

**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)
<b>UTILITY PLANT</b>				
1	Utility Plant (101-106)	\$ 17,298,401	\$ 41,500	\$ 17,339,901
2	Less: Accumulated Depr. and Amort. (108-110)	6,547,479	\$ 4,150	6,551,629
3	Net Plant	\$ 10,750,922	\$ 37,350	\$ 10,788,272
4	Utility Plant Acquisition Adj. (Net) (114-115)			
5	Total Net Utility Plant	\$ 10,750,922	\$ 37,350	\$ 10,788,272
<b>OTHER PROPERTY AND INVESTMENTS</b>				
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			
<b>CURRENT AND ACCRUED ASSETS</b>				
16	Cash (131)	\$ 709,320	\$ (13,896)	\$ 695,424
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)	237,690		237,690
22	Accounts Receivable from Assoc. Co. (145)			
23	Notes Receivable from Assoc. Co. (146)			
24	Materials and Supplies (151-153)	33,240		33,240
25	Stores Expense (161)			
26	Prepayments-Other (162)	21,518		21,518
27	Prepaid Taxes (163)	47,877		47,877
28	Interest and Dividends Receivable (171)			
29	Rents Receivable (172)			
30	Accrued Utility Revenues (173)	117,847		117,847
31	Misc. Current and Accrued Assets (174)			
32	Total Current and Accrued Assets	\$ 1,167,492	\$ (13,896)	\$ 1,153,596
<b>DEFERRED DEBITS</b>				
32	Unamortized Debt Discount & Expense (181)	\$ 36,353	\$ 3,600	\$ 39,953
33	Extraordinary Property Losses (182)			
34	Prelim. Survey & Investigation Charges (183)			
35	Clearing Accounts (184)			
36	Temporary Facilities (185)			
37	Miscellaneous Deferred Debits (186)	153,320		153,320
38	Research & Development Expenditures (187)			
39	Accumulated Deferred Income Taxes (190)	13,297		13,297
40	Total Deferred Debits	\$ 202,970	\$ 3,600	\$ 206,570
<b>TOTAL ASSETS AND OTHER DEBITS</b>		<b>\$ 12,121,384</b>	<b>\$ 27,054</b>	<b>\$ 12,148,438</b>

**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)
<b>EQUITY CAPITAL</b>				
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)	3,154,354		3,154,354
8	Discount on Capital Stock (212)			
9	Capital Stock Expense(213)			
10	Retained Earnings (214-215)	(759,974)	(6,951)	(766,925)
11	Reacquired Capital Stock (216)			
12	Total Equity Capital	\$ 2,411,147	\$ (6,951)	\$ 2,404,196
<b>LONG TERM DEBT</b>				
13	Bonds (221)			
14	Reacquired Bonds (222)			
15	Advances from Associated Companies (223)			
16	Other Long-Term Debt (224)	\$ 3,893,007	\$ 34,005	\$ 3,927,012
17	Total Long-Term Debt	\$ 3,893,007	\$ 34,005	\$ 3,927,012
<b>CURRENT AND ACCRUED LIABILITIES</b>				
18	Accounts Payable (231)	\$ 17,494		\$ 17,494
19	Notes Payable (232)			
20	Accounts Payable to Associated Co. (233)	48,471		48,471
21	Notes Payable to Associated Co. (234)			
22	Customer Deposits (235)	8,437		8,437
23	Accrued Taxes (236)	3,005		3,005
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)	27,236		27,236
29	Total Current and Accrued Liabilities	\$ 104,643	\$ -	\$ 104,643
<b>DEFERRED CREDITS</b>				
30	Unamortized Premium on Debt (251)			
31	Advances for Construction (252)			
32	Other Deferred Credits (253)			
33	Accumulated Deferred Investment Tax Credits (255)			
34	<b>Accumulated Deferred Income Taxes:</b>			
35	Accelerated Amortization (281)			
36	Liberalized Depreciation (282)	48,621		48,621
37	Other (283)			
38	Total Deferred Credits	\$ 48,621		\$ 48,621
<b>OPERATING RESERVES</b>				
39	Property Insurance Reserve (261)			
40	Injuries and Damages Reserve (262)			
41	Pensions and Benefits Reserves (263)	7,733		7,733
42	Miscellaneous Operating Reserves (265)			
43	Total Operating Reserves	\$ 7,733	\$ -	\$ 7,733
<b>CONTRIBUTIONS IN AID OF CONSTRUCTION</b>				
44	Contributions In Aid of Construction (271)	\$ 9,142,476		\$ 9,142,476
45	Accumulated Amortization of C.I.A.C. (272)	3,486,243		3,486,243
46	Total Net C.I.A.C.	\$ 5,656,233	\$ -	\$ 5,656,233
46	<b>TOTAL EQUITY CAPITAL AND LIABILITIES</b>	\$ 12,121,384	\$ 27,054	\$ 12,148,438

## F-2 STATEMENT OF INCOME

Line No. (a)	Account Title (Number) (b)	Current Year End Balance (c)	Adjustments (d)	Adjusted Year End Balance (e)
<b>UTILITY OPERATING INCOME</b>				
1	Operating Revenues(400)	\$ 1,788,762	\$ -	\$ 1,788,762
2	Operating Expenses:			
3	Operating and Maintenance Expense (401)	1,180,014		1,180,014
4	Depreciation Expense (403)	500,470	4,150	504,620
5	Amortization of Contribution in Aid of Construction (405)	(216,489)		(216,489)
6	Amortization of Utility Plant Acquisition Adjustment (406)			
7	Amortization Expense-Other (407)	2,715		2,715
8	Taxes Other Than Income (408.1-408.13)	159,664		159,664
9	Income Taxes (409.1, 410.1, 411.1, 412.1)	11,492		11,492
10	<b>Total Operating Expenses</b>	<b>\$ 1,637,866</b>	<b>\$ 4,150</b>	<b>\$ 1,642,016</b>
11	<b>Net Operating Income (Loss)</b>	<b>\$ 150,896</b>	<b>\$ (4,150)</b>	<b>\$ 146,746</b>
12	Income From Utility Plant Leased to Others (413)			
13	Gains(Losses) From Disposition of Utility Property (414)			
14	<b>Net Water Utility Operating Income</b>	<b>\$ 150,896</b>	<b>\$ (4,150)</b>	<b>\$ 146,746</b>
<b>OTHER INCOME AND DEDUCTIONS</b>				
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)	537		
19	Allow. for funds Used During Construction (420)			
20	Nonutility Income (421)			
21	Gains (Losses) Form Disposition Nonutility Property (422)			
22	Miscellaneous Nonutility Expenses (426)			
23	<b>Total Other Income and Deductions</b>	<b>\$ 537</b>	<b>\$ -</b>	<b>537</b>
<b>TAXES APPLICABLE TO OTHER INCOME</b>				
24	Taxes Other Than Income (408.2)			
25	Income Taxes (409.2, 410.2, 411.2, 412.2, 412.3)			
26	<b>Total Taxes Applicable To Other Income</b>			
<b>INTEREST EXPENSE</b>				
27	Interest Expense (427)	\$ 129,400	\$ 1,901	\$ 131,301
28	Amortization of Debt Discount & Expense (428)	2,765	900	3,665
29	Amortization of Premium on Debt (429)			
30	<b>Total Interest Expense</b>	<b>\$ 132,165</b>	<b>\$ 2,801</b>	<b>\$ 134,966</b>
31	<b>Income Before Extraordinary Items</b>	<b>\$ 19,268</b>	<b>\$ (6,951)</b>	<b>\$ 12,317</b>
<b>EXTRAORDINARY ITEMS</b>				
32	Extraordinary Income (433)			
33	Extraordinary Deductions (434)			
34	Income Taxes, Extraordinary Items (409.3)			
35	<b>Net Extraordinary Items</b>			
<b>NET INCOME (LOSS)</b>				
		<b>\$ 19,268</b>	<b>\$ (6,951)</b>	<b>\$ 12,317</b>

**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)
<b>EQUITY CAPITAL</b>				
1	Common Stock Issued (201)	\$ 16,767		\$ 16,767
2	Other Paid-In Capital (209,211)	3,154,354	-	3,154,354
3	Retained Earnings (214-215)	(759,974)	(6,951)	(766,925)
4	Total Equity Capital	\$ 2,411,147	\$ (6,951)	\$ 2,404,196
<b>LONG TERM DEBT</b>				
5	Other Long-Term Debt (224)	\$ 3,893,007	\$ 34,005	\$ 3,927,012
6	Total Long-Term Debt	\$ 3,893,007	\$ 34,005	\$ 3,927,012
7	Total Capital Structure	\$ 6,304,154	\$ 27,054	\$ 6,331,208

Line No. (a)	Account Title (Number) (b)	Current Year End Balance (c)	Adjustments (d)	Adjusted Year End Balance (e)
<b>EQUITY CAPITAL</b>				
1	Common Stock Issued (201)	0.27%	0.00%	0.26%
2	Other Paid-In Capital (209,211)	50.04%	0.00%	49.82%
3	Retained Earnings (214-215)	-12.06%	-25.69%	-12.11%
4	Total Equity Capital	38.25%	-25.69%	37.97%
<b>LONG TERM DEBT</b>				
5	Other Long-Term Debt (224)	61.75%	125.69%	62.03%
6	Total Long-Term Debt	61.75%	125.69%	62.03%
7	Total Capital Structure	100.00%	100.00%	100.00%

SPSt. Cyr  
7/31/2018

**Hampstead Area Water Company  
Journal Entries**

**SPS-4**

					<u>Impact on Net Income</u>
1	Dr.	181	Unamortized Debt Expense	4,500	
	Cr.	131	Cash		4,500
To record estimated debt expense associated with obtaining PUC approval of of 2018 Ford Motor Credit Financing					
2	Dr.	131	Cash	41,500	
	Cr.	224	Other Long Term Debt		41,500
To record receipt of cash and related long term debt associated with Ford Motor Credit financing					
3	Dr.	101.00	Plant in Service	41,500	
	Cr.	131	Cash		41,500
To record purchase of 2018 Ford pickup truck					
4	Dr.	403	Depreciation Expense (\$41,500 / 5 / 2)	4,150	
	Cr.	108	Accumulated Depreciation		4,150
To record 1/2 year depreciation and related accumulated depreciation for year 1					
5	Dr.	224	Other Long Term Debt	7,495	
	Cr.	427	Interest Expense	1,901	
	Dr.	131	Cash		9,396
To record the projected 1st year payments (principle and interest)					
6	Dr.	428	Amortization of Debt Expense	900	
	Cr.	181	Unamortized Debt Expense		900
To record annual amortization of debt expense					
Impact on Cash				41,500	55,396
Net Impact on Cash					(13,896)

SPSt. Cyr  
7/31/2018

**Hampstead Area Water Company  
Source and Use of Funds**

**SPS-5**

Source of Funds

2018

Ford Motor Credit

\$ 41,500

Total Source of Funds

\$ 41,500

Use of Funds

2018 Ford F-250 XL pickup truck

\$ 41,500

Total Use of Funds

\$ 41,500

SPSt. Cyr

7/31/2018

**Hampstead Area Water Company  
Estimated Cost of Financing**

**SPS-6**

2018 Financing Costs

Ford Motor Credit	\$ -
St. Cyr & Associates	1,500
Lewis Builders Development	<u>3,000</u>
Total Estimated Financing Costs	<u>\$ 4,500</u>

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7/31/2018