

BEFORE THE PUBLIC SERVICE COMMISSION
OF THE STATE OF MISSOURI

FILED
MAR - 3 1992

PUBLIC SERVICE COMMISSION

In the matter of the application of)
Osage Water Company for permission,)
approval, and a certificate of)
convenience and necessity authorizing)
it to construct, install, own, operate,)
control, manage and maintain a water)
system for the public, located in an)
area including part of the City of)
Osage Beach, Missouri all of the)
Village of Sunrise Beach, Missouri,)
and unincorporated portions of Camden)
and Miller Counties, Missouri.)

Case No. WA-92-141

AMENDMENTS TO APPLICATION

Comes now Osage Water Company (Applicant), and amends its application in the above captioned case as follows:

1. EXHIBIT 1 of applicant's original application is replaced by the EXHIBIT 1 attached hereto.
2. EXHIBIT 2 of applicant's original application is replaced by EXHIBIT 2 attached hereto.
3. EXHIBIT 3 of applicant's original application is replaced by EXHIBIT 3 attached hereto.
4. Communications in regard to the application as amended should be addressed to:

William P. Mitchell, President
Osage Water Company
Route 4, Box 30
Osage Beach, Missouri 65065

Nathan Williams, Attorney-at-law
P.O. Box 431
Sunrise Beach, Missouri 65079

WHEREFORE, Applicant requests the Commission to grant it permission, approval, and a certificate and necessity authorizing it to install, acquire, build,

construct, own, operate, control, manage and maintain a water system for the public within the area referred to in paragraph 3 hereof and for such further orders as the Commission may deem meet and proper.



William P. Mitchell,
President Osage Water Company

STATE OF MISSOURI)
) ss
COUNTY OF CAMDEN)


On this 3 day of MARCH, 1992, before me appeared William P. Mitchell, to me personally known, who, first being by me duly sworn, did sign the foregoing instrument and say that he is the president of Osage Water Company, a Missouri Corporation, and that the seal affixed to the foregoing instrument is the corporate seal of said corporation, and that said instrument was signed and sealed in behalf of said corporation by authority of its board of directors, and said William P. Mitchell acknowledged said instrument to be the free act and deed of said corporation.


Notary Public

My commission expires:

JANETTE L. FIEHE
NOTARY PUBLIC STATE OF MISSOURI
CAMDEN COUNTY
MY COMMISSION EXP. AUG. 16, 1992

Williams & Williams

by: 
Nathan C. Williams #35512
Post Office Box 431
Sunrise Beach, MO 65079
phone: (314)374-8761
Attorney for Applicant

LAKE OF THE OZARKS

Q 45



Sunrise Beach

MORGAN COUNTY

A stylized, high-contrast map of the Ozark region, showing the Ozark Mountains and the Ozark Plateau. The map is labeled "LAKE OF THE OZARKS" and "LAKE OF THE OZARKS". The map is oriented with the Ozark Mountains on the left and the Ozark Plateau on the right. The map is a black and white illustration with a high-contrast, almost woodcut-like style. The text "LAKE OF THE OZARKS" is written in a large, bold, sans-serif font, curving around the top and right sides of the map. The map itself shows a complex network of lines representing the terrain, with a prominent peak in the center. The overall impression is one of a rugged, mountainous landscape.

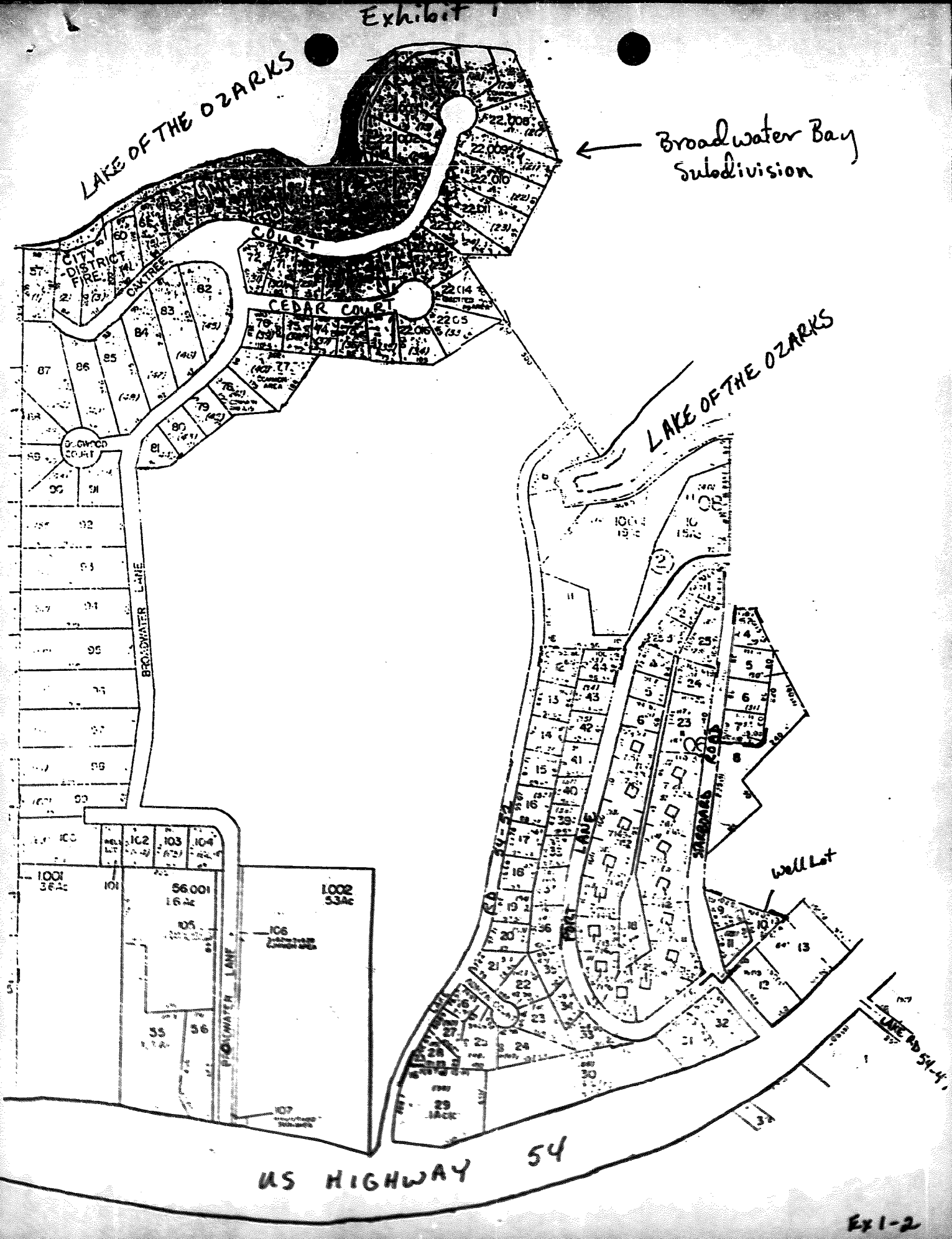


Exhibit 2

Metes and Bounds of Service Area

All of Jasper Township plus that part of the Village of Sunrise Beach in Morgan County; the foregoing including Wilson Bend, Stanley Hollow, Hurricane Deck, Green Bay Terrace, Linn Creek Bend, Shawnee Bend and the Village of Sunrise Beach and being more particularly described as follows:

Beginning for the point of beginning at the point where the 662 foot contour line of the east bank of the Lake of the Ozarks intersects the north line of section 31, T40N, R18W; thence commencing in a southerly direction along said 662 foot contour line and following along the meander of said 662 foot contour line to the point due north of the point 660 feet west of the southeast corner of the west half of the southeast quarter of section 26, T40N, R17W; thence due south to the south line of section 26, T40N, R17W, also being the north line of section 35, T40N, R17W; thence along the north lines of sections 31-34, T40N, R17W and sections 36-31, T40N, R18W, to the point of beginning.

ALSO all of Broadwater Bay, a subdivision of record in Camden County, Missouri and lands adjacent thereto and north of Lake Road 54-52 all more particularly described as follows:

Part of Lot 86 and Part of Lot 65, and all of Lot 12, and all of Lot 40, of HARPER'S SUBDIVISION, according to the Amended Plat, as per plat of record in Book 2, Page 5, Camden County Recorder's Office, more particularly described as follows:

From the southwest corner of Section 11, Township 39 N, Range 16 W, in the County of Camden, Missouri; thence N3 degrees 35 minutes W, along the section line, 557.47 feet to the northwest corner of Lot No. 58, thence N88 degrees 31 minutes E, along the north line of said Lot No. 58, 46.02 feet to the easterly line of a road and the point of beginning for this description; thence continuing N88 degrees 31 minutes E, along the north line of said Lot No. 58, 198.89 feet to the northwest corner of Lot No. 66; thence N74 degrees 02 minutes E, along the north line of said Lot No. 66, 433.22 feet to the northwest corner of said Lot No. 65; thence S49 degrees 59 minutes E, along the west line of said Lot No. 65, 112.0 feet, more or less to the north line of U.S. Highway No. 54; thence easterly along the north line of said U.S. Highway No. 54, 254.0 feet more or less to the west line of Lot No. 64, thence N49 degrees 59 minutes W, along the west line of said Lot No. 64, 165.26 feet to the northwest corner of said Lot No. 64; thence N38 degrees 55 minutes E, along the north line of said Lot No. 64, 200.0 feet; thence N71 degrees 01 minute W, 204.98 feet; thence N 1 degree 56 minutes W, 118.0 feet; thence N 43 degrees 57 minutes E, 181.69 feet; thence N41 degrees 58 minutes West, 80.36 feet; thence N40 degrees 11 minutes E, 234.05 feet; thence N 30 degrees 37 minutes W, 281.98 feet to the southeast corner of Lot No. 17 of said subdivision; thence S85 degrees 51 minutes W, along the south line of Lot 17

and a 16 foot roadway easement, 65.78 feet; thence N4 degrees 37 minutes W, along the west line of said roadway easement, 420.02 feet to the Lake of Ozarks; thence southwesterly along the Lake of the Ozarks on the following courses and distances, S78 degrees 08 minutes W, 46.28 feet; thence S51 degrees 48 minutes W, 111.72 feet; thence S46 degrees 25 minutes W, 118.20 feet; thence S74 degrees 20 minutes W, 131.90 feet to a point on the southerly line of Lot 10; thence continuing along shoreline of said Lake of the Ozarks, westerly, northerly and easterly, 412.03 feet, more or less, to the southeast corner of Lot 8 of HARPER'S SUBDIVISION; thence along with easterly line of Lot 8, N35 degrees 44 minutes 38 seconds W, 630.59 feet to the southerly line of a tract of land as described in Book 150 at Page 368, Camden County records; thence S89 degrees 34 minutes 38 seconds E along south line of said tract and north line of Lot 7 of HARPER'S SUBDIVISION, 135.02 feet; thence along east line of said tract described in Book 150 at Page 368, Camden County records N22 degrees 40 minutes 24 seconds E, 258.99 feet; thence N23 degrees 08 minutes 35 seconds W, along the easterly line of said tract, 300.72 feet to an iron pin near the shoreline of the Lake of the Ozarks; thence along the shoreline in a westerly direction, 1502.62 feet, more or less, to an iron pin at the northwest corner of a tract described in Book 148 at Page 465 of the Camden County records; thence S 01 degree 53 minutes 01 second W, 2150.02 feet to the southwest corner of said tract described in Book 148 at Page 465, and the northerly right of way line of U.S. Highway 54; thence along with said right of way, northeasterly 277.01 feet, to the southwest corner of a tract described in Book 235 at Page 239 of the Camden County records, thence N01 degree 27 minutes 06 seconds E, 607.47 feet; thence S 88 degrees 28 minutes 16 seconds E, 225.20 feet; thence S 01 degree 27 minutes 06 seconds E, 639.97 feet to the northerly right of way of U.S. Highway 54; thence along said right of way, S78 degrees 18 minutes 25 seconds E, 234.52 feet; thence S73 degrees 45 minutes 11 seconds E, 113.72 feet; thence S 82 degrees 43 minutes 16 seconds E, 69.0 feet, more or less, to the east line of a 40 foot road and the southwest corner of Lot 58 of HARPER'S SUBDIVISION; thence along the westerly line of said Lot 58, 208.7 feet, to the point of beginning.

3

ECONOMIC FEASIBILITY STUDY FOR
OSAGE WATER COMPANY

The Company, in 1989, acquired the water utility company serving the approximately 75 customers including and surrounding the Harbor Town development. The owners are primarily in the construction, operation, and laboratory business of commercial water and wastewater systems in central Missouri. We have reached an agreement with two subdivision developers (the "new investors") to reorganize the Company adding shareholders with expertise in legal and heavy construction, and increasing the size of the Company in all respects. This reorganization will provide stability and economies of scale necessary to provide high quality service at the Lake of the Ozarks.

The Company's ultimate goal is to build and acquire sufficient water systems within the proposed service area to enable it to interconnect them to provide maximum capacity and reliability of supply while concomitantly minimizing costs to its customers. The proposed service area adds a subdivision contiguous to the existing service area plus adjacent lands containing a trailer park and two subdivisions owned by the proposed shareholders, all in Camden County. The Company is negotiating to acquire or build water systems within the requested service area. Additionally, the Company is negotiating to acquire or build several water systems in areas outside the requested service area, but within the Lake of the Ozarks region. The Company plans to submit applications for additional service area(s) when firm proposals develop. Highway Department creation of a four-lane limited access highway through Osage Beach, Missouri, will affect the existing certificated area and Broadwater Bay subdivision by dividing them in half with the elimination of 5-6 fourplexes, 2 duplexes and 3 houses; one house and most of the fourplexes are now vacant. The near future result will be that the Company will lose customers, but as Broadwater Bay develops customer count will rise.

The existing systems to be added immediately have been constructed by the new investors and are primarily residential, but include some commercial (retail) land. Currently there are 9 homes on these systems. We anticipate adding one home per month at an average flow of 3,000 gallons per month over the next 3 years. Present systems together with these new systems now service a total of 60 apartments, 3 duplexes, 15 homes, 8 trailers, and a Pizza Hut. The water use varies seasonally and is not all metered.

Expansion will be by main extension unless it is more feasible in light of the Company's goal of a fully integrated system and taking into account at least the following factors: cost, location, short-term customer base, long-term customer base and growth rate, geography, design flow rates, etc., to construct a new well and supply system. Customers on systems in existence when acquired by the Company will be assessed a surcharge for a period of time sufficient to finance construction required to bring that system up to standards.

The rates and fees are to remain the same as existing, \$7.75 minimum includes the first 1,000 gallons, then \$2.07 per 1,000 gallons thereafter. An existing fee schedule is attached as Exhibit A.

Current income is averaging \$500 per month (1991 Annual Report attached as Exhibit B).

The Company's detailed water income and expense for the next three years is attached as Exhibit C.

Financing is not required at this time. The present customer base in the proposed service area will provide the positive cash flow necessary for cash expenses. The new investors and present shareholders of the Company will provide the necessary operation, maintenance, laboratory, legal, and construction services to the Company in exchange for capital stock as needed. This will provide a safety net for the Company, and maximize stability and growth.

William Mitchell holds an "A" license in both Water and Wastewater operation in the State of Missouri and is currently completing a MSCE degree at MU. Greg Williams is an Attorney with a practice in Sunrise Beach, Missouri and prior experience with utilities. Dave Hancock owns and operates a bonded heavy construction company in Sunrise Beach, Missouri.

FORM NO. 13

P. MO. No. 1

Original
Revised

SHEET No. 6

Cancelling P.S.C.M.O. No.

Original
Revised

SHEET No.

OSAGE WATER COMPANY

Name of Issuing Corporation

For OSAGE BEACH

Community, Town or City

CAMDEN CO.

RECEIVED

SCHEDULE OF SERVICE CHARGES

JAN 3 1989

MISSOURI
Public Service Commission

Turn off-on charge

\$ 30.00

New Service Connection

\$625.00 or cost if greater

Over Due Bills

1.5% per month

FILED

JAN 5 1989

89-73

Public Service Commission

*Indicates new rate or text

+Indicates change

DATE OF ISSUE December 2, 1988

month day year

DATE EFFECTIVE

month day year

ISSUED BY

William Mitchell

name of officer

President

title

Osage Beach

address

Cancelling P.S.C.MO. No. -

Original

SHEET No. 5

Osage Water Company

For

Osage Beach, MO

Name of Issuing Corporation

Community, Town or City

RECEIVED

SCHEDULE OF RATES

MAY 1 1969

Rate Schedule W-1

General Service

MISSOURI

Public Service Commission

Availability:

This rate is available to any water customer of Company's mains suitable for supplying the service requested.

Monthly Minimum

Includes 1,000 gallons

\$ 7.75

Commodity Charge

All usage above 1,000 gallons
per 1,000

\$ 2.07

Taxes

Any applicable Federal, State, or local taxes computed on billing basis shall be added as separate items in rendering each bill.

FILED

MAY 12 1969

89-170

Public Service Commission

*Indicates new rate or tax.

+Indicates change

DATE OF ISSUE

May 1 1969

month day year

DATE EFFECTIVE

May 12 1969

month day year

ISSUED BY

William Mitchell

name of officer

Osage Beach, MO

title

address

B

**SEWER AND/OR WATER UTILITIES
(Class D)**

ANNUAL REPORT

OF

OSAGE WATER Company

(Exact legal name of respondent)

If name was changed during year, show also the previous name and date of change.

Route 4 Box 30 OSAGE BEACH Mo 65065

(Address of principal business office at end of year)

TO THE

PUBLIC SERVICE COMMISSION

OF THE

STATE OF MISSOURI

FOR THE

Year Ended December 31, 1991

1 FOR THE YEAR ENDED DECEMBER 31, 1991

PAGE 1

2 COMPANY NAME: OSAGE WATER Company

3 COMPANY ADDRESS: Rt 4 Box 30

4 OSAGE BEACH Mo 65065

5 COMPANY PHONE NUMBER: (314) 348-1334

6 UTILITY SERVICE(S) PROVIDED: WATER SEWER (Circle areas)

NAME, ADDRESS, AND PHONE NUMBER OF PERSON(S) TO CONTACT CONCERNING
INFORMATION CONTAINED IN THIS REPORT:

7 William P. Mitchell Rt 4 Box 30 Osage Beach Mo 65065

8 William R. Mitchell Rt 4 Box 30 Osage Beach Mo 65065

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13 _____

NAME, ADDRESS, AND PHONE NUMBER OF PERSON(S) TO CONTACT CONCERNING
PLANT OPERATIONS:

14 William P. Mitchell 314/ 348-1334

15 William R. Mitchell 314/ 348-1334

16 _____

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CERTIFICATION

I HEREBY CERTIFY THAT THE INFORMATION CONTAINED IN AND ATTACHED TO
THIS ANNUAL REPORT IS TRUE AND CORRECT TO THE BEST OF MY KNOWLEDGE AND
BELIEF.

21 DATE: _____ TITLE: _____

22 SIGNATURE: _____

- 2 Company Name: OSAGE WATER CO.
- 3 Date of Original Organization of Utility: Sept. 23, 1987
- 4 Date of Original Certificate of Convenience and Necessity: Dec. 2, 1988

CAPITAL STOCK (COMMON AND PREFERRED)

Class and Series of Stock	Number of Shares Authorized	Par or Stated Value Per Share	Number of Shares Issued
A Common	3000	\$10.00	50

SECURITY HOLDERS AND VOTING POWERS

Report below the NAMES AND ADDRESS of the ten stockholders who, at the end of the year, had the greatest voting powers in the respondent, AND STATE THE NUMBER OF VOTES each would have had a right to cast on that date. If any such holder held in trust, give the nature of the trust and the beneficial owner. Show also total votes of ALL securities with voting powers.

Names and Addresses	Number of votes
William P. Mitchell OSAGE BEACH MO	25
William R. Mitchell OSAGE BEACH MO	25

20 Total Number of Votes Held by Above

50

21 Total Number of Votes of all Securities with Voting Powers

50

1 For the Year Ended December 31, 1991

Page 3

2 Company Name: OSAGE WATER CO.

Describe major transactions occurring during year which will have a major effect on operations, such as rate changes, replacement of equipment, and other abnormal cash expenditures of \$250 or more.

3 Chlorinator \$751

4
5 Air Pressure Compressor \$459

6
7 2 water line Repairs total \$855.00

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2 Company Name: OSAGE WATER CO

**BALANCE SHEET
WATER AND SEWER OPERATIONS
ASSETS**

	Amount
3 <u>Water Plant in Service (pg. W-5, Line 46. Col. E)</u>	2967
4 <u>Less: Water Depreciation Reserve (pg. W-6, Line 46, Col. M)</u>	
5 <u>Net Water Plant in Service (Line 3 less Line 4)</u>	
6 <u>Water Materials and Supplies (Pg. 11, Line 25)</u>	
7 <u>Water Construction Work in Progress</u>	
8 <u>Water Plant held for future use (attach explanation)</u>	
9 <u>Water Plant Acquisition Adjustment</u>	11282
10 <u>Sewer Plant in Service (pg. S-4, Line 24, Col. E)</u>	
11 <u>Less: Sewer Depreciation Reserve (pg. S-5, Line 24, Col. M)</u>	
12 <u>Net Sewer Plant in Service (Line 10 less Line 11)</u>	
13 <u>Sewer Materials and Supplies (Pg. 11, Line 25)</u>	
14 <u>Sewer Construction Work in Progress</u>	
15 <u>Sewer Plant held for future use (attach explanation)</u>	
16 <u>Sewer Plant Acquisition Adjustment</u>	
17 <u>Other Plant (attach explanation)</u>	
18 <u>Cash</u>	1414
19 <u>Other Assets (Accounts Receivable, etc.) (attach explanation)</u>	
20 Total Assets	15663

1 For the Year Ended December 31, 1991

Page 5

2 Company Name: DEAGE WATER CO.

**BALANCE SHEET
WATER AND SEWER OPERATIONS
EQUITY AND LIABILITIES**

	Amount
3 <u>Capital Stock</u>	500
4 <u>Retained Earnings</u>	
5 <u>Long Term Debt to Affiliates</u> <u>(owners, other owner controlled companies, etc.)</u>	
6 <u>Short Term Debt to Affiliates</u> <u>(owners, other owner controlled companies, etc.)</u>	12600
7 <u>Long Term Debt (banks, etc.)</u>	
8 <u>Short Term Debt (banks, etc.)</u>	2533
9 <u>Water Customer Deposits</u>	30
10 <u>Water Advances for Construction</u>	
11 <u>Water CIAC (Pg. 9, Line 15)</u>	
12 <u>Water Amortization of CIAC (Pg. 9, Line 22)</u>	
13 <u>Net Water CIAC (Line 11 less Line 12)</u>	
14 <u>Sewer Customer Deposits</u>	
15 <u>Sewer Advances for Construction</u>	
16 <u>Sewer CIAC (Pg. 9, Line 15)</u>	
17 <u>Sewer Amortization of CIAC (Pg. 9, Line 22)</u>	
18 <u>Net Sewer CIAC (Line 16 less Line 17)</u>	
19 <u>Deferred Taxes - ITC</u>	
20 <u>Deferred Taxes - Other (attach explanation)</u>	
21 <u>Other Liabilities (Accounts Payable, etc.) (attach explanation)</u>	
22 Total Equity and Liabilities	<u>15663</u>

2 Company Name: CSACE WATER CO.**PAYMENTS FOR SERVICES RENDERED BY OTHER THAN EMPLOYEES**

Report below all information concerning rate, management, construction, engineering, research, financial, valuation, legal, accounting, purchasing, advertising, labor relations, public relations, or other similar professional services rendered the respondent under written or verbal arrangements, for which total payments during the year to any corporation, partnership, individual (other than for services as an employee), or organization of any kind whatever. Use additional sheets where necessary.

Name of Recipient and Description of Service	AMOUNT OF PAYMENTS			
	Water Expensed	Water Capitalized	Sewer Expensed	Sewer Capitalized
3 Water Laboratory Co.				
4 meter reading, billing, office support \$300/mo		3600		
5				
6 legal Service and water testing	381			
7				
8 laboratory testing fees \$50/mo		600		
9				
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17 Totals				

(Page W-1)

(Page S-1)

2 Company Name: OSAGE WATER CO.**INTEREST EXPENSE, NOTES PAYABLE, BONDS, BANK LOANS AND OTHER DEBTS**

Report information for each separate item of debt. Show principal amount to which each interest rate applies. Include all items on which interest was paid during year. Use additional sheets where necessary.

	Description of Obligation (Include Name and Address of Each Lender)	Date of Maturity	Loan Amount	Interest		Interest Charged To	
				Rate	Paid	Water Utility	Sewer Utility
3	Central Bank of Lake Ozark	12-23-91	4379	11%	378	378	
4	OSAGE BEACH No 65065						
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2 Company Name: Osaage Water Co**WATER OPERATING REVENUES, EXPENSES AND STATISTICS**

Amount

3	Total Operating Revenues (From Page W-2, Line 24)	9242
	Operating Expenses	
4	Salaries & Wages (From Page 7, Line 15)	
5	Employee Pensions and Benefits	
6	Purchased Water	
7	Plant Operations Expenses (From Page W-3, Line 11)	3845
8	Billing Expenses	
9	Supplies and Expenses	161
10	Transportation Expenses	
11	Rent Expense (Attach Explanation)	
12	Insurance Expense	442
13	Outside Services Employed (Legal, Accounting, etc.) (From Page 8)	5181
14	Regulatory Commission Expenses	59
15	Uncollectible Expenses (From Page 6, Line 28)	
16	Depreciation Expense (From Page W-6, Line 46)	
17	Amortization of contributions in aid of construction (Page 9)	()
18	Amortization Expense	
19	Tax Expenses (From Page W-3, Line 19)	410
20	Interest Expense (From Page ¹⁰W-3, Line 19)	378
21	Other Expenses (Attach Explanation)	
22	Total Operating Expenses	10,101
23	Net Income (Loss) (Line 3 less Line 22)	(8,659)

1 For the Year Ended December 31, 1991

Page W-2

2 Company Name: Dodge WATER Co.**WATER OPERATING REVENUES EXPENSES AND STATISTICS (Continued)**

(Please indicate if metered amounts are in cubic feet measurements)

	Number of Customers		Gallons Sold 000's Omitted	Revenue Amount
	First of Year	End of Year		
Unmetered Sales of Water				
3 Residential - Single Family	4	3	XXXX	279
4 Residential - Apartments	61	37	XXXX	3355
5 Residential - Mobile Homes			XXXX	
6 Commercial			XXXX	
7 Other Sales to Public Authorities			XXXX	
8 Other (Attach Explanation)			XXXX	
9 Total Unmetered Sales			XXXX	3634
Metered Sales of Water				
10 5/8" Meter				
11 3/4" Meter	7	8		2633
12 1" Meter				
13 1 1/2" Meter				1216
14 2" Meter				
15 Other (Attach Explanation)				
16 Total Metered Sales				3849
Other Operating Revenues				
17 Late Payment Fees				4
18 Inspection Fees				
19 Reconnect Fees				210
20 Rent Income				
Income from Merchandising, Jobbing & 21 Contract Work (Attach Explanation)				2
22 Other Revenue (Attach Explanation)				1543
23 Total Other Operating Revenues				1759
24 Total Operating Revenues				9242

Take Total to Page W-1 Line

2 Company Name: Oeage Water Co.**WATER OPERATING REVENUES, EXPENSES AND STATISTICS (Continued)**

	Amount
Plant Operations Expenses	
3 Repairs of Water Plant - Pump Repair	
4 Repairs of Water Plant - Well Repair	
5 Repairs of Water Plant - Water Line Repair	855
6 Repairs of Water Plant - Equipment Repair	459
7 Repairs of Water Plant - Other (Attach Explanation) <i>Chlorinators installed</i>	751
8 Fuel or Power Purchased for Pumping (Elect. Bills, etc.)	1780
9 Chemicals	
10 Water Testing Expenses	600
11 Total Plant Operations Expenses (Take Total to Page W-1 Line 7)	4443
Tax Expenses	
12 Tax Expense - Property Taxes	
13 Tax Expense - Payroll Taxes	
14 Tax Expense - Franchise Taxes	10
15 Tax Expense - Other Taxes	30
16 Tax Expense - Federal Income Taxes	
17 Tax Expense - State Income Taxes	
18 Tax Expense - Investment Tax Credits	
19 Total Tax Expenses (Take Total to Page W-1, Line 19)	40

2 Company Name: Osage Water Co.**PUMPING AND PURCHASED WATER STATISTICS**Omit 000 In Reporting Number of Gallons or Cubic Feet of Water. Use Additional Sheets if Necessary.

	Source of Supply (Describe Below)				Total Of All Methods (A+B+C+D+E)
3 Gallons Pumped Into System	3708.4				
4					
5					
	(A)	(B)	(C)	(D)	(E)
6 January	247				
7 February	148				
8 March	375				
9 April	296.1				
10 May	231				
11 June	504				
12 July	328.1				
13 August	415				
14 September	239				
15 October	341.1				
16 November	327.1				
17 December	257.				
18 Total for Year	3708.4				

19 Maximum Quantity Supplied To The System In Any One Day Not Over 1 Date _____; Minimum _____ Date _____

20 Range of Pressure in the Mains As Measured at the Highest Point on System: _____

If Water is Sold To Other Utilities For Resale, List Names, Addresses, Phone Numbers, and Quantities Below:

21 None

22 _____

2 Company Name: Edge Water Co.**PUMPS**

Manufacturer and Type (i.e. High Service, Well, Standby, etc.)	Capacity	Date Installed	Date of Last Motor Replacement	Date of Last Pump Replacement
3 <u>Plunger 20 hp</u>	<u>100 gpm</u>	<u>?</u>	<u>10-23-88</u>	<u>?</u>
4				
5				
6				
7				
8				

WELLS

9	Number <u>1</u>	Number ____	Number ____	Number ____
10 <u>Description (Deep, artesian,</u>	<u>DRILLED</u>			
11 <u>Spring, etc.)</u>				
12 <u>Year Constructed</u>	<u>1975</u>			
13 <u>Type of Construction</u>				
14 <u>Type of Casing</u>	<u>Steel</u>			
15 <u>Depth and Diameter of Well</u>	<u>6"</u>			
16 <u>Yield of Well in Gallons Per Day</u>	<u>limited</u>			
17 <u>Chemicals (Provide Type, Cost</u>				
18 <u>and Quantities of Each</u>				
19 <u>Pump Set</u>	<u>357 ft.</u>			
20				
21				

Company Name: Osage WATER Co.**METERS AND METER SETTINGS**

Customer Class (A)	Meter Size (B)	Total At First of Year (C)	Total Number Added (D)	Total Number Removed or Disconnected (E)	Total At End of Year (F)	Total Number Owned By Customers At End of Year (G)
Residential:						
Single Family	3/4	13	2	1	14	
4-plex	3/4	15	0	6	9	
Other Customers:						
Commercial	1 1/2	1	0	0	1	
Total in Use By Customers	xxxxxx	29	2	7	24	
Not In Use (Inventory)						xxxxxxxxxx
						xxxxxxxxxx
						xxxxxxxxxx
Total Meter Settings	xxxxxx					

STORAGE FACILITIES

Type of Storage: i.e., Pneumatic, Ground, Standpipes, Elevated Tanks, Etc.	Construction Material	Last Date Painted If Applicable	Capacity
GROUND PRESSURE	STEEL	?	6000 gal

C

=====

PROFIT AND LOSS FORECAST

=====

Assumptions

Jan

Feb

Mar

=====

INCOME STATEMENT

=====

YEAR 1

YEAR 1

YEAR 1

=====

Sales	Monthly			
Total Sales	1.00% Growth Rate	\$600	\$606	\$612
Less: Returns/Credits	0.00% of Sales	\$0	\$0	\$0
Net Sales		\$600	\$606	\$612
Cost of Goods Sold	0.00% of Sales	\$0	\$0	\$0
Gross Margin		\$600	\$606	\$612
Other Income				
Interest Income	7.00% Annual Rate	\$0	\$0	\$0
Earned on Cash over Amt	0			
Other Income		\$0	\$0	\$0
		\$600	\$606	\$612
Operating Expenses				
Salaries and Wages	0.50% Growth Rate	\$0	\$0	\$0
Benefits	0.00% of Salaries	\$0	\$0	\$0
Payroll Taxes	0.00% of Salaries	\$0	\$0	\$0
Office Rent	0.50% Growth Rate	\$50	\$50	\$51
Supplies	0.50% Growth Rate	\$5	\$5	\$5
Postage	0.50% Growth Rate	\$25	\$25	\$25
Telephone	0.50% Growth Rate	\$50	\$50	\$51
Insurance	0.50% Growth Rate	\$50	\$50	\$51
Dues and Subscriptions	0.50% Growth Rate	\$0	\$0	\$0
Advertising and Promotion	0.50% Growth Rate	\$25	\$25	\$25
Electric	0.50% Growth Rate	\$300	\$302	\$303
Legal	0.50% Growth Rate	\$300	\$302	\$303
Maintenance	0.50% Growth Rate	\$50	\$50	\$51
Engineering	0.50% Growth Rate	\$0	\$0	\$0
Operation	0.50% Growth Rate	\$600	\$603	\$606
Laboratory	0.50% Growth Rate	\$120	\$121	\$121
Equipment Rental	0.50% Growth Rate	\$0	\$0	\$0
PSC	0.50% Growth Rate	\$15	\$15	\$15
Depreciation				
A	360 months	\$111	\$111	\$111
B	72	\$138	\$138	\$138
C	1	\$0	\$0	\$0
D	1	\$0	\$0	\$0
E	1	\$0	\$0	\$0
F	1	\$0	\$0	\$0
G	1	\$0	\$0	\$0
H	1	\$0	\$0	\$0
I	1	\$0	\$0	\$0
Total Depreciation		\$249	\$249	\$249
Interest				
Short-Term Debt	12.00% yearly rate	\$25	\$25	\$25
Long-Term Debt	12.00%	\$13	\$27	\$41
Preferred Dividends	7.00%	\$277	\$277	\$277
Common Dividends		\$0	\$0	\$0
Bond C		\$0	\$0	\$0
Other	0.50% Growth Rate		\$0	\$0

PROFIT AND LOSS FORECAST		Assumptions	Jan	Feb	Mar
INCOME STATEMENT			YEAR 1	YEAR 1	YEAR 1
Total Operating Expenses			\$2,403	\$2,425	\$2,447
Profit Before Taxes			(\$1,803)	(\$1,819)	(\$1,835)
Income Taxes			\$0	\$0	\$0
Net Income			(\$1,803)	(\$1,819)	(\$1,835)
BALANCE SHEET					
Current Assets					
Cash			(\$194)	(\$385)	(\$572)
Accounts Receivable	0 Days Sales		\$0	\$0	\$0
Inventory	0 Days GCS		\$0	\$0	\$0
Other				\$0	\$0
Total Current Assets			(\$194)	(\$385)	(\$572)
Plant, Property and Equipment					
A			\$40,000	\$40,000	\$40,000
B			\$10,000	\$10,000	\$10,000
C			\$0	\$0	\$0
D			\$0	\$0	\$0
E			\$0	\$0	\$0
F			\$0	\$0	\$0
G			\$0	\$0	\$0
H			\$0	\$0	\$0
I			\$0	\$0	\$0
Gross PP&E			\$50,000	\$50,000	\$50,000
Accumulated Depreciation			\$249	\$498	\$747
Net PP&E			\$49,751	\$49,502	\$49,253
Other Fixed Assets					
Total Assets			\$49,557	\$49,117	\$48,681
Current Liabilities					
Accounts Payable	45 Days GCS		\$0	\$0	\$0
Short Term Debt			\$2,500	\$2,500	\$2,500
Income Taxes Payable			\$0	\$0	\$0
Accrued Expenses			\$0	\$0	\$0
Other			\$0	\$0	\$0
Total Current Liabilities			\$2,500	\$2,500	\$2,500
Noncurrent Liabilities					
Long-Term Debt			\$1,360	\$2,739	\$4,138
Bond A			\$0	\$0	\$0
Bond B			\$0	\$0	\$0
Bond C			\$0	\$0	\$0
Other			\$0	\$0	\$0

PROFIT AND LOSS FORECAST		Assumptions	Jan	Feb
INCOME STATEMENT			YEAR 1	YEAR 1
Total Liabilities			\$3,860	\$5,239
Common Stock				\$0
Preferred Stock			\$47,500	\$47,500
Retained Earnings	\$0.00	Prior Balance	(\$1,803)	(\$3,622)
Total Liabilities and Equity			\$49,557	\$49,117
Cash Flow	on hand	\$0.00	\$80	\$163

=====					
PROFIT AND LOSS FORECAST	Apr	May	Jun	Jul	Aug
=====					
INCOME STATEMENT	YEAR 1	YEAR 1	YEAR 1	YEAR 1	YEAR 1
=====					
Sales					
Total Sales	\$618	\$624	\$631	\$637	\$643
Less: Returns/Credits	\$0	\$0	\$0	\$0	\$0
	-----	-----	-----	-----	-----
Net Sales	\$618	\$624	\$631	\$637	\$643
Cost of Goods Sold	\$0	\$0	\$0	\$0	\$0
	-----	-----	-----	-----	-----
Gross Margin	\$618	\$624	\$631	\$637	\$643
Other Income					
Interest Income	\$0	\$0	\$0	\$0	\$0
Earned on Cash over Amt					
Other Income	\$0	\$0	\$0	\$0	\$0
	-----	-----	-----	-----	-----
	\$618	\$624	\$631	\$637	\$643
	-----	-----	-----	-----	-----
Operating Expenses					
Salaries and Wages	\$0	\$0	\$0	\$0	\$0
Benefits	\$0	\$0	\$0	\$0	\$0
Payroll Taxes	\$0	\$0	\$0	\$0	\$0
Office Rent	\$51	\$51	\$51	\$52	\$52
Supplies	\$5	\$5	\$5	\$5	\$5
Postage	\$25	\$26	\$26	\$26	\$26
Telephone	\$51	\$51	\$51	\$52	\$52
Insurance	\$51	\$51	\$51	\$52	\$52
Dues and Subscriptions	\$0	\$0	\$0	\$0	\$0
Advertising and Promotion	\$25	\$26	\$26	\$26	\$26
Electric	\$305	\$306	\$308	\$309	\$311
Legal	\$305	\$306	\$308	\$309	\$311
Maintenance	\$51	\$51	\$51	\$52	\$52
Engineering	\$0	\$0	\$0	\$0	\$0
Operation	\$609	\$612	\$615	\$618	\$621
Laboratory	\$122	\$122	\$123	\$124	\$124
Equipment Rental	\$0	\$0	\$0	\$0	\$0
PSC	\$15	\$15	\$15	\$15	\$16
Depreciation					
A	\$111	\$111	\$111	\$111	\$111
B	\$138	\$138	\$138	\$138	\$138
C	\$0	\$0	\$0	\$0	\$0
D	\$0	\$0	\$0	\$0	\$0
E	\$0	\$0	\$0	\$0	\$0
F	\$0	\$0	\$0	\$0	\$0
G	\$0	\$0	\$0	\$0	\$0
H	\$0	\$0	\$0	\$0	\$0
I	\$0	\$0	\$0	\$0	\$0
Total Depreciation	\$249	\$249	\$249	\$249	\$249
Interest					
Short-Term Debt	\$25	\$25	\$25	\$25	\$25
Long-Term Debt	\$55	\$69	\$84	\$99	\$114
Preferred Dividends	\$277	\$277	\$277	\$277	\$277
Common Dividends	\$0	\$0	\$0	\$0	\$0
Bond C	\$0	\$0	\$0	\$0	\$0
Other	\$0	\$0	\$0	\$0	\$0
	-----	-----	-----	-----	-----

===== PROFIT AND LOSS FORECAST =====

	Apr	May	Jun	Jul	Aug
INCOME STATEMENT	YEAR 1	YEAR 1	YEAR 1	YEAR 1	YEAR 1
Total Operating Expenses	\$2,469	\$2,491	\$2,514	\$2,537	\$2,560
Profit Before Taxes	(\$1,851)	(\$1,867)	(\$1,884)	(\$1,900)	(\$1,917)
Income Taxes	\$0	\$0	\$0	\$0	\$0
Net Income	(\$1,851)	(\$1,867)	(\$1,884)	(\$1,900)	(\$1,917)

===== BALANCE SHEET =====

Current Assets					
Cash	(\$755)	(\$936)	(\$1,112)	(\$1,285)	(\$1,454)
Accounts Receivable	\$0	\$0	\$0	\$0	\$0
Inventory	\$0	\$0	\$0	\$0	\$0
Other	\$0	\$0	\$0	\$0	\$0
Total Current Assets	(\$755)	(\$936)	(\$1,112)	(\$1,285)	(\$1,454)
Plant, Property and Equipm					
A	\$40,000	\$40,000	\$40,000	\$40,000	\$40,000
B	\$10,000	\$10,000	\$10,000	\$10,000	\$10,000
C	\$0	\$0	\$0	\$0	\$0
D	\$0	\$0	\$0	\$0	\$0
E	\$0	\$0	\$0	\$0	\$0
F	\$0	\$0	\$0	\$0	\$0
G	\$0	\$0	\$0	\$0	\$0
H	\$0	\$0	\$0	\$0	\$0
I	\$0	\$0	\$0	\$0	\$0
Gross PP&E	\$50,000	\$50,000	\$50,000	\$50,000	\$50,000
Accumulated Depreciation	\$996	\$1,245	\$1,494	\$1,743	\$1,992
Net PP&E	\$49,004	\$48,755	\$48,506	\$48,257	\$48,008
Other Fixed Assets					
Total Assets	\$48,249	\$47,819	\$47,394	\$46,972	\$46,554
Current Liabilities					
Accounts Payable	\$0	\$0	\$0	\$0	\$0
Short Term Debt	\$2,500	\$2,500	\$2,500	\$2,500	\$2,500
Income Taxes Payable	\$0	\$0	\$0	\$0	\$0
Accrued Expenses	\$0	\$0	\$0	\$0	\$0
Other	\$0	\$0	\$0	\$0	\$0
Total Current Liabilities	\$2,500	\$2,500	\$2,500	\$2,500	\$2,500
Noncurrent Liabilities					
Long-Term Debt	\$5,556	\$6,994	\$8,452	\$9,930	\$11,429
Bond A	\$0	\$0	\$0	\$0	\$0
Bond B	\$0	\$0	\$0	\$0	\$0
Bond C	\$0	\$0	\$0	\$0	\$0
Other	\$0	\$0	\$0	\$0	\$0

=====					
PROFIT AND LOSS FORECAST					
	Apr	May	Jun	Jul	Aug
=====					
INCOME STATEMENT	YEAR 1	YEAR 1	YEAR 1	YEAR 1	YEAR 1
=====					
Total Liabilities	\$8,056	\$9,494	\$10,952	\$12,430	\$13,929
Common Stock	\$0	\$0	\$0	\$0	\$0
Preferred Stock	\$47,500	\$47,500	\$47,500	\$47,500	\$47,500
Retained Earnings	(\$7,308)	(\$9,174)	(\$11,058)	(\$12,958)	(\$14,875)
=====					
Total Liabilities and Equi	\$48,249	\$47,819	\$47,394	\$46,972	\$46,554
=====					
Cash Flow	\$341	\$434	\$532	\$633	\$738

PROFIT AND LOSS FORECAST	Sep	Oct	Nov	Dec	Total
INCOME STATEMENT	YEAR 1	YEAR 1	YEAR 1	YEAR 1	YEAR 1
Sales					
Total Sales	\$650	\$655	\$663	\$669	\$7,610
Less: Returns/Credits	\$0	\$0	\$0	\$0	\$0
Net Sales	\$650	\$656	\$663	\$669	\$7,610
Cost of Goods Sold	\$0	\$0	\$0	\$0	\$0
Gross Margin	\$650	\$656	\$663	\$669	\$7,610
Other Income					
Interest Income	\$0	\$0	\$0	\$0	\$0
Earned on Cash over Amt					
Other Income	\$0	\$0	\$0	\$0	\$0
	\$650	\$656	\$663	\$669	\$7,610
Operating Expenses					
Salaries and Wages	\$0	\$0	\$0	\$0	\$0
Benefits	\$0	\$0	\$0	\$0	\$0
Payroll Taxes	\$0	\$0	\$0	\$0	\$0
Office Rent	\$52	\$52	\$53	\$53	\$617
Supplies	\$5	\$5	\$5	\$5	\$62
Postage	\$26	\$26	\$26	\$26	\$308
Telephone	\$52	\$52	\$53	\$53	\$617
Insurance	\$52	\$52	\$53	\$53	\$617
Dues and Subscriptions	\$0	\$0	\$0	\$0	\$0
Advertising and Promotion	\$26	\$26	\$26	\$26	\$308
Electric	\$312	\$314	\$315	\$317	\$3,701
Legal	\$312	\$314	\$315	\$317	\$3,701
Maintenance	\$52	\$52	\$53	\$53	\$617
Engineering	\$0	\$0	\$0	\$0	\$0
Operation	\$624	\$628	\$631	\$634	\$7,401
Laboratory	\$125	\$126	\$126	\$127	\$1,480
Equipment Rental	\$0	\$0	\$0	\$0	\$0
PSC	\$16	\$16	\$16	\$16	\$185
Depreciation					
A	\$111	\$111	\$111	\$111	\$1,332
B	\$138	\$138	\$138	\$138	\$1,656
C	\$0	\$0	\$0	\$0	\$0
D	\$0	\$0	\$0	\$0	\$0
E	\$0	\$0	\$0	\$0	\$0
F	\$0	\$0	\$0	\$0	\$0
G	\$0	\$0	\$0	\$0	\$0
H	\$0	\$0	\$0	\$0	\$0
I	\$0	\$0	\$0	\$0	\$0
Total Depreciation	\$249	\$249	\$249	\$249	\$2,988
Interest					
Short-Term Debt	\$25	\$25	\$25	\$25	\$300
Long-Term Debt	\$129	\$144	\$150	\$175	\$1,111
Preferred Dividends	\$277	\$277	\$277	\$277	\$3,324
Common Dividends	\$0	\$0	\$0	\$0	\$0
Bond C	\$0	\$0	\$0	\$0	\$0
Other	\$0	\$0	\$0	\$0	\$0

PROFIT AND LOSS FORECAST	Sep	Oct	Nov	Dec	Total
INCOME STATEMENT	YEAR 1	YEAR 1	YEAR 1	YEAR 1	YEAR 1
Total Operating Expenses	\$2,584	\$2,607	\$2,631	\$2,656	\$30,325
Profit Before Taxes	(\$1,934)	(\$1,951)	(\$1,969)	(\$1,986)	(\$22,715)
Income Taxes	\$0	\$0	\$0	\$0	\$0
Net Income	(\$1,934)	(\$1,951)	(\$1,969)	(\$1,986)	(\$22,715)

BALANCE SHEET

Current Assets

Cash	(\$1,620)	(\$1,781)	(\$1,939)	(\$2,093)
Accounts Receivable	\$0	\$0	\$0	\$0
Inventory	\$0	\$0	\$0	\$0
Other	\$0	\$0	\$0	\$0
Total Current Assets	(\$1,620)	(\$1,781)	(\$1,939)	(\$2,093)

Plant, Property and Equipm

A	\$40,000	\$40,000	\$40,000	\$40,000
B	\$10,000	\$10,000	\$10,000	\$10,000
C	\$0	\$0	\$0	\$0
D	\$0	\$0	\$0	\$0
E	\$0	\$0	\$0	\$0
F	\$0	\$0	\$0	\$0
G	\$0	\$0	\$0	\$0
H	\$0	\$0	\$0	\$0
I	\$0	\$0	\$0	\$0

Gross PP&E	\$50,000	\$50,000	\$50,000	\$50,000
Accumulated Depreciation	\$2,241	\$2,490	\$2,739	\$2,988
Net PP&E	\$47,759	\$47,510	\$47,261	\$47,012

Other Fixed Assets

Total Assets	\$46,139	\$45,729	\$45,322	\$44,919
--------------	----------	----------	----------	----------

Current Liabilities

Accounts Payable	\$0	\$0	\$0	\$0
Short Term Debt	\$2,500	\$2,500	\$2,500	\$2,500
Income Taxes Payable	\$0	\$0	\$0	\$0
Accrued Expenses	\$0	\$0	\$0	\$0
Other	\$0	\$0	\$0	\$0
Total Current Liabilities	\$2,500	\$2,500	\$2,500	\$2,500

Noncurrent Liabilities

Long-Term Debt	\$12,949	\$14,459	\$16,051	\$17,634
Bond A	\$0	\$0	\$0	\$0
Bond B	\$0	\$0	\$0	\$0
Bond C	\$0	\$0	\$0	\$0
Other	\$0	\$0	\$0	\$0

=====					
PROFIT AND LOSS FORECAST	Sep	Oct	Nov	Dec	Total
=====					
INCOME STATEMENT	YEAR 1	YEAR 1	YEAR 1	YEAR 1	YEAR 1
=====					
Total Liabilities	----- \$15,449	----- \$16,989	----- \$18,551	----- \$20,134	
Common Stock	\$0	\$0	\$0	\$0	
Preferred Stock	\$47,500	\$47,500	\$47,500	\$47,500	
Retained Earnings	(\$16,809)	(\$18,760)	(\$20,729)	(\$22,715)	
Total Liabilities and Equi	----- \$46,139	----- \$45,729	----- \$45,322	----- \$44,919	
Cash Flow	=====	=====	=====	=====	
	\$846	\$959	\$1,075	\$1,195	

PROFIT AND LOSS FORECAST	Jan	Feb	Mar	Apr	May
INCOME STATEMENT	YEAR 2	YEAR 2	YEAR 2	YEAR 2	YEAR 2
Sales					
Total Sales	\$676	\$683	\$690	\$697	\$704
Less: Returns/Credits	\$0	\$0	\$0	\$0	\$0
Net Sales	\$676	\$683	\$690	\$697	\$704
Cost of Goods Sold	\$0	\$0	\$0	\$0	\$0
Gross Margin	\$676	\$683	\$690	\$697	\$704
Other Income					
Interest Income	\$0	\$0	\$0	\$0	\$0
Earned on Cash over Amt					
Other Income	\$0	\$0	\$0	\$0	\$0
	\$676	\$683	\$690	\$697	\$704
Operating Expenses					
Salaries and Wages	\$0	\$0	\$0	\$0	\$0
Benefits	\$0	\$0	\$0	\$0	\$0
Payroll Taxes	\$0	\$0	\$0	\$0	\$0
Office Rent	\$53	\$53	\$54	\$54	\$54
Supplies	\$5	\$5	\$5	\$5	\$5
Postage	\$27	\$27	\$27	\$27	\$27
Telephone	\$53	\$53	\$54	\$54	\$54
Insurance	\$53	\$53	\$54	\$54	\$54
Dues and Subscriptions	\$0	\$0	\$0	\$0	\$0
Advertising and Promotion	\$27	\$27	\$27	\$27	\$27
Electric	\$319	\$320	\$322	\$323	\$325
Legal	\$319	\$320	\$322	\$323	\$325
Maintenance	\$53	\$53	\$54	\$54	\$54
Engineering	\$0	\$0	\$0	\$0	\$0
Operation	\$637	\$640	\$643	\$647	\$650
Laboratory	\$127	\$128	\$129	\$129	\$130
Equipment Rental	\$0	\$0	\$0	\$0	\$0
PSC	\$16	\$16	\$16	\$16	\$16
Depreciation					
A	\$111	\$111	\$111	\$111	\$111
B	\$138	\$138	\$138	\$138	\$138
C	\$0	\$0	\$0	\$0	\$0
D	\$0	\$0	\$0	\$0	\$0
E	\$0	\$0	\$0	\$0	\$0
F	\$0	\$0	\$0	\$0	\$0
G	\$0	\$0	\$0	\$0	\$0
H	\$0	\$0	\$0	\$0	\$0
I	\$0	\$0	\$0	\$0	\$0
Total Depreciation	\$249	\$249	\$249	\$249	\$249
Interest					
Short-Term Debt	\$25	\$25	\$25	\$25	\$25
Long-Term Debt	\$192	\$208	\$225	\$242	\$259
Preferred Dividends	\$277	\$277	\$277	\$277	\$277
Common Dividends	\$0	\$0	\$0	\$0	\$0
Bond C	\$0	\$0	\$0	\$0	\$0
Other	\$0	\$0	\$0	\$0	\$0

=====					
PROFIT AND LOSS FORECAST	Jan	Feb	Mar	Apr	May
=====					
INCOME STATEMENT	YEAR 2	YEAR 2	YEAR 2	YEAR 2	YEAR 2
=====					
Total Operating Expenses	\$2,680	\$2,705	\$2,730	\$2,756	\$2,781
Profit Before Taxes	(\$2,004)	(\$2,022)	(\$2,040)	(\$2,059)	(\$2,078)
Income Taxes	\$0	\$0	\$0	\$0	\$0
Net Income	(\$2,004)	(\$2,022)	(\$2,040)	(\$2,059)	(\$2,078)
=====					
=====					
BALANCE SHEET					
=====					
Current Assets					
Cash	(\$2,243)	(\$2,389)	(\$2,531)	(\$2,659)	(\$2,802)
Accounts Receivable	\$0	\$0	\$0	\$0	\$0
Inventory	\$0	\$0	\$0	\$0	\$0
Other		\$0	\$0	\$0	\$0
Total Current Assets	(\$2,243)	(\$2,389)	(\$2,531)	(\$2,659)	(\$2,802)
Plant, Property and Equipm					
A	\$40,000	\$40,000	\$40,000	\$40,000	\$40,000
B	\$10,000	\$10,000	\$10,000	\$10,000	\$10,000
C	\$0	\$0	\$0	\$0	\$0
D	\$0	\$0	\$0	\$0	\$0
E	\$0	\$0	\$0	\$0	\$0
F	\$0	\$0	\$0	\$0	\$0
G	\$0	\$0	\$0	\$0	\$0
H	\$0	\$0	\$0	\$0	\$0
I	\$0	\$0	\$0	\$0	\$0
Gross PP&E	\$50,000	\$50,000	\$50,000	\$50,000	\$50,000
Accumulated Depreciation	\$3,237	\$3,486	\$3,735	\$3,984	\$4,233
Net PP&E	\$46,763	\$46,514	\$46,265	\$46,016	\$45,767
Other Fixed Assets					
Total Assets	\$44,520	\$44,125	\$43,734	\$43,347	\$42,965
=====					
Current Liabilities					
Accounts Payable	\$0	\$0	\$0	\$0	\$0
Short Term Debt	\$2,500	\$2,500	\$2,500	\$2,500	\$2,500
Income Taxes Payable	\$0	\$0	\$0	\$0	\$0
Accrued Expenses	\$0	\$0	\$0	\$0	\$0
Other	\$0	\$0	\$0	\$0	\$0
Total Current Liabilities	\$2,500	\$2,500	\$2,500	\$2,500	\$2,500
Noncurrent Liabilities					
Long-Term Debt	\$19,239	\$20,866	\$22,515	\$24,187	\$25,882
Bond A	\$0	\$0	\$0	\$0	\$0
Bond B	\$0	\$0	\$0	\$0	\$0
Bond C	\$0	\$0	\$0	\$0	\$0
Other	\$0	\$0	\$0	\$0	\$0

=====					
PROFIT AND LOSS FORECAST	Jan	Feb	Mar	Apr	May
=====					
INCOME STATEMENT	YEAR 2	YEAR 2	YEAR 2	YEAR 2	YEAR 2
=====					
Total Liabilities	----- \$21,739	----- \$23,366	----- \$25,015	----- \$26,687	----- \$28,382
Common Stock		\$0	\$0	\$0	\$0
Preferred Stock	\$47,500	\$47,500	\$47,500	\$47,500	\$47,500
Retained Earnings	(\$24,719)	(\$26,741)	(\$28,781)	(\$30,840)	(\$32,917)

Total Liabilities and Equi	\$44,520	\$44,125	\$43,734	\$43,347	\$42,965
=====					
Cash Flow	\$1,319	\$1,447	\$1,579	\$1,715	\$1,856

PROFIT AND LOSS FORECAST	Jun	Jul	Aug	Sep	Oct
INCOME STATEMENT	YEAR 2	YEAR 2	YEAR 2	YEAR 2	YEAR 2
Sales					
Total Sales	\$711	\$718	\$725	\$732	\$739
Less: Returns/Credits	\$0	\$0	\$0	\$0	\$0
Net Sales	\$711	\$718	\$725	\$732	\$739
Cost of Goods Sold	\$0	\$0	\$0	\$0	\$0
Gross Margin	\$711	\$718	\$725	\$732	\$739
Other Income					
Interest Income	\$0	\$0	\$0	\$0	\$0
Earned on Cash over Amt					
Other Income	\$0	\$0	\$0	\$0	\$0
	\$711	\$718	\$725	\$732	\$739
Operating Expenses					
Salaries and Wages	\$0	\$0	\$0	\$0	\$0
Benefits	\$0	\$0	\$0	\$0	\$0
Payroll Taxes	\$0	\$0	\$0	\$0	\$0
Office Rent	\$54	\$55	\$55	\$55	\$56
Supplies	\$5	\$5	\$5	\$6	\$6
Postage	\$27	\$27	\$27	\$28	\$28
Telephone	\$54	\$55	\$55	\$55	\$56
Insurance	\$54	\$55	\$55	\$55	\$56
Dues and Subscriptions	\$0	\$0	\$0	\$0	\$0
Advertising and Promotion	\$27	\$27	\$27	\$28	\$28
Electric	\$327	\$328	\$330	\$331	\$333
Legal	\$327	\$328	\$330	\$331	\$333
Maintenance	\$54	\$55	\$55	\$55	\$56
Engineering	\$0	\$0	\$0	\$0	\$0
Operation	\$653	\$656	\$660	\$663	\$666
Laboratory	\$131	\$131	\$132	\$133	\$133
Equipment Rental	\$0	\$0	\$0	\$0	\$0
PSC	\$16	\$16	\$16	\$17	\$17
Depreciation					
A	\$111	\$111	\$111	\$111	\$111
B	\$138	\$138	\$138	\$138	\$138
C	\$0	\$0	\$0	\$0	\$0
D	\$0	\$0	\$0	\$0	\$0
E	\$0	\$0	\$0	\$0	\$0
F	\$0	\$0	\$0	\$0	\$0
G	\$0	\$0	\$0	\$0	\$0
H	\$0	\$0	\$0	\$0	\$0
I	\$0	\$0	\$0	\$0	\$0
Total Depreciation	\$249	\$249	\$249	\$249	\$249
Interest					
Short-Term Debt	\$25	\$25	\$25	\$25	\$25
Long-Term Debt	\$276	\$293	\$311	\$329	\$347
Preferred Dividends	\$277	\$277	\$277	\$277	\$277
Common Dividends	\$0	\$0	\$0	\$0	\$0
Bond C	\$0	\$0	\$0	\$0	\$0
Other	\$0	\$0	\$0	\$0	\$0

PROFIT AND LOSS FORECAST	Jun	Jul	Aug	Sep	Oct
INCOME STATEMENT	YEAR 2	YEAR 2	YEAR 2	YEAR 2	YEAR 2
Total Operating Expenses	\$2,807	\$2,832	\$2,859	\$2,886	\$2,913
Profit Before Taxes	(\$2,096)	(\$2,115)	(\$2,134)	(\$2,154)	(\$2,173)
Income Taxes	\$0	\$0	\$0	\$0	\$0
Net Income	(\$2,096)	(\$2,115)	(\$2,134)	(\$2,154)	(\$2,173)

BALANCE SHEET

Current Assets					
Cash	(\$2,932)	(\$3,057)	(\$3,178)	(\$3,294)	(\$3,406)
Accounts Receivable	\$0	\$0	\$0	\$0	\$0
Inventory	\$0	\$0	\$0	\$0	\$0
Other	\$0	\$0	\$0	\$0	\$0
Total Current Assets	(\$2,932)	(\$3,057)	(\$3,178)	(\$3,294)	(\$3,406)
Plant, Property and Equipm					
A	\$40,000	\$40,000	\$40,000	\$40,000	\$40,000
B	\$10,000	\$10,000	\$10,000	\$10,000	\$10,000
C	\$0	\$0	\$0	\$0	\$0
D	\$0	\$0	\$0	\$0	\$0
E	\$0	\$0	\$0	\$0	\$0
F	\$0	\$0	\$0	\$0	\$0
G	\$0	\$0	\$0	\$0	\$0
H	\$0	\$0	\$0	\$0	\$0
I	\$0	\$0	\$0	\$0	\$0
Gross PP&E	\$50,000	\$50,000	\$50,000	\$50,000	\$50,000
Accumulated Depreciation	\$4,482	\$4,731	\$4,980	\$5,229	\$5,478
Net PP&E	\$45,518	\$45,269	\$45,020	\$44,771	\$44,522
Other Fixed Assets					
Total Assets	\$42,586	\$42,212	\$41,842	\$41,477	\$41,116
Current Liabilities					
Accounts Payable	\$0	\$0	\$0	\$0	\$0
Short Term Debt	\$2,500	\$2,500	\$2,500	\$2,500	\$2,500
Income Taxes Payable	\$0	\$0	\$0	\$0	\$0
Accrued Expenses	\$0	\$0	\$0	\$0	\$0
Other	\$0	\$0	\$0	\$0	\$0
Total Current Liabilities	\$2,500	\$2,500	\$2,500	\$2,500	\$2,500
Noncurrent Liabilities					
Long-Term Debt	\$27,600	\$29,340	\$31,105	\$32,893	\$34,705
Bond A	\$0	\$0	\$0	\$0	\$0
Bond B	\$0	\$0	\$0	\$0	\$0
Bond C	\$0	\$0	\$0	\$0	\$0
Other	\$0	\$0	\$0	\$0	\$0

===== PROFIT AND LOSS FORECAST =====

Jun

Jul

Aug

Sep

Oct

===== INCOME STATEMENT =====

YEAR 2

YEAR 2

YEAR 2

YEAR 2

YEAR 2

Total Liabilities

\$30,100

\$31,840

\$33,605

\$35,393

\$37,205

Common Stock

\$0

\$0

\$0

\$0

\$0

Preferred Stock

\$47,500

\$47,500

\$47,500

\$47,500

\$47,500

Retained Earnings

(\$35,014)

(\$37,128)

(\$39,262)

(\$41,416)

(\$43,589)

Total Liabilities and Equi

\$42,586

\$42,212

\$41,842

\$41,477

\$41,116

Cash Flow

=====
\$2,000

=====
\$2,149

=====
\$2,302

=====
\$2,460

=====
\$2,622

PROFIT AND LOSS FORECAST	Nov	Dec	Total	Jan	Feb
INCOME STATEMENT	YEAR 2	YEAR 2	YEAR 2	YEAR 3	YEAR 3
Sales					
Total Sales	\$747	\$754	\$8,575	\$762	\$769
Less: Returns/Credits	\$0	\$0	\$0	\$0	\$0
Net Sales	\$747	\$754	\$8,575	\$762	\$769
Cost of Goods Sold	\$0	\$0	\$0	\$0	\$0
Gross Margin	\$747	\$754	\$8,575	\$762	\$769
Other Income					
Interest Income	\$0	\$0	\$0	\$0	\$0
Earned on Cash over Amt					
Other Income	\$0	\$0	\$0	\$0	\$0
	\$747	\$754	\$8,575	\$762	\$769
Operating Expenses					
Salaries and Wages	\$0	\$0	\$0	\$0	\$0
Benefits	\$0	\$0	\$0	\$0	\$0
Payroll Taxes	\$0	\$0	\$0	\$0	\$0
Office Rent	\$56	\$56	\$655	\$56	\$57
Supplies	\$6	\$6	\$65	\$6	\$6
Postage	\$28	\$28	\$327	\$28	\$28
Telephone	\$56	\$56	\$655	\$56	\$57
Insurance	\$56	\$56	\$655	\$56	\$57
Dues and Subscriptions	\$0	\$0	\$0	\$0	\$0
Advertising and Promotion	\$28	\$28	\$327	\$28	\$28
Electric	\$335	\$336	\$3,929	\$338	\$340
Legal	\$335	\$336	\$3,929	\$338	\$340
Maintenance	\$56	\$56	\$655	\$56	\$57
Engineering	\$0	\$0	\$0	\$0	\$0
Operation	\$670	\$673	\$7,858	\$676	\$680
Laboratory	\$134	\$135	\$1,572	\$135	\$136
Equipment Rental	\$0	\$0	\$0	\$0	\$0
FSC	\$17	\$17	\$196	\$17	\$17
Depreciation					
A	\$111	\$111	\$1,332	\$111	\$111
B	\$138	\$138	\$1,655	\$138	\$138
C	\$0	\$0	\$0	\$0	\$0
D	\$0	\$0	\$0	\$0	\$0
E	\$0	\$0	\$0	\$0	\$0
F	\$0	\$0	\$0	\$0	\$0
G	\$0	\$0	\$0	\$0	\$0
H	\$0	\$0	\$0	\$0	\$0
I	\$0	\$0	\$0	\$0	\$0
Total Depreciation	\$249	\$249	\$2,988	\$249	\$249
Interest					
Short-Term Debt	\$25	\$25	\$300	\$25	\$25
Long-Term Debt	\$365	\$384	\$3,431	\$403	\$422
Preferred Dividends	\$277	\$277	\$3,324	\$277	\$277
Common Dividends	\$0	\$0	\$0	\$0	\$0
Bond C	\$0	\$0	\$0	\$0	\$0
Other	\$0	\$0	\$0	\$0	\$0

PROFIT AND LOSS FORECAST	Nov	Dec	Total	Jan	Feb
INCOME STATEMENT	YEAR 2	YEAR 2	YEAR 2	YEAR 3	YEAR 3
Total Operating Expenses	\$2,939	\$2,967	\$33,854	\$2,995	\$3,023
Profit Before Taxes	(\$2,193)	(\$2,213)	(\$25,280)	(\$2,233)	(\$2,254)
Income Taxes	\$0	\$0	\$0	\$0	\$0
Net Income	(\$2,193)	(\$2,213)	(\$25,280)	(\$2,233)	(\$2,254)

BALANCE SHEET

Current Assets					
Cash	(\$3,514)	(\$3,617)		(\$3,715)	(\$3,808)
Accounts Receivable	\$0	\$0		\$0	\$0
Inventory	\$0	\$0		\$0	\$0
Other	\$0	\$0			\$0
Total Current Assets	(\$3,514)	(\$3,617)		(\$3,715)	(\$3,808)
Plant, Property and Equipm					
A	\$40,000	\$40,000		\$40,000	\$40,000
B	\$10,000	\$10,000		\$10,000	\$10,000
C	\$0	\$0		\$0	\$0
D	\$0	\$0		\$0	\$0
E	\$0	\$0		\$0	\$0
F	\$0	\$0		\$0	\$0
G	\$0	\$0		\$0	\$0
H	\$0	\$0		\$0	\$0
I	\$0	\$0		\$0	\$0
Gross PP&E	\$50,000	\$50,000		\$50,000	\$50,000
Accumulated Depreciation	\$5,727	\$5,976		\$6,225	\$6,474
Net PP&E	\$44,273	\$44,024		\$43,775	\$43,526
Other Fixed Assets					
Total Assets	\$40,759	\$40,407		\$40,060	\$39,718
Current Liabilities					
Accounts Payable	\$0	\$0		\$0	\$0
Short Term Debt	\$2,500	\$2,500		\$2,500	\$2,500
Income Taxes Payable	\$0	\$0		\$0	\$0
Accrued Expenses	\$0	\$0		\$0	\$0
Other	\$0	\$0		\$0	\$0
Total Current Liabilities	\$2,500	\$2,500		\$2,500	\$2,500
Noncurrent Liabilities					
Long-Term Debt	\$36,541	\$38,402		\$40,268	\$42,199
Bond A	\$0	\$0		\$0	\$0
Bond B	\$0	\$0		\$0	\$0
Bond C	\$0	\$0		\$0	\$0
Other	\$0	\$0		\$0	\$0

PROFIT AND LOSS FORECAST	Nov	Dec	Total	Jan	Feb
INCOME STATEMENT	YEAR 2	YEAR 2	YEAR 2	YEAR 3	YEAR 3
Total Liabilities	\$39,041	\$40,902		\$42,788	\$44,699
Common Stock	\$0	\$0			\$0
Preferred Stock	\$47,500	\$47,500		\$47,500	\$47,500
Retained Earnings	(\$45,782)	(\$47,995)		(\$50,228)	(\$52,482)
Total Liabilities and Equi	\$40,759	\$40,407		\$40,060	\$39,718
Cash Flow	\$2,788	\$2,959		\$3,135	\$3,316

PROFIT AND LOSS FORECAST	Mar	Apr	May	Jun	Jul
INCOME STATEMENT	YEAR 3	YEAR 3	YEAR 3	YEAR 3	YEAR 3
Sales					
Total Sales	\$777	\$785	\$793	\$801	\$809
Less: Returns/Credits	\$0	\$0	\$0	\$0	\$0
Net Sales	\$777	\$785	\$793	\$801	\$809
Cost of Goods Sold	\$0	\$0	\$0	\$0	\$0
Gross Margin	\$777	\$785	\$793	\$801	\$809
Other Income					
Interest Income	\$0	\$0	\$0	\$0	\$0
Earned on Cash over Amt					
Other Income	\$0	\$0	\$0	\$0	\$0
	\$777	\$785	\$793	\$801	\$809
Operating Expenses					
Salaries and Wages	\$0	\$0	\$0	\$0	\$0
Benefits	\$0	\$0	\$0	\$0	\$0
Payroll Taxes	\$0	\$0	\$0	\$0	\$0
Office Rent	\$57	\$57	\$57	\$58	\$58
Supplies	\$6	\$6	\$6	\$6	\$6
Postage	\$28	\$29	\$29	\$29	\$29
Telephone	\$57	\$57	\$57	\$58	\$58
Insurance	\$57	\$57	\$57	\$58	\$58
Dues and Subscriptions	\$0	\$0	\$0	\$0	\$0
Advertising and Promotion	\$28	\$29	\$29	\$29	\$29
Electric	\$342	\$343	\$345	\$347	\$348
Legal	\$342	\$343	\$345	\$347	\$348
Maintenance	\$57	\$57	\$57	\$58	\$58
Engineering	\$0	\$0	\$0	\$0	\$0
Operation	\$683	\$686	\$690	\$693	\$697
Laboratory	\$137	\$137	\$138	\$139	\$139
Equipment Rental	\$0	\$0	\$0	\$0	\$0
PSC	\$17	\$17	\$17	\$17	\$17
Depreciation					
A	\$111	\$111	\$111	\$111	\$111
B	\$138	\$138	\$138	\$138	\$138
C	\$0	\$0	\$0	\$0	\$0
D	\$0	\$0	\$0	\$0	\$0
E	\$0	\$0	\$0	\$0	\$0
F	\$0	\$0	\$0	\$0	\$0
G	\$0	\$0	\$0	\$0	\$0
H	\$0	\$0	\$0	\$0	\$0
I	\$0	\$0	\$0	\$0	\$0
Total Depreciation	\$249	\$249	\$249	\$249	\$249
Interest					
Short-Term Debt	\$25	\$25	\$25	\$25	\$25
Long-Term Debt	\$442	\$441	\$481	\$501	\$522
Preferred Dividends	\$277	\$277	\$277	\$277	\$277
Common Dividends	\$0	\$0	\$0	\$0	\$0
Bond C	\$0	\$0	\$0	\$0	\$0
Other	\$0	\$0	\$0	\$0	\$0

PROFIT AND LOSS FORECAST	Mar	Apr	May	Jun	Jul
INCOME STATEMENT	YEAR 3	YEAR 3	YEAR 3	YEAR 3	YEAR 3
Total Liabilities	\$46,636	\$48,599	\$50,587	\$52,602	\$54,643
Common Stock	\$0	\$0	\$0	\$0	\$0
Preferred Stock	\$47,500	\$47,500	\$47,500	\$47,500	\$47,500
Retained Earnings	(\$54,757)	(\$57,052)	(\$59,369)	(\$61,706)	(\$64,066)
Total Liabilities and Equi	\$39,380	\$39,047	\$38,719	\$38,395	\$38,077
Cash Flow	\$3,501	\$3,691	\$3,886	\$4,085	\$4,290

PROFIT AND LOSS FORECAST	Aug	Sep	Oct	Nov	Dec
INCOME STATEMENT	YEAR 3	YEAR 3	YEAR 3	YEAR 3	YEAR 3
Sales					
Total Sales	\$817	\$825	\$833	\$842	\$850
Less: Returns/Credits	\$0	\$0	\$0	\$0	\$0
Net Sales	\$817	\$825	\$833	\$842	\$850
Cost of Goods Sold	\$0	\$0	\$0	\$0	\$0
Gross Margin	\$817	\$825	\$833	\$842	\$850
Other Income					
Interest Income	\$0	\$0	\$0	\$0	\$0
Earned on Cash over Amt					
Other Income	\$0	\$0	\$0	\$0	\$0
	\$817	\$825	\$833	\$842	\$850
Operating Expenses					
Salaries and Wages	\$0	\$0	\$0	\$0	\$0
Benefits	\$0	\$0	\$0	\$0	\$0
Payroll Taxes	\$0	\$0	\$0	\$0	\$0
Office Rent	\$58	\$59	\$59	\$59	\$60
Supplies	\$6	\$6	\$6	\$6	\$6
Postage	\$29	\$29	\$29	\$30	\$30
Telephone	\$58	\$59	\$59	\$59	\$60
Insurance	\$58	\$59	\$59	\$59	\$60
Dues and Subscriptions	\$0	\$0	\$0	\$0	\$0
Advertising and Promotion	\$29	\$29	\$29	\$30	\$30
Electric	\$350	\$352	\$354	\$355	\$357
Legal	\$350	\$352	\$354	\$355	\$357
Maintenance	\$58	\$59	\$59	\$59	\$60
Engineering	\$0	\$0	\$0	\$0	\$0
Operation	\$700	\$704	\$707	\$711	\$714
Laboratory	\$140	\$141	\$141	\$142	\$143
Equipment Rental	\$0	\$0	\$0	\$0	\$0
PSC	\$18	\$18	\$18	\$18	\$18
Depreciation					
A	\$111	\$111	\$111	\$111	\$111
B	\$138	\$138	\$138	\$138	\$138
C	\$0	\$0	\$0	\$0	\$0
D	\$0	\$0	\$0	\$0	\$0
E	\$0	\$0	\$0	\$0	\$0
F	\$0	\$0	\$0	\$0	\$0
G	\$0	\$0	\$0	\$0	\$0
H	\$0	\$0	\$0	\$0	\$0
I	\$0	\$0	\$0	\$0	\$0
Total Depreciation	\$249	\$249	\$249	\$249	\$249
Interest					
Short-Term Debt	\$25	\$25	\$25	\$25	\$25
Long-Term Debt	\$543	\$564	\$585	\$607	\$629
Preferred Dividends	\$277	\$277	\$277	\$277	\$277
Common Dividends	\$0	\$0	\$0	\$0	\$0
Bond C	\$0	\$0	\$0	\$0	\$0
Other	\$0	\$0	\$0	\$0	\$0

PROFIT AND LOSS FORECAST	Aug	Sep	Oct	Nov	Dec
INCOME STATEMENT	YEAR 3	YEAR 3	YEAR 3	YEAR 3	YEAR 3
Total Operating Expenses	\$3,199	\$3,229	\$3,259	\$3,291	\$3,322
Profit Before Taxes	(\$2,382)	(\$2,404)	(\$2,426)	(\$2,449)	(\$2,472)
Income Taxes	\$0	\$0	\$0	\$0	\$0
Net Income	(\$2,382)	(\$2,404)	(\$2,426)	(\$2,449)	(\$2,472)

BALANCE SHEET

Current Assets					
Cash	(\$4,258)	(\$4,327)	(\$4,381)	(\$4,429)	(\$4,473)
Accounts Receivable	\$0	\$0	\$0	\$0	\$0
Inventory	\$0	\$0	\$0	\$0	\$0
Other	\$0	\$0	\$0	\$0	\$0
Total Current Assets	(\$4,258)	(\$4,327)	(\$4,381)	(\$4,429)	(\$4,473)
Plant, Property and Equipm					
A	\$40,000	\$40,000	\$40,000	\$40,000	\$40,000
B	\$10,000	\$10,000	\$10,000	\$10,000	\$10,000
C	\$0	\$0	\$0	\$0	\$0
D	\$0	\$0	\$0	\$0	\$0
E	\$0	\$0	\$0	\$0	\$0
F	\$0	\$0	\$0	\$0	\$0
G	\$0	\$0	\$0	\$0	\$0
H	\$0	\$0	\$0	\$0	\$0
I	\$0	\$0	\$0	\$0	\$0
Gross PP&E	\$50,000	\$50,000	\$50,000	\$50,000	\$50,000
Accumulated Depreciation	\$7,968	\$8,217	\$8,466	\$8,715	\$8,964
Net PP&E	\$42,032	\$41,783	\$41,534	\$41,285	\$41,036
Other Fixed Assets					
Total Assets	\$37,764	\$37,456	\$37,153	\$36,856	\$36,563
Current Liabilities					
Accounts Payable	\$0	\$0	\$0	\$0	\$0
Short Term Debt	\$2,500	\$2,500	\$2,500	\$2,500	\$2,500
Income Taxes Payable	\$0	\$0	\$0	\$0	\$0
Accrued Expenses	\$0	\$0	\$0	\$0	\$0
Other	\$0	\$0	\$0	\$0	\$0
Total Current Liabilities	\$2,500	\$2,500	\$2,500	\$2,500	\$2,500
Noncurrent Liabilities					
Long-Term Debt	\$54,212	\$56,308	\$58,432	\$60,584	\$62,764
Bond A	\$0	\$0	\$0	\$0	\$0
Bond B	\$0	\$0	\$0	\$0	\$0
Bond C	\$0	\$0	\$0	\$0	\$0
Other	\$0	\$0	\$0	\$0	\$0

PROFIT AND LOSS FORECAST	Aug	Sep	Oct	Nov	Dec
INCOME STATEMENT	YEAR 3	YEAR 3	YEAR 3	YEAR 3	YEAR 3
Total Liabilities	\$56,712	\$58,808	\$60,932	\$63,084	\$65,264
Common Stock	\$0	\$0	\$0	\$0	\$0
Preferred Stock	\$47,500	\$47,500	\$47,500	\$47,500	\$47,500
Retained Earnings	(\$66,448)	(\$68,852)	(\$71,279)	(\$73,728)	(\$76,200)
Total Liabilities and Equi	\$37,764	\$37,456	\$37,153	\$36,856	\$36,563
Cash Flow	\$4,500	\$4,715	\$4,935	\$5,161	\$5,391

===== PROFIT AND LOSS FORECAST =====

Total

Total

===== INCOME STATEMENT =====

YEAR 3 ALL YEARS

Sales

Total Sales	\$9,662	\$25,846
Less: Returns/Credits	\$0	\$0

Net Sales	\$9,662	\$25,846
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Cost of Goods Sold	\$0	\$0
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Gross Margin	\$9,662	\$25,846
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Other Income

Interest Income	\$0	\$0
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Earned on Cash over Amt		
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Other Income	\$0	\$0
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	\$9,662	\$25,846
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Operating Expenses

Salaries and Wages	\$0	\$0
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Benefits	\$0	\$0
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Payroll Taxes	\$0	\$0
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Office Rent	\$695	\$1,967
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Supplies	\$70	\$197
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Postage	\$348	\$983
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Telephone	\$695	\$1,967
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Insurance	\$695	\$1,967
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Dues and Subscriptions	\$0	\$0
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Advertising and Promotion	\$348	\$983
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Electric	\$4,171	\$11,801
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Legal	\$4,171	\$11,801
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Maintenance	\$695	\$1,967
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Engineering	\$0	\$0
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Operation	\$8,342	\$23,602
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Laboratory	\$1,668	\$4,720
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Equipment Rental	\$0	\$0
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PSC	\$209	\$590
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Depreciation

A	\$1,332	\$3,996
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B	\$1,655	\$4,966
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C	\$0	\$0
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D	\$0	\$0
---	-----	-----

E	\$0	\$0
---	-----	-----

F	\$0	\$0
---	-----	-----

G	\$0	\$0
---	-----	-----

H	\$0	\$0
---	-----	-----

I	\$0	\$0
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Total Depreciation	\$2,988	\$8,964
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Interest

Short-Term Debt	\$300	\$900
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Long-Term Debt	\$6,160	\$10,702
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Preferred Dividends	\$3,324	\$9,972
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Common Dividends	\$0	\$0
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Bond C	\$0	\$0
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Other	\$0	\$0
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PROFIT AND LOSS FORECAST	Total	Total
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INCOME STATEMENT	YEAR 3	ALL YEARS
=====		
Total Operating Expenses	\$37,868	\$102,046
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Profit Before Taxes	(\$28,206)	(\$76,200)
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Income Taxes	\$0	\$0
	-----	-----
Net Income	(\$28,206)	(\$76,200)
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BALANCE SHEET

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Current Assets

- Cash
- Accounts Receivable
- Inventory
- Other

Total Current Assets

Plant, Property and Equipm

- A
- B
- C
- D
- E
- F
- G
- H
- I

Gross PP&E

Accumulated Depreciation

Net PP&E

Other Fixed Assets

Total Assets

Current Liabilities

- Accounts Payable
- Short Term Debt
- Income Taxes Payable
- Accrued Expenses
- Other

Total Current Liabilities

Noncurrent Liabilities

- Long-Term Debt
- Bond A
- Bond B
- Bond C
- Other

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PROFIT AND LOSS FORECAST

=====

Total

Total

=====

INCOME STATEMENT

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YEAR 3 ALL YEARS

Total Liabilities

Common Stock

Preferred Stock

Retained Earnings

Total Liabilities and Equi

Cash Flow