

Truck Financing

SPS 1-1

F-1 BALANCE SHEET
Assets and Other Debits

Line No. (a)	Account Title (Number) (b)	Current Year End Balance (c)	Adjustments (d)	Adjusted Year End Balance (e)
UTILITY PLANT				
1	Utility Plant (101-106)	\$ 17,673,198	\$ 14,037	\$ 17,687,235
2	Less: Accumulated Depr. and Amort. (108-110)	6,976,995	\$ (29,793)	6,947,202
3	Net Plant	\$ 10,696,203	\$ 43,830	\$ 10,740,033
4	Utility Plant Acquisition Adj. (Net) (114-115)	1,472		
5	Total Net Utility Plant	\$ 10,697,675	\$ 43,830	\$ 10,741,505
OTHER PROPERTY AND INVESTMENTS				
6	Nonutility Property (121)			
7	Less: Accumulated Depr. and Amort. (122)			
8	Net Nonutility Property			
9	Investment in Associated Companies (123)			
11	Utility Investments (124)			
12	Other Investments			
13	Special Funds(126-128)			
14	Total Other Property & Investments			
CURRENT AND ACCRUED ASSETS				
16	Cash (131)	\$ 269,128	\$ (12,867)	\$ 256,261
17	Special Deposits (132)			
18	Other Special Deposits (133)			
19	Working Funds (134)			
20	Temporary Cash Investments (135)			
21	Accounts and Notes Receivable-Net (141-144)	223,980		223,980
22	Accounts Receivable from Assoc. Co. (145)			
23	Notes Receivable from Assoc. Co. (146)			
24	Materials and Supplies (151-153)	82,646		82,646
25	Stores Expense (161)			
26	Prepayments-Other (162)	23,262		23,262
27	Prepaid Taxes (163)	38,641		38,641
28	Interest and Dividends Receivable (171)			
29	Rents Receivable (172)			
30	Accrued Utility Revenues (173)	137,399		137,399
31	Misc. Current and Accrued Assets (174)			
32	Total Current and Accrued Assets	\$ 775,056	\$ (12,867)	\$ 762,189
DEFERRED DEBITS				
32	Unamortized Debt Discount & Expense (181)	\$ 35,179	\$ 4,167	\$ 39,346
33	Extraordinary Property Losses (182)			
34	Prelim. Survey & Investigation Charges (183)			
35	Clearing Accounts (184)			
36	Temporary Facilities (185)			
37	Miscellaneous Deferred Debits (186)	451,495		451,495
38	Research & Development Expenditures (187)			
39	Accumulated Deferred Income Taxes (190)	12,004		12,004
40	Total Deferred Debits	\$ 498,678	\$ 4,167	\$ 502,845
TOTAL ASSETS AND OTHER DEBITS				
		\$ 11,971,409	\$ 35,129	\$ 12,006,538

F-1 BALANCE SHEET
Equity Capital and Liabilities

Line No. (a)	Account Title (Number) (b)	Current Year End Balance (c)	Adjustments (d)	Adjusted Year End Balance (e)
EQUITY CAPITAL				
1	Common Stock Issued (201)	\$ 16,767		\$ 16,767
2	Preferred Stock Issued (204)			
3	Capital Stock Subscribed (202,205)			
4	Stock Liability for Conversion (203, 206)			
5	Premium on Capital Stock (207)			
6	Installments Received On Capital Stock (208)			
7	Other Paid-In Capital (209,211)	3,554,354		3,554,354
8	Discount on Capital Stock (212)			
9	Capital Stock Expense(213)			
10	Retained Earnings (214-215)	(897,056)	(4,205)	(901,261)
11	Reacquired Capital Stock (216)			
12	Total Equity Capital	\$ 2,674,065	\$ (4,205)	\$ 2,669,860
LONG TERM DEBT				
13	Bonds (221)			
14	Reacquired Bonds (222)			
15	Advances from Associated Companies (223)			
16	Other Long-Term Debt (224)	\$ 3,658,170	\$ 39,334	\$ 3,697,504
17	Total Long-Term Debt	\$ 3,658,170	\$ 39,334	\$ 3,697,504
CURRENT AND ACCRUED LIABILITIES				
18	Accounts Payable (231)	\$ 30,042		\$ 30,042
19	Notes Payable (232)			
20	Accounts Payable to Associated Co. (233)	44,093		44,093
21	Notes Payable to Associated Co. (234)			
22	Customer Deposits (235)	7,636		7,636
23	Accrued Taxes (236)	5,486		5,486
24	Accrued Interest (237)			
25	Accrued Dividends (238)			
26	Matured Long-Term Debt (239)			
27	Matured Interest (240)			
28	Misc. Current and Accrued Liabilities (241)	28,226		28,226
29	Total Current and Accrued Liabilities	\$ 115,483	\$ -	\$ 115,483
DEFERRED CREDITS				
30	Unamortized Premium on Debt (251)			
31	Advances for Construction (252)			
32	Other Deferred Credits (253)			
33	Accumulated Deferred Investment Tax Credits (255)			
34	Accumulated Deferred Income Taxes:			
35	Accelerated Amortization (281)			
36	Liberalized Depreciation (282)	56,578		56,578
37	Other (283)			
38	Total Deferred Credits	\$ 56,578		\$ 56,578
OPERATING RESERVES				
39	Property Insurance Reserve (261)			
40	Injuries and Damages Reserve (262)			
41	Pensions and Benefits Reserves (263)	16,451		16,451
42	Miscellaneous Operating Reserves (265)			
43	Total Operating Reserves	\$ 16,451	\$ -	\$ 16,451
CONTRIBUTIONS IN AID OF CONSTRUCTION				
44	Contributions In Aid of Construction (271)	\$ 9,109,850		\$ 9,109,850
45	Accumulated Amortization of C.I.A.C. (272)	3,659,188		3,659,188
46	Total Net C.I.A.C.	\$ 5,450,662	\$ -	\$ 5,450,662
	TOTAL EQUITY CAPITAL AND LIABILITIES	\$ 11,971,409	\$ 35,129	\$ 12,006,538

F-2 STATEMENT OF INCOME

Line No. (a)	Account Title (Number) (b)	Current Year End Balance (c)	Adjustments (d)	Adjusted Year End Balance (e)
UTILITY OPERATING INCOME				
1	Operating Revenues(400)	\$ 2,043,478		\$ 2,043,478
2	Operating Expenses:			
3	Operating and Maintenance Expense (401)	1,582,686		1,582,686
4	Depreciation Expense (403)	525,662	3,371	529,033
5	Amortization of Contribution in Aid of Construction (405)	(221,212)		(221,212)
6	Amortization of Utility Plant Acquisition Adjustment (406)	31		
7	Amortization Expense-Other (407)	3,616		3,616
8	Taxes Other Than Income (408.1-408.13)	154,064		154,064
9	Income Taxes (409.1, 410.1, 411.1, 412.1)	12,601		12,601
10	Total Operating Expenses	\$ 2,057,448	\$ 3,371	\$ 2,060,788
11	Net Operating Income (Loss)	\$ (13,970)	\$ (3,371)	\$ (17,310)
12	Income From Utility Plant Leased to Others (413)			
13	Gains(Losses) From Disposition of Utility Property (414)			
14	Net Water Utility Operating Income	\$ (13,970)	\$ (3,371)	\$ (17,310)
OTHER INCOME AND DEDUCTIONS				
15	Revenues From Merchandising, Jobbing and Contract Work (415)			
16	Costs and Expenses of Merchandising, Jobbing and Contract Work (416)			
17	Equity in Earnings of Subsidiary Companies (418)			
18	Interest and Dividend Income (419)	1,076		1,076
19	Allow. for funds Used During Construction (420)			
20	Nonutility Income (421)	(209)		(209)
21	Gains (Losses) Form Disposition Nonutility Property (422)			
22	Miscellaneous Nonutility Expenses (426)			
23	Total Other Income and Deductions	\$ 867	\$ -	867
TAXES APPLICABLE TO OTHER INCOME				
24	Taxes Other Than Income (408.2)			
25	Income Taxes (409.2, 410.2, 411.2, 412.2, 412.3)			
26	Total Taxes Applicable To Other Income			
INTEREST EXPENSE				
27	Interest Expense (427)	\$ 121,214	\$ -	\$ 121,214
28	Amortization of Debt Discount & Expense (428)	2,765	833	3,598
29	Amortization of Premium on Debt (429)			
30	Total Interest Expense	\$ 123,979	\$ 833	\$ 124,812
31	Income Before Extraordinary Items	\$ (137,082)	\$ (4,205)	\$ (141,256)
EXTRAORDINARY ITEMS				
32	Extraordinary Income (433)			
33	Extraordinary Deductions (434)			
34	Income Taxes, Extraordinary Items (409.3)			
35	Net Extraordinary Items			
NET INCOME (LOSS)				
		\$ (137,082)	\$ (4,205)	\$ (141,256)

Truck Financing

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F-1 BALANCE SHEET
Capital Structure

Line No. (a)	Account Title (Number) (b)	Current Year End Balance (c)	Adjustments (d)	Adjusted Year End Balance (e)
EQUITY CAPITAL				
1	Common Stock Issued (201)	\$ 16,767		\$ 16,767
2	Other Paid-In Capital (209,211)	3,554,354		3,554,354
3	Retained Earnings (214-215)	(897,056)	(4,205)	(901,261)
4	Total Equity Capital	\$ 2,674,065	\$ (4,205)	\$ 2,669,860
LONG TERM DEBT				
5	Other Long-Term Debt (224)	\$ 3,658,170	\$ 39,334	\$ 3,697,504
6	Total Long-Term Debt	\$ 3,658,170	\$ 39,334	\$ 3,697,504
7	Total Capital Structure	\$ 6,332,235	\$ 35,129	\$ 6,367,364

Line No. (a)	Account Title (Number) (b)	Current Year End Balance (c)	Adjustments (d)	Adjusted Year End Balance (e)
EQUITY CAPITAL				
1	Common Stock Issued (201)	0.26%	0.00%	0.26%
2	Other Paid-In Capital (209,211)	56.13%	0.00%	55.82%
3	Retained Earnings (214-215)	-14.17%	-11.97%	-14.15%
4	Total Equity Capital	42.23%	-11.97%	41.93%
LONG TERM DEBT				
5	Other Long-Term Debt (224)	57.77%	111.97%	58.07%
6	Total Long-Term Debt	57.77%	111.97%	58.07%
7	Total Capital Structure	100.00%	100.00%	100.00%

SPSt. Cyr
10/10/2019

Truck Financing

Journal Entries

						Impact on <u>Net Income</u>
1	Dr.	181	Unamortized Debt Expense	5,000		
	Cr.	131	Cash		5,000	
To record estimated debt expense associated with obtaining PUC approval of of 2019 Truck Financing						
2	Dr.	108	Accumulated Depreciation	33,164		
	Cr.	101	Plant in Service		33,164	
To record retirement of 2010 ... truck						
3	Dr.	131	Cash	47,201		
	Cr.	224	Ford Motor Credit Loan		47,201	
To record receipt of cash and Ford Motor Credit loan						
4	Dr.	101	Plant in Service	47,201		
	Cr.	131	Cash		47,201	
To record 2019 addition to plant						
5	Dr.	403	Depreciation Expense	3,371		(3,371)
	Cr.	108	Accumulated Depreciation		3,371	
To record 1/2 year depreciation and related accumulated depreciation for year 1						
6	Dr.	224	Ford Motor Credit Loan	7,867		
	Cr.	427	Interest Expense - Ford Motor Credit loan			-
	Dr.	131	Cash		7,867	
To record the projected 1st year payments (principle and interest) on Ford Motor Credit loan						
	Dr.	428	Amortization of Debt Expense	833		(833)
	Cr.	181	Unamortized Debt Expense		833	
To record annual amortization of debt expense						
Impact on Net Income						(4,205)
Impact on Cash				47,201	60,068	
Net Impact on Cash					(12,867)	

Truck Financing

Plant / Accumulated Depreciation / Depreciation Expense

<u>PUC</u> <u>Acct. No.</u>	<u>Description</u>	<u>Costs</u>	<u>Depr.</u> <u>Rate</u>	<u>Depreciation</u> <u>Expense</u>	<u>Accum</u> <u>Depr.</u>	<u>Net</u> <u>Plant</u>
2019 ford F250 XL pickup truck						
341	Transportation Equipment	\$ 47,201	14.29%	\$ 6,743	\$ 3,371	\$ 43,830
	Total	\$ 47,201		\$ 6,743	\$ 3,371	\$ 43,830

SPSt. Cyr
10/10/2019

Hampstead Area Water Company

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Truck Financing

Source and Use of Funds

Source of Funds

2019

Ford Motot Credit

\$ 47,201

Total Source of Funds

\$ 47,201

Use of Funds

2019 Ford F250XL

\$ 47,201

Total Use of Funds

\$ 47,201

SPSt. Cyr
10/10/2019

Hampstead Area Water Company

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Truck Financing

Estimated Cost of Financing

2019 Financing Costs

Ford Motor Credit Fees	-
St. Cyr & Associates	2,000
Lewis Builders Development	<u>3,000</u>
Total Estimated Financing Costs	<u>\$ 5,000</u>

SPSt. Cyr
10/10/2019