Updated Attachment E.1 10062021
Docket Nos.: W-1049, Sub 25 and W-1328, Sub 2

Operating Budget

	Year 1	Year 2	Year 3	Year 4	Year 5
Operating revenue					
Metered service revenue	$ 198,851	$ 365,560	$ 398,902	$ 398,902	$ 398,902
Flat rate service revenue	$ 194,708	$ 357,944	$ 390,591	$ 390,591	$ 390,591
EPA testing surcharge	$ -	$ -	$ -	$ -	$ -
Re-connect fees	$ 8,285	$ 15,232	$ 16,621	$ 16,621	$ 16,621
Returned check charge	$ 4,143	$ 7,616	$ 8,310	$ 8,310	$ 8,310
Late payment charge	$ 8,285	$ 15,232	$ 16,621	$ 16,621	$ 16,621
Other operating revenue	$ -	$ -	$ -	$ -	$ -
Total operating revenue	$ 414,273	$ 761,583	$ 831,045	$ 831,045	$ 831,045
Operating expenses					
Total salaries and wages (employees only)	$ -	$ -	$ -	$ -	$ -
Outside labor expenses (non-employees)	$ 174,605	$ 174,605	$ 174,605	$ 174,605	$ 174,605
Administrative and office expense	$ 41,750	$ 41,750	$ 41,750	$ 41,750	$ 41,750
Maintenance and repair expense	$ 20,040	$ 20,040	$ 20,040	$ 20,040	$ 20,040
Purchased water	$ 68,445	$ 68,445	$ 68,445	$ 68,445	$ 68,445
Purchased sewage treatment	$ 17,461	$ 17,461	$ 17,461	$ 17,461	$ 17,461
Electric power expense (exclude office)	$ 34,921	$ 34,921	$ 34,921	$ 34,921	$ 34,921
Chemicals expense	$ 8,893	$ 8,893	$ 8,893	$ 8,893	$ 8,893
Testing fees	$ 2,505	$ 2,505	$ 2,505	$ 2,505	$ 2,505
Transportation expense	$ -	$ -	$ -	$ -	$ -
Other operating expense	$ -	$ -	$ -	$ -	$ -
Total operation and maintenance expenses	**$ 368,620**	**$ 368,620**	**$ 368,620**	**$ 368,620**	**$ 368,620**
Annual depreciation expense	$ 95,084	$ 96,807	$ 105,418	$ 105,418	$ 105,418
Property taxes paid on utility property	$ 3,686	$ 3,686	$ 3,686	$ 3,686	$ 3,686
Payroll taxes	$ -	$ -	$ -	$ -	$ -
Franchise (gross receipts) tax	$ 3,686	$ 3,686	$ 3,686	$ 3,686	$ 3,686
Annual NCUC regulatory fee	$ 3,797	$ 3,797	$ 3,797	$ 3,797	$ 3,797
Total operating expenses	**$ 474,873**	**$ 476,596**	**$ 485,207**	**$ 485,207**	**$ 485,207**
Income Taxes					
State income taxes	$ -	$ 7,125	$ 8,646	$ 8,646	$ 8,646
Federal income taxes	$ -	$ 59,847	$ 72,626	$ 72,626	$ 72,626
Total income taxes	$ -	$ 66,972	$ 81,272	$ 81,272	$ 81,272
Net operating income (loss)	$ (60,600)	$ 218,015	$ 264,566	$ 264,566	$ 264,566
Interest expense	$ 95,084	$ 96,807	$ 105,418	$ 105,418	$ 105,418
Net income (loss)	**$ (155,685)**	**$ 121,209**	**$ 159,149**	**$ 159,149**	**$ 159,149**

STATEMENT OF CASH FLOWS

	Year 1	Year 2	Year 3	Year 4	Year 5
PRE-TAX OPERATING INCOME (LOSS)					
Total Operating Revenue	$ 414,273	$ 761,583	$ 831,045	$ 831,045	$ 831,045
Operation and Maintenance Expenses	$ 368,620	$ 368,620	$ 368,620	$ 368,620	$ 368,620
Taxes Othere than Income	$ 11,169	$ 11,169	$ 11,169	$ 11,169	$ 11,169
Pre-Tax Operating Income (Loss)	**$ 34,484**	**$ 381,794**	**$ 451,256**	**$ 451,256**	**$ 451,256**
INCOME TAX CALCULATION					
Pre-Tax Operating Income (Loss)	$ 34,484	$ 381,794	$ 451,256	$ 451,256	$ 451,256
CIAC					
Tax Depreciation	$ 95,084	$ 96,807	$ 105,418	$ 105,418	$ 105,418
Interest Expense	$ 95,084	$ 96,807	$ 105,418	$ 105,418	$ 105,418
Taxable Income (Loss)	$ (155,685)	$ 188,181	$ 240,421	$ 240,421	$ 240,421
State Income Tax	$ -	$ 7,125	$ 8,646	$ 8,646	$ 8,646
Federal Income Tax	$ -	$ 59,847	$ 72,626	$ 72,626	$ 72,626
Total Income Taxes to be Paid	$ -	$ 66,972	$ 81,272	$ 81,272	$ 81,272
Net Cash Provided by Operating Activities	**$ 34,484**	**$ 314,822**	**$ 369,984**	**$ 369,984**	**$ 369,984**
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>					
Purchase of Utility Plant	$ 1,901,686	$ 206,666	$ -	$ -	$ -
Cash Bonds Posted	$ 211,298	$ 22,963	$ -	$ -	$ -
CIAC					
Proceeds from Disposal of Utility Plant					
Net Cash Used by Investing Activities	**$ 2,112,984**	**$ 229,629**	**$ -**	**$ -**	**$ -**
<u>CASH FLOWS FROM FINANCING ACTIVITIES</u>					
Proceeds from Short Term Debt					
Principal Repayment of Short Term Debt					
Proceeds from Long Term Debt	$ 1,056,492	$ 114,814	$ -	$ -	$ -
Principal Repayment of Long Term Debt					
Interest Payment for Debt	$ (95,084)	$ (96,807)	$ (105,418)	$ (105,418)	$ (105,418)
Proceeds from Equity	$ 1,056,492	$ 114,814	$ -	$ -	$ -
Dividends Paid					
Funds Provided by Owner	$ 60,600				
Net Cash Provided by Financing Activities	**$ 2,078,500**	**$ 132,822**	**$ (105,418)**	**$ (105,418)**	**$ (105,418)**
Net Increase (Decrease in Cash	**$ (0)**	**$ 218,015**	**$ 264,566**	**$ 264,566**	**$ 264,566**
Cash Balance at Beginning of Year	**$ -**	**$ (0)**	**$ 218,015**	**$ 482,581**	**$ 747,147**
Cash Balance at End of Year	**$ (0)**	**$ 218,015**	**$ 482,581**	**$ 747,147**	**$ 1,011,713**