

PUBLIC SERVICE COMMISSION
ANNUAL REPORTS

Joann Estates Utilities, Inc.

MAR 5 2018

Financial Statements

RECEIVED

Twelve Months Ended December 31, 2017

L.A. MILLER

CPA • PSC

To Management
Joann Estates Utilities, Inc.
Paducah, KY

Management is responsible for the accompanying financial statements of Joann Estates Utilities, Inc. (a corporation), which comprise the balance sheet as of December 31, 2017, and the related statements of income and retained earnings and cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

Management has elected to omit substantially all of the disclosures required by accounting principles generally accepted in the United States of America. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the Company's financial position, results of operations, and cash flows. Accordingly, the financial statements are not designed for those who are not informed about such matters.



Paducah, Kentucky

February 17, 2018

Joann Estates Utilities, Inc.
Balance Sheet
As of December 31, 2017
ASSETS

CURRENT ASSETS		
Cash in Bank	\$ 28,135.45	
Prepaid Income Taxes	2,900.00	
		<u>31,035.45</u>
Total Current Assets		
PROPERTY AND EQUIPMENT		
Plant	53,292.74	
Equipment	24,952.26	
Less: Accumulated Depreciation	(72,417.42)	
		<u>5,827.58</u>
Net Property and Equipment		
		<u>5,827.58</u>
TOTAL ASSETS		<u><u>\$ 36,863.03</u></u>

LIABILITIES AND EQUITY

CURRENT LIABILITIES		
Federal Income Tax & FICA W/H	\$ 2,962.20	
Futa/Suta Payable	84.00	
Kentucky Income Tax W/H	1,617.04	
McCracken Co Tax W/H	114.00	
Other Withholdings	464.00	
		<u>5,241.24</u>
Total Current Liabilities		
		<u>5,241.24</u>
LONG-TERM LIABILITIES		
Total Liabilities		<u>5,241.24</u>
STOCKHOLDERS' EQUITY		
Capital Stock	11,000.00	
Retained Earnings	20,621.79	
		<u>31,621.79</u>
Total Stockholders' Equity		
		<u>31,621.79</u>
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY		<u><u>\$ 36,863.03</u></u>

Joann Estates Utilities, Inc.

Income Statement

12 Months Ended
December 31, 2017

Sales

Utility Service Revenue	\$	107,231.99
Less Bad Debts		<u>0.00</u>

Total Sales 107,231.99

Cost of Goods Sold

Purchases - Parts & Chemicals	735.71
Labor	39,600.00
Contract Labor	31,405.00
Utilities	19,162.03
Repairs and Maintenance	1,526.58
Lab Fees	<u>10,150.66</u>

Total Cost of Goods Sold 102,579.98

Gross Profit 4,652.01

Operating Expenses

Payroll Taxes	3,744.70
Rent	1,500.00
Office Supplies & Expense	620.97
License & Taxes & Permits	905.41
Depreciation	1,609.19
Bank Service Charges	579.20
Legal & Accounting	2,102.00
Refuse	<u>1,430.10</u>

Total Operating Expenses 12,491.57

Operating Income (Loss) (7,839.56)

Net Income (Loss) \$ (7,839.56)

Joann Estates Utilities, Inc.
Statement of Cash Flows
For the 12 months Ended December 31, 2017

	<u>2017</u>
CASH FLOWS FROM OPERATING ACTIVITIES	
Net Income (loss)	\$ (7,839.56)
Adjustments to reconcile net income to net cash provided by operating activities:	
Depreciation and Amortization	1,609.19
Losses (gains) on sales of fixed assets	0.00
Decrease (Increase) in operating assets	
Increase (Decrease) in operating liabilities	
Accrued Liabilities	3,097.34
Total Adjustments	<u>4,706.53</u>
Net Cash Provided By (Used in) Operating Activities	(3,133.03)
CASH FLOWS FROM INVESTING ACTIVITIES	
Net Cash Provided By (Used In) Investing Activities	0.00
CASH FLOWS FROM FINANCING ACTIVITIES	
Net Cash Provided By (Used In) Financing Activities	<u>0.00</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(3,133.03)
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	<u>31,268.48</u>
CASH AND CASH EQUIVALENTS AT END OF PERIOD	<u><u>\$ 28,135.45</u></u>