

#11

In reference to the response to Staff's First Request, Item 1a, Item_1a_2022_Ledger_Analysis.xlsx, rows 8138 through 8190, Account 4017-0000 Maintenance Supplies, attached are copies of the invoices for the six transactions reported during the test year that exceed \$1000.

The first transaction dated 3/16/22 made to Citco Water with CK# 16321 in the amount of \$1874.03 was for two invoices we had received on parts we had purchased from Citco Water. This should not be capitalized. We believe its classification as an expense is proper because these parts were necessary for repairs and upkeep to our system.

The second transaction dated 3/16/22 made to Core & Main with CK# 16322 in the amount of \$1752.57 was for two invoices we had received on parts we had purchased from Core & Main. This should not be capitalized. We believe its classification as an expense is proper because these parts were necessary for repairs and upkeep to our system.

The third transaction dated 7/13/22 made to Core & Main with CK# 16458 in the amount of \$1052.23 was for three invoices we had received on parts and supplies we had purchased from Core & Main. One of these invoices also includes \$21.53 that was allocated to a different account. This is the reason for the discrepancy in amount totals. This purchase should not be capitalized. We believe its classification as an expense is proper because these parts and supplies were necessary for repairs and upkeep to our system.

The fourth transaction dated 10/12/22 made to Citco Water with CK# 16567 in the amount of \$1808.64 was for four invoices we had received on parts we had purchased from Citco Water. One of these invoices also includes \$636.00 that was allocated to a different account. This is the reason for the discrepancy in amount totals. This purchase should not be capitalized. We believe its classification as an expense is proper because these parts were necessary for repairs and upkeep to our system.

The fifth transaction dated 11/18/22 made to Citco Water with CK# 16613 in the amount of \$3356.41 was for two invoices we had received on parts we had purchased from Citco Water. One of the invoices also includes three chemicals with amounts totaling \$861.31 that was allocated to a different account. These items were circled on the invoice. This is the reason for the discrepancy in amount totals. This purchase should not be capitalized. We believe its classification as an expense is proper because these parts were necessary for repairs and upkeep to our system.

The sixth transaction dated 11/29/22 made to Visa with CK# 16632 in the amount of \$1108.76 was for four invoices we had on purchases we had made with our Visa credit card for parts and supplies from multiple locations. Two of these invoices also had some amounts that were allocated to a sewer account. This is the reason for the discrepancy in amount totals. The amounts on these two invoices that was allocated to Account 4017-0000 Maintenance Supplies

are circled at the bottom of the invoices. These purchases should not be capitalized. We believe its classification as an expense is proper because these items were necessary supplies needed for our office and in the field and necessary parts needed for repairs and upkeep to our system.