

Arrow Park Inc.

Comparative Income Statement w/o Depreciation

		Actual Figures			Forecast Changes*	Projected Figures	NOTES
	Last Case 11-W-0389	Year 1 (2014)	Year 2 (2015)	Year 3 (2016) (Base Year)		Rate Year (2018)	
				(a)	(b)	(c = a + b)	
1 Annual Operating Revenue (payments received)**	\$ 17,030	\$ 13,733	\$ 16,716	\$ 18,046	\$ 11,200	\$ 29,246	Forecast based on amount needed to make 10% on Rate Base. See **
O & M Expenses							
2 Officer's Salary	\$ 1,000	\$ -	\$ -	\$ -	\$ -	\$ -	Volunteers
3 Supervisor's Salary		\$ 1,500	\$ 1,500	\$ 1,500	\$ 30	\$ 1,530	Allocated paid staff
4 Operator's Salary (see Line 17)		\$ -	\$ -	\$ -	\$ -	\$ -	
5 Materials & Supplies (see Line 9)		\$ -	\$ -	\$ -	\$ -	\$ -	
6 Office Expenses (stamps & envelopes)	\$ 275	\$ 150	\$ 150	\$ 175	\$ 5	\$ 180	
7 Rent		\$ -	\$ -	\$ -	\$ -	\$ -	
8 Power Purchases	\$ 3,184	\$ 1,918	\$ 1,731	\$ 1,774	\$ 26	\$ 1,800	
9 Purification Chemicals (JCO)		\$ 720	\$ 720	\$ 720	\$ 14	\$ 734	
10 Transportation	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
11 Bookkeeping		\$ 338	\$ 563	\$ 250	\$ 500	\$ 750	conversion to new system
12 Billing & Meter Reading (Estimate)	\$ 150	\$ 500	\$ 500	\$ 500	\$ -	\$ 500	As prior year
13 Insurance (not allocated)		\$ -	\$ -	\$ -	\$ 2,821	\$ 2,821	Separate policy purchased
14 Repairs & Maintenance (TAB 1 Line 22)	\$ 1,000	\$ 1,388	\$ 507	\$ 1,600	\$ 1,600	\$ 3,200	new pipe repair discovered
15 Accounting		\$ -	\$ -	\$ -	\$ -	\$ -	
16 Professional Fees		\$ -	\$ -	\$ -	\$ -	\$ -	
17 Water Testing Expenses (JCO)	\$ 8,161	\$ 10,968	\$ 11,508	\$ 12,398	\$ 240	\$ 12,638	Increase \$20/mo x12
18 Rate Case Expenses		\$ -	\$ -	\$ -	\$ 500	\$ 500	Estimate
19 Misc. (Uncoll's etc.) (from TAB 2 Line 10)	\$ 862	\$ 1,538	\$ 1,500	\$ 1,510	\$ -	\$ 1,510	As prior year
20 Total O&M Expenses (Lines 2 through 19)	\$ 14,632	\$ 19,020	\$ 18,678	\$ 20,427	\$ 5,736	\$ 26,163	
21 Amortizations		\$ -	\$ -	\$ -	\$ -	\$ -	
22 Depreciation		\$ -	\$ -	\$ -	\$ 439	\$ 439.00	
23 Property Taxes (Lot 33-1-9.1 4.765 acres)	\$ 1,035	\$ 20	\$ 19	\$ 20	\$ 1	\$ 21	
School Taxes (Lot 33-1-9.1 4.765 acres)		\$ 66	\$ 68	\$ 67	\$ 1	\$ 68	
24 Revenue Taxes		\$ -	\$ -	\$ -	\$ -	\$ -	
25 Total Operating Taxes	\$ 1,035	\$ 86	\$ 87	\$ 86	\$ 2	\$ 88	
26 Federal Income Tax		\$ -	\$ -	\$ -	\$ -	\$ -	
27 Total Deductions (Lines 20 through 26)	\$ 15,667	\$ 19,106	\$ 18,765	\$ 20,513	\$ 6,177	\$ 26,689	
28 Net Operating Income (Line 1 - Line 27)	\$ 1,363	\$ (5,372)	\$ (2,049)	\$ (2,467)	\$ 5,023	\$ 2,557	
29 Rate Base (TAB 1 Line 27)	\$ 500	\$ 3,780	\$ 3,780	\$ 12,570	\$ 9,357	\$ 26,236	
30 Pre Tax Rate of Return (Line 28/29)	273%	-142%	-54%	-20%		10%	

* Please provide a detailed description of the forecast changes going from Base Year (latest full calendar year w/o rate increase) to Rate Year (projected year w/rate increase). Attach separate schedules if needed.

** Annual Operating Revenue

The revenues received in 2016 are higher than typical because we did not bill on schedule in prior years due to volunteer and staff turnover.

As a result, 2016 revenues include payments from previous years charges.

We are currently billing on schedule and have only one person with outstanding balances.

The billings consist of an annual service charge of \$489 and water usage at \$2.50 per 1,000 gallons.

On average, the current bill per customer is about \$300 for 6 months.

Forecasted revenues in the comparative income statement above are based on the amount needed to make a 10% profit on the Rate Base.

The increase is 62.1% based on 2016 revenues.

It does not include repayment of over \$13,000 borrowed from Arrow Park for needed repairs, maintenance and capital improvements. See TAB 3.

	A	B	C	D	E	F	G	H	I	J	K	L	M	N	O	P	Q	R	S	T	U
1	TAB 1- Repairs & Maintenance/Capital Improvements and RATE BASE																				
2	2014, 2015 2016 and 2017 to 7/15/17																				
3	<i>Note: Water Company = H2O</i>																				
4	<i>Note: AP = Arrow Park</i>																				
5																					
6	Company		2014	2014			2015	2015			2016	2016					2017	2017			
7		check #	R&M	Capital			check #	R&M	Capital		check #	R&M	Capital			check #	R&M	Capital			
8	Central Water	1030	840.67							200		1,609.15	Tank repair			20 pd by AP		5,704.76	pump		
9		1049	145.97							202		4,633.16	Leak in Rd			21 pd by AP		1,826.00	condenser	1/2 deposit	
10		1050	151.65							206		515.34	Leak in Rd			xx pd by AP		1,826.00	condenser	on completion	
11										209	1,248.53					EST Pipe Repair	3,000.00		Pipe section	needs to be replaced	
12	NY Leak Detection	1051		1,550.00	Pipe location					210		2,032.75	Leak in Rd								
13	Monroe landscaping	1044		1,730.00	Road repair																
14																					
15	Paglia (reimbursed AP)					570/1065	175.00									232	151.38		check pump	not working	
16	Quackenbush (reimbursed AP)					275	156.78														
17																					
18	JCO pump repair w/monthly charge (every 2	250.00								1086	314.00		pump work								
19	Crystal Wood Floors check leak										37.50										
20	Crystal Wood Floors well repairs					1073	125.00														
21	Crystal Wood Floors complaint					1076	50.00														
22	R&M and Capital totals for year		1,388.29	3,280.00			506.78	-			1,600.03	8,790.40				3,151.38	9,356.76	to TAB 3 Line 8			
23			to Line 14	G/L			to Line 14	G/L			to Line 14	G/L									
24																					
25	RATE BASE																				
26	Assessed Value of Property			500.00				500.00					500.00								
27	Capital Improvements for 2014			3,280.00		Cap Imprv	2014 & 15	3,280.00		Cap Imprv	2014, 15 & 16	12,070.40									
28	Totals to Line 29 in Inc Stmt			3,780.00				3,780.00				12,570.40			Capital Improv	2017	9,356.76				
29				to Line 29				to Line 29				to Line 29					to Line 29				

	A	B	C	D	E	F	G
1	TAB 2 - Miscellaneous						
2	Arrow Park Community Water Company						
3	2014, 2015 and 2016						
4							
5		check #	2014		2015		2016
6	reimbursement locks & keys	1048	38.21		-		-
7	Bank fees						10.00
8	mowing & snow plowing& tree trimming		1,500.00		1,500.00		1,500.00
9							
10	Misc total (to Inc Stmt Line 19)		1,538.21		1,500.00		1,510.00

	A	B	C	D	E	F	G	H	I	J	K	L	M	N	O
1	TAB 3 - Payable to Arrow Park														
2	2016 and 2017														
3	Note: Water Company = H2O														
4	Note: AP = Arrow Park														
5															
6	TOTAL PAYABLE TO ARROW PARK BY WATER COMPANY														
7	2016	Payments to JCO		3,942.00	see details below										
8	2017	Capital Work		9,356.76	TAB 1 Line R21										
9	Minus AP charges on Chase			- 45.27											
10		Payable to Arrow Park		13,253.49											
11															
12															
13	Payments Made to JCO for Water Testing														
14	By Water Company (H2O) and Arrow Park														
15	2016														
16															
17	Invoice date	Invoice #	Amount		check #	Date	Bank					H2O Owes AP		AP Owes H2O	
18	1/31/2016	12822	1,014.00		1084	3/2/2016	Chase - H2O								
19	2/29/2016	1282	1,309.00		1086	3/17/2016	Chase	Includes \$295 to replace pump							
20	3/31/2016	13006	1,033.45		1088	20-Apr	Chase								
21	4/30/2016	13102	1,014.00		203	7-Jun	Chase								
22	5/31/2016	13196	1,014.00		772	10-Nov	Arrow Park TD	Group of payments including AP			1,014				
23	6/30/2016	13271	1,014.00		205	15-Jul	Chase								
24	7/31/2016	13409	1,014.00		225	13-Sep	Chase								
25	8/31/2016	13507	1,964.00		772	10-Nov	Arrow Park TD	includes annual samples \$950			1,964				
26	9/30/2016	13611	1,014.00		772	10-Nov	Arrow Park TD					1,014			
27	10/31/2016	13685	1,014.00		211	10-Nov	Chase								
28	10/31/2016	13686	50.00		211	10-Nov	Chase - H2O	for AP						50	
29	11/30/2016	13812	1,014.00		213	15-Dec	Chase								
30	12/31/2016	13910	1,014.00		216	31-Dec	Chase								
31	Sum		13,482.45	*								3,992		50	
32	Minus \$295 R&M		- 295.00												
33	Minus \$50 for AP		- 50.00												
34	Total Water Testing for H2O		13,137.45					2016	H2O Payable to Arrow Park			3,942	to Line 7 above		
35								Paid by H2O per Quick Books			9,490				
36								Total before \$295 repair adjustment			13,432	*			
37									Minus \$295 R&M			- 295			
38								Total Water Testing for H2O			13,137				