

Client: CHRISTIAN COUNTY WATER DISTRICT  
 Report: ADJUSTING JOURNAL ENTRIES

| Account  | Description                       | Workpaper Reference | Debit             | Credit            | Net Income Effect |
|--|-----------------------------------|---------------------|-------------------|-------------------|-------------------|
| <b>1</b>                                       |                                   | <b>G-04</b>         |                   |                   |                   |
| Record 2012 C bond costs amortization          |                                   |                     |                   |                   |                   |
| 00428-0000                                     | AMORT DEBT DISC & EXP             |                     | 3,911.00          | 0.00              |                   |
| 00182-0000                                     | KY RURAL WATER BOND 2012C         |                     | 0.00              | 3,911.00          |                   |
| 00182-0010                                     | KY RURAL WATER PREMIUM 2012C      |                     | 571.00            | 0.00              |                   |
| 00419-0000                                     | INTEREST/DIVIDEND INCOME          |                     | 0.00              | 571.00            |                   |
| <b>Total</b>                                   |                                   |                     | <b>4,482.00</b>   | <b>4,482.00</b>   | <b>0.00</b>       |
| <b>2</b>                                       |                                   | <b>G-05</b>         |                   |                   |                   |
| Record 2013 B bond costs amortization          |                                   |                     |                   |                   |                   |
| 00428-0000                                     | AMORT DEBT DISC & EXP             |                     | 3,129.00          | 0.00              |                   |
| 00182-0020                                     | KY RURAL WATER BOND ISSUE 2013B   |                     | 0.00              | 3,129.00          |                   |
| 00182-0030                                     | KY RURAL WATER BOND PREMIUM 2013B |                     | 998.00            | 0.00              |                   |
| 00419-0000                                     | INTEREST/DIVIDEND INCOME          |                     | 0.00              | 998.00            |                   |
| <b>Total</b>                                   |                                   |                     | <b>4,127.00</b>   | <b>4,127.00</b>   | <b>0.00</b>       |
| <b>3</b>                                       |                                   | <b>G-06</b>         |                   |                   |                   |
| Record 2016 B bond costs amortization          |                                   |                     |                   |                   |                   |
| 00428-0000                                     | AMORT DEBT DISC & EXP             |                     | 4,095.00          | 0.00              |                   |
| 00182-0040                                     | KY RURAL WATER BOND ISSUE 2016B   |                     | 0.00              | 4,095.00          |                   |
| 00182-0050                                     | KY RURAL WATER BOND PREMIUM 2016B |                     | 3,412.00          | 0.00              |                   |
| 00419-0000                                     | INTEREST/DIVIDEND INCOME          |                     | 0.00              | 3,412.00          |                   |
| <b>Total</b>                                   |                                   |                     | <b>7,507.00</b>   | <b>7,507.00</b>   | <b>0.00</b>       |
| <b>4</b>                                       |                                   |                     |                   |                   |                   |
| To Reclassify Federal Loans - for Single Audit |                                   |                     |                   |                   |                   |
| 00432-0010                                     | PROC FROM CAP CONTRIB-STATE       |                     | 405,389.00        | 0.00              |                   |
| 00432-0020                                     | PROC FROM CAP CONTRIB-FEDERAL     |                     | 0.00              | 405,389.00        |                   |
| <b>Total</b>                                   |                                   |                     | <b>405,389.00</b> | <b>405,389.00</b> | <b>0.00</b>       |
| <b>5</b>                                       |                                   | <b>30-06.02</b>     |                   |                   |                   |
| To reverse PY AP                               |                                   |                     |                   |                   |                   |
| 00231-0000                                     | ACCOUNTS PAYABLE                  |                     | 134,731.00        | 0.00              |                   |
| 00636-0000                                     | CONTRACTUAL SERVICES-OTHER        |                     | 0.00              | 266.00            |                   |
| 00610-0000                                     | PURCHASED WATER                   |                     | 0.00              | 91,301.00         |                   |
| 00616-0000                                     | OFFICE UTILITIES                  |                     | 0.00              | 1,299.00          |                   |
| 00620-0030                                     | MAT. & SUPP.-WATER                |                     | 0.00              | 2,017.00          |                   |
| 00620-0050                                     | MAT.&SUPP.- EQUIPMENT             |                     | 0.00              | 1,320.00          |                   |
| 00620-0080                                     | MAT. & SUPP.-ADMIN.               |                     | 0.00              | 1,301.00          |                   |
| 00633-0000                                     | CONTRACT SERV-LEGAL               |                     | 0.00              | 338.00            |                   |

|              |                          |                   |                   |             |
|--------------|--------------------------|-------------------|-------------------|-------------|
| 00635-0000   | CONTRACT SERVS - TESTING | 0.00              | 278.00            |             |
| 00635-0010   | OPERATIONS REPAIRS       | 0.00              | 6,069.00          |             |
| 00635-0030   | WATER OPER REPAIRS-LEAKS | 0.00              | 1,981.00          |             |
| 00650-0000   | TRANSPORTATION EXPENSES  | 0.00              | 3,167.00          |             |
| 00656-0000   | INSURANCE-VEHICLE        | 0.00              | 16,092.00         |             |
| 00675-0000   | MISCELLANEOUS            | 0.00              | 5.00              |             |
| 00615-0000   | PURCHASED POWER          | 0.00              | 7,853.00          |             |
| 00675-0080   | MISC. ADMIN. EXPENSE     | 0.00              | 1,444.00          |             |
| <b>Total</b> |                          | <b>134,731.00</b> | <b>134,731.00</b> | <b>0.00</b> |

**6** **30-06.02**

To record CY AP

|              |                            |                   |                   |             |
|--------------|----------------------------|-------------------|-------------------|-------------|
| 00231-0000   | ACCOUNTS PAYABLE           | 0.00              | 135,908.00        |             |
| 00331-0000   | TRANS/DISTRIB. MAINS       | 39.00             | 0.00              |             |
| 00636-0000   | CONTRACTUAL SERVICES-OTHER | 170.00            | 0.00              |             |
| 00610-0000   | PURCHASED WATER            | 98,078.00         | 0.00              |             |
| 00615-0000   | PURCHASED POWER            | 7,038.00          | 0.00              |             |
| 00616-0000   | OFFICE UTILITIES           | 913.00            | 0.00              |             |
| 00620-0030   | MAT. & SUPP.-WATER         | 2,828.00          | 0.00              |             |
| 00620-0050   | MAT.&SUPP.- EQUIPMENT      | 517.00            | 0.00              |             |
| 00620-0080   | MAT. & SUPP.-ADMIN.        | 391.00            | 0.00              |             |
| 00635-0000   | CONTRACT SERVS - TESTING   | 291.00            | 0.00              |             |
| 00635-0010   | OPERATIONS REPAIRS         | 5,316.00          | 0.00              |             |
| 00650-0000   | TRANSPORTATION EXPENSES    | 2,532.00          | 0.00              |             |
| 00656-0000   | INSURANCE-VEHICLE          | 16,518.00         | 0.00              |             |
| 00675-0000   | MISCELLANEOUS              | 150.00            | 0.00              |             |
| 00675-0080   | MISC. ADMIN. EXPENSE       | 1,127.00          | 0.00              |             |
| <b>Total</b> |                            | <b>135,908.00</b> | <b>135,908.00</b> | <b>0.00</b> |

**7** **10-13**

TO RECORD ALLOWANCE FOR UNCOLLECTIBLES

|              |                           |                 |                 |             |
|--------------|---------------------------|-----------------|-----------------|-------------|
| 00461-0010   | METERED SALES-RESIDENTIAL | 6,297.00        | 0.00            |             |
| 00143-0000   | ALLOWANCE FOR DOUBTFUL    | 0.00            | 6,297.00        |             |
| <b>Total</b> |                           | <b>6,297.00</b> | <b>6,297.00</b> | <b>0.00</b> |

**8** **10-13**

TO RECORD ARREARS

|              |                          |                 |                 |             |
|--------------|--------------------------|-----------------|-----------------|-------------|
| 00141-0020   | ACCTS RECEIVABLE-ARREARS | 7,559.00        | 0.00            |             |
| 00141-0010   | ACCOUNTS RECEIVABLE      | 0.00            | 7,559.00        |             |
| <b>Total</b> |                          | <b>7,559.00</b> | <b>7,559.00</b> | <b>0.00</b> |

**9** **10-12**

TO RECORD UNBILLED REVENUE TO ACTUAL

|            |                           |           |           |  |
|------------|---------------------------|-----------|-----------|--|
| 00173-0000 | UNBILLED REVENUES         | 0.00      | 46,055.00 |  |
| 00461-0010 | METERED SALES-RESIDENTIAL | 46,055.00 | 0.00      |  |

|   |  |                 |                     |                     |             |
|---|--|-----------------|---------------------|---------------------|-------------|
| <b>Total</b>  |  |                 | <b>46,055.00</b>    | <b>46,055.00</b>    | <b>0.00</b> |
| <b>10</b>   |  | <b>70-09.01</b> |                     |                     |             |
| To record GASB 68                                   |  |                 |                     |                     |             |
| 00240-0015  | NET PENSION LIABILITY                  |                 | 0.00                | 235,247.00          |             |
| 00186-0010  | DEFERRED OUTFLOWS OF RESOURCES CERS    |                 | 13,726.00           | 0.00                |             |
| 00223-0000  | DEFERRED INFLOWS OF RESOURCES (CERS)   |                 | 49,962.00           | 0.00                |             |
| 00604-0001  | RETIREMENT-EMPLOYER                    |                 | 171,559.00          | 0.00                |             |
| <b>Total</b>  |  |                 | <b>235,247.00</b>   | <b>235,247.00</b>   | <b>0.00</b> |
| <b>11</b>   |  | <b>70-09.01</b> |                     |                     |             |
| To record GASB 75                                   |  |                 |                     |                     |             |
| 00240-0017  | NET OPEB LIABILITY                     |                 | 0.00                | 186,029.00          |             |
| 00186-0011  | OPEB DEFERRED OUT FLOWS OF RESOURCES   |                 | 121,281.00          | 0.00                |             |
| 00223-0001  | OPEB DEFERRED INFLOWS OF RESOURCES     |                 | 25,075.00           | 0.00                |             |
| 00604-0002  | OPEB EXPENSE - EMPLOYER                |                 | 39,673.00           | 0.00                |             |
| <b>Total</b>  |  |                 | <b>186,029.00</b>   | <b>186,029.00</b>   | <b>0.00</b> |
| <b>12</b>   |  | <b>G-07</b>     |                     |                     |             |
| To record 2020 G Refinancing Bonds and amortization |  |                 |                     |                     |             |
| 00182-0060  | KY RURAL WATER BONDS 2020G ISSUE COSTS |                 | 57,905.00           | 0.00                |             |
| 00182-0070  | KY RURAL WATER BONDS 2020G PREMIUM     |                 | 0.00                | 52,516.00           |             |
| 00221-0000  | BOND PAYABLE PHASE VII                 |                 | 1,568,032.00        | 0.00                |             |
| 00221-0125  | KY RURAL WATER BOND 2020G              |                 | 0.00                | 1,595,000.00        |             |
| 00428-0000  | AMORT DEBT DISC & EXP                  |                 | 21,579.00           | 0.00                |             |
| <b>Total</b>  |  |                 | <b>1,647,516.00</b> | <b>1,647,516.00</b> | <b>0.00</b> |
| <b>13</b>   |  | <b>G-07</b>     |                     |                     |             |
| To record 2020G bond costs amortization             |  |                 |                     |                     |             |
| 00428-0000  | AMORT DEBT DISC & EXP                  |                 | 517.00              | 0.00                |             |
| 00182-0060  | KY RURAL WATER BONDS 2020G ISSUE COSTS |                 | 0.00                | 517.00              |             |
| 00182-0070  | KY RURAL WATER BONDS 2020G PREMIUM     |                 | 473.00              | 0.00                |             |
| 00419-0000  | INTEREST/DIVIDEND INCOME               |                 | 0.00                | 473.00              |             |
| <b>Total</b>  |  |                 | <b>990.00</b>       | <b>990.00</b>       | <b>0.00</b> |
| <b>14</b>   |  |                 |                     |                     |             |
| To reclassify 2020G sinking fund deposits           |  |                 |                     |                     |             |
| 00127-0100  | REGIONS SINKING FUND 2020G             |                 | 11,246.00           | 0.00                |             |
| 00675-0000  | MISCELLANEOUS                          |                 | 0.00                | 11,246.00           |             |
| <b>Total</b>  |  |                 | <b>11,246.00</b>    | <b>11,246.00</b>    | <b>0.00</b> |
| <b>15</b>   |  | <b>G-03</b>     |                     |                     |             |
| To adjust prepaid insurance                         |  |                 |                     |                     |             |
| 00657-0000  | INSURANCE-GENERAL LIAB                 |                 | 2,187.00            | 0.00                |             |

|  |                                 |                  |                  |                |
|--|---------------------------------|------------------|------------------|----------------|
| 00162-0000                                   | PREPAID INSURANCE               | 0.00             | 2,187.00         |                |
| <b>Total</b>                                 |                                 | <b>2,187.00</b>  | <b>2,187.00</b>  | <b>0.00</b>    |
| <b>16</b>                                    |                                 |                  |                  | <b>CC-07</b>   |
| To adjust accrued interest                   |                                 |                  |                  |                |
| 00231-0020                                   | INTEREST PAYABLE                | 45,929.00        | 0.00             |                |
| 00427-0003                                   | INTEREST-LONGTERM DEBT          | 0.00             | 45,929.00        |                |
| <b>Total</b>                                 |                                 | <b>45,929.00</b> | <b>45,929.00</b> | <b>0.00</b>    |
| <b>17</b>                                    |                                 |                  |                  | <b>CC-06</b>   |
| Adjust accrued absences                      |                                 |                  |                  |                |
| 00601-0000                                   | SALARIES/WAGES-EMPLOYEES        | 2,915.00         | 0.00             |                |
| 00222-0000                                   | ACCRUED COMPENSATED ABSENCES-LT | 0.00             | 2,915.00         |                |
| <b>Total</b>                                 |                                 | <b>2,915.00</b>  | <b>2,915.00</b>  | <b>0.00</b>    |
| <b>18</b>                                    |                                 |                  |                  | <b>F-06.01</b> |
| Reclassify labor expense to asset            |                                 |                  |                  |                |
| 00331-0000                                   | TRANS/DISTRIB. MAINS            | 14,038.00        | 0.00             |                |
| 00601-0000                                   | SALARIES/WAGES-EMPLOYEES        | 0.00             | 14,038.00        |                |
| <b>Total</b>                                 |                                 | <b>14,038.00</b> | <b>14,038.00</b> | <b>0.00</b>    |
| <b>19</b>                                    |                                 |                  |                  |                |
| To reclassify HWEA purchased water from Misc |                                 |                  |                  |                |
| 00675-0000                                   | MISCELLANEOUS                   | 0.00             | 4,000.00         |                |
| 00610-0000                                   | PURCHASED WATER                 | 4,000.00         | 0.00             |                |
| <b>Total</b>                                 |                                 | <b>4,000.00</b>  | <b>4,000.00</b>  | <b>0.00</b>    |
| <b>20</b>                                    |                                 |                  |                  |                |
| To adjust Colonial Life Insurance Liab       |                                 |                  |                  |                |
| 00240-0100                                   | COLONIAL ACCIDENT INSURANCE     | 0.00             | 5.00             |                |
| 00240-0105                                   | COLONIAL DISABILITY INSURANCE   | 0.00             | 17.00            |                |
| 00240-0110                                   | COLONIAL CANCER INSURANCE       | 29.00            | 0.00             |                |
| 00659-0000                                   | INSURANCE-OTHER                 | 0.00             | 7.00             |                |
| <b>Total</b>                                 |                                 | <b>29.00</b>     | <b>29.00</b>     | <b>0.00</b>    |
| <b>21</b>                                    |                                 |                  |                  |                |
| To adjust Unemployment Liab to actual        |                                 |                  |                  |                |
| 00239-0010                                   | UNEMPLOMENT / COMPENSATION      | 0.00             | 76.00            |                |
| 00607-0000                                   | STATE UNEMPLOYMENT              | 76.00            | 0.00             |                |
| <b>Total</b>                                 |                                 | <b>76.00</b>     | <b>76.00</b>     | <b>0.00</b>    |
| <b>22</b>                                    |                                 |                  |                  | <b>F-08</b>    |
| Reclassify supplies expense                  |                                 |                  |                  |                |
| 00620-0080                                   | MAT. & SUPP.-ADMIN.             | 180.00           | 0.00             |                |

|                                |                              |                            |                            |                    |
|--------------------------------|------------------------------|----------------------------|----------------------------|--------------------|
| 00340-0000                     | OFFICE FURNITURE & EQUIPMENT | 0.00                       | 180.00                     |                    |
| <b>Total</b>                   |                              | <u><b>180.00</b></u>       | <u><b>180.00</b></u>       | <u><b>0.00</b></u> |
| <b>23</b>                      |                              |                            |                            |                    |
| To adjust inventory to actual  |                              |                            |                            |                    |
| 00679-0000                     | INVENTORY ADJ EXPENSE        | 10,589.00                  | 0.00                       |                    |
| 00150-0000                     | INVENTORY                    | 0.00                       | 10,589.00                  |                    |
| <b>Total</b>                   |                              | <u><b>10,589.00</b></u>    | <u><b>10,589.00</b></u>    | <u><b>0.00</b></u> |
| <b>24</b>                      |                              |                            |                            |                    |
| Record additional depreciation |                              |                            |                            |                    |
| 00403-0000                     | DEPRECIATION EXPENSE         | 4,715.00                   | 0.00                       |                    |
| 00108-0010                     | ACCUMULATED DEPRECIATION     | 0.00                       | 4,715.00                   |                    |
| <b>Total</b>                   |                              | <u><b>4,715.00</b></u>     | <u><b>4,715.00</b></u>     | <u><b>0.00</b></u> |
| <b>GRAND TOTAL</b>             |                              | <u><b>2,917,741.00</b></u> | <u><b>2,917,741.00</b></u> | <u><b>0.00</b></u> |

D-06

F-09