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MAY 16 2006

Missouri Public
Service Commission

MISSOURI PUBLIC SERVICE COMMISSION

UTILITY SERVICES DIVISION

STAFF ACCOUNTING SCHEDULES

HICKORY HILLS WATER AND SEWER CO., INC.

**CASE NOS. WR-2006-0250 AND SR-2006-0249
(Consolidated)**

*Jefferson City, Missouri
March 2006*

Exhibit No.:

Issue: Accounting Schedules

Witness: MoPSC Auditors

Sponsoring Party: MoPSC Staff

Case Nos.: WR-2006-0250 and

SR-2006-0249 (Consolidated)

Date Prepared: March 28, 2006

Exhibit No. 4
Case No(s) WR-2006-0250
Date 4-19-06 Rptr KE

Hickory Hills Water & Sewer Company, Inc-Water

Case: WR-06-025

Twelve Months Ended December 31, 2004

Revenue Requirement

Line		8.31%
		Return
(A)		(B)
1	Net Orig Cost Rate Base (Sch 2)	\$ 3,731
2	Rate of Return	8.31%
3	Net Operating Income Requirement	\$ 310
4	Net Income Available (Sch 8)	\$ (4,085)
5	Additional NOI&T Needed	\$ 4,395
6	Income Tax Requirement (Sch 10)	
7	Required Current Income Tax	\$ 22
8	Test Year Current Income Tax	\$ 0
9	Additional Current Tax Required	\$ 22
10	Required Deferred ITC	\$ 0
11	Test Year Deferred ITC	\$ 0
12	Additional Deferred ITC Required	\$ 0
13	Total Additional Tax Required	\$ 22
14	Gross Revenue Requirement	\$ 4,417

Hickory Hills Water & Sewer Company, Inc-Water

Case: WR-06-025

Twelve Months Ended December 31, 2004

Rate Base

Line Description	Amount
(A)	(B)
1 Total Plant in Service (Sch 3)	\$ 19,725
Subtract from Total Plant	
2 Depreciation Reserve (Sch 6)	\$ 2,194
3 Net Plant in Service	\$ 17,531
Add to Net Plant in Service	
4 Cash Working Capital (Sch)	\$ 0
Subtract from Net Plant	
5 Federal Tax Offset 0.0000 %	\$ 0
6 State Tax Offset 0.0000 %	0
7 City Tax Offset 0.0000 %	0
8 Interest Expense Offset 0.0000 %	0
9 Contribution in aid of Construction	13,800
10 Total Rate Base	\$ 3,731

Hickory Hills Water & Sewer Company, Inc-Water

Case: WR-06-025

Twelve Months Ended December 31, 2004

Total Plant in Service

Line No	Acct	Description	Total Company	Total Co Adjustment	Alloc Factor	Jurisdictional Adjustment	Adjusted Jurisdictional
		(A)	(B)	(C)	(D)	(E)	(F)
Source of Supply & Pumping Plant							
1	314.000	Wells & Springs	\$ 10,000	\$ 0	100.0000	\$ 0 P-1	\$ 10,000
2		Total	\$ 10,000	\$ 0		\$ 0	\$ 10,000
Pumping Plant							
3	325.000	Electric Pumping Equipment	\$ 6,393	\$ 0	100.0000	\$ (3,844) P-2	\$ 2,549
4	330.000	Distribution Reservoir and Standpip	2,249	0	100.0000	0	2,249
5		Total	\$ 8,642	\$ 0		\$ (3,844)	\$ 4,798
Transmission & Distribution Plant							
6	331.000	Transmission & Distribution Mains	\$ 3,000	\$ 0	100.0000	\$ 0 P-3	\$ 3,000
7	346.000	Meters	0	0	100.0000	258 P-4	258
8		Total	\$ 3,000	\$ 0		\$ 258	\$ 3,258
General Plant							
9	398.000	Miscellaneous Equipment	\$ 869	\$ 0	100.0000	\$ 0 P-5	\$ 869
10	399.000	Other Tangible Plant	800	0	100.0000	0 P-6	800
11		Total	\$ 1,669	\$ 0		\$ 0	\$ 1,669
12		Total Plant In Service	\$ 23,311	\$ 0		\$ (3,586)	\$ 19,725

Clark

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Hickory Hills Water & Sewer Company, Inc-Water

Case: WR-06-025

Twelve Months Ended December 31, 2004

Adjustments to Total Plant

Adj No Description	Total Co Adjustment	Mo Juris Adjustment

Electric Pumping Equipment P-2		\$ (3,844)

1. To include cost of new wellpump. (Pump/Pipe/Fittings) (Clark)		\$ 1,549
2. To remove pressure tanks from account 325. (Clark)		\$ (2,249)
3. To remove old pump from plant in service. (Clark)		\$ (3,144)

Meters P-4		\$ 258

1. To include the cost of a new master meter. (Clark)		\$ 258

Hickory Hills Water & Sewer Company, Inc-Water

Case: WR-06-025

Twelve Months Ended December 31, 2004

Depreciation Expense

Line No	Acct	Description	Adjusted Jurisdictional	Depreciation Rate	Depreciation Expense
		(A)	(B)	(C)	(D)
Source of Supply & Pumping Plant					
1	314.000	Wells & Springs	\$ 10,000	0.0000	\$ 0
2		Total	\$ 10,000		\$ 0
Pumping Plant					
3	325.000	Electric Pumping Equipment	\$ 2,549	10.0000	\$ 255
4	330.000	Distribution Reservoir and Standpip	2,249	2.5000	56
5		Total	\$ 4,798		\$ 311
Transmission & Distribution Plant					
6	331.000	Transmission & Distribution Mains	\$ 3,000	0.0000	\$ 0
7	346.000	Meters	258	3.3000	9
8		Total	\$ 3,258		\$ 9
General Plant					
9	398.000	Miscellaneous Equipment	\$ 869	0.0000	\$ 0
10	399.000	Other Tangible Plant	800	0.0000	0
11		Total	\$ 1,669		\$ 0

12		Total Depreciation Expense	\$ 19,725		\$ 320

Hickory Hills Water & Sewer Company, Inc-Water

Case: WR-06-025

Twelve Months Ended December 31, 2004

Depreciation Reserve

Line No	Acct	Description	Total Company	Total Co Adjustment	Alloc Factor	Jurisdictional Adjustment	Adjusted Jurisdictional
		(A)	(B)	(C)	(D)	(E)	(F)
Source of Supply & Pumping Plant							
1	314.000	Wells & Springs	\$ 5,967	\$ 0	100.0000	\$ (5,967) R-1	\$ 0
2		Total	\$ 5,967	\$ 0		\$ (5,967)	\$ 0
Pumping Plant							
3	325.000	Electric Pumping Equipment	\$ 6,393	\$ 0	100.0000	\$ (5,393) R-2	\$ 1,000
4	330.000	Distribution Reservoir and Standpip	325	0	100.0000	0	325
5		Total	\$ 6,718	\$ 0		\$ (5,393)	\$ 1,325
Transmission & Distribution Plant							
6	331.000	Transmission & Distribution Mains	\$ 1,790	\$ 0	100.0000	\$ (1,790) R-3	\$ 0
7	346.000	Meters	0	0	100.0000	0 R-4	0
8		Total	\$ 1,790	\$ 0		\$ (1,790)	\$ 0
General Plant							
9	398.000	Miscellaneous Equipment	\$ 869	\$ 0	100.0000	\$ 0 R-5	\$ 869
10	399.000	Other Tangible Plant	800	0	100.0000	(800) R-6	0
11		Total	\$ 1,669	\$ 0		\$ (800)	\$ 869
12		Total Depreciation Reserve	\$ 16,144	\$ 0		\$ (13,950)	\$ 2,194

Clark

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Hickory Hills Water & Sewer Company, Inc-Water

Case: WR-06-025

Twelve Months Ended December 31, 2004

Adjustments to Depreciation Reserve

Adj No Description	Total Co Adjustment	Mo Juris Adjustment

Wells & Springs R-1		\$ (5,967)

1. To remove reserve associated with contributed plant. (Clark)		\$ (5,967)

Electric Pumping Equipment R-2		\$ (5,393)

1. To remove depreciation reserve associated with pressure tanks. (Clark)		\$ (2,249)
2. To remove depreciation reserve associated with old pump removed from plant in service.		\$ (3,144)
(clark)		

Transmission & Distribution Mains R-3		\$ (1,790)

1. To remove reserve associated with contributed plant. (Clark)		\$ (1,790)

Miscellaneous Equipment R-5		

1.		
(Clark)		

Clark

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Hickory Hills Water & Sewer Company, Inc-Water

Case: WR-06-025

Twelve Months Ended December 31, 2004

Adjustments to Depreciation Reserve

Adj No Description	Total Co Adjustment	Mo Juris Adjustment

Other Tangible Plant	R-6	\$ (800)

1. To remove reserve associated with contributed plant.		\$ (800)

(Clark)

Hickory Hills Water & Sewer Company, Inc-Water

Case: WR-06-025

Twelve Months Ended December 31, 2004

Income Statement

Line No	Acct	Description	Total Company	Total Co Adjustment	Alloc Factor	Jurisdictional Adjustment	Adjusted Jurisdictional
		(A)	(B)	(C)	(D)	(E)	(F)
Operating Revenues							
1		Water Revenues	\$ 7,954	\$ 0	100.0000	\$ 8,264 S-1	\$ 16,218
2		Primacy Fee	92	0	100.0000	(92) S-2	0
3		Total	\$ 8,046	\$ 0		\$ 8,172	\$ 16,218
Operation & Maintenance Expense							
4		Salaries & Wages	\$ 2,537	\$ 0	100.0000	\$ 6,347 S-3	\$ 8,884
5		Automobile Expense	0	0	100.0000	2,857 S-4	2,857
6		Retirement Benefits	210	0	100.0000	551 S-5	761
7		Power Purchased for Pumping	745	0	100.0000	0 S-6	745
8		Chemicals	176	0	100.0000	0 S-7	176
9		Testing Supplies/Services	1,430	0	100.0000	0 S-8	1,430
10		Maintenance & Supplies Expense	682	0	100.0000	0 S-9	682
11		Primacy Fee	92	0	100.0000	(92) S-10	0
12		Accounting Fees	323	0	100.0000	0 S-11	323
13		Annual Registration	23	0	100.0000	0 S-12	23
14		PSC Assessment	65	0	100.0000	(28) S-13	37
15		Office Supplies	299	0	100.0000	0 S-14	299
16		Postage Expense	247	0	100.0000	0 S-15	247
17		Telephone Expense	247	0	100.0000	335 S-16	582
18		Insurance Expense	0	0	100.0000	1,659 S-17	1,659
19		FICA	0	0	100.0000	760 S-18	760
20		AMORTIZE ENGINEERING EXPENSE-5yrs	0	0	100.0000	127 S-19	127
21		AMORTIZE WELL REPAIR 5-years	0	0	100.0000	391 S-20	391
22		Total	\$ 7,076	\$ 0		\$ 12,907	\$ 19,983
Depreciation Expense							
23		Depreciation Expense	\$ 260	\$ 0	100.0000	\$ 60	\$ 320
24		Total	\$ 260	\$ 0		\$ 60	\$ 320
25		Other Operating Expenses	\$ 0	\$ 0		\$ 0	\$ 0
26		Total Operating Expenses	\$ 7,336	\$ 0		\$ 12,967	\$ 20,303

Hickory Hills Water & Sewer Company, Inc-Water

Case: WR-06-025

Twelve Months Ended December 31, 2004

Income Statement

Line No	Acct	Description	Total Company	Total Co Adjustment	Alloc Factor	Jurisdictional Adjustment	Adjusted Jurisdictional
		(A)	(B)	(C)	(D)	(E)	(F)
27		Net Income Before Taxes	\$ 710	\$ 0		\$ (4,795)	\$ (4,085)

Current Income Taxes							
28		Current Income Taxes	\$ 0	\$ 0	100.0000	\$ 0	\$ 0
29		Total	\$ 0	\$ 0		\$ 0	\$ 0
Deferred Income Taxes							
30		Deferred Income Taxes	\$ 0	\$ 0	100.0000	\$ 0	\$ 0
31		Total	\$ 0	\$ 0		\$ 0	\$ 0
32		Total Income Taxes	\$ 0	\$ 0		\$ 0	\$ 0
33		Net Operating Income	\$ 710	\$ 0		\$ (4,795)	\$ (4,085)

Hickory Hills Water & Sewer Company, Inc-Water

Case: WR-06-025

Twelve Months Ended December 31, 2004

Adjustments to Income Statement

Adj No Description	Total Co Adjustment	Mo Juris Adjustment

Water Revenues	S-1	\$ 8,264

1. To annualize Water revenues.		\$ 8,264
(Clark)		

Primacy Fee	S-2	\$ (92)

1. To remove primacy fees.		\$ (92)
(Clark)		

Salaries & Wages	S-3	\$ 6,347

1. To annualize salaries and wages expense.		\$ 6,347
(Clark)		

Automobile Expense	S-4	\$ 2,857

1. To include an annualized level of automobile expense.		\$ 2,857
(Clark)		

Retirement Benefits	S-5	\$ 551

1. To annualize retirement benefits to level allowed by staff.		\$ 551
(Clark)		

Hickory Hills Water & Sewer Company, Inc-Water

Case: WR-06-025

Twelve Months Ended December 31, 2004

Adjustments to Income Statement

Adj No Description	Total Co Adjustment	Mo Juris Adjustment

Primacy Fee S-10		\$ (92)

1. To remove primacy fees. (Clark)		\$ (92)

Accounting Fees S-11		

1. (Clark)		

PSC Assessment S-13		\$ (28)

1. Normalizes to reflect current PSC assesment. (Clark)		\$ (28)

Telephone Expense S-16		\$ 335

1. To annualize cell-phone expense to reflect 12 months of minimum usage.		\$ (40)

(Clark)		
2. To include an annualized level of toll-free telephone expense.		\$ 375

(Clark)		

Clark

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Hickory Hills Water & Sewer Company, Inc-Water

Case: WR-06-025

Twelve Months Ended December 31, 2004

Adjustments to Income Statement

Adj No Description	Total Co Adjustment	Mo Juris Adjustment

Insurance Expense S-17		\$ 1,659

1. To include the annual amount for liability insurance expense.		\$ 1,659
(Clark)		

FICA S-18		\$ 760

1. To include FICA.		\$ 760
(Clark)		

AMORTIZE ENGINEERING EXPENSE-5yrs S-19		\$ 127

1. To amortize the expense associated with the Krehbiel engineering over a 5 year period. (30% to water, 70% to sewer)		\$ 127
(Clark)		

AMORTIZE WELL REPAIR 5-years S-20		\$ 391

1. To amortize well repair over a 5 year period.		\$ 391
(Clark)		

Hickory Hills Water & Sewer Company, Inc-Water

Case: WR-06-025

Twelve Months Ended December 31, 2004

Income Tax

Line		Test Year	8.31% Return
(A)	(B)		
1	Net Income Before Taxes (Sch 8)	\$ (4,085)	\$ 332
	Add to Net Income Before Taxes		
2	Book Depreciation Expense	\$ 320	\$ 320
3	Total	\$ 320	\$ 320
	Subtr from Net Income Before Taxes		
4	Interest Expense 5.9300 %	\$ 221	\$ 221
5	Depreciation Expense	320	320
6	Total	\$ 541	\$ 541
7	Net Taxable Income	\$ (4,306)	\$ 111
	Provision for Federal Income Tax		
8	Net Taxable Income	\$ (4,306)	\$ 111
9	Deduct Missouri Income Tax 100.0 %	\$ 0	\$ 6
10	Deduct City Income Tax	0	0
11	Federal Taxable Income	(4,306)	105
12	Total Federal Tax	\$ 0	\$ 16
	Provision for Missouri Income Tax		
13	Net Taxable Income	\$ (4,306)	\$ 111
14	Deduct Federal Income Tax 50.0 %	\$ 0	\$ 8
15	Deduct City Income Tax	0	0
16	Missouri Taxable Income	(4,306)	103
17	Total Missouri Tax	\$ 0	\$ 6

Hickory Hills Water & Sewer Company, Inc-Water

Case: WR-06-025

Twelve Months Ended December 31, 2004

Income Tax

Line		Test Year	8.31% Return
(A)	(B)		
	Provision for City Income Tax		
18	Net Taxable Income	\$ (4,306)	\$ 111
19	Deduct Federal Income Tax	\$ 0	\$ 16
20	Deduct Missouri Income Tax	0	6
21	City Taxable Income	(4,306)	89
22	Total City Tax	\$ 0	\$ 0
	Summary of Provision for Income Tax		
23	Federal Income Tax	\$ 0	\$ 16
24	Missouri Income Tax	0	6
25	City Income Tax	0	0
26	Total	\$ 0	\$ 22
	Deferred Income Taxes		
27	Deferred Investment Tax Credit	\$ 0	\$ 0
28	Deferred Repair Allowance	0	0
29	Deferred Tax Depreciation	0	0
30	Amort of Deferred Tax Depreciation	0	0
31	Amort of Repair Allowance	0	0
32	Amort of Deferred ITC	0	0
33	Deferred Unbilled	0	0
34	Total	\$ 0	\$ 0
35	Total Income Tax	\$ 0	\$ 22

Hickory Hills Water & Sewer Company, Inc-Sewer

Case: WR-06-025B

Twelve Months Ended December 31, 2004

Revenue Requirement

Line 8.31%
Return

(A)	(B)
1 Net Orig Cost Rate Base (Sch 2)	\$ 458
2 Rate of Return	8.31%

3 Net Operating Income Requirement	\$ 38
4 Net Income Available (Sch 8)	\$ (5,871)

5 Additional NOIBT Needed	\$ 5,909
6 Income Tax Requirement (Sch 10)	
7 Required Current Income Tax	\$ 3
8 Test Year Current Income Tax	\$ 0

9 Additional Current Tax Required	\$ 3
10 Required Deferred ITC	\$ 0
11 Test Year Deferred ITC	\$ 0

12 Additional Deferred ITC Required	\$ 0

13 Total Additional Tax Required	\$ 3

14 Gross Revenue Requirement	\$ 5,912

Hickory Hills Water & Sewer Company, Inc-Sewer

Case: WR-06-025B

Twelve Months Ended December 31, 2004

Rate Base

Line Description		Amount	
(A)		(B)	
1	Total Plant in Service (Sch 3)	\$	22,800
	Subtract from Total Plant		
2	Depreciation Reserve (Sch 6)	\$	342

3	Net Plant in Service	\$	22,458
	Add to Net Plant in Service		
4	Cash Working Capital (Sch)	\$	0
	Subtract from Net Plant		
5	Federal Tax Offset 0.0000 %	\$	0
6	State Tax Offset 0.0000 %		0
7	City Tax Offset 0.0000 %		0
8	Interest Expense Offset 0.0000 %		0
9	Contribution in aid of Construction		22,000

10	Total Rate Base	\$	458
			=====

Hickory Hills Water & Sewer Company, Inc-Sewer

Case: WR-06-025B

Twelve Months Ended December 31, 2004

Total Plant in Service

Line No	Acct	Description	Total Company	Total Co Adjustment	Alloc Factor	Jurisdictional Adjustment	Adjusted Jurisdictional
		(A)	(B)	(C)	(D)	(E)	(F)
Collection Plant							
1	352.000	Gravity Collection Sewer	\$ 19,000	\$ 0	100.0000	\$ 0 P-1	\$ 19,000
2		Total	\$ 19,000	\$ 0		\$ 0	\$ 19,000
Treatment & Disposal Plant							
3	372.000	Oxidation Lagoon	\$ 2,200	\$ 0	100.0000	\$ 0 P-2	\$ 2,200
4		Total	\$ 2,200	\$ 0		\$ 0	\$ 2,200
General Plant							
5	393.000	Other General Equipment	\$ 1,600	\$ 0	100.0000	\$ 0 P-3	\$ 1,600
6		Total	\$ 1,600	\$ 0		\$ 0	\$ 1,600
7		Total Plant In Service	\$ 22,800	\$ 0		\$ 0	\$ 22,800

Clark

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Hickory Hills Water & Sewer Company, Inc-Sewer

Case: WR-06-025B

Twelve Months Ended December 31, 2004

Adjustments to Total Plant

Adj	Total Co	Mo Juris
No Description	Adjustment	Adjustment

Oxidation Lagoon P-2

1.

Hickory Hills Water & Sewer Company, Inc-Sewer

Case: WR-06-025B

Twelve Months Ended December 31, 2004

Depreciation Expense

Line No	Acct	Description	Adjusted Jurisdictional	Depreciation Rate	Depreciation Expense
		(A)	(B)	(C)	(D)
Collection Plant					
1	352.000	Gravity Collection Sewer	\$ 19,000	0.0000	\$ 0
2		Total	\$ 19,000		\$ 0
Treatment & Disposal Plant					
3	372.000	Oxidation Lagoon	\$ 2,200	0.0000	\$ 0
4		Total	\$ 2,200		\$ 0
General Plant					
5	393.000	Other General Equipment	\$ 1,600	4.0000	\$ 64
6		Total	\$ 1,600		\$ 64
7		Total Depreciation Expense	\$ 22,800		\$ 64

Hickory Hills Water & Sewer Company, Inc-Sewer

Case: WR-06-025B

Twelve Months Ended December 31, 2004

Depreciation Reserve

Line No	Acct	Description	Total Company	Total Co Adjustment	Alloc Factor	Jurisdictional Adjustment	Adjusted Jurisdictional
		(A)	(B)	(C)	(D)	(E)	(F)
Collection Plant							
1	352.200	Gravity Collection Sewer	\$ 7,333	\$ 0	100.0000	\$ (7,333) R-1	\$ 0
2		Total	\$ 7,333	\$ 0		\$ (7,333)	\$ 0
Treatment & Disposal Plant							
3	372.000	Oxidation Lagoon	\$ 2,200	\$ 0	100.0000	\$ (2,200) R-2	\$ 0
4		Total	\$ 2,200	\$ 0		\$ (2,200)	\$ 0
General Plant							
5	393.000	Other General Equipment	\$ 1,142	\$ 0	100.0000	\$ (800) R-3	\$ 342
6		Total	\$ 1,142	\$ 0		\$ (800)	\$ 342

7		Total Depreciation Reserve	\$ 10,675	\$ 0		\$ (10,333)	\$ 342

Clark

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Hickory Hills Water & Sewer Company, Inc-Sewer

Case: WR-06-025B

Twelve Months Ended December 31, 2004

Adjustments to Depreciation Reserve

Adj No Description	Total Co Adjustment	Mo Juris Adjustment

Gravity Collection Sewer R-1		\$ (7,333)

1. To remove reserve associated with contributed plant. (Clark)		\$ (7,333)

Oxidation Lagoon R-2		\$ (2,200)

1. To remove reserve associated with contributed plant. (Clark)		\$ (2,200)

Other General Equipment R-3		\$ (800)

1. To remove reserve associated with contributed plant. (Clark)		\$ (800)

Hickory Hills Water & Sewer Company, Inc-Sewer

Case: WR-06-025B

Twelve Months Ended December 31, 2004

Income Statement

Line No	Acct Description	Total Company	Total Co Adjustment	Alloc Factor	Jurisdictional Adjustment	Adjusted Jurisdictional
	(A)	(B)	(C)	(D)	(E)	(F)
Operating Revenues						
1	Sewer Revenues	\$ 2,862	\$ 0	100.0000	\$ 4,103 S-1	\$ 6,965
2	Total	\$ 2,862	\$ 0		\$ 4,103	\$ 6,965
Operation & Maintenance Expense						
3	Salaries & Wages	\$ 2,537	\$ 0	100.0000	\$ 2,125 S-2	\$ 4,662
4	Automobile Expense	0	0	100.0000	1,007 S-3	1,007
5	Retirement Benefits	210	0	100.0000	184 S-4	394
6	Testing Supplies/Services	870	0	100.0000	426 S-5	1,296
7	Maintenance & Supplies Expense	1,146	0	100.0000	0 S-6	1,146
8	Accounting Fees	323	0	100.0000	0 S-7	323
9	Annual Registration	23	0	100.0000	0 S-8	23
10	PSC Assessment	225	0	100.0000	24 S-9	249
11	Office Supplies	299	0	100.0000	0 S-10	299
12	Postage Expense	247	0	100.0000	0 S-11	247
13	Telephone Expense	247	0	100.0000	54 S-12	301
14	Insurance Expense	0	0	100.0000	1,659 S-13	1,659
15	FICA	0	0	100.0000	253 S-14	253
16	AMORTIZE ENGINEERING EXPENSE-5yrs	0	0	100.0000	295 S-15	295
17	Sewer Permit	650	0	100.0000	0 S-16	650
18	Total	\$ 6,777	\$ 0		\$ 6,027	\$ 12,804
Depreciation Expense						
19	Depreciation Expense	\$ 260	\$ 0	100.0000	\$ (196)	\$ 64
20	CIAC	0	0	100.0000	(32) S-17	(32)
21	Total	\$ 260	\$ 0		\$ (228)	\$ 32
22	Other Operating Expenses	\$ 0	\$ 0		\$ 0	\$ 0
23	Total Operating Expenses	\$ 7,037	\$ 0		\$ 5,799	\$ 12,836
24	Net Income Before Taxes	\$ (4,175)	\$ 0		\$ (1,696)	\$ (5,871)

Hickory Hills Water & Sewer Company, Inc-Sewer

Case: WR-06-025B

Twelve Months Ended December 31, 2004

Income Statement

Line No	Acct	Description	Total Company	Total Co Adjustment	Alloc Factor	Jurisdictional Adjustment	Adjusted Jurisdictional
		(A)	(B)	(C)	(D)	(E)	(F)
Current Income Taxes							
25		Current Income Taxes	\$ 0	\$ 0	100.0000	\$ 0	\$ 0
26		Total	\$ 0	\$ 0		\$ 0	\$ 0
Deferred Income Taxes							
27		Deferred Income Taxes	\$ 0	\$ 0	100.0000	\$ 0	\$ 0
28		Total	\$ 0	\$ 0		\$ 0	\$ 0
29		Total Income Taxes	\$ 0	\$ 0		\$ 0	\$ 0
30		Net Operating Income	\$ (4,175)	\$ 0		\$ (1,696)	\$ (5,871)

Hickory Hills Water & Sewer Company, Inc-Sewer

Case: WR-06-025B

Twelve Months Ended December 31, 2004

Adjustments to Income Statement

Adj No Description	Total Co Adjustment	Mo Juris Adjustment

Sewer Revenues S-1		\$ 4,103

1. To annualize Sewer revenues.		\$ 4,103
(Clark)		

Salaries & Wages S-2		\$ 2,125

1. To annualize salary and wages.		\$ 2,125
(Clark)		

Automobile Expense S-3		\$ 1,007

1. To include the expense of the owner's use of vehicle for business.		\$ 1,007
(Clark)		

Retirement Benefits S-4		\$ 184

1. To annualize retirement benefits based on staff's allowed amount.		\$ 184
(Clark)		

Clark

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Hickory Hills Water & Sewer Company, Inc-Sewer

Case: WR-06-025B

Twelve Months Ended December 31, 2004

Adjustments to Income Statement

Adj No Description	Total Co Adjustment	Mo Juris Adjustment

Testing Supplies/Services	S-5	\$ 426

1. To annualize sewer testing expense by reflecting 12 months of Engineering S&S services.		\$ 426
(Clark)		

PSC Assessment	S-9	\$ 24

1. To normalize to reflect fiscal year 2006 assessment amount.		\$ 24
(Clark)		

Office Supplies	S-10	

1.		

Postage Expense	S-11	

1.		

Telephone Expense	S-12	\$ 54

1. Annualizes Cell-Phone costs to reflect 12-months of minimum usage.		\$ (40)
(Clark)		

Hickory Hills Water & Sewer Company, Inc-Sewer

Case: WR-06-025B

Twelve Months Ended December 31, 2004

Adjustments to Income Statement

Adj No Description	Total Co Adjustment	Mo Juris Adjustment
2. To include an annualized level of toll-free telephone expense.		\$ 94
(Clark)		
3.		
***** Insurance Expense S-13		\$ 1,659

1. To include the annual amount of Liability Insurance expense not included in the test year.		\$ 1,659
(Clark)		
***** FICA S-14		\$ 253

1. To include FICA.		\$ 253
(Clark)		
***** AMORTIZE ENGINEERING EXPENSE-5yrs S-15		\$ 295

1. To amortize engineering expense from Krehbiel Engineering over a 5-year period.		\$ 295
(Clark)		
***** Sewer Permit S-16		

1.		

Clark

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Hickory Hills Water & Sewer Company, Inc-Sewer

Case: WR-06-025B

Twelve Months Ended December 31, 2004

Adjustments to Income Statement

Adj No Description	Total Co Adjustment	Mo Juris Adjustment

CIAC S-17		\$ (32)

1. Removes CIAC portion of Depreciation expense.		\$ (32)

(Clark)

Hickory Hills Water & Sewer Company, Inc-Sewer

Case: WR-06-025B

Twelve Months Ended December 31, 2004

Income Tax

Line		Test Year	8.31% Return
(A)		(B)	
1	Net Income Before Taxes (Sch 8)	\$ (5,871)	\$ 41
	Add to Net Income Before Taxes		
2	Book Depreciation Expense	\$ 32	\$ 32
3	Total	\$ 32	\$ 32
	Subtr from Net Income Before Taxes		
4	Interest Expense 5.9300 %	\$ 27	\$ 27
5	Depreciation Expense	32	32
6	Total	\$ 59	\$ 59
7	Net Taxable Income	\$ (5,898)	\$ 14
	Provision for Federal Income Tax		
8	Net Taxable Income	\$ (5,898)	\$ 14
9	Deduct Missouri Income Tax 100.0 %	\$ 0	\$ 1
10	Deduct City Income Tax	0	0
11	Federal Taxable Income	(5,898)	13
12	Total Federal Tax	\$ 0	\$ 2
	Provision for Missouri Income Tax		
13	Net Taxable Income	\$ (5,898)	\$ 14
14	Deduct Federal Income Tax 50.0 %	\$ 0	\$ 1
15	Deduct City Income Tax	0	0
16	Missouri Taxable Income	(5,898)	13
17	Total Missouri Tax	\$ 0	\$ 1

Hickory Hills Water & Sewer Company, Inc-Sewer

Case: WR-06-025B

Twelve Months Ended December 31, 2004

Income Tax

Line		Test Year	8.31% Return
(A)		(B)	
	Provision for City Income Tax		
18	Net Taxable Income	\$ (5,898)	\$ 14
19	Deduct Federal Income Tax	\$ 0	\$ 2
20	Deduct Missouri Income Tax	0	1
21	City Taxable Income	(5,898)	11
		-----	-----
22	Total City Tax	\$ 0	\$ 0
	Summary of Provision for Income Tax		
23	Federal Income Tax	\$ 0	\$ 2
24	Missouri Income Tax	0	1
25	City Income Tax	0	0
		-----	-----
26	Total	\$ 0	\$ 3
	Deferred Income Taxes		
27	Deferred Investment Tax Credit	\$ 0	\$ 0
28	Deferred Repair Allowance	0	0
29	Deferred Tax Depreciation	0	0
30	Amort of Deferred Tax Depreciation	0	0
31	Amort of Repair Allowance	0	0
32	Amort of Deferred ITC	0	0
33	Deferred Unbilled	0	0
		-----	-----
34	Total	\$ 0	\$ 0

35	Total Income Tax	\$ 0	\$ 3
