number of full years held |
| x | 0.00 % | ITC recapture factor |
| | 0.00 | Basis increase from ITC recapture |
| | 0.00 | Original ITC basis decrease |
| | 0.00 | Basis increase from ITC recapture |

Hardin County Water Fund Disposal Worksheet Book: Internal

System Asset Number: 000412

Extension: 010

Company Asset Number:

Description: Meters

| | | |
|---|---------|--------------------------------------------------------------------|
| | 0.00 | Net proceeds |
| - | 38.75 | Adjusted basis for gains (losses) |
| | (38.75) | Net gain (loss) |
| | 105.00 | Acquired value |
| - | 0.00 | Original ITC basis decrease |
| + | 0.00 | Basis increase from ITC recapture |
| - | 66.25 | Total accumulated depreciation + Total Section 179 + 168 Allowance |
| | 38.75 | Adjusted basis for gains (losses) |
| | 64.50 | Accumulated depreciation through 12/11 + Section 179 |
| - | 64.50 | Accumulated depreciation as if no Section 179 |
| | N/A | Net Section 179 recapture |
| | 0.00 | ITC recapture basis |
| | 19 | Number of full years held |
| x | 0.00% | ITC recapture factor |
| | 0.00 | Basis increase from ITC recapture |
| | 0.00 | Original ITC basis decrease |
| | 0.00 | Basis increase from ITC recapture |

Hardin County Water Fund Disposal Worksheet Book: Internal

System Asset Number: 000405

Extension: 072

Company Asset Number:

Description: Meters

| | | |
|---|---------|--------------------------------------------------------------------|
| | 0.00 | Net proceeds |
| - | 28.25 | Adjusted basis for gains (losses) |
| | (28.25) | Net gain (loss) |
| | 105.00 | Acquired value |
| - | 0.00 | Original ITC basis decrease |
| + | 0.00 | Basis increase from ITC recapture |
| - | 76.75 | Total accumulated depreciation + Total Section 179 + 168 Allowance |
| | 28.25 | Adjusted basis for gains (losses) |
| | 75.00 | Accumulated depreciation through 12/11 + Section 179 |
| - | 75.00 | Accumulated depreciation as if no Section 179 |
| | N/A | Net Section 179 recapture |
| | 0.00 | ITC recapture basis |
| | 22 | Number of full years held |
| x | 0.00% | ITC recapture factor |
| | 0.00 | Basis increase from ITC recapture |
| | 0.00 | Original ITC basis decrease |
| | 0.00 | Basis increase from ITC recapture |

| Serial Number | Type | Install Date | Meter Size | Cost | Date Scrapped |
|---------------|------|--------------|------------|-------|---------------|
| 33550865 | T10 | Feb-89 | 5/8x3/4 | 35.00 | 8/9/2012 |
| 33884494 | T10 | May-89 | 5/8x3/4 | 35.00 | 8/9/2012 |
| 34475614 | T10 | Jan-90 | 5/8x3/4 | 35.00 | 8/9/2012 |
| 29437687 | T10 | Nov-91 | 5/8x3/4 | 35.00 | 8/9/2012 |
| 82057673 | B25 | Mar-92 | 5/8x3/4 | 35.00 | 8/9/2012 |
| 92550594 | B25 | Jul-92 | 5/8x3/4 | 35.00 | 8/9/2012 |
| 38316190 | T10 | Jun-93 | 5/8x3/4 | 35.00 | 8/9/2012 |

Notes:
5/8x3/4 Badger B25 \$35
5/8x3/4 SR11 \$35
5/8x3/4 T-8-L \$35
5/8x3/4 T-10 \$35
3/4 Badger \$45

245.00

B 5/8 x 3/4 meters
405 105.00 ✓
412 105.00 ✓
414 70.00 ✓
418 140.00 ✓
419 35.00 ✓

455.00

| <u>Serial Number</u> | <u>Type</u> | <u>Install Date</u> | <u>Meter Size</u> | <u>Cost</u> | <u>Date Scrapped</u> |
|----------------------|-------------|---------------------|-------------------|-------------|----------------------|
| 29123936 (MIKE) | T10 | Apr-93 | 5/8x3/4 | 35.00 | 8/10/2012 414 ✓ |

Notes:

5/8x3/4 Badger B25 \$35

5/8x3/4 SR11 \$35

5/8x3/4 T-8-L \$35

5/8x3/4 T-10 \$35

3/4 Badger \$45

| Serial Number | Type | Install Date | Meter Size | Cost | Date Scrapped | Notes: |
|---------------|----------|--------------|------------|--------|---------------|--------------------------------------|
| 12115157 | SR II T | Nov-99 | 5/8 x 3/4 | 35.00 | 8/15/2012 | |
| 55783273 | SR II T | Dec-99 | 5/8 x 3/4 | 35.00 | 8/15/2012 | 5/8x3/4 Badger B25 \$35 |
| 55507238 | SR II T | Jun-00 | 5/8 x 3/4 | 35.00 | 8/15/2012 | 5/8x3/4 SRII \$35 |
| 54669991 | SR II T | Sep-03 | 5/8 x 3/4 | 35.00 | 8/15/2012 | 5/8x3/4 T-8-L \$35 |
| 57434819 | SR II TR | Mar-05 | 5/8 x 3/4 | 35.00 | 8/15/2012 | 5/8x3/4 T-10 \$35 3/4 Badger \$45 |
| | | | | 175.00 | | |

140.00

418

419

0102512

Journal Entry
 Intercompany Journal Entry

Batch ID: Stephanie
 Batch Comment:

Approved: No Batch Total Actual: \$0.00 Batch Total Control: \$0.00
 Approved by: Trx Total Actual: 0 Trx Total Control: 0
 Approval Date:

| Journal Entry | Transaction Type | Transaction Date | Reversing Date | Source Document | Transaction Reference | Audit Trail Code | Reversing Trail Code | Audit | | |
|---------------|------------------|------------------|----------------|-----------------|--------------------------------|------------------------|----------------------------------------------|----------|------------|------------|
| 7,986 | Standard | 10/24/2012 | | GJ | Dispose of 28 5/8 x 3/4 meters | GLTRX00002772 | | | | |
| | | | | | | Account | Description | Debit | Credit | |
| | | | | | | 1.00.10800 | Water.General.Accumulated Depreciation | \$609.00 | | |
| | | | | | | 1.00.41401 | Water.General.Gain/Loss on Fixed Assets | \$196.63 | | |
| | | | | | | 4.00.41700 | Radliff.General.Gain/Loss on Asset Dispositi | \$174.37 | | |
| | | | | | | 1.00.33400 | Water.General.Meters | | \$980.00 | |
| | | | | | | 4.00.14600 | Radcliff.General.Due From Other Funds | | \$174.37 | |
| | | | | | | 1.00.14500 | Water.General. Due From Other Funds | \$174.37 | | |
| | | | | | | Total Distributions: | 6 | Totals: | \$1,154.37 | \$1,154.37 |
| | | | | | | Total Journal Entries: | 1 | | | |

Hardin County Water Fund

Disposal Report

10/01/2012 to 10/31/2012

Book = Internal

FYE Month = December

| Sys No | Ext Co | Asset No | Description | Cl | In Svc Date | Disposal Date | D M | Acquired Value | Current Accum Depreciation | Net Proceeds | Gain/Loss Adjust Basis | Realized Gain (Loss) | G L |
|--------------------------------|--------|----------|-------------|----|-------------|---------------|-----|----------------|----------------------------|--------------|------------------------|----------------------|-----|
| G/L Asset Acct No = 1.00.33400 | | | | | | | | | | | | | |
| 000405 | 075 | | Meters | CS | 01/01/90 | 10/24/12 | A | \$ 490.00 | \$ 361.67 | \$ 0.00 | \$ 128.33 | \$ (128.33) | Y |
| 000412 | 013 | | Meters | CS | 01/01/93 | 10/24/12 | A | 280.00 | 178.67 | 0.00 | 101.33 | (101.33) | Y |
| 000414 | 037 | | Meters | CS | 01/01/94 | 10/24/12 | A | 35.00 | 21.16 | 0.00 | 13.84 | (13.84) | Y |
| 000418 | 083 | | Meters | CS | 12/31/04 | 10/24/12 | A | 175.00 | 47.50 | 0.00 | 127.50 | (127.50) | Y |
| G/L Asset Acct No = 1.00.33400 | | | | | | | | \$ 980.00 | \$ 609.00 | \$ 0.00 | \$ 371.00 | \$ (371.00) | |
| Count = 4 | | | | | | | | | | | | | |

| | | | | | |
|-------------|-----------|-----------|---------|-----------|-------------|
| Grand Total | \$ 980.00 | \$ 609.00 | \$ 0.00 | \$ 371.00 | \$ (371.00) |
| Count = 4 | | | | | |

| | Gains | Losses | Net |
|----------------|----------------|--------------------|--------------------|
| Recognized | \$ 0.00 | \$ (371.00) | \$ (371.00) |
| Not Recognized | 0.00 | 0.00 | 0.00 |
| Deferred | 0.00 | 0.00 | 0.00 |
| Total | \$ 0.00 | \$ (371.00) | \$ (371.00) |

371.00 x 47% = 174.37

Report Assumptions

Report Name: Disposal
Source Report: <Standard Report>

Calculation Assumptions:
Include Sec 168 Allowance & Sec 179: No
Adjustment Convention: None

Group/Sorting Criteria:
Group = All FAS Assets
Include Assets that meet the following conditions:
All FAS Assets
Sorted by: G/L Asset Acct No (with subtotals), System No, Extension

| | |
|------------|--------|
| 1.00-10800 | 609.00 |
| 1.00-41701 | 196.63 |
| 400-41700 | 174.37 |
| 1.00.33400 | 480.00 |

**Hardin County Water Fund
Disposal Worksheet
Book: Internal**

System Asset Number: 000405

Extension: 074

Company Asset Number:

Description: Meters

| | | |
|---|-----------------|--------------------------------------------------------------------|
| | 0.00 | Net proceeds |
| - | 128.33 | Adjusted basis for gains (losses) |
| | <u>(128.33)</u> | Net gain (loss) |
| | 490.00 | Acquired value |
| - | 0.00 | Original ITC basis decrease |
| + | 0.00 | Basis increase from ITC recapture |
| - | 361.67 | Total accumulated depreciation + Total Section 179 + 168 Allowance |
| | <u>128.33</u> | Adjusted basis for gains (losses) |
| | 350.00 | Accumulated depreciation through 12/11 + Section 179 |
| - | <u>350.00</u> | Accumulated depreciation as if no Section 179 |
| | N/A | Net Section 179 recapture |
| | 0.00 | ITC recapture basis |
| | 22 | Number of full years held |
| x | 0.00% | ITC recapture factor |
| | <u>0.00</u> | Basis increase from ITC recapture |
| | 0.00 | Original ITC basis decrease |
| | 0.00 | Basis increase from ITC recapture |

Hardin County Water Fund Disposal Worksheet Book: Internal

System Asset Number: 000412

Extension: 012

Company Asset Number:

Description: Meters

| | | |
|---|----------|--------------------------------------------------------------------|
| | 0.00 | Net proceeds |
| - | 101.33 | Adjusted basis for gains (losses) |
| | (101.33) | Net gain (loss) |
| | 280.00 | Acquired value |
| - | 0.00 | Original ITC basis decrease |
| + | 0.00 | Basis increase from ITC recapture |
| - | 178.67 | Total accumulated depreciation + Total Section 179 + 168 Allowance |
| | 101.33 | Adjusted basis for gains (losses) |
| | 172.00 | Accumulated depreciation through 12/11 + Section 179 |
| - | 172.00 | Accumulated depreciation as if no Section 179 |
| | N/A | Net Section 179 recapture |
| | 0.00 | ITC recapture basis |
| | 19 | Number of full years held |
| x | 0.00% | ITC recapture factor |
| | 0.00 | Basis increase from ITC recapture |
| | 0.00 | Original ITC basis decrease |
| | 0.00 | Basis increase from ITC recapture |

Hardin County Water Fund Disposal Worksheet Book: Internal

System Asset Number: 000414

Extension: 036

Company Asset Number:

Description: Meters

| | | |
|---|---------|--------------------------------------------------------------------|
| | 0.00 | Net proceeds |
| - | 13.84 | Adjusted basis for gains (losses) |
| | (13.84) | Net gain (loss) |
| | 35.00 | Acquired value |
| - | 0.00 | Original ITC basis decrease |
| + | 0.00 | Basis increase from ITC recapture |
| - | 21.16 | Total accumulated depreciation + Total Section 179 + 168 Allowance |
| | 13.84 | Adjusted basis for gains (losses) |
| | 20.33 | Accumulated depreciation through 12/11 + Section 179 |
| - | 20.33 | Accumulated depreciation as if no Section 179 |
| | N/A | Net Section 179 recapture |
| | 0.00 | ITC recapture basis |
| | 18 | Number of full years held |
| x | 0.00% | ITC recapture factor |
| | 0.00 | Basis increase from ITC recapture |
| | 0.00 | Original ITC basis decrease |
| | 0.00 | Basis increase from ITC recapture |

Hardin County Water Fund Disposal Worksheet Book: Internal

System Asset Number: 000418
 Extension: 082
 Company Asset Number:
 Description: Meters

| | | |
|---|----------|--------------------------------------------------------------------|
| | 0.00 | Net proceeds |
| - | 127.50 | Adjusted basis for gains (losses) |
| | (127.50) | Net gain (loss) |
| | 175.00 | Acquired value |
| - | 0.00 | Original ITC basis decrease |
| + | 0.00 | Basis increase from ITC recapture |
| - | 47.50 | Total accumulated depreciation + Total Section 179 + 168 Allowance |
| | 127.50 | Adjusted basis for gains (losses) |
| | 43.33 | Accumulated depreciation through 12/11 + Section 179 |
| - | 43.33 | Accumulated depreciation as if no Section 179 |
| | N/A | Net Section 179 recapture |
| | 0.00 | ITC recapture basis |
| | 7 | Number of full years held |
| x | 0.00% | ITC recapture factor |
| | 0.00 | Basis increase from ITC recapture |
| | 0.00 | Original ITC basis decrease |
| | 0.00 | Basis increase from ITC recapture |

28 meters

| Serial Number | Type | Install Date | Meter Size | Cost | Date Scrapped | Notes |
|---------------|------|--------------|------------|-------|---------------|-------------|
| 85122443 | B25 | Jul-85 | 5/8 x 3/4 | 35.00 | 10/24/2012 | |
| 85122804 | B25 | Aug-85 | 5/8 x 3/4 | 35.00 | 10/24/2012 | |
| 88533219 | B25 | Aug-88 | 5/8 x 3/4 | 35.00 | 10/24/2012 | |
| 88533045 | B25 | Aug-88 | 5/8 x 3/4 | 35.00 | 10/24/2012 | |
| 88827623 | B25 | Oct-88 | 5/8 x 3/4 | 35.00 | 10/24/2012 | |
| 88827622 | B25 | Oct-88 | 5/8 x 3/4 | 35.00 | 10/24/2012 | |
| 88827663 | B25 | Oct-88 | 5/8 x 3/4 | 35.00 | 10/24/2012 | |
| 88827695 | B25 | Oct-88 | 5/8 x 3/4 | 35.00 | 10/24/2012 | |
| 88827685 | B25 | Dec-88 | 5/8 x 3/4 | 35.00 | 10/24/2012 | |
| 29659535 | T10 | Jan-89 | 5/8 x 3/4 | 35.00 | 10/24/2012 | |
| 33706507 | T10 | Mar-89 | 5/8 x 3/4 | 35.00 | 10/24/2012 | |
| 33706509 | T10 | Mar-89 | 5/8 x 3/4 | 35.00 | 10/24/2012 | |
| 82319602 | B25 | Apr-89 | 5/8 x 3/4 | 35.00 | 10/24/2012 | |
| 33884660 | T10 | May-89 | 5/8 x 3/4 | 35.00 | 10/24/2012 | |
| 34475664 | T10 | Jan-90 | 5/8 x 3/4 | 35.00 | 10/24/2012 | |
| 8275804 | B25 | Apr-90 | 5/8 x 3/4 | 35.00 | 10/24/2012 | |
| 28848160 | T10 | Sep-90 | 5/8 x 3/4 | 35.00 | 10/24/2012 | |
| 85110722 | B25 | Jan-91 | 5/8 x 3/4 | 35.00 | 10/24/2012 | |
| 29782030 | T10 | Mar-91 | 5/8 x 3/4 | 35.00 | 10/24/2012 | |
| 91614833 | B25 | Jul-91 | 5/8 x 3/4 | 35.00 | 10/24/2012 | |
| 28848144 | T10 | Dec-91 | 5/8 x 3/4 | 35.00 | 10/24/2012 | |
| 85454049 | B25 | Dec-92 | 5/8 x 3/4 | 35.00 | 10/24/2012 | |
| 28897300 | T10 | Apr-93 | 5/8 x 3/4 | 35.00 | 10/24/2012 | |
| 56048485 | SR11 | Mar-00 | 5/8 x 3/4 | 35.00 | 10/24/2012 | Asset 414 ✓ |
| 56048486 | SR11 | Mar-00 | 5/8 x 3/4 | 35.00 | 10/24/2012 | |
| 59175485 | SR11 | Mar-02 | 5/8 x 3/4 | 35.00 | 10/24/2012 | Asset 418 ✓ |
| 59175482 | SR11 | Mar-02 | 5/8 x 3/4 | 35.00 | 10/24/2012 | |
| 59175481 | SR11 | Mar-02 | 5/8 x 3/4 | 35.00 | 10/24/2012 | |

980.00

Notes:
 5/8x3/4 Badger B25 \$35
 5/8x3/4 SR11 \$35
 5/8x3/4 T-8-L \$35
 5/8x3/4 T-10 \$35
 3/4 Badger \$45

14 meters
 490.00
 Asset 405 ✓

8 meter
 400.00
 Asset 412 ✓

1 meter
 35.00
 Asset 414 ✓

5 meters
 175.00
 Asset 418 ✓

Journal Entry
 Intercompany Journal Entry

Batch ID: Stephanie
 Batch Comment:

01-09-12

Approved: No Batch Total Actual: \$0.00 Batch Total Control: \$0.00
 Approved by: Trx Total Actual: 0 Trx Total Control: 0
 Approval Date:

| Journal Entry | Transaction Type | Transaction Date | Reversing Date | Source Document | Transaction Reference | Audit Trail Code | Reversing Trail Code | Audit Code |
|---------------|------------------|------------------|----------------|-----------------|-------------------------------|------------------|----------------------|------------|
| 8,344 | Standard | 11/7/2012 | | GJ | Dispose of 6 5/8 x 3/4 meters | GLTRX00002907 | | |

| Account | Description | Debit | Credit |
|---------------------------------------------|----------------------------------------------|----------|----------------------------------------|
| 1.00.10800 | Water.General.Accumulated Depreciation | \$141.00 | |
| 1.00.41401 | Water.General.Gain/Loss on Fixed Assets | \$36.57 | |
| 4.00.41700 | Radliff.General.Gain/Loss on Asset Dispositi | \$32.43 | |
| 1.00.33400 | Water.General.Meters | | \$210.00 |
| 4.00.14600 | Radclff.General.Due From Other Funds | | \$32.43 |
| 1.00.14500 | Water.General. Due From Other Funds | \$32.43 | |
| Total Distributions: 6 | | Totals: | \$242.43 \$242.43 |

Total Journal Entries: 1

Hardin County Water Fund

Disposal Report

11/01/2012 to 12/31/2012

Book = Internal

FYE Month = December

| Sys No | Ext | Co | Asset No | Description | Cl | In Svc Date | Disposal Date | D M | Acquired Value | Current Accum Depreciation | Net Proceeds | Gain/Loss Adjust Basis | Realized Gain (Loss) | G L |
|--------------------------------|-----|----|----------|-------------|----|-------------|---------------|-----|----------------|----------------------------|--------------|------------------------|----------------------|-----|
| G/L Asset Acct No = 1.00.33400 | | | | | | | | | | | | | | |
| 000405 | 077 | | | Meters | CS | 01/01/90 | 11/07/12 | A | \$ 70.00 | \$ 51.67 | \$ 0.00 | \$ 18.33 | \$ (18.33) | Y |
| 000412 | 015 | | | Meters | CS | 01/01/93 | 11/07/12 | A | 140.00 | 89.33 | 0.00 | 50.67 | (50.67) | Y |
| G/L Asset Acct No = 1.00.33400 | | | | | | | | | \$ 210.00 | \$ 141.00 | \$ 0.00 | \$ 69.00 | \$ (69.00) | |
| Count = 2 | | | | | | | | | | | | | | |

| | | | | | |
|-------------|-----------|-----------|---------|----------|------------|
| Grand Total | \$ 210.00 | \$ 141.00 | \$ 0.00 | \$ 69.00 | \$ (69.00) |
| | Count = 2 | | | | |

| | Gains | Losses | Net |
|----------------|----------------|-------------------|-------------------|
| Recognized | \$ 0.00 | \$ (69.00) | \$ (69.00) |
| Not Recognized | 0.00 | 0.00 | 0.00 |
| Deferred | 0.00 | 0.00 | 0.00 |
| Total | \$ 0.00 | \$ (69.00) | \$ (69.00) |

69.00 x 47% = 32.43

Report Assumptions

Report Name: Disposal
Source Report: <Standard Report>

Calculation Assumptions:
Include Sec 168 Allowance & Sec 179: No
Adjustment Convention: None

Group/Sorting Criteria:
Group = All FAS Assets
Include Assets that meet the following conditions:
All FAS Assets
Sorted by: G/L Asset Acct No (with subtotals), System No, Extension

6 meters

| | |
|------------|--------|
| 1.00.10800 | 141.00 |
| 1.00.41401 | 36.57 |
| 4.00.41700 | 32.43 |
| 1.00.33400 | 210.00 |

| Serial Number | Type | Install Date | Meter Size | Cost | Date Scrapped |
|---------------|------|--------------|------------|-------|---------------|
| 85453729 | B25 | Sep-85 | 5/8x3/4 | 35.00 | 11/7/2012 |
| 33884694 | T10 | May-89 | 5/8x3/4 | 35.00 | 11/7/2012 |
| 28844273 | T10 | Jan-91 | 5/8x3/4 | 35.00 | 11/7/2012 |
| 81445934 | B25 | Nov-91 | 5/8x3/4 | 35.00 | 11/7/2012 |
| 82070823 | B25 | Sep-92 | 5/8x3/4 | 35.00 | 11/7/2012 |
| 85122535 | B25 | Sep-92 | 5/8x3/4 | 35.00 | 11/7/2012 |

Badger 40.5
Badger 41.2
1140.00

Notes:
 5/8x3/4 Badger B25 \$35
 5/8x3/4 SR11 \$35
 5/8x3/4 T-8-L \$35
 5/8x3/4 T-10 \$35
 3/4 Badger \$45

210.00

Hardin County Water Fund Disposal Worksheet Book: Internal

System Asset Number: 000412

Extension: 014

Company Asset Number:

Description: Meters

| | | |
|---|---------|--------------------------------------------------------------------|
| | 0.00 | Net proceeds |
| - | 50.67 | Adjusted basis for gains (losses) |
| | (50.67) | Net gain (loss) |
| | | |
| | 140.00 | Acquired value |
| - | 0.00 | Original ITC basis decrease |
| + | 0.00 | Basis increase from ITC recapture |
| - | 89.33 | Total accumulated depreciation + Total Section 179 + 168 Allowance |
| | 50.67 | Adjusted basis for gains (losses) |
| | | |
| | 86.00 | Accumulated depreciation through 12/11 + Section 179 |
| - | 86.00 | Accumulated depreciation as if no Section 179 |
| | N/A | Net Section 179 recapture |
| | | |
| | 0.00 | ITC recapture basis |
| | 19 | Number of full years held |
| x | 0.00% | ITC recapture factor |
| | 0.00 | Basis increase from ITC recapture |
| | | |
| | 0.00 | Original ITC basis decrease |
| | 0.00 | Basis increase from ITC recapture |

Hardin County Water Fund Disposal Worksheet Book: Internal

System Asset Number: 000405

Extension: 076

Company Asset Number:

Description: Meters

| | | |
|---|---------|--------------------------------------------------------------------|
| | 0.00 | Net proceeds |
| - | 18.33 | Adjusted basis for gains (losses) |
| | (18.33) | Net gain (loss) |
| | 70.00 | Acquired value |
| - | 0.00 | Original ITC basis decrease |
| + | 0.00 | Basis increase from ITC recapture |
| - | 51.67 | Total accumulated depreciation + Total Section 179 + 168 Allowance |
| | 18.33 | Adjusted basis for gains (losses) |
| | 50.00 | Accumulated depreciation through 12/11 + Section 179 |
| - | 50.00 | Accumulated depreciation as if no Section 179 |
| | N/A | Net Section 179 recapture |
| | 0.00 | ITC recapture basis |
| | 22 | Number of full years held |
| x | 0.00% | ITC recapture factor |
| | 0.00 | Basis increase from ITC recapture |
| | 0.00 | Original ITC basis decrease |
| | 0.00 | Basis increase from ITC recapture |

System: 11/12/2012 4:49:37 PM
 User Date: 11/12/2012

Hardin County Water District N
 GENERAL POSTING JOURNAL
 General Ledger

Page: 1
 User ID: Stephanie

Journal Entry
 Company Journal Entry

Batch ID: Stephanie
 Batch Comment:

11/19/12

Approved: No Batch Total Actual: \$0.00 Batch Total Control: \$0.00
 Approved by: Trx Total Actual: 0 Trx Total Control: 0
 Approval Date:

| Journal Entry | Transaction Type | Transaction Date | Reversing Date | Source Document | Transaction Reference | Audit Trail Code | Reversing Trail Code |
|---------------|------------------|------------------|----------------|-----------------|--------------------------------|------------------|----------------------|
| 8,345 | Standard | 11/8/2012 | | GJ | Dispose of 23 5/8 x 3/4 meters | GLTRX00002908 | |

| Account | Description | Debit | Credit |
|---------------------------------------------|-----------------------------------------------|---------------------------------------|----------|
| 1.00.10800 | Water.General.Accumulated Depreciation | \$519.50 | |
| 1.00.41401 | Water.General.Gain/Loss on Fixed Assets | \$151.32 | |
| 4.00.41700 | Radcliff.General.Gain/Loss on Asset Dispositi | \$134.18 | |
| 1.00.33300 | Water.General.Service Lines & Connections | | \$805.00 |
| 4.00.14600 | Radcliff.General.Due From Other Funds | | \$134.18 |
| 1.00.14500 | Water.General. Due From Other Funds | \$134.18 | |
| Total Distributions: 6 | | Totals: \$939.18 | \$939.18 |

Total Journal Entries: 1

Hardin County Water Fund

Disposal Report

11/01/2012 to 12/31/2012

Book = Internal
FYE Month = December

| Sys No | Ext | Co | Asset No | Description | Cl | In Svc Date | Disposal Date | D M | Acquired Value | Current Accum Depreciation | Net Proceeds | Gain/Loss Adjust Basis | Realized Gain (Loss) | G L |
|--------------------------------|----------------|----|----------|-------------------|---------------|---------------------|---------------------|--------------|-------------------|----------------------------|-----------------|------------------------|----------------------|--------------|
| G/L Asset Acct No = 1.00.33400 | | | | | | | | | | | | | | |
| 000405 | 077 | | | Meters | CS | 01/01/90 | 11/07/12 | A | \$ 70.00 | \$ 51.67 | \$ 0.00 | \$ 18.33 | \$ (18.33) | Y |
| 079 | 015 | | | Meters | CS | 01/01/90 | 11/08/12 | A | 210.00 | 155.00 | 0.00 | 55.00 | (55.00) | Y |
| 000412 | 015 | | | Meters | CS | 01/01/93 | 11/07/12 | A | 140.00 | 89.33 | 0.00 | 50.67 | (50.67) | Y |
| 017 | 015 | | | Meters | CS | 01/01/93 | 11/08/12 | A | 525.00 | 335.00 | 0.00 | 190.00 | (190.00) | Y |
| 000416 | 089 | | | Meters & Labor | CS | 06/30/95 | 11/08/12 | A | 35.00 | 20.00 | 0.00 | 15.00 | (15.00) | Y |
| 000418 | 085 | | | Meters | CS | 12/31/04 | 11/08/12 | A | 35.00 | 9.50 | 0.00 | 25.50 | (25.50) | Y |
| G/L Asset Acct No = 1.00.33400 | | | | | | | | | \$ 1,015.00 | \$ 660.50 | \$ 0.00 | \$ 354.50 | \$ (354.50) | |
| Count = 6 | | | | | | | | | | | | | | |
| Grand Total | | | | | | | | | \$ 1,015.00 | \$ 660.50 | \$ 0.00 | \$ 354.50 | \$ (354.50) | |
| Count = 6 | | | | | | | | | | | | | | |

| | Gains | Losses | Net |
|----------------|----------------|--------------------|--------------------|
| Recognized | \$ 0.00 | \$ (354.50) | \$ (354.50) |
| Not Recognized | 0.00 | 0.00 | 0.00 |
| Deferred | 0.00 | 0.00 | 0.00 |
| Total | \$ 0.00 | \$ (354.50) | \$ (354.50) |

285.50 X 47% = 134.18

Report Assumptions

Report Name: Disposal
Source Report: <Standard Report>

Calculation Assumptions:
Include Sec 168 Allowance & Sec 179: No
Adjustment Convention: None

Group/Sorting Criteria:
Group = All FAS Assets
Include Assets that meet the following conditions:
All FAS Assets
Sorted by: G/L Asset Acct No (with subtotals), System No, Extension

1.00.10800 519.50
1.00.41401 151.32
4.00.41700 134.18
1.00.33300 805.00

Hardin County Water Fund Disposal Worksheet Book: Internal

System Asset Number: 000405

Extension: 078

Company Asset Number: .

Description: Meters

| | | |
|---|---------|--------------------------------------------------------------------|
| | 0.00 | Net proceeds |
| - | 54.00 | Adjusted basis for gains (losses) |
| | (54.00) | Net gain (loss) |
| | 210.00 | Acquired value |
| - | 0.00 | Original ITC basis decrease |
| + | 0.00 | Basis increase from ITC recapture |
| - | 154.00 | Total accumulated depreciation + Total Section 179 + 168 Allowance |
| | 54.00 | Adjusted basis for gains (losses) |
| | 150.00 | Accumulated depreciation through 12/11 + Section 179 |
| - | 150.00 | Accumulated depreciation as if no Section 179 |
| | N/A | Net Section 179 recapture |
| | 0.00 | ITC recapture basis |
| | 22 | Number of full years held |
| x | 0.00 % | ITC recapture factor |
| | 0.00 | Basis increase from ITC recapture |
| | 0.00 | Original ITC basis decrease |
| | 0.00 | Basis increase from ITC recapture |

Hardin County Water Fund Disposal Worksheet Book: Internal

System Asset Number: 000412

Extension: 016

Company Asset Number:

Description: Meters

| | | |
|---|----------|--------------------------------------------------------------------|
| | 0.00 | Net proceeds |
| - | 190.00 | Adjusted basis for gains (losses) |
| | (190.00) | Net gain (loss) |
| | 525.00 | Acquired value |
| - | 0.00 | Original ITC basis decrease |
| + | 0.00 | Basis increase from ITC recapture |
| - | 335.00 | Total accumulated depreciation + Total Section 179 + 168 Allowance |
| | 190.00 | Adjusted basis for gains (losses) |
| | 322.50 | Accumulated depreciation through 12/11 + Section 179 |
| - | 322.50 | Accumulated depreciation as if no Section 179 |
| | N/A | Net Section 179 recapture |
| | 0.00 | ITC recapture basis |
| | 19 | Number of full years held |
| x | 0.00% | ITC recapture factor |
| | 0.00 | Basis increase from ITC recapture |
| | 0.00 | Original ITC basis decrease |
| | 0.00 | Basis increase from ITC recapture |

Hardin County Water Fund Disposal Worksheet Book: Internal

System Asset Number: 000416

Extension: 038

Company Asset Number:

Description: Meters & Labor

| | | |
|---|---------|--------------------------------------------------------------------|
| | 0.00 | Net proceeds |
| - | 15.00 | Adjusted basis for gains (losses) |
| | (15.00) | Net gain (loss) |
| - | 35.00 | Acquired value |
| - | 0.00 | Original ITC basis decrease |
| + | 0.00 | Basis increase from ITC recapture |
| - | 19.00 | Total accumulated depreciation + Total Section 179 + 168 Allowance |
| | 15.00 | Adjusted basis for gains (losses) |
| | 19.17 | Accumulated depreciation through 12/11 + Section 179 |
| - | 19.17 | Accumulated depreciation as if no Section 179 |
| | N/A | Net Section 179 recapture |
| | 0.00 | ITC recapture basis |
| | 17 | Number of full years held |
| x | 0.00 % | ITC recapture factor |
| | 0.00 | Basis increase from ITC recapture |
| | 0.00 | Original ITC basis decrease |
| | 0.00 | Basis increase from ITC recapture |

Hardin County Water Fund Disposal Worksheet Book: Internal

System Asset Number: 000418

Extension: 084

Company Asset Number:

Description: Meters

| | | |
|---|---------|--------------------------------------------------------------------|
| | 0.00 | Net proceeds |
| - | 25.50 | Adjusted basis for gains (losses) |
| | (25.50) | Net gain (loss) |
| | 35.00 | Acquired value |
| - | 0.00 | Original ITC basis decrease |
| + | 0.00 | Basis increase from ITC recapture |
| - | 9.50 | Total accumulated depreciation + Total Section 179 + 168 Allowance |
| | 25.50 | Adjusted basis for gains (losses) |
| | 8.67 | Accumulated depreciation through 12/11 + Section 179 |
| - | 8.67 | Accumulated depreciation as if no Section 179 |
| | N/A | Net Section 179 recapture |
| | 0.00 | ITC recapture basis |
| | 7 | Number of full years held |
| x | 0.00% | ITC recapture factor |
| | 0.00 | Basis increase from ITC recapture |
| | 0.00 | Original ITC basis decrease |
| | 0.00 | Basis increase from ITC recapture |

| Serial Number | Type | Install Date | Meter Size | Cost | Date Scrapped |
|---------------|------|--------------|------------|-------|---------------|
| 85453923 | B25 | Mar-86 | 5/8x3/4 | 35.00 | 11/8/2012 |
| 86661853 | B25 | Dec-86 | 5/8x3/4 | 35.00 | 11/8/2012 |
| 33884692 | T10 | May-89 | 5/8x3/4 | 35.00 | 11/8/2012 |
| 34399305 | T10 | Dec-89 | 5/8x3/4 | 35.00 | 11/8/2012 |
| 34399335 | T10 | Dec-89 | 5/8x3/4 | 35.00 | 11/8/2012 |
| 34399299 | T10 | Dec-89 | 5/8x3/4 | 35.00 | 11/8/2012 |
| 86661875 | B25 | Jun-90 | 5/8x3/4 | 35.00 | 11/8/2012 |
| 34475759 | T10 | Jun-90 | 5/8x3/4 | 35.00 | 11/8/2012 |
| 28844221 | T10 | Dec-90 | 5/8x3/4 | 35.00 | 11/8/2012 |
| 29732918 | T10 | Mar-91 | 5/8x3/4 | 35.00 | 11/8/2012 |
| 29202287 | T10 | May-91 | 5/8x3/4 | 35.00 | 11/8/2012 |
| 29732926 | T10 | Aug-91 | 5/8x3/4 | 35.00 | 11/8/2012 |
| 91436461 | B25 | Aug-91 | 5/8x3/4 | 35.00 | 11/8/2012 |
| 29928824 | T10 | Mar-92 | 5/8x3/4 | 35.00 | 11/8/2012 |
| 92361666 | B25 | Apr-92 | 5/8x3/4 | 35.00 | 11/8/2012 |
| 92361669 | B25 | Apr-92 | 5/8x3/4 | 35.00 | 11/8/2012 |
| 92361665 | B25 | Apr-92 | 5/8x3/4 | 35.00 | 11/8/2012 |
| 92361695 | B25 | Apr-92 | 5/8x3/4 | 35.00 | 11/8/2012 |
| 28914961 | T10 | Sep-92 | 5/8x3/4 | 35.00 | 11/8/2012 |
| 80516648 | B25 | Oct-92 | 5/8x3/4 | 35.00 | 11/8/2012 |
| 82070828 | B25 | Oct-92 | 5/8x3/4 | 35.00 | 11/8/2012 |
| 39478683 | T10 | Jul-94 | 5/8x3/4 | 35.00 | 11/8/2012 |
| 50083886 | SRII | Sep-95 | 5/8x3/4 | 35.00 | 11/8/2012 |

Notes:
5/8x3/4 Badger B25 \$35
5/8x3/4 SRII \$35
5/8x3/4 T-8-L \$35
5/8x3/4 T-10 \$35
3/4 Badger \$45

805.00

* Added Journal Entry
 Intercompany Journal Entry

Batch ID: Stephanie
 Batch Comment:

Approved: No Batch Total Actual: \$0.00 Batch Total Control: \$0.00
 Approved by: Trx Total Actual: 0 Trx Total Control: 0
 Approval Date:

| Journal Entry | Transaction Type | Transaction Date | Reversing Date | Source Document | Transaction Reference | Audit Trail Code | Reversing Trail Code | Audit Trail Code |
|----------------------|------------------|------------------|----------------|----------------------------------------------|------------------------------|------------------|----------------------|------------------|
| 9,084 | Standard | 12/31/2012 | | GJ | Dis 350 lf of 8"pvc - Redmar | GLTRX00003142 | | |
| | | Account | | Description | | Debit | | Credit |
| | | 4.00.11001 | | Radcliff.General.Accumulated Depreciation | | \$509.97 | | |
| | | 4.00.41700 | | Radliff.General.Gain/Loss on Asset Dispositi | | \$1,707.25 | | |
| | | 4.00.35201 | | Radcliff .General.Sewer Plant | | | | \$2,217.22 ✓ |
| Total Distributions: | | 3 | | Totals: | | \$2,217.22 | | \$2,217.22 |

Total Journal Entries: 1

Hardin County Radcliff Sewer
Disposal Report
 12/01/2012 to 12/31/2012

Book = Internal
 .FYE Month = December

| Sys No | Ext | Co | Asset No | Description | In Svc Cl Date | Disposal Date | D M | Acquired Value | Current Accum Depreciation | Net Proceeds | Gain/Loss Adjust Basis | Realized Gain (Loss) | G L |
|--------------------------------|-----|----|----------|----------------------|-------------------|------------------|--------|--------------------------------|-------------------------------|------------------|---------------------------|-------------------------|----------------------|
| G/L Asset Acct No = 4.00.35202 | | | | | | | | | | | | | |
| 000037 | 001 | | | Redmar Force Main-P1 | 01/01/01 | 12/31/12 | A | \$ 2,217.22 | \$ 509.97 | \$ 0.00 | \$ 1,707.24 | \$ (1,707.24) | Y |
| | | | | | | | | G/L Asset Acct No = 4.00.35202 | \$ 2,217.22 | \$ 509.97 | \$ 0.00 | \$ 1,707.24 | \$ (1,707.24) |
| | | | | | | | | Count = 1 | | | | | |
| | | | | | | | | Grand Total | <u>\$ 2,217.22</u> | <u>\$ 509.97</u> | <u>\$ 0.00</u> | <u>\$ 1,707.24</u> | <u>\$ (1,707.24)</u> |
| | | | | | | | | Count = 1 | | | | | |

| | Gains | Losses | Net |
|----------------|----------------|----------------------|----------------------|
| Recognized | \$ 0.00 | \$ (1,707.24) | \$ (1,707.24) |
| Not Recognized | \$ 0.00 | \$ 0.00 | \$ 0.00 |
| Deferred | \$ 0.00 | \$ 0.00 | \$ 0.00 |
| Total | <u>\$ 0.00</u> | <u>\$ (1,707.24)</u> | <u>\$ (1,707.24)</u> |

Report Assumptions

Report Name: Disposal
 Source Report: <Standard Report>

Calculation Assumptions:
 Include Sec 168 Allowance & Sec 179: No
 Adjustment Convention: None

Group/Sorting Criteria:
 Group = All FAS Assets
 Include Assets that meet the following conditions:
 All FAS Assets
 Sorted by: G/L Asset Acct No (with subtotals), System No, Extension

4.00.11001 509.97
 4.00.41700 1,707.25

 4.00.35201 2,217.22

Hardin County Radcliff Sewer Disposal Worksheet Book: Internal

System Asset Number: 000037

Extension: 000

Company Asset Number:

Description: Redmar Force Main-Progress

| | | | |
|---|------------|--------------------------------------------------------------------|--|
| | 0.00 | Net proceeds | |
| - | 1,707.24 | Adjusted basis for gains (losses) | |
| | (1,707.24) | Net gain (loss) | |
| | 2,217.22 | Acquired value | |
| - | 0.00 | Original ITC basis decrease | |
| + | 0.00 | Basis increase from ITC recapture | |
| - | 509.97 | Total accumulated depreciation + Total Section 179 + 168 Allowance | |
| | 1,707.24 | Adjusted basis for gains (losses) | |
| | 465.63 | Accumulated depreciation through 12/11 + Section 179 | |
| - | 465.63 | Accumulated depreciation as if no Section 179 | |
| | N/A | Net Section 179 recapture | |
| | 0.00 | ITC recapture basis | |
| | 11 | Number of full years held | |
| x | 0.00 % | ITC recapture factor | |
| | 0.00 | Basis increase from ITC recapture | |
| | 0.00 | Original ITC basis decrease | |
| | 0.00 | Basis increase from ITC recapture | |

Disposals

Disposal: DEC 2012

Project: 01.1026

| Item | Quantity | Current Unit Cost | Current Total Cost | CPI Adjuster | Disposal | Install Date |
|--------------------|----------|-------------------|--------------------|--------------|------------|--------------|
| 6" PVC Main | 1,920 | \$9.85 | \$18,912.00 | 0.45 | \$8,429.22 | 1985 |
| 12" PVC Water Main | 508 | \$17.30 | \$8,788.40 | 0.41 | \$3,571.57 | 1982 |
| 14" DI Water Main | 389.5 | \$47.00 | \$18,306.50 | 0.12 | \$2,246.49 | 1968 |
| Fire Hydrant | 2 | \$3,600.00 | \$7,200.00 | 0.41 | \$2,926.05 | 1982 |

Project: 04.3027

| Item | Quantity | Current Unit Cost | Current Total Cost | CPI Adjuster | Disposal | Install Date |
|-------------------|----------|-------------------|--------------------|--------------|-------------|--------------|
| 6" PVC Force Main | 325 | \$13.00 | \$4,225.00 | 0.95 | \$4,012.22 | 2011 |
| 8" PVC Sewer Main | 727 | \$33.00 | \$23,991.00 | 0.95 | \$22,782.78 | 2011 |

Project: 04.3026

| Item | Quantity | Current Unit Cost | Current Total Cost | CPI Adjuster | Disposal | Install Date |
|-------------------|----------|-------------------|--------------------|--------------|------------|--------------|
| 8" PVC Force Main | 350 | \$9.40 | \$3,290.00 | 0.67 | \$2,212.22 | 2001 |

Asset #37

Project: 04.3030

| Item | Quantity | Current Unit Cost | Current Total Cost | CPI Adjuster | Disposal | Install Date |
|---------------------|----------|-------------------|--------------------|--------------|------------|--------------|
| 18" PVC Main | 321 | \$16.58 | \$5,322.18 | 0.85 | \$4,504.51 | 2007 |
| 4' Diameter Manhole | 1 | \$5,650.00 | \$5,650.00 | 0.85 | \$4,781.97 | 2007 |

HOW ENR BUILDS THE INDEX: 200 hours of common labor at the 20-city average of common labor rates, plus 25 cwt of standard structural steel shapes at the mill price prior to 1996 and the fabricated 20-city price from 1996, plus 1.128 tons of portland cement at the 20-city price, plus 1,088 board ft of 2 x 4 lumber at the 20-city price.

ENR'S CONSTRUCTION COST INDEX HISTORY (1908-2012)

| YEAR | JAN | FEB | MAR | APR | MAY | JUN | JUL | AUG | SEP | OCT | NOV | DEC | AVG. |
|------|------|------|------|------|------|------|------|------|------|------|------|------|------|
| 2012 | 9176 | 9198 | 9268 | 9273 | 9290 | 9291 | 9324 | 9351 | 9341 | 9376 | 9398 | 9412 | |
| 2011 | 8938 | 8998 | 9011 | 9027 | 9035 | 9053 | 9080 | 9088 | 9116 | 9147 | 9173 | 9172 | 9070 |
| 2010 | 8660 | 8672 | 8671 | 8677 | 8761 | 8805 | 8844 | 8837 | 8836 | 8921 | 8951 | 8952 | 8799 |
| 2009 | 8549 | 8533 | 8534 | 8528 | 8574 | 8578 | 8566 | 8584 | 8586 | 8596 | 8592 | 8641 | 8570 |
| 2008 | 8090 | 8094 | 8109 | 8112 | 8141 | 8185 | 8293 | 8362 | 8557 | 8623 | 8602 | 8551 | 8310 |
| 2007 | 7880 | 7880 | 7856 | 7865 | 7942 | 7939 | 7959 | 8007 | 8050 | 8045 | 8092 | 8089 | 7966 |
| 2006 | 7660 | 7689 | 7692 | 7695 | 7691 | 7700 | 7721 | 7722 | 7763 | 7883 | 7911 | 7888 | 7751 |
| 2005 | 7297 | 7298 | 7309 | 7355 | 7398 | 7415 | 7422 | 7479 | 7540 | 7563 | 7630 | 7647 | 7446 |
| 2004 | 6825 | 6862 | 6957 | 7017 | 7065 | 7109 | 7126 | 7188 | 7298 | 7314 | 7312 | 7308 | 7115 |
| 2003 | 6581 | 6640 | 6627 | 6635 | 6642 | 6694 | 6695 | 6733 | 6741 | 6771 | 6794 | 6782 | 6694 |
| 2002 | 6462 | 6462 | 6502 | 6480 | 6512 | 6532 | 6605 | 6592 | 6589 | 6579 | 6578 | 6563 | 6538 |
| 2001 | 6281 | 6272 | 6279 | 6286 | 6288 | 6318 | 6404 | 6389 | 6391 | 6397 | 6410 | 6390 | 6343 |
| 2000 | 6130 | 6160 | 6202 | 6201 | 6233 | 6238 | 6225 | 6233 | 6224 | 6259 | 6266 | 6283 | 6221 |
| 1999 | 6000 | 5992 | 5986 | 6008 | 6006 | 6039 | 6076 | 6091 | 6128 | 6134 | 6127 | 6127 | 6059 |
| 1998 | 5852 | 5874 | 5875 | 5883 | 5881 | 5895 | 5921 | 5929 | 5963 | 5986 | 5995 | 5991 | 5920 |
| 1997 | 5765 | 5769 | 5759 | 5799 | 5837 | 5860 | 5863 | 5854 | 5851 | 5848 | 5838 | 5858 | 5826 |
| 1996 | 5523 | 5532 | 5537 | 5550 | 5572 | 5597 | 5617 | 5652 | 5683 | 5719 | 5740 | 5744 | 5620 |
| 1995 | 5443 | 5444 | 5435 | 5432 | 5433 | 5432 | 5484 | 5506 | 5491 | 5511 | 5519 | 5524 | 5471 |
| 1994 | 5336 | 5371 | 5381 | 5405 | 5405 | 5408 | 5409 | 5424 | 5437 | 5437 | 5439 | 5439 | 5408 |
| 1993 | 5071 | 5070 | 5106 | 5167 | 5262 | 5260 | 5252 | 5230 | 5255 | 5264 | 5278 | 5310 | 5210 |
| 1992 | 4888 | 4884 | 4927 | 4946 | 4965 | 4973 | 4992 | 5032 | 5042 | 5052 | 5058 | 5059 | 4985 |
| 1991 | 4777 | 4773 | 4772 | 4766 | 4801 | 4818 | 4854 | 4892 | 4891 | 4892 | 4896 | 4889 | 4835 |
| 1990 | 4680 | 4685 | 4691 | 4693 | 4707 | 4732 | 4734 | 4752 | 4774 | 4771 | 4787 | 4777 | 4732 |

SOURCE FOR THE DATA HERE

ANNUAL AVERAGE

| YEAR | AVG | YEAR | AVG | YEAR | AVG | YEAR | AVG |
|------|------|------|------|------|------|------|------|
| 1989 | 4615 | 1988 | 4519 | 1987 | 4406 | 1986 | 4295 |
| 1985 | 4195 | 1984 | 4146 | 1983 | 4066 | 1982 | 3825 |
| 1981 | 3535 | 1980 | 3237 | 1979 | 3003 | 1978 | 2776 |
| 1977 | 2576 | 1976 | 2401 | 1975 | 2212 | 1974 | 2020 |
| 1973 | 1895 | 1972 | 1753 | 1971 | 1581 | 1970 | 1381 |
| 1969 | 1269 | 1968 | 1155 | 1967 | 1074 | 1966 | 1019 |
| 1965 | 871 | 1964 | 936 | 1963 | 901 | 1962 | 872 |
| 1961 | 847 | 1960 | 824 | 1959 | 797 | 1958 | 759 |
| 1957 | 724 | 1956 | 692 | 1955 | 660 | 1954 | 628 |
| 1953 | 600 | 1952 | 569 | 1951 | 543 | 1950 | 510 |
| 1949 | 477 | 1948 | 461 | 1947 | 413 | 1946 | 346 |
| 1945 | 308 | 1944 | 299 | 1943 | 290 | 1942 | 276 |
| 1941 | 258 | 1940 | 242 | 1939 | 236 | 1938 | 236 |
| 1937 | 235 | 1936 | 206 | 1935 | 196 | 1934 | 196 |
| 1933 | 170 | 1932 | 157 | 1931 | 181 | 1930 | 203 |
| 1929 | 207 | 1928 | 207 | 1927 | 206 | 1926 | 208 |
| 1925 | 207 | 1924 | 215 | 1923 | 214 | 1922 | 174 |
| 1921 | 202 | 1920 | 251 | 1919 | 196 | 1918 | 189 |
| 1917 | 181 | 1916 | 130 | 1915 | 93 | 1914 | 89 |
| 1913 | 100 | 1912 | 91 | 1911 | 93 | 1910 | 96 |
| 1909 | 91 | 1908 | 97 | | | | |

System: 12/13/2012 2:55:11 PM
 User Date: 12/13/2012

Hardin County Water District N
 GENERAL POSTING JOURNAL
 General Ledger

Page: 1
 User ID: Stephanie

Journal Entry
 Intercompany Journal Entry

Batch ID: Stephanie
 Batch Comment:

Approved: No Batch Total Actual: \$0.00 Batch Total Control: \$0.00
 Approved by: Trx Total Actual: 0 Trx Total Control: 0
 Approval Date:

| Journal Entry | Transaction Type | Transaction Date | Reversing Date | Source Document | Transaction Reference | Audit Trail Code | Reversing Trail Code | Audit |
|----------------------|------------------|-----------------------------------------------|----------------|-----------------|--------------------------------|------------------|----------------------|-------|
| 9,095 | Standard | 12/31/2012 | | GJ | Dis 321' of 15" pvc & 1 manhol | GLTRX00003150 | | |
| | Account | Description | | | Debit | Credit | | |
| | 4.00.41700 | Radcliff.General.Gain/Loss on Asset Dispositi | | | \$8,357.83 | | | |
| | 4.00.11001 | Radcliff.General.Accumulated Depreciation | | | \$928.65 | | | |
| | 4.00.35201 | Radcliff .General.Sewer Plant | | | | \$9,286.48 ✓ | | |
| Total Distributions: | | 3 | Totals: | | \$9,286.48 | \$9,286.48 | | |

Total Journal Entries: 1

Hardin County Radcliff Sewer
Disposal Report
 12/01/2012 to 12/31/2012

Book = Internal
 FYE Month = December

| Sys No | Ext | Co Asset No | Description | Cl | In Svc Date | Disposal Date | D M | Acquired Value | Current Accum Depreciation | Net Proceeds | Gain/Loss Adjust Basis | Realized Gain (Loss) | G L |
|--------------------------------|----------------|-------------|----------------------------------|----|---------------------|---------------------|--------------|---------------------|----------------------------|-----------------|------------------------|-----------------------|--------------|
| G/L Asset Acct No = 4.00.35202 | | | | | | | | | | | | | |
| 000037 | 001 | | Redmar Force Main-Pi | | 01/01/01 | 12/31/12 | A | \$ 2,217.22 | \$ 509.97 | \$ 0.00 | \$ 1,707.24 | \$ (1,707.24) | Y |
| 000116 | 001 | | Brushy Fork Sewer Lin | | 01/01/08 | 12/31/12 | A | 9,286.48 | 928.65 | 0.00 | 8,357.83 | (8,357.83) | Y |
| G/L Asset Acct No = 4.00.35202 | | | | | | | | \$ 11,503.70 | \$ 1,438.62 | \$ 0.00 | \$ 10,065.07 | \$ (10,065.07) | |
| Count = 2 | | | | | | | | | | | | | |

Grand Total \$ 11,503.70 \$ 1,438.62 \$ 0.00 \$ 10,065.07 \$ (10,065.07)
 Count = 2

| | Gains | Losses | Net |
|----------------|---------|----------------|----------------|
| Recognized | \$ 0.00 | \$ (10,065.07) | \$ (10,065.07) |
| Not Recognized | 0.00 | 0.00 | 0.00 |
| Deferred | 0.00 | 0.00 | 0.00 |
| Total | \$ 0.00 | \$ (10,065.07) | \$ (10,065.07) |

Report Assumptions

Report Name: Disposal
 Source Report: <Standard Report>

Calculation Assumptions:
 Include Sec 168 Allowance & Sec 179: No
 Adjustment Convention: None

Group/Sorting Criteria:
 Group = All FAS Assets
 Include Assets that meet the following conditions:
 All FAS Assets
 Sorted by: G/L Asset Acct No (with subtotals), System No, Extension

4.00.41700 8,357.83
 4.00.11001 928.65
 4.00.35201 9,286.48

Disposal
7,817.5

Disposal: DEC 2012

Project: 01.1026

| Item | Quantity | Current Unit Cost | Current Total Cost | CPI Adjuster | Disposal | Install Date |
|--------------------|----------|-------------------|--------------------|--------------|------------|--------------|
| 6" PVC Main | 1,920 | \$9.85 | \$18,912.00 | 0.45 | \$8,429.22 | 1985 |
| 12" PVC Water Main | 508 | \$17.30 | \$8,788.40 | 0.41 | \$3,571.57 | 1982 |
| 14" DI Water Main | 389.5 | \$47.00 | \$18,306.50 | 0.12 | \$2,246.49 | 1968 |
| Fire Hydrant | 2 | \$3,600.00 | \$7,200.00 | 0.41 | \$2,926.05 | 1982 |

Project: 04.3027

| Item | Quantity | Current Unit Cost | Current Total Cost | CPI Adjuster | Disposal | Install Date |
|-------------------|----------|-------------------|--------------------|--------------|-------------|--------------|
| 6" PVC Force Main | 325 | \$13.00 | \$4,225.00 | 0.95 | \$4,012.22 | 2011 |
| 8" PVC Sewer Main | 727 | \$33.00 | \$23,991.00 | 0.95 | \$22,782.78 | 2011 |

Project: 04.3026

| Item | Quantity | Current Unit Cost | Current Total Cost | CPI Adjuster | Disposal | Install Date |
|-------------------|----------|-------------------|--------------------|--------------|------------|--------------|
| 8" PVC Force Main | 350 | \$9.40 | \$3,290.00 | 0.67 | \$2,217.22 | 2001 |

Project: 04.3030

| Item | Quantity | Current Unit Cost | Current Total Cost | CPI Adjuster | Disposal | Install Date |
|---------------------|----------|-------------------|--------------------|--------------|------------|--------------|
| 18" PVC Main | 321 | \$16.58 | \$5,322.18 | 0.85 | \$4,504.51 | 2007 |
| 4' Diameter Manhole | 1 | \$5,650.00 | \$5,650.00 | 0.85 | \$4,781.97 | 2007 |

HOW ENR BUILDS THE INDEX: 200 hours of common labor at the 20-city average of common labor rates, plus 25 cwt of standard structural steel shapes at the mill price prior to 1996 and the fabricated 20-city price from 1996, plus 1.128 tons of portland cement at the 20-city price, plus 1,088 board ft of 2 x 4 lumber at the 20-city price.

ENR'S CONSTRUCTION COST INDEX HISTORY (1908-2012)

| YEAR | JAN | FEB | MAR | APR | MAY | JUN | JUL | AUG | SEP | OCT | NOV | DEC | AVG. |
|------|------|------|------|------|------|------|------|------|------|------|------|------|------|
| 2012 | 9176 | 9198 | 9268 | 9273 | 9290 | 9291 | 9324 | 9351 | 9341 | 9376 | 9398 | 9412 | |
| 2011 | 8938 | 8998 | 9011 | 9027 | 9035 | 9053 | 9080 | 9088 | 9116 | 9147 | 9173 | 9172 | 9070 |
| 2010 | 8660 | 8672 | 8671 | 8677 | 8761 | 8805 | 8844 | 8837 | 8836 | 8921 | 8951 | 8952 | 8799 |
| 2009 | 8549 | 8533 | 8534 | 8528 | 8574 | 8578 | 8566 | 8564 | 8586 | 8596 | 8592 | 8641 | 8570 |
| 2008 | 8090 | 8094 | 8109 | 8112 | 8141 | 8185 | 8293 | 8382 | 8557 | 8623 | 8602 | 8551 | 8310 |
| 2007 | 7880 | 7880 | 7856 | 7865 | 7942 | 7939 | 7959 | 8007 | 8050 | 8045 | 8092 | 8089 | 7966 |
| 2006 | 7680 | 7689 | 7692 | 7695 | 7891 | 7700 | 7721 | 7722 | 7763 | 7883 | 7911 | 7888 | 7751 |
| 2005 | 7297 | 7298 | 7309 | 7355 | 7398 | 7415 | 7422 | 7479 | 7540 | 7563 | 7630 | 7647 | 7446 |
| 2004 | 6825 | 6862 | 6957 | 7017 | 7065 | 7109 | 7126 | 7188 | 7298 | 7314 | 7312 | 7308 | 7115 |
| 2003 | 6581 | 6640 | 6627 | 6635 | 6642 | 6694 | 6695 | 6733 | 6741 | 6771 | 6794 | 6782 | 6694 |
| 2002 | 6462 | 6462 | 6502 | 6480 | 6512 | 6532 | 6605 | 6592 | 6589 | 6579 | 6578 | 6563 | 6538 |
| 2001 | 6281 | 6272 | 6279 | 6286 | 6288 | 6318 | 6404 | 6389 | 6391 | 6397 | 6410 | 6390 | 6343 |
| 2000 | 6130 | 6160 | 6202 | 6201 | 6233 | 6238 | 6225 | 6233 | 6224 | 6259 | 6266 | 6283 | 6221 |
| 1999 | 6000 | 5992 | 5986 | 6008 | 6006 | 6039 | 6076 | 6091 | 6128 | 6134 | 6127 | 6127 | 6059 |
| 1998 | 5852 | 5874 | 5875 | 5883 | 5881 | 5895 | 5921 | 5929 | 5963 | 5986 | 5995 | 5991 | 5920 |
| 1997 | 5765 | 5769 | 5759 | 5799 | 5837 | 5860 | 5863 | 5854 | 5851 | 5848 | 5838 | 5858 | 5826 |
| 1996 | 5523 | 5532 | 5537 | 5550 | 6572 | 5597 | 5617 | 5652 | 5683 | 5719 | 5740 | 5744 | 5620 |
| 1995 | 5443 | 5444 | 5435 | 5432 | 5433 | 5432 | 5484 | 5506 | 5491 | 5511 | 5519 | 5524 | 5471 |
| 1994 | 5336 | 5371 | 5381 | 5405 | 5405 | 5408 | 5409 | 5424 | 5437 | 5437 | 5439 | 5439 | 5408 |
| 1993 | 5071 | 5070 | 5106 | 5167 | 5262 | 5260 | 5252 | 5230 | 5255 | 5264 | 5278 | 5310 | 5210 |
| 1992 | 4888 | 4884 | 4927 | 4946 | 4985 | 4973 | 4992 | 5032 | 5042 | 5052 | 5058 | 5059 | 4985 |
| 1991 | 4777 | 4773 | 4772 | 4766 | 4801 | 4818 | 4854 | 4892 | 4891 | 4892 | 4896 | 4889 | 4835 |
| 1990 | 4680 | 4685 | 4691 | 4693 | 4707 | 4732 | 4734 | 4752 | 4774 | 4771 | 4787 | 4777 | 4732 |

SOURCE FOR THE DATA HERE

ANNUAL AVERAGE

| YEAR | AVG | YEAR | AVG | YEAR | AVG | YEAR | AVG |
|------|------|------|------|------|------|------|------|
| 1989 | 4615 | 1988 | 4519 | 1987 | 4408 | 1986 | 4295 |
| 1985 | 4195 | 1984 | 4146 | 1983 | 4066 | 1982 | 3825 |
| 1981 | 3535 | 1980 | 3237 | 1979 | 3003 | 1978 | 2776 |
| 1977 | 2576 | 1976 | 2401 | 1975 | 2212 | 1974 | 2020 |
| 1973 | 1895 | 1972 | 1753 | 1971 | 1581 | 1970 | 1381 |
| 1969 | 1269 | 1968 | 1155 | 1967 | 1074 | 1966 | 1019 |
| 1965 | 971 | 1964 | 936 | 1963 | 901 | 1962 | 872 |
| 1961 | 847 | 1960 | 824 | 1959 | 797 | 1958 | 759 |
| 1957 | 724 | 1956 | 692 | 1955 | 660 | 1954 | 628 |
| 1953 | 600 | 1952 | 569 | 1951 | 543 | 1950 | 510 |
| 1949 | 477 | 1948 | 461 | 1947 | 413 | 1946 | 346 |
| 1945 | 308 | 1944 | 299 | 1943 | 290 | 1942 | 276 |
| 1941 | 258 | 1940 | 242 | 1939 | 236 | 1938 | 236 |
| 1937 | 235 | 1936 | 206 | 1935 | 196 | 1934 | 198 |
| 1933 | 170 | 1932 | 157 | 1931 | 181 | 1930 | 203 |
| 1929 | 207 | 1928 | 207 | 1927 | 206 | 1926 | 208 |
| 1925 | 207 | 1924 | 215 | 1923 | 214 | 1922 | 174 |
| 1921 | 202 | 1920 | 251 | 1919 | 198 | 1918 | 189 |
| 1917 | 181 | 1916 | 130 | 1915 | 93 | 1914 | 89 |
| 1913 | 100 | 1912 | 91 | 1911 | 93 | 1910 | 96 |
| 1909 | 91 | 1908 | 97 | | | | |

Hardin County Radcliff Sewer Disposal Worksheet Book: Internal

System Asset Number: 000116

Extension: 000

Company Asset Number:

Description: Brushy Fork Sewer Line

| | | | |
|---|------------|--|--------------------------------------------------------------------|
| | 0.00 | | Net proceeds |
| - | 8,357.83 | | Adjusted basis for gains (losses) |
| | (8,357.83) | | Net gain (loss) |
| | 9,286.48 | | Acquired value |
| - | 0.00 | | Original ITC basis decrease |
| + | 0.00 | | Basis increase from ITC recapture |
| - | 928.65 | | Total accumulated depreciation + Total Section 179 + 168 Allowance |
| | 8,357.83 | | Adjusted basis for gains (losses) |
| | 742.92 | | Accumulated depreciation through 12/11 + Section 179 |
| - | 742.92 | | Accumulated depreciation as if no Section 179 |
| | N/A | | Net Section 179 recapture |
| | 0.00 | | ITC recapture basis |
| | 4 | | Number of full years held |
| x | 0.00% | | ITC recapture factor |
| | 0.00 | | Basis increase from ITC recapture |
| | 0.00 | | Original ITC basis decrease |
| | 0.00 | | Basis increase from ITC recapture |

System: 12/14/2012 8:52:14 AM
 User Date: 12/14/2012

Hardin County Water District N
 GENERAL POSTING JOURNAL
 General Ledger

Page: 1
 User ID: Stephanie

* Standard Journal Entry
 # Intercompany Journal Entry

Batch ID: Stephanie
 Batch Comment:

Approved: No Batch Total Actual: \$0.00 Batch Total Control: \$0.00
 Approved by: Trx Total Actual: 0 Trx Total Control: 0
 Approval Date:

| Journal Entry | Transaction Type | Transaction Date | Reversing Date | Source Document | Transaction Reference | Audit Trail Code | Reversing Trail Code | Audit Trail Code |
|----------------------|------------------|-----------------------------------------------|----------------|-----------------|------------------------------|------------------|----------------------|------------------|
| 9,099 | Standard | 12/31/2012 | | GJ | Dis 325 lf 6" & 727lf 8" pvc | GLTRX00003152 | | |
| | Account | Description | | | Debit | Credit | | |
| | 4.00.41700 | Radcliff.General.Gain/Loss on Asset Dispositi | | | \$26,125.12 | | | |
| | 4.00.11001 | Radcliff.General.Accumulated Depreciation | | | \$669.88 | | | |
| | 4.00.35201 | Radcliff .General.Sewer Plant | | | | \$26,795.00 ✓ | | |
| Total Distributions: | | 3 | | | Totals: | \$26,795.00 | \$26,795.00 | |

Total Journal Entries: 1

Hardin County Radcliff Sewer

Disposal Report

12/01/2012 to 12/31/2012

Book = Internal

FYE Month = December

| Sys No | Ext Co | Asset No | Description | CI | In Svc Date | Disposal Date | D M | Acquired Value | Current Accum Depreciation | Net Proceeds | Gain/Loss Adjust Basis | Realized Gain (Loss) | G L |
|--------------------------------|--------|----------|-----------------------|----|-------------|---------------|-----|----------------|----------------------------|--------------|------------------------|----------------------|-----|
| G/L Asset Acct No = 4.00.35202 | | | | | | | | | | | | | |
| 000037 | 001 | | Redmar Force Main-Pi | | 01/01/01 | 12/31/12 | A | \$ 2,217.22 | \$ 509.97 | \$ 0.00 | \$ 1,707.24 | \$ (1,707.24) | Y |
| 000116 | 001 | | Brushy Fork Sewer Lin | | 01/01/08 | 12/31/12 | A | 9,286.48 | 928.65 | 0.00 | 8,357.83 | (8,357.83) | Y |
| 000217 | 001 | | Arlingtonwoods 5864' | | 09/30/11 | 12/31/12 | A | 4,012.22 | 100.31 | 0.00 | 3,911.91 | (3,911.91) | Y |
| | 003 | | Arlingtonwoods 5864' | | 09/30/11 | 12/31/12 | A | 22,782.78 | 569.57 | 0.00 | 22,213.21 | (22,213.21) | Y |
| G/L Asset Acct No = 4.00.35202 | | | | | | | | \$ 38,298.70 | \$ 2,108.50 | \$ 0.00 | \$ 36,190.19 | \$ (36,190.19) | |
| Count = 4 | | | | | | | | | | | | | |

| | | | | | |
|--------------------|---------------------|--------------------|----------------|---------------------|-----------------------|
| Grand Total | <u>\$ 38,298.70</u> | <u>\$ 2,108.50</u> | <u>\$ 0.00</u> | <u>\$ 36,190.19</u> | <u>\$ (36,190.19)</u> |
| Count = 4 | | | | | |

| | Gains | Losses | Net |
|----------------|----------------|-----------------------|-----------------------|
| Recognized | \$ 0.00 | \$ (36,190.19) | \$ (36,190.19) |
| Not Recognized | 0.00 | 0.00 | 0.00 |
| Deferred | 0.00 | 0.00 | 0.00 |
| Total | <u>\$ 0.00</u> | <u>\$ (36,190.19)</u> | <u>\$ (36,190.19)</u> |

Report Assumptions

Report Name: Disposal
Source Report: <Standard Report>

Calculation Assumptions:
Include Sec 168 Allowance & Sec 179: No
Adjustment Convention: None

Group/Sorting Criteria:
Group = All FAS Assets
Include Assets that meet the following conditions:
All FAS Assets
Sorted by: G/L Asset Acct No (with subtotals), System No, Extension

| | |
|------------|-----------|
| 4.00.41700 | 26,125.12 |
| 4.00.11001 | 649.88 |
| 4.00.35201 | 26,745.00 |

Hardin County Radcliff Sewer Disposal Worksheet Book: Internal

System Asset Number: 000217

Extension: 002

Company Asset Number:

Description: Arlingtonwoods 5864' of main & 26 manholes

| | | | |
|---|-------------|--|--------------------------------------------------------------------|
| | 0.00 | | Net proceeds |
| - | 22,213.21 | | Adjusted basis for gains (losses) |
| | (22,213.21) | | Net gain (loss) |
| | 22,782.78 | | Acquired value |
| - | 0.00 | | Original ITC basis decrease |
| + | 0.00 | | Basis increase from ITC recapture |
| - | 569.57 | | Total accumulated depreciation + Total Section 179 + 168 Allowance |
| | 22,213.21 | | Adjusted basis for gains (losses) |
| | 113.91 | | Accumulated depreciation through 12/11 + Section 179 |
| - | 113.91 | | Accumulated depreciation as if no Section 179 |
| | N/A | | Net Section 179 recapture |
| | 0.00 | | ITC recapture basis |
| | 1 | | Number of full years held |
| x | 0.00% | | ITC recapture factor |
| | 0.00 | | Basis increase from ITC recapture |
| | 0.00 | | Original ITC basis decrease |
| | 0.00 | | Basis increase from ITC recapture |

Hardin County Radcliff Sewer Disposal Worksheet Book: Internal

System Asset Number: 000217

Extension: 000

Company Asset Number:

Description: Arlingtonwoods 5864' of main & 26 manholes

| | | |
|---|------------|--------------------------------------------------------------------|
| | 0.00 | Net proceeds |
| - | 3,911.91 | Adjusted basis for gains (losses) |
| | (3,911.91) | Net gain (loss) |
| | 4,012.22 | Acquired value |
| - | 0.00 | Original ITC basis decrease |
| + | 0.00 | Basis increase from ITC recapture |
| - | 100.31 | Total accumulated depreciation + Total Section 179 + 168 Allowance |
| | 3,911.91 | Adjusted basis for gains (losses) |
| | 20.06 | Accumulated depreciation through 12/11 + Section 179 |
| - | 20.06 | Accumulated depreciation as if no Section 179 |
| | N/A | Net Section 179 recapture |
| | 0.00 | ITC recapture basis |
| | 1 | Number of full years held |
| x | 0.00% | ITC recapture factor |
| | 0.00 | Basis increase from ITC recapture |
| | 0.00 | Original ITC basis decrease |
| | 0.00 | Basis increase from ITC recapture |

Disposals

Disposal: DEC 2012

Project: 01.1026

| Item | Quantity | Current Unit Cost | Current Total Cost | CPI Adjuster | Disposal | Install Date |
|--------------------|----------|-------------------|--------------------|--------------|------------|--------------|
| 6" PVC Main | 1,920 | \$9.85 | \$18,912.00 | 0.45 | \$8,429.22 | 1985 |
| 12" PVC Water Main | 508 | \$17.30 | \$8,788.40 | 0.41 | \$3,571.57 | 1982 |
| 14" DI Water Main | 389.5 | \$47.00 | \$18,306.50 | 0.12 | \$2,246.49 | 1968 |
| Fire Hydrant | 2 | \$3,600.00 | \$7,200.00 | 0.41 | \$2,926.05 | 1982 |

217

| Project: 04.3027 | | | | | | |
|-------------------|----------|-------------------|--------------------|--------------|-------------|--------------|
| Item | Quantity | Current Unit Cost | Current Total Cost | CPI Adjuster | Disposal | Install Date |
| 6" PVC Force Main | 325 | \$13.00 | \$4,225.00 | 0.95 | \$4,012.22 | 2011 |
| 8" PVC Sewer Main | 727 | \$33.00 | \$23,991.00 | 0.95 | \$22,782.78 | 2011 |

✓

| Project: 04.3026 | | | | | | |
|-------------------|----------|-------------------|--------------------|--------------|------------|--------------|
| Item | Quantity | Current Unit Cost | Current Total Cost | CPI Adjuster | Disposal | Install Date |
| 8" PVC Force Main | 350 | \$9.40 | \$3,290.00 | 0.67 | \$2,217.22 | 2001 |

15" ✓

| Project: 04.3030 | | | | | | |
|---------------------|----------|-------------------|--------------------|--------------|------------|--------------|
| Item | Quantity | Current Unit Cost | Current Total Cost | CPI Adjuster | Disposal | Install Date |
| 38" PVC Main | 321 | \$16.58 | \$5,322.18 | 0.85 | \$4,504.51 | 2007 |
| 4' Diameter Manhole | 1 | \$5,650.00 | \$5,650.00 | 0.85 | \$4,781.97 | 2007 |

HOW ENR BUILDS THE INDEX: 200 hours of common labor at the 20-city average of common labor rates, plus 25 cwt of standard structural steel shapes at the mill price prior to 1996 and the fabricated 20-city price from 1996, plus 1.128 tons of portland cement at the 20-city price, plus 1,088 board ft of 2 x 4 lumber at the 20-city price.

ENR'S CONSTRUCTION COST INDEX HISTORY (1908-2012)

| YEAR | JAN | FEB | MAR | APR | MAY | JUN | JUL | AUG | SEP | OCT | NOV | DEC | AVG. |
|------|------|------|------|------|------|------|------|------|------|------|------|------|------|
| 2012 | 9176 | 9198 | 9268 | 9273 | 9290 | 9291 | 9324 | 9351 | 9341 | 9376 | 9398 | 9412 | |
| 2011 | 8938 | 8998 | 9011 | 9027 | 9035 | 9053 | 9080 | 9088 | 9118 | 9147 | 9173 | 9172 | 9070 |
| 2010 | 8660 | 8672 | 8671 | 8677 | 8761 | 8805 | 8844 | 8837 | 8836 | 8921 | 8951 | 8952 | 8799 |
| 2009 | 8549 | 8533 | 8534 | 8528 | 8574 | 8578 | 8566 | 8564 | 8568 | 8598 | 8592 | 8641 | 8570 |
| 2008 | 8090 | 8094 | 8109 | 8112 | 8141 | 8185 | 8293 | 8362 | 8557 | 8623 | 8602 | 8551 | 8310 |
| 2007 | 7880 | 7880 | 7856 | 7865 | 7942 | 7939 | 7959 | 8007 | 8050 | 8045 | 8092 | 8089 | 7966 |
| 2006 | 7660 | 7689 | 7692 | 7695 | 7691 | 7700 | 7721 | 7722 | 7763 | 7883 | 7911 | 7888 | 7751 |
| 2005 | 7297 | 7298 | 7309 | 7355 | 7398 | 7415 | 7422 | 7479 | 7540 | 7563 | 7630 | 7647 | 7446 |
| 2004 | 6825 | 6862 | 6957 | 7017 | 7065 | 7109 | 7128 | 7188 | 7298 | 7314 | 7312 | 7308 | 7115 |
| 2003 | 6581 | 6640 | 6627 | 6635 | 6642 | 6684 | 6695 | 6733 | 6741 | 6771 | 6794 | 6782 | 6694 |
| 2002 | 6462 | 6462 | 6502 | 6480 | 6512 | 6532 | 6605 | 6592 | 6589 | 6579 | 6578 | 6563 | 6538 |
| 2001 | 6281 | 6272 | 6279 | 6286 | 6288 | 6318 | 6404 | 6389 | 6391 | 6397 | 6410 | 6390 | 6343 |
| 2000 | 6130 | 6160 | 6202 | 6201 | 6233 | 6238 | 6225 | 6233 | 6224 | 6259 | 6266 | 6283 | 6221 |
| 1999 | 6000 | 5992 | 5986 | 6008 | 6008 | 6039 | 6078 | 6091 | 6128 | 6134 | 6127 | 6127 | 6059 |
| 1998 | 5852 | 5874 | 5875 | 5883 | 5881 | 5895 | 5921 | 5929 | 5963 | 5988 | 5995 | 5991 | 5920 |
| 1997 | 5765 | 5769 | 5759 | 5799 | 5837 | 5860 | 5863 | 5854 | 5851 | 5848 | 5838 | 5858 | 5826 |
| 1996 | 5523 | 5532 | 5537 | 5550 | 5572 | 5597 | 5617 | 5652 | 5683 | 5719 | 5740 | 5744 | 5620 |
| 1995 | 5443 | 5444 | 5435 | 5432 | 5433 | 5432 | 5484 | 5506 | 5491 | 5511 | 5519 | 5524 | 5471 |
| 1994 | 5336 | 5371 | 5381 | 5405 | 5405 | 5408 | 5409 | 5424 | 5437 | 5437 | 5439 | 5439 | 5408 |
| 1993 | 5071 | 5070 | 5106 | 5167 | 5262 | 5260 | 5252 | 5230 | 5255 | 5264 | 5278 | 5310 | 5210 |
| 1992 | 4888 | 4884 | 4927 | 4946 | 4965 | 4973 | 4992 | 5032 | 5042 | 5052 | 5058 | 5059 | 4985 |
| 1991 | 4777 | 4773 | 4772 | 4766 | 4801 | 4818 | 4854 | 4892 | 4891 | 4892 | 4896 | 4889 | 4835 |
| 1990 | 4680 | 4685 | 4691 | 4693 | 4707 | 4732 | 4734 | 4752 | 4774 | 4771 | 4787 | 4777 | 4732 |

SOURCE FOR THE DATA HERE

ANNUAL AVERAGE

| YEAR | AVG | YEAR | AVG | YEAR | AVG | YEAR | AVG |
|------|------|------|------|------|------|------|------|
| 1989 | 4615 | 1988 | 4519 | 1987 | 4406 | 1986 | 4285 |
| 1985 | 4195 | 1984 | 4146 | 1983 | 4066 | 1982 | 3825 |
| 1981 | 3535 | 1980 | 3237 | 1979 | 3003 | 1978 | 2776 |
| 1977 | 2576 | 1976 | 2401 | 1975 | 2212 | 1974 | 2020 |
| 1973 | 1895 | 1972 | 1753 | 1971 | 1581 | 1970 | 1381 |
| 1969 | 1269 | 1968 | 1155 | 1967 | 1074 | 1966 | 1019 |
| 1965 | 971 | 1964 | 936 | 1963 | 901 | 1962 | 872 |
| 1961 | 847 | 1960 | 824 | 1959 | 797 | 1958 | 759 |
| 1957 | 724 | 1956 | 692 | 1955 | 660 | 1954 | 628 |
| 1953 | 600 | 1952 | 569 | 1951 | 543 | 1950 | 510 |
| 1949 | 477 | 1948 | 461 | 1947 | 413 | 1946 | 348 |
| 1945 | 308 | 1944 | 299 | 1943 | 290 | 1942 | 276 |
| 1941 | 258 | 1940 | 242 | 1939 | 236 | 1938 | 236 |
| 1937 | 235 | 1936 | 206 | 1935 | 196 | 1934 | 196 |
| 1933 | 170 | 1932 | 157 | 1931 | 181 | 1930 | 203 |
| 1929 | 207 | 1928 | 207 | 1927 | 206 | 1926 | 208 |
| 1925 | 207 | 1924 | 215 | 1923 | 214 | 1922 | 174 |
| 1921 | 202 | 1920 | 251 | 1919 | 198 | 1918 | 189 |
| 1917 | 181 | 1916 | 130 | 1915 | 93 | 1914 | 89 |
| 1913 | 100 | 1912 | 91 | 1911 | 93 | 1910 | 96 |
| 1909 | 91 | 1908 | 97 | | | | |

System: 12/17/2012 8:44:23 AM
 User Date: 12/17/2012

Hardin County Water District N
 GENERAL POSTING JOURNAL
 General Ledger

Page: 1
 User ID: Stephanie

Journal Entry
 Intercompany Journal Entry

Batch ID: Stephanie
 Batch Comment:

p 12/17/12

Approved: No Batch Total Actual: \$0.00 Batch Total Control: \$0.00
 Approved by: Trx Total Actual: 0 Trx Total Control: 0
 Approval Date:

| Journal Entry | Transaction Type | Transaction Date | Reversing Date | Source Document | Transaction Reference | Audit Trail Code | Reversing Trail Code | Audit Trail Code |
|---------------|------------------------|----------------------------------------------|----------------|-----------------|-----------------------------|------------------|----------------------|------------------|
| 9,146 | Standard | 12/31/2012 | | GJ | Dispose 19 5/8 x 3/4 meters | GLTRX00003167 | | |
| | Account | Description | | | Debit | Credit | | |
| | 1.00.10800 | Water.General.Accumulated Depreciation | | | \$445.01 | | | |
| | 4.00.41700 | Radliff.General.Gain/Loss on Asset Dispositi | | | \$103.40 | | | |
| | 1.00.41401 | Water.General.Gain/Loss on Fixed Assets | | | \$116.59 | | | |
| | 1.00.33400 | Water.General.Meters | | | | \$665.00 | | |
| | 4.00.14600 | Radclff.General.Due From Other Funds | | | | \$103.40 | | |
| | 1.00.14500 | Water.General. Due From Other Funds | | | \$103.40 | | | |
| | Total Distributions: | 6 | | Totals: | \$768.40 | \$768.40 | | |
| | Total Journal Entries: | 1 | | | | | | |

Hardin County Water Fund

Disposal Report

12/01/2012 to 12/31/2012

Book = Internal

FYE Month = December

| Sys No | Ext | Co | Asset No | Description | In Svc CI Date | Disposal Date | D M | Acquired Value | Current Accum Depreciation | Net Proceeds | Gain/Loss Adjust Basis | Realized Gain (Loss) | G L |
|--------------------------------|-----|----|----------|-------------|-------------------|------------------|--------|-------------------|-------------------------------|-----------------|---------------------------|-------------------------|--------|
| G/L Asset Acct No = 1.00.33400 | | | | | | | | | | | | | |
| 000405 | 081 | | | Meters | CS 01/01/90 | 12/31/12 | A | \$ 175.00 | \$ 130.00 | \$ 0.00 | \$ 45.00 | \$ (45.00) | Y |
| 000412 | 019 | | | Meters | CS 01/01/93 | 12/31/12 | A | 490.00 | 315.01 | 0.00 | 175.00 | (175.00) | Y |
| G/L Asset Acct No = 1.00.33400 | | | | | | | | \$ 665.00 | \$ 445.01 | \$ 0.00 | \$ 220.00 | \$ (220.00) | |
| Count = 2 | | | | | | | | | | | | | |

Grand Total \$ 665.00 \$ 445.01 \$ 0.00 \$ 220.00 \$ (220.00)
Count = 2

| | Gains | Losses | Net |
|----------------|----------------|--------------------|--------------------|
| Recognized | \$ 0.00 | \$ (220.00) | \$ (220.00) |
| Not Recognized | 0.00 | 0.00 | 0.00 |
| Deferred | 0.00 | 0.00 | 0.00 |
| Total | <u>\$ 0.00</u> | <u>\$ (220.00)</u> | <u>\$ (220.00)</u> |

220 x 47% = 103.40

Report Assumptions

Report Name: Disposal
Source Report: <Standard Report>

Calculation Assumptions:
Include Sec 168 Allowance & Sec 179: No
Adjustment Convention: None

Group/Sorting Criteria:
Group = All FAS Assets
Include Assets that meet the following conditions:
All FAS Assets
Sorted by: G/L Asset Acct No (with subtotals), System No, Extension

| | |
|------------|--------|
| 1.00.10800 | 445.01 |
| 4.00.41700 | 103.40 |
| 1.00.41401 | 116.59 |
| 1.00.33400 | 665.00 |

| Serial Number | Type | Install Date | Meter Size | Cost | Date Scrapped |
|---------------|-------|--------------|------------|-------|---------------|
| 88139149 | B25 | Apr-88 | 5/8x3/4 | 35.00 | 12/13/2012 |
| 88553040 | B25 | Aug-88 | 5/8x3/4 | 35.00 | 12/13/2012 |
| 82142114 | B25 | Nov-88 | 5/8x3/4 | 35.00 | 12/13/2012 |
| 33884437 | T10 | May-89 | 5/8x3/4 | 35.00 | 12/13/2012 |
| 34399347 | T10 | Dec-89 | 5/8x3/4 | 35.00 | 12/13/2012 |
| 34475737 | T10 | Jan-90 | 5/8x3/4 | 35.00 | 12/13/2012 |
| 34475607 | T10 | Jan-90 | 5/8x3/4 | 35.00 | 12/13/2012 |
| 34475609 | T10 | Jan-90 | 5/8x3/4 | 35.00 | 12/13/2012 |
| 34475612 | T10 | Jan-90 | 5/8x3/4 | 35.00 | 12/13/2012 |
| 34475713 | T10 | Jan-90 | 5/8x3/4 | 35.00 | 12/13/2012 |
| 27547010 | T-8-L | Sep-90 | 5/8x3/4 | 35.00 | 12/13/2012 |
| 27615837 | T-8-L | Mar-91 | 5/8x3/4 | 35.00 | 12/13/2012 |
| 91671342 | B25 | Jun-91 | 5/8x3/4 | 35.00 | 12/13/2012 |
| 91436440 | B25 | Aug-91 | 5/8x3/4 | 35.00 | 12/13/2012 |
| 91436094 | B25 | Aug-91 | 5/8x3/4 | 35.00 | 12/13/2012 |
| 28848191 | T10 | Dec-91 | 5/8x3/4 | 35.00 | 12/13/2012 |
| 15104031 | B25 | Mar-92 | 5/8x3/4 | 35.00 | 12/13/2012 |
| 29388875 | T10 | Apr-92 | 5/8x3/4 | 35.00 | 12/13/2012 |
| 92550638 | B25 | Jul-92 | 5/8x3/4 | 35.00 | 12/13/2012 |

665.00

Notes:
 5/8x3/4 Badger B25 \$35
 5/8x3/4 SR11 \$35
 5/8x3/4 T-8-L \$35
 5/8x3/4 T-10 \$35
 3/4 Badger \$45

Asset # 405

Asset # 412

175.00

490.00

M

h

Hardin County Water Fund Disposal Worksheet Book: Internal

System Asset Number: 000412

Extension: 018

Company Asset Number:

Description: Meters

| | | |
|---|----------|--------------------------------------------------------------------|
| | 0.00 | Net proceeds |
| - | 175.00 | Adjusted basis for gains (losses) |
| | (175.00) | Net gain (loss) |
| | 490.00 | Acquired value |
| - | 0.00 | Original ITC basis decrease |
| + | 0.00 | Basis increase from ITC recapture |
| - | 315.01 | Total accumulated depreciation + Total Section 179 + 168 Allowance |
| | 175.00 | Adjusted basis for gains (losses) |
| | 301.00 | Accumulated depreciation through 12/11 + Section 179 |
| - | 301.00 | Accumulated depreciation as if no Section 179 |
| | N/A | Net Section 179 recapture |
| | 0.00 | ITC recapture basis |
| | 19 | Number of full years held |
| x | 0.00% | ITC recapture factor |
| | 0.00 | Basis increase from ITC recapture |
| | 0.00 | Original ITC basis decrease |
| | 0.00 | Basis increase from ITC recapture |

Hardin County Water Fund Disposal Worksheet Book: Internal

System Asset Number: 000405
 Extension: 080
 Company Asset Number:
 Description: Meters

| | | |
|---|---------|--------------------------------------------------------------------|
| | 0.00 | Net proceeds |
| - | 44.00 | Adjusted basis for gains (losses) |
| | (44.00) | Net gain (loss) |
| | 175.00 | Acquired value |
| - | 0.00 | Original ITC basis decrease |
| + | 0.00 | Basis increase from ITC recapture |
| - | 130.00 | Total accumulated depreciation + Total Section 179 + 168 Allowance |
| | 44.00 | Adjusted basis for gains (losses) |
| | 125.00 | Accumulated depreciation through 12/11 + Section 179 |
| - | 125.00 | Accumulated depreciation as if no Section 179 |
| | N/A | Net Section 179 recapture |
| | 0.00 | ITC recapture basis |
| | 22 | Number of full years held |
| x | 0.00% | ITC recapture factor |
| | 0.00 | Basis increase from ITC recapture |
| | 0.00 | Original ITC basis decrease |
| | 0.00 | Basis increase from ITC recapture |

System: 12/21/2012 10:48:17 AM
 User Date: 12/21/2012

Hardin County Water District N
 GENERAL POSTING JOURNAL
 General Ledger

Page: 1
 User ID: Stephanie

Journal Entry
 Intercompany Journal Entry

Batch ID: Stephanie
 Batch Comment:

Approved: No Batch Total Actual: \$0.00 Batch Total Control: \$0.00
 Approved by: Trx Total Actual: 0 Trx Total Control: 0
 Approval Date:

| Journal Entry | Transaction Type | Transaction Date | Reversing Date | Source Document | Transaction Reference | Audit Trail Code | Reversing Trail Code | Audit |
|---------------|------------------------|-----------------------------------------------|----------------|-----------------|--------------------------------|------------------|----------------------|-------|
| 9,348 | Standard | 12/31/2012 | | GJ | Dispose of 18 5/8 x 3/4 meters | GLTRX00003226 | | |
| | Account | Description | | | Debit | Credit | | |
| | 1.00.10800 | Water.General.Accumulated Depreciation | | | \$406.33 | | | |
| | 1.00.41401 | Water.General.Gain/Loss on Fixed Assets | | | \$118.55 | | | |
| | 4.00.41700 | Radcliff.General.Gain/Loss on Asset Dispositi | | | \$105.12 | | | |
| | 1.00.33400 | Water.General.Meters | | | | \$630.00 | | |
| | 4.00.14600 | Radcliff.General.Due From Other Funds | | | | \$105.12 | | |
| | 1.00.14500 | Water.General. Due From Other Funds | | | \$105.12 | | | |
| | Total Distributions: | 6 | | Totals: | \$735.12 | \$735.12 | | |
| | Total Journal Entries: | 1 | | | | | | |

Hardin County Water Fund

Disposal Report

12/01/2012 to 12/31/2012

Book = Internal

FYE Month = December

| Sys No | Ext | Co Asset No | Description | CI | In Svc Date | Disposal Date | D M | Acquired Value | Current Accum Depreciation | Net Proceeds | Gain/Loss Adjust Basis | Realized Gain (Loss) | G L |
|--------------------------------|-----|-------------|---------------------|----|-------------|---------------|-----|----------------|----------------------------|--------------|------------------------|----------------------|-----|
| G/L Asset Acct No = 1.00.33400 | | | | | | | | | | | | | |
| 000405 | 081 | | Meters | CS | 01/01/90 | 12/31/12 | A | \$ 175.00 | \$ 130.00 | \$ 0.00 | \$ 45.00 | \$ (45.00) | Y |
| | 083 | | Meters | CS | 01/01/90 | 12/31/12 | A | 210.00 | 156.00 | 0.00 | 54.00 | (54.00) | Y |
| 000412 | 019 | | Meters | CS | 01/01/93 | 12/31/12 | A | 490.00 | 315.01 | 0.00 | 175.00 | (175.00) | Y |
| | 021 | | Meters | CS | 01/01/93 | 12/31/12 | A | 350.00 | 225.00 | 0.00 | 125.00 | (125.00) | Y |
| 000414 | 039 | | Meters | CS | 01/01/94 | 12/31/12 | A | 35.00 | 21.33 | 0.00 | 13.67 | (13.67) | Y |
| 000690 | 001 | | Meter Installations | CS | 01/01/09 | 12/31/12 | A | 35.00 | 4.00 | 0.00 | 31.00 | (31.00) | Y |
| G/L Asset Acct No = 1.00.33400 | | | | | | | | \$ 1,295.00 | \$ 851.34 | \$ 0.00 | \$ 443.67 | \$ (443.67) | |
| Count = 6 | | | | | | | | | | | | | |

Grand Total \$ 1,295.00 \$ 851.34 \$ 0.00 \$ 443.67 \$ (443.67)
Count = 6

| | Gains | Losses | Net |
|----------------|----------------|--------------------|--------------------|
| Recognized | \$ 0.00 | \$ (443.67) | \$ (443.67) |
| Not Recognized | 0.00 | 0.00 | 0.00 |
| Deferred | 0.00 | 0.00 | 0.00 |
| Total | \$ 0.00 | \$ (443.67) | \$ (443.67) |

Loss = 223.67 x 477 = 105.12

Report Assumptions

Report Name: Disposal
Source Report: <Standard Report>

Calculation Assumptions:
Include Sec 168 Allowance & Sec 179: No
Adjustment Convention: None

Group/Sorting Criteria:
Group = All FAS Assets
Include Assets that meet the following conditions:
All FAS Assets
Sorted by: G/L Asset Acct No (with subtotals), System No, Extension

1.00 168000 406.33
1.00 41401 118.55
4.00 41700 105.12
1.00 33400 630.00

| Serial Number | Type | Install Date | Meter Size | Cost | Date Scrapped | Notes |
|---------------|-------|--------------|------------|-------|---------------|-------------------------|
| 33815997 | T10 | May-89 | 5/8x3/4 | 35.00 | 12/20/2012 | |
| 3381604 | T10 | May-89 | 5/8x3/4 | 35.00 | 12/20/2012 | 5/8x3/4 Badger B25 \$35 |
| 33816025 | T10 | May-89 | 5/8x3/4 | 35.00 | 12/20/2012 | 5/8x3/4 SR11 \$35 |
| 33884695 | T10 | May-89 | 5/8x3/4 | 35.00 | 12/20/2012 | 5/8x3/4 T-8-L \$35 |
| 27833623 | T-8-L | Aug-89 | 5/8x3/4 | 35.00 | 12/20/2012 | 5/8x3/4 T-10 \$35 |
| 34399407 | T10 | Dec-89 | 5/8x3/4 | 35.00 | 12/20/2012 | 3/4 Badger \$45 |
| 34475691 | T10 | Jan-90 | 5/8x3/4 | 35.00 | 12/20/2012 | |
| 34475689 | T10 | Jan-90 | 5/8x3/4 | 35.00 | 12/20/2012 | |
| 34475606 | T10 | Jan-90 | 5/8x3/4 | 35.00 | 12/20/2012 | |
| 34475671 | T10 | Jan-90 | 5/8x3/4 | 35.00 | 12/20/2012 | |
| 34475744 | T10 | Jan-90 | 5/8x3/4 | 35.00 | 12/20/2012 | |
| 34475610 | T10 | Jan-90 | 5/8x3/4 | 35.00 | 12/20/2012 | |
| 34475669 | T10 | Jan-90 | 5/8x3/4 | 35.00 | 12/20/2012 | |
| 27615833 | T-8-L | Apr-90 | 5/8x3/4 | 35.00 | 12/20/2012 | |
| 25439342 | T-8-L | Oct-92 | 5/8x3/4 | 35.00 | 12/20/2012 | |
| 27609569 | T-8-L | Oct-92 | 5/8x3/4 | 35.00 | 12/20/2012 | |
| 23594022 | T-8-L | Apr-93 | 5/8x3/4 | 35.00 | 12/20/2012 | |
| 34475668 | T10 | Jan-09 | 5/8x3/4 | 35.00 | 12/20/2012 | |

630.00

18 meters total

Hardin County Water Fund Disposal Worksheet Book: Internal

System Asset Number: 000405

Extension: 082

Company Asset Number:

Description: Meters

| | | |
|---|---------|--------------------------------------------------------------------|
| | 0.00 | Net proceeds |
| - | 53.00 | Adjusted basis for gains (losses) |
| | (53.00) | Net gain (loss) |
| | 210.00 | Acquired value |
| - | 0.00 | Original ITC basis decrease |
| + | 0.00 | Basis increase from ITC recapture |
| - | 155.00 | Total accumulated depreciation + Total Section 179 + 168 Allowance |
| | 53.00 | Adjusted basis for gains (losses) |
| | 150.00 | Accumulated depreciation through 12/11 + Section 179 |
| - | 150.00 | Accumulated depreciation as if no Section 179 |
| | N/A | Net Section 179 recapture |
| | 0.00 | ITC recapture basis |
| | 22 | Number of full years held |
| x | 0.00% | ITC recapture factor |
| | 0.00 | Basis increase from ITC recapture |
| | 0.00 | Original ITC basis decrease |
| | 0.00 | Basis increase from ITC recapture |

Hardin County Water Fund Disposal Worksheet Book: Internal

System Asset Number: 000412

Extension: 020

Company Asset Number:

Description: Meters

| | | |
|---|----------|--------------------------------------------------------------------|
| | 0.00 | Net proceeds |
| - | 125.00 | Adjusted basis for gains (losses) |
| | (125.00) | Net gain (loss) |
| | 350.00 | Acquired value |
| - | 0.00 | Original ITC basis decrease |
| + | 0.00 | Basis increase from ITC recapture |
| - | 224.00 | Total accumulated depreciation + Total Section 179 + 168 Allowance |
| | 125.00 | Adjusted basis for gains (losses) |
| | 215.00 | Accumulated depreciation through 12/11 + Section 179 |
| - | 215.00 | Accumulated depreciation as if no Section 179 |
| | N/A | Net Section 179 recapture |
| | 0.00 | ITC recapture basis |
| | 19 | Number of full years held |
| x | 0.00% | ITC recapture factor |
| | 0.00 | Basis increase from ITC recapture |
| | 0.00 | Original ITC basis decrease |
| | 0.00 | Basis increase from ITC recapture |

Hardin County Water Fund Disposal Worksheet Book: Internal

System Asset Number: 000414

Extension: 038

Company Asset Number:

Description: Meters

| | | |
|---|---------|--------------------------------------------------------------------|
| | 0.00 | Net proceeds |
| - | 13.67 | Adjusted basis for gains (losses) |
| | (13.67) | Net gain (loss) |
| | 35.00 | Acquired value |
| - | 0.00 | Original ITC basis decrease |
| + | 0.00 | Basis increase from ITC recapture |
| - | 21.33 | Total accumulated depreciation + Total Section 179 + 168 Allowance |
| | 13.67 | Adjusted basis for gains (losses) |
| | 20.33 | Accumulated depreciation through 12/11 + Section 179 |
| - | 20.33 | Accumulated depreciation as if no Section 179 |
| | N/A | Net Section 179 recapture |
| | 0.00 | ITC recapture basis |
| | 18 | Number of full years held |
| x | 0.00% | ITC recapture factor |
| | 0.00 | Basis increase from ITC recapture |
| | 0.00 | Original ITC basis decrease |
| | 0.00 | Basis increase from ITC recapture |

Hardin County Water Fund Disposal Worksheet Book: Internal

System Asset Number: 000690

Extension: 000

Company Asset Number:

Description: Meter Installations

| | | |
|---|---------|--------------------------------------------------------------------|
| | 0.00 | Net proceeds |
| - | 31.00 | Adjusted basis for gains (losses) |
| | (31.00) | Net gain (loss) |
| | 35.00 | Acquired value |
| - | 0.00 | Original ITC basis decrease |
| + | 0.00 | Basis increase from ITC recapture |
| - | 3.00 | Total accumulated depreciation + Total Section 179 + 168 Allowance |
| | 31.00 | Adjusted basis for gains (losses) |
| | 3.00 | Accumulated depreciation through 12/11 + Section 179 |
| - | 3.00 | Accumulated depreciation as if no Section 179 |
| | N/A | Net Section 179 recapture |
| | 0.00 | ITC recapture basis |
| | 3 | Number of full years held |
| x | 0.00% | ITC recapture factor |
| | 0.00 | Basis increase from ITC recapture |
| | 0.00 | Original ITC basis decrease |
| | 0.00 | Basis increase from ITC recapture |

System: 12/26/2012 10:55:44 AM
 User Date: 12/26/2012

Hardin County Water District N
 GENERAL POSTING JOURNAL
 General Ledger

Page: 1
 User ID: Stephanie

Added Journal Entry
 Intercompany Journal Entry

Batch ID: Stephanie
 Batch Comment:

Approved: No Batch Total Actual: \$0.00 Batch Total Control: \$0.00
 Approved by: Trx Total Actual: 0 Trx Total Control: 0
 Approval Date:

| Journal Entry | Transaction Type | Transaction Date | Reversing Date | Source Document | Transaction Reference | Audit Trail Code | Reversing Trail Code | Audit |
|---------------|------------------|------------------|----------------|-----------------|-------------------------------|------------------|----------------------|-------|
| 9,360 | Standard | 12/31/2012 | | GJ | Dispose of 7 5/8 x 3/4 meters | GLTRX00003234 | | |

| Account | Description | Debit | Credit |
|---------------------------------------------|-----------------------------------------------|----------|----------------------------------------|
| 1.00.10800 | Water.General.Accumulated Depreciation | \$126.00 | |
| 1.00.41401 | Water.General.Gain/Loss on Fixed Assets | \$63.07 | |
| 4.00.41700 | Radcliff.General.Gain/Loss on Asset Dispositi | \$55.93 | |
| 1.00.33400 | Water.General.Meters | | \$245.00 |
| 4.00.14600 | Radcliff.General.Due From Other Funds | | \$55.93 |
| 1.00.14500 | Water.General. Due From Other Funds | \$55.93 | |
| Total Distributions: 6 | | Totals: | \$300.93 \$300.93 |

Total Journal Entries: 1

Hardin County Water Fund
Disposal Report
12/01/2012 to 12/31/2012

Book = Internal
FYE Month = December

| Sys No | Ext | Co Asset No | Description | CI | In Svc Date | Disposal Date | D M | Acquired Value | Current Accum Depreciation | Net Proceeds | Gain/Loss Adjust Basis | Realized Gain (Loss) | G L |
|--------------------------------|----------------|-------------|---------------------|---------------|---------------------|---------------------|--------------|-------------------|----------------------------|-----------------|------------------------|----------------------|--------------|
| G/L Asset Acct No = 1.00.33400 | | | | | | | | | | | | | |
| 000405 | 081 | | Meters | CS | 01/01/90 | 12/31/12 | A | \$ 175.00 | \$ 130.00 | \$ 0.00 | \$ 45.00 | \$ (45.00) | Y |
| | 083 | | Meters | CS | 01/01/90 | 12/31/12 | A | 210.00 | 156.00 | 0.00 | 54.00 | (54.00) | Y |
| | 085 | | Meters | CS | 01/01/90 | 12/31/12 | A | 70.00 | 52.00 | 0.00 | 18.00 | (18.00) | Y |
| 000412 | 019 | | Meters | CS | 01/01/93 | 12/31/12 | A | 490.00 | 315.01 | 0.00 | 175.00 | (175.00) | Y |
| | 021 | | Meters | CS | 01/01/93 | 12/31/12 | A | 350.00 | 225.00 | 0.00 | 125.00 | (125.00) | Y |
| | 023 | | Meters | CS | 01/01/93 | 12/31/12 | A | 70.00 | 45.00 | 0.00 | 25.00 | (25.00) | Y |
| 000414 | 039 | | Meters | CS | 01/01/94 | 12/31/12 | A | 35.00 | 21.33 | 0.00 | 13.67 | (13.67) | Y |
| 000418 | 087 | | Meters | CS | 12/31/04 | 12/31/12 | A | 105.00 | 29.00 | 0.00 | 76.00 | (76.00) | Y |
| 000690 | 001 | | Meter Installations | CS | 01/01/09 | 12/31/12 | A | 35.00 | 4.00 | 0.00 | 31.00 | (31.00) | Y |
| G/L Asset Acct No = 1.00.33400 | | | | | | | | \$ 1,540.00 | \$ 977.34 | \$ 0.00 | \$ 562.67 | \$ (562.67) | |
| Count = 9 | | | | | | | | | | | | | |

Grand Total \$ 1,540.00 \$ 977.34 \$ 0.00 \$ 562.67 \$ (562.67)
Count = 9

| | Gains | Losses | Net |
|----------------|----------------|--------------------|--------------------|
| Recognized | \$ 0.00 | \$ (562.67) | \$ (562.67) |
| Not Recognized | 0.00 | 0.00 | 0.00 |
| Deferred | 0.00 | 0.00 | 0.00 |
| Total | <u>\$ 0.00</u> | <u>\$ (562.67)</u> | <u>\$ (562.67)</u> |

\$119.00 x 471 = 55.93

Report Assumptions

Report Name: Disposal
Source Report: <Standard Report>

Calculation Assumptions:

Include Sec 168 Allowance & Sec 179: No
Adjustment Convention: None

1.00.10800 126.00

Group/Sorting Criteria:

Group = All FAS Assets
Include Assets that meet the following conditions:
All FAS Assets

1.00.41401 63.07

Sorted by: G/L Asset Acct No (with subtotals), System No, Extension

4.00.41700 55.93

1.00.33400

245.00

| Serial Number | Type | Install Date | Meter Size | Cost | Date Scrapped | Notes |
|---------------|------|--------------|------------|-------|---------------|-------------------------|
| 80625066 | B25 | Feb-80 | 5/8x3/4 | 35.00 | 12/21/2012 | |
| 85122464 | B25 | Nov-85 | 5/8x3/4 | 35.00 | 12/21/2012 | 5/8x3/4 Badger B25 \$35 |
| 91089656 | B25 | Feb-91 | 5/8x3/4 | 35.00 | 12/21/2012 | 5/8x3/4 SR11 \$35 |
| 85110730 | B25 | Aug-91 | 5/8x3/4 | 35.00 | 12/21/2012 | 5/8x3/4 T-8-L \$35 |
| 49185781 | SR11 | Aug-95 | 5/8x3/4 | 35.00 | 12/21/2012 | 5/8x3/4 T-10 \$35 |
| 56470563 | SR11 | May-00 | 5/8x3/4 | 35.00 | 12/21/2012 | 3/4 Badger \$45 |
| 64272918 | SR11 | Nov-04 | 5/8x3/4 | 35.00 | 12/21/2012 | |

245.00

Hardin County Water Fund Disposal Worksheet Book: Internal

System Asset Number: 000405

Extension: 084

Company Asset Number:

Description: Meters

| | | |
|---|---------|--------------------------------------------------------------------|
| | 0.00 | Net proceeds |
| - | 17.00 | Adjusted basis for gains (losses) |
| | (17.00) | Net gain (loss) |
| | 70.00 | Acquired value |
| - | 0.00 | Original ITC basis decrease |
| + | 0.00 | Basis increase from ITC recapture |
| - | 52.00 | Total accumulated depreciation + Total Section 179 + 168 Allowance |
| | 17.00 | Adjusted basis for gains (losses) |
| | 50.00 | Accumulated depreciation through 12/11 + Section 179 |
| - | 50.00 | Accumulated depreciation as if no Section 179 |
| | N/A | Net Section 179 recapture |
| | 0.00 | ITC recapture basis |
| | 22 | Number of full years held |
| x | 0.00 % | ITC recapture factor |
| | 0.00 | Basis increase from ITC recapture |
| | 0.00 | Original ITC basis decrease |
| | 0.00 | Basis increase from ITC recapture |

Hardin County Water Fund Disposal Worksheet Book: Internal

System Asset Number: 000412

Extension: 022

Company Asset Number:

Description: Meters

| | | |
|---|---------|--------------------------------------------------------------------|
| | 0.00 | Net proceeds |
| - | 25.00 | Adjusted basis for gains (losses) |
| | (25.00) | Net gain (loss) |
| | 70.00 | Acquired value |
| - | 0.00 | Original ITC basis decrease |
| + | 0.00 | Basis increase from ITC recapture |
| - | 45.00 | Total accumulated depreciation + Total Section 179 + 168 Allowance |
| | 25.00 | Adjusted basis for gains (losses) |
| | 43.00 | Accumulated depreciation through 12/11 + Section 179 |
| - | 43.00 | Accumulated depreciation as if no Section 179 |
| | N/A | Net Section 179 recapture |
| | 0.00 | ITC recapture basis |
| | 19 | Number of full years held |
| x | 0.00% | ITC recapture factor |
| | 0.00 | Basis increase from ITC recapture |
| | 0.00 | Original ITC basis decrease |
| | 0.00 | Basis increase from ITC recapture |

Hardin County Water Fund Disposal Worksheet Book: Internal

System Asset Number: 000418

Extension: 086

Company Asset Number:

Description: Meters

| | | |
|---|---------|--------------------------------------------------------------------|
| | 0.00 | Net proceeds |
| - | 76.00 | Adjusted basis for gains (losses) |
| | (76.00) | Net gain (loss) |
| | | |
| | 105.00 | Acquired value |
| - | 0.00 | Original ITC basis decrease |
| + | 0.00 | Basis increase from ITC recapture |
| - | 28.00 | Total accumulated depreciation + Total Section 179 + 168 Allowance |
| | 76.00 | Adjusted basis for gains (losses) |
| | | |
| | 26.00 | Accumulated depreciation through 12/11 + Section 179 |
| - | 26.00 | Accumulated depreciation as if no Section 179 |
| | N/A | Net Section 179 recapture |
| | | |
| | 0.00 | ITC recapture basis |
| | 8 | Number of full years held |
| x | 0.00 % | ITC recapture factor |
| | 0.00 | Basis increase from ITC recapture |
| | | |
| | 0.00 | Original ITC basis decrease |
| | 0.00 | Basis increase from ITC recapture |

22. Refer to the Application, Appendix D.

- a. The depreciation method for the assets listed below is indicated as "REMI." Show the calculation of the "Current YTD Depreciation" for these assets.

| | In-Service Date | Acquired Value | Estimated Life | Current Year Depreciation |
|----------------------------------|-----------------|----------------|----------------|---------------------------|
| Sewer Plant & Lift Stations | 1/1/1962 | \$ 1,939,928 | 57.00 | \$ 37,742 |
| Workstation Desk - Manager | 1/1/2001 | 4,500 | 13.09 | 465 |
| Ultra SV14 Desktop Notebook | 1/1/2003 | 2,799 | 8.10 | 0 |
| John Deere Gator Utility Vehicle | 1/1/2000 | 6,142 | 12.08 | 427 |
| Ford F350 Truck | 6/1/2002 | 25,423 | 10.11 | 3,223 |
| Ford F150 Truck | 1/1/2002 | 14,366 | 10.04 | 542 |
| Ford F250 Truck | 1/1/2003 | 20,444 | 10.00 | 2,804 |
| Portable Cam Inspection System | 1/1/2000 | 64,056 | 15.04 | 6,249 |

- b. The information shown below was taken from page 4 and indicates that the annual depreciation accrual on the pump I improvement would be \$918 (\$13,768/15 years). Explain why the "Current YTD Depreciation" is \$1,530.

| | In-Service Date | Acquired Value | Est Life | Current Year Depreciation |
|-------------------------------|-----------------|----------------|----------|---------------------------|
| Refurbished RAS Flygt Pump #1 | 12/31/2011 | \$13,768 | 15.00 | \$1,530 |

- c. The information shown below was taken from page 9. Explain why the Office Building and Holding Tanks will not be fully depreciated as of December 31, 2013 and December 31, 2014, respectively. Based on their "In Service Date" and "Estimated Life," it would appear that these assets would be fully depreciated in those years.

| | In Service Date | Acquired Value | Estimated Life | Current Year Depreciation | Current Accumulated Depreciation |
|-----------------------------------|-----------------|----------------|----------------|---------------------------|----------------------------------|
| Construction Crew Office Building | 1/1/1974 | \$ 64,070 | 40.00 | \$ 1,602 | 50,184 |
| Sludge Holding Tanks Building | 1/1/1975 | 85,930 | 40.00 | 2,148 | 64,738 |

ANSWER 22:

- a. Exhibit 27 titled "REMLV Calculation for Selected Assets" shows the calculation of the "Current YTD Depreciation" for the assets in question.

- b. Please see Exhibit 29 titled Depreciation Calculation Refurbish RAS Flygt Pump #1 for the calculation of the 2012 YTD depreciation expense. This asset has an in service date of 12/31/11 with an original useful life of five years. In May 2012, during a routine review of asset booking by the Finance & Accounting Manager, it was decided that the more appropriate useful life should be fifteen years based upon the type of pump. Because of this adjustment, Hardin District understands and will stipulate that a correction to total test year depreciation expense may be required.
- c. As part of the 2008 audit, management requested our auditing firm, Ray, Foley, Hensley & Company to review all useful lives of Hardin District's recorded assets. This was requested as a result of the 2008 accounting inspection from the PSC so that Hardin District was conforming to the useful lives as required by NARUC.

The two assets in question – Construction Crew Office Building and the Sludge Holding Tanks Building – originally had useful lives of fifty years. As a result of the 2008 audit, the useful life was changed to forty years to conform to the NARUC standards.

However, in changing the useful lives from fifty years to forty years, Hardin District should have changed to depreciation method to the REMVL method as discussed in Pre-Filed Testimony question and answer number fourteen, page 5, thereby ensuring that depreciation will be fully depreciated by the end of 2013 and 2014, respectively. Hardin District will make this change to correct the annual depreciation amounts for these assets.

WITNESS: Mr. Scott Schmuck, HCWD1 Finance & Accounting Manager

| 22.a REMVL Calculation for Selected Assets | | | | | | | | | | |
|--------------------------------------------|----------------------------------|----------------|----------------------------|--------------------|-------------|----------|---------------------------|----------------------------------|--------------------------|----------------------------|
| | | | | | a | b | a + b = c | c - 12/31/11 | NBV/Rem mths *12 | |
| Asset # | Asset | Acquired Value | Accum Depre at 12/31/11 | NBV at 12/31/11 | In Svc Date | Est Life | Est Date for Full Depr | Remaining Life as of 12/31/11 | Curr Y-T-D Deprec Exp | |
| 4 | Sewer Plant & Lift Stations | \$1,939,928.22 | \$1,751,218.50 | \$188,709.72 | 1/1/1960 | 57y 00m | 12/31/2016 | 60 mths | \$37,741.95 | |
| 74 | Workstation Desk - Manager | \$4,500.00 | \$3,221.05 | \$1,278.95 | 1/1/2001 | 13y 09m | 9/30/2014 | 33 mths | \$465.07 | |
| 75 | Ultra SV14 Desktop Notebook | \$2,799.00 | \$2,799.00 | \$0.00 | 1/1/2003 | 08y 10m | 10/31/2011 | 0 mths | \$0.00 | Fully Deprec on 10/31/2011 |
| 77 | John Deere Gator Utility Vehicle | \$6,142.00 | \$5,715.47 | \$426.53 | 1/1/2000 | 12y 08m | 8/31/2012 | 8 mths | \$426.53 | Fully Deprec on 08/31/2012 |
| 81 | 2003 Ford F350 Truck | \$25,423.00 | \$21,125.30 | \$4,297.70 | 6/1/2002 | 10y 11m | 4/30/2013 | 16 mths | \$3,223.28 | |
| 82 | 2003 Ford F150 Truck | \$14,366.00 | \$13,824.42 | \$541.58 | 1/1/2002 | 10y 04m | 4/30/2012 | 4 mths | \$541.58 | Fully Deprec on 04/30/2012 |
| 83 | 2003 Ford F250 Truck | \$20,444.00 | \$17,640.25 | \$2,803.75 | 1/1/2003 | 10y 00m | 12/31/2012 | 12 mths | \$2,803.75 | Fully Deprec on 12/31/2012 |
| 91 | Portable Cam Inspection System | \$64,056.00 | \$43,226.00 | \$20,830.00 | 1/1/2000 | 15y 04m | 4/30/2015 | 40 mths | \$6,249.00 | |

| | | | | | |
|------|------------------------------------------|-----------------------------------------|------------------------------------------|--|--|
| 22.b | Depreciation Calculation | | | | |
| | Asset #225 - Refurbish RAS Flygt Pump #1 | | | | |
| | | | | | |
| | 12/31/2011 | In Service Date | | | |
| | \$13,768.34 | Purchase Price | | | |
| | | 5 | Original Useful Life Years | | |
| | \$229.47 | Mthly Depreciation at 5 Yrs Useful Life | | | |
| | \$229.47 | Jan-12 | | | |
| | \$229.47 | Feb-12 | | | |
| | \$229.47 | Mar-12 | | | |
| | \$229.47 | Apr-12 | | | |
| | \$76.49 | May-12 | Useful Life Changed from 5 yrs to 15 yrs | | |
| | \$76.49 | Jun-12 | | | |
| | \$76.49 | Jul-12 | | | |
| | \$76.49 | Aug-12 | | | |
| | \$76.49 | Sep-12 | | | |
| | \$76.49 | Oct-12 | | | |
| | \$76.49 | Nov-12 | | | |
| | \$76.49 | Dec-12 | | | |
| | \$1,529.82 | Total 2012 Depreciation Expense | | | |