

**West Virginia Infrastructure and Jobs Development
 Preliminary Application Form Accountant**

All Fields with an * are Required for Submission

I. General Project

Sponsor	Jefferson County Public Service District (Water)	Project Number	2012W-1331
Type	Water	Primary County	JEFFERSON
Category	Plant Upgrade/Line Upgrade	Primary Project Area	SHEPHERDSTOWN
Expiration Date	08/08/2012	Secondary County	JEFFERSON
		Secondary Project Area	BAKERTON
Description	The Cavaland and Glen Haven water systems are 25-30 years old and in need of system improvements. Both systems serve a combined 115 customers. The project consists of 14,000 linear feet of 4-inch & 2-inch waterlines and water treatment upgrades.		

II. General Financial Information

*1. Project Sponsor Type

2. Ultimate Beneficiary Utility

3. Sponsor's most recent fiscal year's Public Service Commission Annual Report Date:

4. Have Sponsor's Financial Audits been completed for the last three fiscal years?

5. Most Recent Audit Date

*6. Most Recent Audit

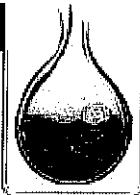
*7. Is the Sponsor requesting a waiver of the Required Draft Rule 42?

8. Draft Rule 42 Waiver

9. Draft Rule 42 Test Year

10. Draft Rule 42 Test Year Exception Explanation
 255 Max Chars.

11. Draft Rule 42 12. Latest Rate Tariff 13. Financial Statement for Non-Utility Entity (if applying for loan)



**West Virginia Infrastructure and Jobs Development
 Preliminary Application Form Accountant**

III. Bond and Debt Information

*1. Does the Project Sponsor have Outstanding Bonds or Long-Term debt?

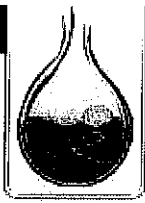
Lender	Rate	Terms	Balance	Date of Maturity	Current Status
WDA	0.00	0	\$145,000.00	12/01/2017	Current
				//	
				//	
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2. Are Debt Service Reserve Accounts funded at the required level?

3. Debt Service Coverage for F 2011 %

4. Has the Sponsor ever been delinquent on any Long-Term Debt

Lender	Date of Delinquency	Current Status
	//	
	//	
	//	
	//	
	//	



**West Virginia Infrastructure and Jobs Development
 Preliminary Application Form Accountant**

IV. Financial Status and Rates

1. Date of Last Rate Increase

2. Percentage of Last Rate Increase %

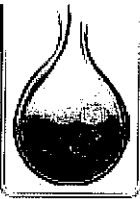
3. PSC Case Number

4. Ordinance Effective Date

*5. Is There an Pending Project or Funding Application not Included in Current Rates that will affect Future Rates?

Item	Current Amount	Going-Level Adjustments	Pending Project Adjustments	Proposed Project Adjustments	Total
Operating Revenues - Annual	\$51,389.00	\$0.00		\$26,722.00	\$78,111.00
Interest income and Other Miscellaneous Revenues	\$65.00	\$0.00		\$0.00	\$65.00
Other Revenues	\$0.00	\$0.00		\$0.00	\$0.00
Total Revenues	\$51,454.00	\$0.00	\$0.00	\$26,722.00	\$78,176.00
Operation and Maintenance Budget + Admin. Fee	\$37,461.00	\$0.00		\$2,566.00	\$40,027.00
Taxes, Other Than Income	\$0.00	\$0.00		\$0.00	\$0.00
Debt Service	\$0.00	\$0.00		\$32,845.00	\$32,845.00
Reserves	\$0.00	\$0.00		\$1,954.00	\$1,954.00
Capital Additions	\$0.00	\$0.00		\$0.00	\$0.00
Surplus	\$13,993.00	\$0.00		-\$8,689.00	\$5,304.00
Average Monthly Rate Cost per Customer per 4,000 Gallons/Month	\$37.60	\$0.00		\$19.56	\$57.16

*6. Are the above Rates reflective of the listed Annual Report?



**West Virginia Infrastructure and Jobs Development
Preliminary Application Form Accountant**

IV. Financial Status and Rates (cont.)

*1. Current 4,000 Gallon Rate	<input type="text" value="\$37.60"/>		
*2. Target 4,000 Gallon Rate	<input type="text" value="\$57.16"/>	Target Rate Cash Flow	<input type="text" value="Attach"/>
*3. Maximum 4,000 Gallon Rate	<input type="text" value="\$130.84"/>	Max Rate Cash Flow	<input type="text" value="Attach"/>
*4. Minimum Bill	<input type="text" value="\$22.50"/>	<input type="text" value="2500"/>	Gallons
*5. Is the Current Rate above based on the Test Year?	<input type="text" value="Yes"/>		

Submission Date

Save & Submit

Jefferson County Public Service District
CASH FLOW ANALYSIS
For the year ended June 30, 2011

Statement F
Schedule 2

	<u>Per Books</u>	<u>Going Level Adjustments</u>	<u>Going Level</u>	<u>Pro Forma Adjustments</u>	<u>Pro Forma</u>
Available cash:					
Domestic service	\$ 49,788	\$ -	\$ 49,788	\$ 123,473	\$ 173,261
Commercial service	287	-	287	711	998
Forfeited discounts	1,314	-	1,314	3,259	4,573
Interest income	65	-	65	-	65
Total cash available	<u>51,454</u>	<u>-</u>	<u>51,454</u>	<u>127,443</u>	<u>178,897</u>
Cash requirements:					
Operating and maintenance expenses	<u>37,461</u>	<u>-</u>	<u>37,461</u>	<u>-</u>	<u>37,461</u>
Cash available for debt service (A)	<u>13,993</u>	<u>-</u>	<u>13,993</u>	<u>127,443</u>	<u>141,436</u>
Debt service requirements:					
Series 2012	<u>-</u>	<u>-</u>	<u>-</u>	<u>121,945</u>	<u>121,945</u>
Subtotal (B)	<u>-</u>	<u>-</u>	<u>-</u>	<u>121,945</u>	<u>121,945</u>
Remaining cash surplus (deficit)	<u>13,993</u>	<u>-</u>	<u>13,993</u>	<u>5,498</u>	<u>19,491</u>
Cash surplus available for capital additions					
Renewal and replacement reserve (2.5%) of total cash available	Not Required	-	Not Required	-	4,472
Remaining surplus after R&R fund	<u>13,993</u>	<u>-</u>	<u>13,993</u>	<u>5,498</u>	<u>15,019</u>
Total available for capital additions	\$ <u>13,993</u>	\$ <u>-</u>	\$ <u>13,993</u>	\$ <u>5,498</u>	<u>19,491</u>
Coverage ratio (A/B)	<u>Not Required</u>		<u>Not Required</u>		<u>116.0%</u>

Jefferson County Public Service District
BILL ANALYSIS - PRO FORMA
 For the year ended June 30, 2011

Statement D
 Sheet 3 of 4

Customer Bill Analysis

Residential Customers

PRO FORMA	Number of Bills	Gallons (000)	Minimum Bills	Minimum		0 to 5,000 Gallons	Over 5,000 Gallons	Total Revenue
				Rate	Revenue			
0 to 2,500 Gallons	700	730	700	\$ 81.78	\$ 57,246			
2,501 to 5,000 Gallons	418	1,530				1,530		
Over 5,000 Gallons	254	2,092				1,270	822	
	<u>1,372</u>	<u>4,352</u>				2,800	822	
Pro forma rates - \$						\$ 32.71	\$ 30.62	
Revenue per analysis - \$					\$ 57,246	91,594	25,173	\$ 174,013
Correction factor								0.995680
Residential revenue								\$ <u>173,261</u>

Jefferson County Public Service District
COMPARISON OF STAFF RECOMMENDED AND APPROVED TO PROPOSED TARIFFS
 For the year ended June 30, 2011

Statement D
 Schedule 1

	<u>Current Tariff</u>	<u>Proposed</u>	<u>Increased Dollars</u>	<u>Increase Percentage</u>
Rates				
2,501 to 5,000 Gallons	\$ 9.40	\$ 32.71	\$ 23.31	248.0%
Over 5,000 Gallons	8.80	30.62	21.82	248.0%
Minimum Charge				
Per Month (2,500 Gallon)	23.50	81.78	58.28	248.0%

Jefferson County Public Service District
DETAIL OF ADJUSTMENTS - PRO FORMA
For the year ended June 30, 2011

Statement G
Schedule 1
Sheet 1 of 6

Adjustment Number	<u>Pro Forma Adjustments</u>	Increase (Decrease)	<u>Statement</u>
(1)	314 Wells and Springs	<u>\$ 45,000</u>	B, Schedule 2
	Going level	\$ 9,955	
	Adjustment (1)	<u>45,000</u>	
	Pro forma after adjustment (1)	<u>\$ 54,955</u>	
	To record the renovation of existing well houses.		
(2)	325 Electric Pumping Equipment	<u>\$ 343,000</u>	B, Schedule 1
	Going level	\$ 18,234	
	Adjustment (2)	<u>343,000</u>	
	Pro forma after adjustment (2)	<u>\$ 361,234</u>	
	To record the addition of new pumps, tanks, control and other related systems.		
(3)	343 Transmission and Distribution Mains	<u>\$ 965,000</u>	B, Schedule 1
	Going level	\$ 58,317	
	Adjustment (3)	<u>965,000</u>	
	Pro forma after adjustment (3)	<u>\$ 1,023,317</u>	
	materials.		
(4)	345 Services	<u>\$ 64,800</u>	B, Schedule 1
	Going level	\$ 6,524	
	Adjustment (4)	<u>64,800</u>	
	Pro forma after adjustment (4)	<u>\$ 71,324</u>	
	To record new services installed.		
(5)	340 Land and land rights	<u>\$ 32,000</u>	B, Schedule 2
	Going level	\$ -	
	Adjustment (5)	<u>32,000</u>	
	Pro forma after adjustment (5)	<u>\$ 32,000</u>	
	To record the cost of acquiring the required easements.		

See independent accountants' report and summary of significant assumptions.

Jefferson County Public Service District
DETAIL OF ADJUSTMENTS - PRO FORMA
For the year ended June 30, 2011

Statement G
Schedule 1
Sheet 2 of 6

Adjustment Number	<u>Pro Forma Adjustments</u>	Increase (Decrease)	<u>Statement</u>
(6)	346 Meters	<u>\$ 49,200</u>	B, Schedule 1
	Going level	\$ 10,071	
	Adjustment (6)	49,200	
	Pro forma after adjustment (6)	<u>\$ 59,271</u>	
	To record the replacement of meters.		
(7)	314 Welis and springs	<u>\$ 12,425</u>	B, Schedule 1
	Going level	\$ 9,955	
	Adjustment (1)	45,000	
	Adjustment (7)	12,425	
	Pro forma after adjustment (7)	<u>\$ 67,380</u>	
	To record the allocation of contingency and engineering fees.		
(8)	325 Electric pumping equipment	<u>\$ 99,166</u>	B, Schedule 1
	Going level	\$ 18,234	
	Adjustment (2)	343,000	
	Adjustment (8)	99,166	
	Pro forma after adjustment (8)	<u>\$ 460,400</u>	
	To record the allocation of contingency and engineering fees.		
(9)	343 Transmission and distribution mains	<u>\$ 277,825</u>	B, Schedule 1
	Going level	\$ 58,317	
	Adjustment (3)	965,000	
	Adjustment (9)	277,825	
	Pro forma after adjustment (9)	<u>\$ 1,301,142</u>	
	To record the allocation of contingency and engineering fees.		

See independent accountants' report and summary of significant assumptions.

Jefferson County Public Service District
DETAIL OF ADJUSTMENTS - PRO FORMA
For the year ended June 30, 2011

Statement G
Schedule 1
Sheet 3 of 6

Adjustment Number	<u>Pro Forma Adjustments</u>	Increase (Decrease)	<u>Statement</u>
(10)	345 Services	<u>\$ 18,618</u>	B, Schedule 1
	Going level	\$ 6,524	
	Adjustment (4)	64,800	
	Adjustment (10)	<u>18,618</u>	
	Pro forma after adjustment (10)	<u>\$ 89,942</u>	
	To record the allocation of contingency and engineering fees.		
(11)	346 Meters	<u>\$ 14,199</u>	B, Schedule 1
	Going level	\$ 10,071	
	Adjustment (6)	49,200	
	Adjustment (11)	<u>14,199</u>	
	Pro forma after adjustment (11)	<u>\$ 73,470</u>	
	To record the allocation of contingency and engineering fees.		
(12)	340 Land and land rights	<u>\$ 9,463</u>	B, Schedule 1
	Going level	\$ -	
	Adjustment (5)	32,000	
	Adjustment (12)	<u>9,463</u>	
	Pro forma after adjustment (11)	<u>\$ 41,463</u>	
	To record the allocation of contingency and engineering fees.		
(13)	325 Electric pumping equipment	<u>\$ (18,234)</u>	B, Schedule 1
	Going level	\$ 18,234	
	Adjustment (2)	343,000	
	Adjustment (8)	99,166	
	Adjustment (13)	<u>(18,234)</u>	
	Pro forma after adjustment (13)	<u>\$ 442,166</u>	
	To remove disposed of electric pumping equipment.		

See independent accountants' report and summary of significant assumptions.

Jefferson County Public Service District
DETAIL OF ADJUSTMENTS - PRO FORMA
For the year ended June 30, 2011

Statement G
Schedule 1
Sheet 4 of 6

<u>Adjustment Number</u>	<u>Pro Forma Adjustments</u>	<u>Increase (Decrease)</u>	<u>Statement</u>
(14)	343 Transmission and distribution mains	\$ <u>(58,317)</u>	B, Schedule 1
	Going level	\$ 58,317	
	Adjustment (3)	965,000	
	Adjustment (9)	277,825	
	Adjustment (14)	<u>(58,317)</u>	
	Pro forma after adjustment (14)	<u>\$ 1,242,825</u>	
	To dispose of transmission and distribution mains that were replaced.		
(15)	345 Services	\$ <u>(6,524)</u>	B, Schedule 1
	Going level	\$ 6,524	
	Adjustment (4)	64,800	
	Adjustment (10)	18,618	
	Adjustment (15)	<u>(6,524)</u>	
	Pro forma after adjustment (15))	<u>\$ 83,418</u>	
	To dispose of services which were replaced with the project.		
(16)	346 Meters	\$ <u>(10,071)</u>	B, Schedule 1
	Going level	\$ 10,071	
	Adjustment (6)	49,200	
	Adjustment (11)	14,199	
	Adjustment (16)	<u>(10,071)</u>	
	Pro forma after adjustment (16)	<u>\$ 63,399</u>	
	To reflect pro forma rate per Statement D.		
(17)	403 Depreciation	\$ <u>56,300</u>	A, Schedule 3
	Going level	\$ 6,591	
	Adjustment (17)	<u>56,300</u>	
	Pro forma after adjustment (17)	<u>\$ 62,891</u>	
	To adjust depreciation expense to reflect additions less disposals.		
(18)	428 Amortization of bond issuance cost	\$ <u>1,333</u>	A, Schedule 7
	Going level	\$ -	
	Adjustment (18)	<u>1,333</u>	
	Pro forma after adjustment (18)	<u>\$ 1,333</u>	
	To record amortization of estimated bond issuance cost of \$40,000 to be amortized over 30 years. Please see statement A, schedule 7 for calculation.		

See independent accountants' report and summary of significant assumptions.

Jefferson County Public Service District
DETAIL OF ADJUSTMENTS - PRO FORMA
For the year ended June 30, 2011

Statement G
Schedule 1
Sheet 5 of 6

<u>Adjustment Number</u>	<u>Pro Forma Adjustments</u>	<u>Increase (Decrease)</u>	<u>Statement</u>
(19)	601.1 Domestic service	<u>\$ 123,473</u>	A, Schedule 1
	Going level	\$ 49,788	
	Adjustment (19)	123,473	
	Pro forma after adjustment (19)	<u>\$ 173,261</u>	
	To reflect pro forma rate per Statement D.		
(20)	601.2 commercial service	<u>\$ 711</u>	A, Schedule 1
	Going level	\$ 287	
	Adjustment (20)	711	
	Pro forma after adjustment (20)	<u>\$ 998</u>	
	To reflect pro forma rate per Statement D.		
(21)	612 Forfeited discounts and penalties	<u>\$ 3,259</u>	A, Schedule 1
	Going level	\$ 1,314	
	Adjustment	3,259	
	Pro forma after adjustment (21)	<u>\$ 4,573</u>	
	To reflect pro forma rate per Statement D.		
	Total metered revenues going level	(a) \$ 50,075	
	Total metered revenues pro forma	(b) \$ 174,259	
	Forfeited discounts going level	(c) \$ 1,314	
	Calculation:		
	Forfeited discounts and penalties (b) / (a) X (c)	<u>\$ 4,573</u>	
(22)	689 Miscellaneous general expenses	<u>\$ -</u>	A, Schedule 2
	Going level	\$ 809	
	Adjustment (22)	-	
	Pro forma after adjustment (22)	<u>\$ 809</u>	

No administrative fee for public financing.

See independent accountants' report and summary of significant assumptions.

Jefferson County Public Service District
DETAIL OF ADJUSTMENTS - PRO FORMA
 For the year ended June 30, 2011

Statement G
 Schedule 1
 Sheet 6 of 6

<u>Adjustment Number</u>	<u>Pro Forma Adjustments</u>	<u>Increase (Decrease)</u>	<u>Statement</u>
(23)	Series 2012 bond	\$ <u>121,945</u>	F, Schedule 2
	Going level	\$ -	
	Adjustment (23)	<u>121,945</u>	
	Pro forma after adjustment (23)	<u>121,945</u>	

Jefferson County Public Service District
SUMMARY OF SIGNIFICANT ASSUMPTIONS
For the year ended June 30, 2011

Project costs and additional cost associated with external financing:

The District's engineers GD&F and personnel have estimated the cost and financing of the following items:

	<u>Cavaland</u>	<u>Glen Haven</u>	<u>Total</u>
Construction	\$ 564,300	\$1,049,400	\$ 1,613,700
Technical services	65,000	116,000	181,000
Legal services	24,382	20,618	45,000
Administrative services	20,545	29,455	50,000
Financing	16,436	23,564	40,000
Permits	822	1,178	2,000
Land Costs	22,000	-	22,000
Project contingency	<u>6,985</u>	<u>10,015</u>	<u>17,000</u>
	<u>\$ 720,470</u>	<u>\$1,250,230</u>	1,970,700
Interest capitalized			90,300
Additional soft costs			<u>4,500</u>
Amount financed through 38 year 5 percent Interest			<u>\$ 2,065,500</u>

Calculation of capitalized interest for the construction period:

Construction April through February 11 Months

Construction cost	\$1,970,700
Interest Rate	5%
Annual interest	<u>\$ 98,535</u>
Construction 11 of 12 months rounded	<u>\$ 90,300</u>

**JEFFERSON COUNTY PUBLIC
SERVICE DISTRICT**

PUBLIC SERVICE COMMISSION OF WEST VIRGINIA

RULE 42 EXHIBIT

June 30, 2011



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INDEPENDENT ACCOUNTANTS' COMPILATION REPORT

To the Board of Directors
Jefferson County Public Service District
Jefferson County, West Virginia

We have compiled the accompany pro forma schedules of the Jefferson County Public Service District "District" as of June 30, 2011 and for the year then ended, and the accompanying supplementary information which is presented only for supplementary analysis purposes included in the accompanying prescribed form. The historical financial statements of the District were compiled by us. We have not audited or reviewed the accompanying Rule 42 Exhibit pro forma financial information and, accordingly, do not express an opinion or provide any assurance about whether the pro forma information is in accordance with requirements of the Public Service Commission of West Virginia.

Management is responsible for the preparation and fair presentation of the pro form financial information in accordance with the requirements of the Public Service Commission of West Virginia and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the pro forma financial information.

Our responsibility is to conduct the compilation in accordance with the Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The Objective of the compilation is to assist management in presenting financial information in the form of pro forma financial information without undertaking to obtain or provide any assurance that there are no material modifications that should be made to the pro forma financial information.

The objective of this pro forma financial information is to show what the significant effects on the historical information might have been had the construction of certain public sewer facilities and proposed sewer rates and charges occurred at an earlier date. However, the pro forma financial statements are not necessarily indicative of the results of operations or related effects on financial position that would have been attained had the above-mentioned events actually occurred earlier.

These pro forma schedules and supplementary information are presented in accordance with the requirements of the Public Service Commission of West Virginia, and are not intended to be a presentation in accordance with accounting principles generally accepted in the United States of America.

This report is intended solely for the information and use of the District and the Public Service Commission of West Virginia and is not intended to be and should not be used by anyone other than these specified parties.

CoxHollidaPrice LLP
Martinsburg, West Virginia

March 5, 2012

Jefferson County Public Service District
STATEMENT OF NET INCOME
For the year ended June 30, 2011

Statement A

		<u>Per Books</u>	<u>Going Level Adjustments</u>	<u>Going Level</u>	<u>Pro Forma Adjustments</u>	<u>Pro Forma</u>
501 Operating revenues	Schedule 1	\$ <u>51,389</u>	\$ <u>-</u>	\$ <u>51,389</u>	\$ <u>26,722</u>	\$ <u>78,111</u>
502 Operation and maintenance expenses	Schedule 2	37,461	-	37,461	2,566	40,027
503 Depreciation and amortization	Schedule 3	6,591	-	6,591	56,300	62,891
507 Taxes other than federal income taxes	Schedule 4	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total deductions		<u>44,052</u>	<u>-</u>	<u>44,052</u>	<u>58,866</u>	<u>102,918</u>
Operating income		7,337	-	7,337	(32,144)	(24,807)
Other income	Schedule 6	65	-	65	-	65
Other income deductions	Schedule 7	<u>4</u>	<u>-</u>	<u>4</u>	<u>1,333</u>	<u>1,337</u>
Net income		\$ <u>7,398</u>	\$ <u>-</u>	\$ <u>7,398</u>	\$ <u>(33,477)</u>	\$ <u>(26,079)</u>

See independent accountants' report and summary of significant assumptions.

Jefferson County Public Service District
DETAIL OF OPERATING REVENUES
For the year ended June 30, 2011

Statement A
Schedule 1

		<u>Per Books</u>	<u>Going Level Adjustments</u>	<u>Going Level</u>	<u>Pro Forma Adjustments</u>		<u>Pro Forma</u>
Metered sales							
461.1	Residential customers	\$ 49,788	\$ -	\$ 49,788	\$ 25,889	(19)	\$ 75,677
461.2	Commercial customers	<u>287</u>	<u>-</u>	<u>287</u>	<u>150</u>	<u>(20)</u>	<u>437</u>
	Total metered revenues	50,075	-	50,075	26,039		76,114
Other operating revenues							
470	Forfeited discounts and penalties	<u>1,314</u>	<u>-</u>	<u>1,314</u>	<u>683</u>	<u>(21)</u>	<u>1,997</u>
	Total operating revenues	\$ <u>51,389</u>	\$ <u>-</u>	\$ <u>51,389</u>	\$ <u>26,722</u>		\$ <u>78,111</u>

See independent accountants' report and summary of significant assumptions.

Jefferson County Public Service District
DETAIL OF OPERATION AND MAINTENANCE EXPENSES
For the year ended June 30, 2011

Statement A
Schedule 2
Sheet 1 of 2

		<u>Per Books</u>	<u>Going Level Adjustments</u>	<u>Going Level</u>	<u>Pro Forma Adjustments</u>	<u>Pro Forma</u>
Plant operation and maintenance						
600	Salaries and wages	\$ 27,526	\$ -	\$ 27,526	\$ -	\$ 27,526
620	Fuel or power purchased for pumping	4,024	-	4,024	-	4,024
640	Supplies and expenses	3,278	-	3,278	-	3,278
650	Repairs of water plant	<u>1,703</u>	<u>-</u>	<u>1,703</u>	<u>-</u>	<u>1,703</u>
	Total	<u>36,531</u>	<u>-</u>	<u>36,531</u>	<u>-</u>	<u>36,531</u>
General expenses						
681	Office supplies and other expenses	121	-	121	-	121
689	Miscellaneous general expenses	<u>809</u>	<u>-</u>	<u>809</u>	<u>2,566 (22)</u>	<u>3,375</u>
	Total	<u>930</u>	<u>-</u>	<u>930</u>	<u>2,566</u>	<u>3,496</u>
	Total plant operation and maintenance	<u>\$ 37,461</u>	<u>\$ -</u>	<u>\$ 37,461</u>	<u>\$ 2,566</u>	<u>\$ 40,027</u>

See independent accountants' report and summary of significant assumptions.

Jefferson County Public Service District
DETAIL OF DEPRECIATION AND AMORTIZATION EXPENSE
For the year ended June 30, 2011

	<u>Per Books</u>	<u>Going Level Adjustments</u>	<u>Going Level</u>	<u>Pro Forma Adjustments</u>	<u>Pro Forma</u>
403 Depreciation expense	\$ <u>6,591</u>	\$ <u>-</u>	\$ <u>6,591</u>	\$ <u>56,300</u> (17)	\$ <u>62,891</u>

Statement A
Schedule 3

Calculation of pro forma level depreciation expense:

<u>Description</u>	<u>Depreciable Plant</u>	<u>Rate</u>	<u>Depreciation 403 Pro Forma Adjustment</u>
314 Wells and springs			
Renovation of existing well houses \$	45,000	2.50%	\$ 1,125
Allocation of contingency and engineering	12,425	2.50%	311
325 Electric pumping			
Addition of new pumps, tanks, control systems	343,000	5.00%	17,150
Allocation of contingency and engineering	99,166	5.00%	4,958
Removal of the replaced items above	(18,234)	5.00%	(912)
340 Land and land rights			
Easements	32,000	0.00%	-
Allocation of contingency and engineering	9,463	0.00%	-
343 Transmission and distribution mains			
New lines and related items	965,000	2.50%	24,125
Allocation of contingency and engineering	277,825	2.50%	6,946
Removal of the replaced items above	(58,317)	2.50%	(1,458)
345 Service			
New services	64,800	2.50%	1,620
Allocation of contingency and engineering	18,618	2.50%	465
Removal of the replaced items above	(6,524)	2.50%	(163)
346 Meters			
Addition of new meters	49,200	4.00%	1,968
Allocation of contingency and engineering	14,199	4.00%	568
Removal of the replaced items above	(10,071)	4.00%	(403)
	<u>\$ 1,837,550</u>		<u>\$ 56,300</u>

See independent accountants' report and summary of significant assumptions.

Jefferson County Public Service District
DETAIL OF TAXES OTHER THAN FEDERAL INCOME TAXES
 For the year ended June 30, 2011

Statement A
 Schedule 4

	<u>Per Books</u>	<u>Going Level Adjustments</u>	<u>Going Level</u>	<u>Pro Forma Adjustments</u>	<u>Pro Forma</u>
507 F.I.C.A.	\$ <u> -</u>	\$ <u> -</u>	\$ <u> -</u>	\$ <u> -</u>	\$ <u> -</u>

See independent accountants' report and summary of significant assumptions.

Jefferson County Public Service District
DETAIL OF OTHER INCOME
 For the year ended June 30, 2011

Statement A
 Schedule 6

	<u>Per Books</u>	<u>Going Level Adjustments</u>	<u>Going Level</u>	<u>Pro Forma Adjustments</u>	<u>Pro Forma</u>
419 Interest and Dividends	\$ <u>65</u>	\$ <u>-</u>	\$ <u>65</u>	\$ <u>-</u>	\$ <u>65</u>

See independent accountants' report and summary of significant assumptions.

Jefferson County Public Service District
DETAIL OF OTHER INCOME DEDUCTIONS
For the year ended June 30, 2011

Statement A
Schedule 7

	<u>Per Books</u>	<u>Going Level Adjustments</u>	<u>Going Level</u>	<u>Pro Forma Adjustments</u>	<u>Pro Forma</u>
428 Amortization of debt discount and expense	\$ -	\$ -	\$ -	\$ 1,333 (18)	\$ 1,333
431 Other Interest Expense	<u>4</u>	<u>-</u>	<u>4</u>	<u>-</u>	<u>4</u>
Total	\$ <u>4</u>	\$ <u>-</u>	\$ <u>4</u>	\$ <u>1,333</u>	\$ <u>1,337</u>

Calculation of pro forma level amortization of debt issue expense.

<u>Description</u>	<u>Amortizable Cost</u>	<u>Rate</u>	<u>Miscellaneous Amortization 537</u>
Bond issuance expense	\$ <u>40,000</u>	3.33%	\$ <u>1,333</u>

See independent accountants' report and summary of significant assumptions.

Jefferson County Public Service District
AVERAGE RATE BASE
For the year ended June 30, 2011

Statement B

<u>Description</u>	<u>Reference</u>	<u>Per Books</u>	<u>Going Level Adjustments</u>	<u>Going Level</u>	<u>Pro Forma Adjustments</u>	<u>Pro Forma Level</u>
101 Utility plant in service	Schedule 1	\$ 180,808	\$ -	\$ 180,808	\$ 1,658,855	\$ 1,839,663
105 Utility plant held for future use	Schedule 2	-	-	-	-	-
103 Unclassified plant in service	Schedule 3	-	-	-	-	-
107 Construction work in progress	Schedule 4	-	-	-	-	-
Total		<u>180,808</u>	<u>-</u>	<u>180,808</u>	<u>1,658,855</u>	<u>1,839,663</u>
110 Accumulated provision for depreciation and amortization	Schedule 8	64,458	-	64,458	56,300	120,758
144 Retirement work in progress	Schedule 9	-	-	-	-	-
271 Contributions in aid of construction	Schedule 10	74,350	-	74,350	-	74,350
252 Customers' advances for construction	Schedule 11	-	-	-	-	-
Total		<u>138,808</u>	<u>-</u>	<u>138,808</u>	<u>56,300</u>	<u>195,108</u>
Net Investment in utility plant		<u>42,000</u>	<u>-</u>	<u>42,000</u>	<u>1,602,555</u>	<u>1,644,555</u>
Working capital allowance						
150 Material and supplies	Schedule 5	-	-	-	-	-
166 Prepayments	Schedule 6	-	-	-	-	-
131 Working cash	Schedule 7	-	-	-	-	-
235 Customer deposits	Schedule 12	(2,432)	-	(2,432)	-	(2,432)
255 Accumulated deferred income taxes	Schedule 13	-	-	-	-	-
255 Deferred investment tax credits	Schedule 14	-	-	-	-	-
183 Other deferred debits	Schedule 15	157,482	-	157,482	-	157,482
253 Other deferred credits	Schedule 16	-	-	-	-	-
Total average base		<u>\$ 197,050</u>	<u>\$ -</u>	<u>\$ 197,050</u>	<u>\$ 1,602,555</u>	<u>\$ 1,799,605</u>

See independent accountants' report and summary of significant assumptions.

Jefferson County Public Service District
DETAIL OF WATER PLANT IN SERVICE
 For the year ended June 30, 2011

Statement B
 Schedule 1

Sheet 1 of 3

<u>Description</u>	<u>Balance Beginning of Year</u>	<u>Additions</u>	<u>Retirements</u>	<u>Other Changes</u>	<u>Balance End of Year</u>	<u>Average Monthly Balance</u>
Source of supply plant						
310 Land and land rights	\$ 2,066	\$ -	\$ -	\$ -	\$ 2,066	\$ 2,066
314 Wells and springs	9,955	-	-	-	9,955	9,955
316 Supply mains	1,240	-	-	-	1,240	1,240
Total	<u>13,261</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>13,261</u>	<u>13,261</u>
Pumping Plant						
321 Structures and improvements	74,279	-	-	-	74,279	74,279
325 Electric pumping equipment	18,234	-	-	-	18,234	18,234
Total	<u>92,513</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>92,513</u>	<u>92,513</u>
Transmission and distribution plant						
340 Land and land rights	-	-	-	-	-	-
343 Transmission and distribution mains	58,317	-	-	-	58,317	58,317
345 Services	6,524	-	-	-	6,524	6,524
346 Meters	10,071	-	-	-	10,071	10,071
348 Hydrants	122	-	-	-	122	122
Total	<u>75,034</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>75,034</u>	<u>75,034</u>
Total water utility plant	<u>\$ 180,808</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 180,808</u>	<u>\$ 180,808</u>

See independent accountants' report and summary of significant assumptions.

Jefferson County Public Service District
DETAIL OF WATER PLANT IN SERVICE (Continued)
 For the year ended June 30, 2011

Statement B
 Schedule 1

Sheet 2 of 3

<u>Description</u>	<u>Balance Beginning of Year</u>	<u>Additions</u>	<u>Retirements</u>	<u>Other Changes</u>	<u>Balance End of Year</u>	<u>Average Monthly Balance</u>
Totals from previous page:						
Total sewer plant in service	\$ <u>180,808</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>	\$: <u>180,808</u>	\$ <u>180,808</u>
Detail of utility plant in service adjustments:						
		314				325
		Wells and Springs				Electric Pumping
Going level	\$ 9,955		Going level		\$ 18,234	
Renovation of existing well houses	45,000	(1)	Addition of new pumps, tanks, control systems		343,000	(2)
Allocation of contingency and engineering	<u>12,425</u>	(7)	Allocation of contingency and engineering		99,166	(8)
Pro forma	<u>67,380</u>		Removal of the replaced items above		<u>(18,234)</u>	(13)
			Pro forma		\$ <u>442,166</u>	
		340				343
		Land and Land Rights				Trans. And Dist Mains
Going level	\$ -		Going level		\$ 58,317	
Easements	32,000	(5)				
Allocation of contingency and engineering	<u>9,463</u>	(12)	New lines and related items		965,000	(3)
Pro forma	<u>41,463</u>		Allocation of contingency and engineering		277,825	(9)
			Removal of the replaced items above		<u>(58,317)</u>	(14)
			Pro forma		\$ <u>1,242,825</u>	

See independent accountants' report and summary of significant assumptions.

Jefferson County Public Service District
DETAIL OF WATER PLANT IN SERVICE (Continued)
 For the year ended June 30, 2011

Statement B
 Schedule 1

Sheet 3 of 3

	<u>346</u> <u>Meters</u>		<u>345</u> <u>Services</u>	
Going level	\$ 10,071	Going level	\$ 6,524	
Addition of new meters	49,200	(6) New services	64,800	(4)
Allocation of contingency and engineering	14,199	(11) Allocation of contingency and engineering	18,618	(10)
Removal of the replaced items above	<u>(10,071)</u>	(16) Removal of the replaced items above	<u>(6,524)</u>	(15)
Pro forma	<u>63,399</u>	Pro forma	<u>\$ 83,418</u>	

See independent accountants' report and summary of significant assumptions.

Jefferson County Public Service District
DETAIL OF PLANT HELD FOR FUTURE USE
 For the year ended June 30, 2011

Statement B
 Schedule 2

<u>Asset Category</u>	<u>Balance Beginning of Year</u>	<u>Additions</u>	<u>Retirements</u>	<u>Other Changes</u>	<u>Balance End of Year</u>	<u>Average Monthly Balance</u>
105 Utility plant held for future use	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

See independent accountants' report and summary of significant assumptions.

Jefferson County Public Service District
DETAIL OF UNCLASSIFIED PLANT IN SERVICE
 For the year ended June 30, 2011

Statement B
 Schedule 3

<u>Asset Category</u>	<u>Balance Beginning of Year</u>	<u>Additions</u>	<u>Retirements</u>	<u>Other Changes</u>	<u>Balance End of Year</u>	<u>Average Monthly Balance</u>
103 Unclassified plant in service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

See independent accountants' report and summary of significant assumptions.

Jefferson County Public Service District
DETAIL OF CONSTRUCTION WORK IN PROGRESS
 For the year ended June 30, 2011

Statement B
 Schedule 4

<u>Asset Category</u>	<u>Balance Beginning of Year</u>	<u>Additions</u>	<u>Retirements</u>	<u>Other Changes</u>	<u>Balance End of Year</u>	<u>Average Monthly Balance</u>
107 Construction work in progress	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

See independent accountants' report and summary of significant assumptions.

Jefferson County Public Service District
DETAIL OF MATERIALS AND SUPPLIES
 For the year ended June 30, 2011

Statement B
 Schedule 5

<u>Asset Category</u>	<u>Balance Beginning of Year</u>	<u>Additions</u>	<u>Retirements</u>	<u>Other Changes</u>	<u>Balance End of Year</u>	<u>Average Monthly Balance</u>
150 Materials and supplies	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

See independent accountants' report and summary of significant assumptions.

Jefferson County Public Service District
DETAIL OF PREPAYMENTS
 For the year ended June 30, 2011

Statement B
 Schedule 6

<u>Asset Category</u>	<u>Balance Beginning of Year</u>	<u>Additions</u>	<u>Retirements</u>	<u>Other Changes</u>	<u>Balance End of Year</u>	<u>Average Monthly Balance</u>
183 Prepayments						
None	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

See independent accountants' report and summary of significant assumptions.

Jefferson County Public Service District
DETAIL OF WORKING CAPITAL ALLOWANCE
 For the year ended June 30, 2011

Statement B
 Schedule 7

<u>Asset Category</u>	<u>Balance Beginning of Year</u>	<u>Additions</u>	<u>Retirements</u>	<u>Other Changes</u>	<u>Balance End of Year</u>	<u>Average Monthly Balance</u>
122 Working capital allowance	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

See independent accountants' report and summary of significant assumptions.

Jefferson County Public Service District
**DETAIL OF ACCUMULATED PROVISION FOR
DEPRECIATION AND AMORTIZATION**
For the year ended June 30, 2011

Statement B
Schedule 8

<u>Asset Category</u>	<u>Balance Beginning of Year</u>	<u>Additions</u>	<u>Retirements</u>	<u>Other Changes</u>	<u>Balance End of Year</u>	<u>Average Monthly Balance</u>
110 Accumulated depreciation	\$ <u>57,867</u>	\$ <u>6,591</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>64,458</u>	\$ <u>61,163</u>
Total	\$ <u>57,867</u>	\$ <u>6,591</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>64,458</u>	\$ <u>61,163</u>

Pro forma adjustments to add additional depreciation for asset purchases

250.1 Accumulated depreciation per books	\$ 64,458	
Depreciation from Statement A schedule 3	<u>56,300</u>	(17)
250.1 Accumulated depreciation pro forma	<u>\$ 120,758</u>	

See independent accountants' report and summary of significant assumptions.

Jefferson County Public Service District
DETAIL OF RETIREMENT WORK IN PROGRESS
 For the year ended June 30, 2011

Statement B
 Schedule 9

<u>Asset Category</u>	<u>Balance Beginning of Year</u>	<u>Additions</u>	<u>Retirements</u>	<u>Other Changes</u>	<u>Balance End of Year</u>	<u>Average Monthly Balance</u>
144 Retirement work in progress	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

See independent accountants' report and summary of significant assumptions.

Jefferson County Public Service District
DETAIL OF CONTRIBUTIONS IN AID OF CONSTRUCTION
 For the year ended June 30, 2011

Statement B
 Schedule 10

<u>Asset Category</u>	<u>Balance Beginning of Year</u>	<u>Additions</u>	<u>Retirements</u>	<u>Other Changes</u>	<u>Balance End of Year</u>	<u>Average Monthly Balance</u>
271 Detail of contributions in aid of construction	\$ 74,350	\$ -	\$ -	\$ -	\$ 74,350	\$ 74,350
Total	\$ 74,350	\$ -	\$ -	\$ -	\$ 74,350	\$ 74,350

See independent accountants' report and summary of significant assumptions.

Jefferson County Public Service Commission
DETAIL OF CUSTOMERS' ADVANCES FOR CONSTRUCTION
 For the year ended June 30, 2011

Statement B
 Schedule 11

<u>Asset Category</u>	<u>Balance Beginning of Year</u>	<u>Additions</u>	<u>Retirements</u>	<u>Other Changes</u>	<u>Balance End of Year</u>	<u>Average Monthly Balance</u>
252 Customers' advances for construction	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

See independent accountants' report and summary of significant assumptions.

Jefferson County Public Service District
DETAIL OF CUSTOMERS' DEPOSITS
 For the year ended June 30, 2011

Statement B
 Schedule 12

<u>Asset Category</u>	<u>Balance Beginning of Year</u>	<u>Additions</u>	<u>Retirements</u>	<u>Other Changes</u>	<u>Balance End of Year</u>	<u>Average Monthly Balance</u>
235 Customers' deposits	\$ <u>2,304</u>	\$ <u>128</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>2,432</u>	\$ <u>2,368</u>
Total	\$ <u>2,304</u>	\$ <u>128</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>2,432</u>	\$ <u>2,368</u>

See independent accountants' report and summary of significant assumptions.

Jefferson County Public Service District
ACCUMULATED DEFERRED INCOME TAXES
 For the year ended June 30, 2011

Statement B
 Schedule 13

<u>Asset Category</u>	<u>Balance Beginning of Year</u>	<u>Additions</u>	<u>Retirements</u>	<u>Other Changes</u>	<u>Balance End of Year</u>	<u>Average Monthly Balance</u>
255 Accumulated deferred income taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

See independent accountants' report and summary of significant assumptions.

Jefferson County Public Service District
DEFERRED INVESTMENT TAX CREDITS
 For the year ended June 30, 2011

Statement B
 Schedule 14

<u>Asset Category</u>	<u>Balance Beginning of Year</u>	<u>Additions</u>	<u>Retirements</u>	<u>Other Changes</u>	<u>Balance End of Year</u>	<u>Average Monthly Balance</u>
253 Deferred investment tax credits	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

See independent accountants' report and summary of significant assumptions.

Jefferson County Public Service District
OTHER DEFERRED DEBITS
 For the year ended June 30, 2011

Statement B
 Schedule 15

<u>Asset Category</u>	<u>Balance Beginning of Year</u>	<u>Additions</u>	<u>Retirements</u>	<u>Other Changes</u>	<u>Balance End of Year</u>	<u>Average Monthly Balance</u>
183 Other deferred debits	\$ <u>157,482</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>157,482</u>	\$ <u>157,482</u>
Total	\$ <u>157,482</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>157,482</u>	\$ <u>157,482</u>

See independent accountants' report and summary of significant assumptions.

Jefferson County Public Service District
OTHER DEFERRED CREDITS
 For the year ended June 30, 2011

Statement B
 Schedule 16

<u>Asset Category</u>	<u>Balance Beginning of Year</u>	<u>Additions</u>	<u>Retirements</u>	<u>Other Changes</u>	<u>Balance End of Year</u>	<u>Average Monthly Balance</u>
253 Other deferred credits	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

See independent accountants' report and summary of significant assumptions.

Jefferson County Public Service District
DETAIL OF DEBT CAPITAL PER BOOKS
 June 30, 2011

Statement C
 Schedule 1

Per Books:

<u>Title of Issue</u>	<u>Date of Issuance</u>	<u>Date of Maturity</u>	<u>Interest Rate</u>	<u>Realized from Debt</u>	<u>Sinking Fund</u>	<u>Bond Resolution</u>
WDA - Series 1997	12/15/1997	12/1/2017	0.00% \$	145,000	No	Attached CD
Total					\$ <u> -</u>	

<u>Title of Issue</u>	<u>Balance at July 1, 2010</u>	<u>Principal Paid during Year</u>	<u>Balance at June 30, 2011</u>	<u>Interest Paid during Year</u>
WDA - Series 1997	\$ <u> 145,000</u>	\$ <u> -</u>	\$ <u> 145,000</u>	\$ <u> -</u>

See independent accountants' report and summary of significant assumptions.

Jefferson County Public Service District
DETAIL OF DEBT AND CAPITAL PRO FORMA LEVEL
 June 30, 2011

Statement C
 Schedule 2

Pro Forma Debt Service at the Highest Debt Service Year:

Fiscal year June 30, 2013	Principal Paid during <u>Year</u>	Interest Paid during <u>Year</u>	Total Principal and <u>Interest Paid</u>
<u>Title of Issue</u>			
WDA - Series 1997	\$ -	\$ -	\$ -
WDA - Series 2012	<u>32,845</u>	<u>-</u>	<u>32,845</u>
Total	\$ <u>32,845</u>	\$ <u>-</u>	\$ <u>32,845</u>

See independent accountants' report and summary of significant assumptions.

Jefferson County Public Service District
DETAIL OF DEBT CAPITAL
 For the years ending after June 30, 2011

Statement C
 Schedule 3
 Sheet 1 of 2

2012 A Bond Series

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2012	\$ -	\$ -	\$ -
2013	32,845	-	32,845
2014	32,845	-	32,845
2015	32,845	-	32,845
2016	32,845	-	32,845
2017	32,845	-	32,845
2018	32,845	-	32,845
2019	32,845	-	32,845
2020	32,845	-	32,845
2021	32,845	-	32,845
2022	32,845	-	32,845
2023	32,845	-	32,845
2024	32,845	-	32,845
2025	32,845	-	32,845
2026	32,845	-	32,845
2027	32,845	-	32,845
2028	32,845	-	32,845
2029	32,845	-	32,845
2030	32,845	-	32,845
2031	32,845	-	32,845
2032	32,845	-	32,845
2033	32,845	-	32,845
2034	32,845	-	32,845
2035	32,845	-	32,845
2036	32,845	-	32,845
2037	32,845	-	32,845
2038	32,845	-	32,845
2039	32,845	-	32,845
2040	32,845	-	32,845
2041	32,845	-	32,845
2042	32,845	-	32,845
Totals	<u>\$ 985,350</u>	<u>\$ -</u>	<u>\$ 985,350</u>

See independent accountants' report and summary of significant assumptions.

Jefferson County Public Service District
DETAIL OF DEBT CAPITAL
 For the years ending after June 30, 2011

Statement C
 Schedule 3
 Sheet 2 of 2

Long-Term Debt Pro forma

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2012	\$ -	\$ -	\$ -
2013	32,845	-	32,845
2014	32,845	-	32,845
2015	32,845	-	32,845
2016	32,845	-	32,845
2017	32,845	-	32,845
2018	32,845	-	32,845
2019	32,845	-	32,845
2020	32,845	-	32,845
2021	32,845	-	32,845
2022	32,845	-	32,845
2023	32,845	-	32,845
2024	32,845	-	32,845
2025	32,845	-	32,845
2026	32,845	-	32,845
2027	32,845	-	32,845
2028	32,845	-	32,845
2029	32,845	-	32,845
2030	32,845	-	32,845
2031	32,845	-	32,845
2032	32,845	-	32,845
2033	32,845	-	32,845
2034	32,845	-	32,845
2035	32,845	-	32,845
2036	32,845	-	32,845
2037	32,845	-	32,845
2038	32,845	-	32,845
2039	32,845	-	32,845
2040	32,845	-	32,845
2041	32,845	-	32,845
2042	32,845	-	32,845
Totals	<u>\$ 985,350</u>	<u>\$ -</u>	<u>\$ 985,350</u>

See independent accountants' report and summary of significant assumptions.

Jefferson County Public Service District
BILL ANALYSIS - PER BOOKS
 For the year ended June 30, 2011

Statement D
 Sheet 1 of 4

Customer Bill Analysis

Residential Customers

PER BOOKS	Number of Bills	Gallons (000)	Minimum Bills	Minimum		0 to 5,000 Gallons	Over 5,000 Gallons	Total Revenue
				Rate	Revenue			
0 to 2,500 Gallons	700	730	700	\$ 23.50	\$ 16,450			
2,501 to 5,000 Gallons	418	1,530				1,530		
Over 5,000 Gallons	254	2,092				1,270	822	
	<u>1,372</u>	<u>4,352</u>				2,800	822	
Present rates - \$						\$ 9.40	\$ 8.80	
Revenue per analysis - \$					\$ 16,450	26,320	7,234	\$ 50,004
Correction factor								0.995680
Residential revenue								\$ 49,788

See independent accountants' report and summary of significant assumptions.

Jefferson County Public Service District
BILL ANALYSIS - PER BOOKS
 For the year ended June 30, 2011

Statement D
 Sheet 2 of 4

Customer Bill Analysis

Commercial Customers

PER BOOKS	Number of Bills	Gallons (000)	Minimum Bills	Minimum		0 to 5,000 Gallons	Over 5,000 Gallons	Total Revenue
				Rate	Revenue			
0 to 2,500 Gallons	12	4	12	\$ 23.50	\$ 282			
2,501 to 5,000 Gallons	-	-				-		
Over 5,000 Gallons	-	-				-	-	
	<u>12</u>	<u>4</u>				-	-	
Present rates - \$						\$ 9.40	\$ 8.80	
Revenue per analysis - \$					\$ 282	-	-	\$ 282
Correction factor								<u>1.017730</u>
Commercial revenue								\$ <u>287</u>

See independent accountants' report and summary of significant assumptions.

Jefferson County Public Service District
BILL ANALYSIS - PRO FORMA
 For the year ended June 30, 2011

Statement D
 Sheet 3 of 4

Customer Bill Analysis

Residential Customers

PRO FORMA	Number of Bills	Gallons (000)	Minimum Bills	Minimum		0 to 5,000 Gallons	Over 5,000 Gallons	Total Revenue
				Rate	Revenue			
0 to 2,500 Gallons	700	730	700	\$ 35.72	\$ 25,004			
2,501 to 5,000 Gallons	418	1,530				1,530		
Over 5,000 Gallons	254	2,092				1,270	822	
	<u>1,372</u>	<u>4,352</u>				2,800	822	
Pro forma rates - \$						\$ 14.29	\$ 13.38	
Revenue per analysis - \$					\$ 25,004	40,006	10,995	\$ 76,005
Correction factor								0.995680
Residential revenue								\$ 75,677

Factor

152%

See independent accountants' report and summary of significant assumptions.

Jefferson County Public Service District
BILL ANALYSIS - PRO FORMA
 For the year ended June 30, 2011

Statement D
 Sheet 4 of 4

Customer Bill Analysis

Commercial Customers

PRO FORMA	Number of Bills	Gallons (000)	Minimum Bills	Minimum		0 to 5,000 Gallons	Over 5,000 Gallons	Total Revenue
				Rate	Revenue			
0 to 2,500 Gallons	12	4	12	\$ 35.72	\$ 429			
2,501 to 5,000 Gallons	-	-				-		
Over 5,000 Gallons	-	-				-	-	
	<u>12</u>	<u>4</u>				-	-	
Pro forma rates - \$						\$ 14.29	\$ 13.38	
Revenue per analysis - \$					\$ 429	-	-	\$ 429
Correction factor								1.017730
Commercial revenue								\$ <u>437</u>

See independent accountants' report and summary of significant assumptions.

Jefferson County Public Service District
COMPARISON OF STAFF RECOMMENDED AND APPROVED TO PROPOSED TARIFFS
 For the year ended June 30, 2011

Statement D
 Schedule 1

	<u>Current Tariff</u>	<u>Proposed</u>	<u>Increased Dollars</u>	<u>Increase Percentage</u>
Rates				
2,501 to 5,000 Gallons	\$ 9.40	\$ 14.29	\$ 4.89	52.0%
Over 5,000 Gallons	8.80	13.38	4.58	52.0%
Minimum Charge				
Per Month (2,500 Gallon)	23.50	35.72	12.22	52.0%

See independent accountants' report and summary of significant assumptions.

Jefferson County Public Service District
PUBLIC SERVICE COMMISSION OF WEST VIRGINIA
"PER BOOKS" Approved August 31, 2001

Statement D
Schedule 2
Sheet 1 of 1

APPLICABILITY

Applicable within the entire territory served.

AVAILABILITY

Available for general domestic, commercial, and industrial service

RATES

First	5,000 gallons used per month	\$9.40 per 1,000 gallons used
All over	5,000 gallons used per month	\$8.80 per 1,000 gallons used

MINIMUM CHARGE

No bill will be rendered for less than the following amount, according to the size of the meter installed:

5/8 inch meter (Based on 2,500 gallons usage) \$23.50 per month

SERVICE CONNECTION CHARGE

\$300

RECONNECTION CHARGE

\$20

DELAYED PAYMENT PENALTY

The above schedule is net. On all accounts not paid in full when due, ten percent (10%) will be added to the net current amount unpaid. This delayed payment penalty is not interest and is only to be collected once for each bill where it is appropriate.

RETURN CHECKS FOR INSUFFICIENT FUNDS

If a check is returned by the bank for any reason, the bank's charge to Jefferson County Public Service District shall be the District's charge to the customer for such bad check, but such charge shall not exceed \$15.00.

INCREMENTAL COST OF WATER PRODUCED

\$0.51 per 1,000 gallons. To be used where the bill reflects unusual consumption which can be attributed to eligible leakage on the customer's side of the meter. This rate is used to calculate consumption above the customer's historic usage.

Jefferson County Public Service District
PUBLIC SERVICE COMMISSION OF WEST VIRGINIA
PROPOSED "PRO FORMA" TARIFF

Statement D
Schedule 3
Sheet 1 of 1

APPLICABILITY

Applicable within the entire territory served.

AVAILABILITY

Available for general domestic, commercial, and industrial service

RATES

(A) First 5,000 gallons used per month	\$14.29 per 1,000 gallons used
(A) All over 5,000 gallons used per month	\$13.38 per 1,000 gallons used

MINIMUM CHARGE

No bill will be rendered for less than the following amount, according to the size of the meter installed:

(A) 5/8 inch meter (Based on 2,500 gallons usage)	\$35.72 per month
---	-------------------

SERVICE CONNECTION CHARGE

(A) \$400

RECONNECTION CHARGE

\$20

DELAYED PAYMENT PENALTY

The above schedule is net. On all accounts not paid in full when due, ten percent (10%) will be added to the net current amount unpaid. This delayed payment penalty is not interest and is only to be collected once for each bill where it is appropriate.

RETURN CHECKS FOR INSUFFICIENT FUNDS

(A) If a check is returned by the bank for any reason, the bank's charge to Jefferson County Public Service District shall be the District's charge to the customer for such bad check, but such charge shall not exceed \$25.00.

INCREMENTAL COST OF WATER PRODUCED

\$0.51 per 1,000 gallons. To be used where the bill reflects unusual consumption which can be attributed to eligible leakage on the customer's side of the meter. This rate is used to calculate consumption above the customer's historic usage.

(A) Indicated increase

Jefferson County Public Service District
ALLOCATION OF COST OF SERVICE

June 30, 2011

Statement E

Jefferson County Public Service District is not a multijurisdictional utility of which operations require apportionment of cost of services between jurisdictions. In addition, the District is not seeking a departure in the rate structure approved by the Commission. Statement E is not required to be prepared according to rules for the construction and filing of tariffs.

See independent accountants' report and summary of significant assumptions.

Jefferson County Public Service District
COMPARATIVE BALANCE SHEETS
 June 30, 2011 and 2010

Statement F
 Sheet 1 of 2

ASSETS AND OTHER DEBITS

	<u>June 30, 2011</u>	<u>June 30, 2010</u>
Utility plant		
100 Water plant	\$ 180,808	\$ 180,808
110 Less Accum. Prov. For Deprec. and Amort.	<u>64,458</u>	<u>57,867</u>
Water plant less reserves	<u>116,350</u>	<u>122,941</u>
 Current and accrued assets		
131 Cash and Working Funds	145,996	134,913
142 Customer Accounts Receivable	<u>5,812</u>	<u>6,011</u>
Total current and accrued assets	<u>151,808</u>	<u>140,924</u>
 Deferred debits		
183 Other deferred debits	<u>157,482</u>	<u>157,482</u>
Total deferred debits	<u>157,482</u>	<u>157,482</u>
Total assets and other debits	<u>\$ 425,640</u>	<u>\$ 421,347</u>

See independent accountants' report and summary of significant assumptions.

Jefferson County Public Service District
COMPARATIVE BALANCE SHEETS (Continued)
 June 30, 2011 and 2010

Statement F
 Sheet 2 of 2

LIABILITIES AND OTHER CREDITS

	<u>June 30, 2011</u>	<u>June 30, 2010</u>
Equity Capital		
215 Retained Earnings	\$ <u>190,775</u>	\$ <u>183,376</u>
Long-term debt		
224 Other Long-term Debt	<u>145,000</u>	<u>145,000</u>
Total Long-term Debt	<u>145,000</u>	<u>145,000</u>
Current and Accrued Liabilities		
232 Accounts payable	439	3,673
234 Accounts payable to Associated Companies	12,482	12,482
235 Customer Deposits	2,432	2,304
238 Other Current and Accrued Liabilities	<u>162</u>	<u>162</u>
Total current and accrued assets	<u>15,515</u>	<u>18,621</u>
Contributions in Aid of Construction		
271 Contributions in Aid of Construction	<u>74,350</u>	<u>74,350</u>
Total liabilities and equity	\$ <u>425,640</u>	\$ <u>421,347</u>

See independent accountants' report and summary of significant assumptions.

Jefferson County Public Service District
COMPARATIVE STATEMENTS OF EARNED SURPLUS
June 30, 2011 and 2010

Statement F
Schedule 1

EARNED SURPLUS

	<u>June 30, 2011</u>	<u>June 30, 2010</u>
Earned surplus (at beginning of period)	\$ 183,376	\$ 185,960
Balance transfer from income account	7,398	(2,585)
Miscellaneous appropriations of surplus	<u>1</u>	<u>1</u>
Earned surplus (at end of period)	\$ <u>190,775</u>	\$ <u>183,376</u>

See independent accountants' report and summary of significant assumptions.

Jefferson County Public Service District
CASH FLOW ANALYSIS
For the year ended June 30, 2011

Statement F
Schedule 2

	<u>Per Books</u>	<u>Going Level Adjustments</u>	<u>Going Level</u>	<u>Pro Forma Adjustments</u>	<u>Pro Forma</u>
Available cash:					
Domestic service	\$ 49,788	\$ -	\$ 49,788	\$ 25,889	\$ 75,677
Commercial service	287	-	287	150	437
Forfeited discounts	1,314	-	1,314	683	1,997
Interest income	65	-	65	-	65
Total cash available	<u>51,454</u>	<u>-</u>	<u>51,454</u>	<u>26,722</u>	<u>78,176</u>
Cash requirements:					
Operating and maintenance expenses	<u>37,461</u>	<u>-</u>	<u>37,461</u>	<u>2,566</u>	<u>40,027</u>
Cash available for debt service (A)	<u>13,993</u>	<u>-</u>	<u>13,993</u>	<u>24,156</u>	<u>38,149</u>
Debt service requirements:					
Series 2012	<u>-</u>	<u>-</u>	<u>-</u>	<u>32,845 (23)</u>	<u>32,845</u>
Subtotal (B)	<u>-</u>	<u>-</u>	<u>-</u>	<u>32,845</u>	<u>32,845</u>
Remaining cash surplus (deficit)	<u>13,993</u>	<u>-</u>	<u>13,993</u>	<u>(8,689)</u>	<u>5,304</u>
Cash surplus available for capital additions					
Renewal and replacement reserve (2.5%) of total cash available	Not Required	-	Not Required	-	1,954
Remaining surplus after R&R fund	<u>13,993</u>	<u>-</u>	<u>13,993</u>	<u>(8,689)</u>	<u>3,350</u>
Total available for capital additions	<u>\$ 13,993</u>	<u>\$ -</u>	<u>\$ 13,993</u>	<u>\$ (8,689)</u>	<u>\$ 5,304</u>
Coverage ratio (A/B)	<u>Not Required</u>		<u>Not Required</u>		<u>116.1%</u>

See independent accountants' report and summary of significant assumptions.

Jefferson County Public Service District
DETAIL OF ADJUSTMENTS - PRO FORMA
For the year ended June 30, 2011

Statement G
Schedule 1
Sheet 1 of 6

<u>Adjustment Number</u>	<u>Pro Forma Adjustments</u>	<u>Increase (Decrease)</u>	<u>Statement</u>
(1)	314 Wells and Springs	<u>\$ 45,000</u>	B, Schedule 1
	Going level	\$ 9,955	
	Adjustment (1)	<u>45,000</u>	
	Pro forma after adjustment (1)	<u>\$ 54,955</u>	
	To record the renovation of existing well houses.		
(2)	325 Electric Pumping Equipment	<u>\$ 343,000</u>	B, Schedule 1
	Going level	\$ 18,234	
	Adjustment (2)	<u>343,000</u>	
	Pro forma after adjustment (2)	<u>\$ 361,234</u>	
	To record the addition of new pumps, tanks, control and other related systems.		
(3)	343 Transmission and Distribution Mains	<u>\$ 965,000</u>	B, Schedule 1
	Going level	\$ 58,317	
	Adjustment (3)	<u>965,000</u>	
	Pro forma after adjustment (3)	<u>\$ 1,023,317</u>	
	materials.		
(4)	345 Services	<u>\$ 64,800</u>	B, Schedule 1
	Going level	\$ 6,524	
	Adjustment (4)	<u>64,800</u>	
	Pro forma after adjustment (4)	<u>\$ 71,324</u>	
	To record new services installed.		
(5)	340 Land and land rights	<u>\$ 32,000</u>	B, Schedule 1
	Going level	\$ -	
	Adjustment (5)	<u>32,000</u>	
	Pro forma after adjustment (5)	<u>\$ 32,000</u>	
	To record the cost of acquiring the required easements.		

See independent accountants' report and summary of significant assumptions.

Jefferson County Public Service District
DETAIL OF ADJUSTMENTS - PRO FORMA
For the year ended June 30, 2011

Statement G
Schedule 1
Sheet 2 of 6

<u>Adjustment Number</u>	<u>Pro Forma Adjustments</u>	<u>Increase (Decrease)</u>	<u>Statement</u>
(6)	346 Meters	<u>\$ 49,200</u>	B, Schedule 1
	Going level	\$ 10,071	
	Adjustment (6)	<u>49,200</u>	
	Pro forma after adjustment (6)	<u>\$ 59,271</u>	
	To record the replacement of meters.		
(7)	314 Wells and springs	<u>\$ 12,425</u>	B, Schedule 1
	Going level	\$ 9,955	
	Adjustment (1)	45,000	
	Adjustment (7)	<u>12,425</u>	
	Pro forma after adjustment (7)	<u>\$ 67,380</u>	
	To record the allocation of contingency and engineering fees.		
(8)	325 Electric pumping equipment	<u>\$ 99,166</u>	B, Schedule 1
	Going level	\$ 18,234	
	Adjustment (2)	343,000	
	Adjustment (8)	<u>99,166</u>	
	Pro forma after adjustment (8)	<u>\$ 460,400</u>	
	To record the allocation of contingency and engineering fees.		
(9)	343 Transmission and distribution mains	<u>\$ 277,825</u>	B, Schedule 1
	Going level	\$ 58,317	
	Adjustment (3)	965,000	
	Adjustment (9)	<u>277,825</u>	
	Pro forma after adjustment (9)	<u>\$ 1,301,142</u>	
	To record the allocation of contingency and engineering fees.		

See independent accountants' report and summary of significant assumptions.

Jefferson County Public Service District
DETAIL OF ADJUSTMENTS - PRO FORMA
For the year ended June 30, 2011

Statement G
Schedule 1
Sheet 3 of 6

Adjustment Number	<u>Pro Forma Adjustments</u>	Increase (Decrease)	<u>Statement</u>
(10)	345 Services	<u>\$ 18,618</u>	B, Schedule 1
	Going level	\$ 6,524	
	Adjustment (4)	64,800	
	Adjustment (10)	<u>18,618</u>	
	Pro forma after adjustment (10)	<u>\$ 89,942</u>	
	To record the allocation of contingency and engineering fees.		
(11)	346 Meters	<u>\$ 14,199</u>	B, Schedule 1
	Going level	\$ 10,071	
	Adjustment (6)	49,200	
	Adjustment (11)	<u>14,199</u>	
	Pro forma after adjustment (11)	<u>\$ 73,470</u>	
	To record the allocation of contingency and engineering fees.		
(12)	340 Land and land rights	<u>\$ 9,463</u>	B, Schedule 1
	Going level	\$ -	
	Adjustment (5)	32,000	
	Adjustment (12)	<u>9,463</u>	
	Pro forma after adjustment (11)	<u>\$ 41,463</u>	
	To record the allocation of contingency and engineering fees.		
(13)	325 Electric pumping equipment	<u>\$ (18,234)</u>	B, Schedule 1
	Going level	\$ 18,234	
	Adjustment (2)	343,000	
	Adjustment (8)	99,166	
	Adjustment (13)	<u>(18,234)</u>	
	Pro forma after adjustment (13)	<u>\$ 442,166</u>	
	To remove disposed of electric pumping equipment.		

See independent accountants' report and summary of significant assumptions.

Jefferson County Public Service District
DETAIL OF ADJUSTMENTS - PRO FORMA
For the year ended June 30, 2011

Statement G
Schedule 1
Sheet 4 of 6

Adjustment Number	Pro Forma Adjustments	Increase (Decrease)	Statement
(14)	343 Transmission and distribution mains	\$ <u>(58,317)</u>	B, Schedule 1
	Going level	\$ 58,317	
	Adjustment (3)	965,000	
	Adjustment (9)	277,825	
	Adjustment (14)	<u>(58,317)</u>	
	Pro forma after adjustment (14)	<u>\$ 1,242,825</u>	
	To dispose of transmission and distribution mains that were replaced.		
(15)	345 Services	\$ <u>(6,524)</u>	B, Schedule 1
	Going level	\$ 6,524	
	Adjustment (4)	64,800	
	Adjustment (10)	18,618	
	Adjustment (15)	<u>(6,524)</u>	
	Pro forma after adjustment (15))	<u>\$ 83,418</u>	
	To dispose of services which were replaced with the project.		
(16)	346 Meters	\$ <u>(10,071)</u>	B, Schedule 1
	Going level	\$ 10,071	
	Adjustment (6)	49,200	
	Adjustment (11)	14,199	
	Adjustment (16)	<u>(10,071)</u>	
	Pro forma after adjustment (16)	<u>\$ 63,399</u>	
	To reflect pro forma rate per Statement D.		
(17)	403 Depreciation	\$ <u>56,300</u>	A, Schedule 3
	Going level	\$ 6,591	
	Adjustment (17)	<u>56,300</u>	
	Pro forma after adjustment (17)	<u>\$ 62,891</u>	
	To adjust depreciation expense to reflect additions less disposals.		
(18)	428 Amortization of bond issuance cost	\$ <u>1,333</u>	A, Schedule 7
	Going level	\$ -	
	Adjustment (18)	<u>1,333</u>	
	Pro forma after adjustment (18)	<u>\$ 1,333</u>	
	To record amortization of estimated bond issuance cost of \$40,000 to be amortized over 30 years. Please see statement A, schedule 7 for calculation.		

See independent accountants' report and summary of significant assumptions.

Jefferson County Public Service District
DETAIL OF ADJUSTMENTS - PRO FORMA
 For the year ended June 30, 2011

Statement G
 Schedule 1
 Sheet 5 of 6

<u>Adjustment Number</u>	<u>Pro Forma Adjustments</u>	<u>Increase (Decrease)</u>	<u>Statement</u>
(19)	601.1 Domestic service	<u>\$ 25,889</u>	A, Schedule 1
	Going level	\$ 49,788	
	Adjustment (19)	<u>25,889</u>	
	Pro forma after adjustment (19)	<u>\$ 75,677</u>	
	To reflect pro forma rate per Statement D.		
(20)	601.2 commercial service	<u>\$ 150</u>	A, Schedule 1
	Going level	\$ 287	
	Adjustment (20)	<u>150</u>	
	Pro forma after adjustment (20)	<u>\$ 437</u>	
	To reflect pro forma rate per Statement D.		
(21)	612 Forfeited discounts and penalties	<u>\$ 683</u>	A, Schedule 1
	Going level	\$ 1,314	
	Adjustment	<u>683</u>	
	Pro forma after adjustment (21)	<u>\$ 1,997</u>	
	To reflect pro forma rate per Statement D.		
	Total metered revenues going level	(a) \$ 50,075	
	Total metered revenues pro forma	(b) \$ 76,114	
	Forfeited discounts going level	(c) \$ 1,314	
	Calculation:		
	Forfeited discounts and penalties (b) / (a) X (c)	<u>\$ 1,997</u>	
(22)	689 Miscellaneous general expenses	<u>\$ 2,566</u>	A, Schedule 2
	Going level	\$ 809	
	Adjustment (22)	<u>2,566</u>	
	Pro forma after adjustment (22)	<u>\$ 3,375</u>	
	To record administrative fees associated with 2012 bond series 30 year bond at 1/2% administrative fee.		

See independent accountants' report and summary of significant assumptions.

Jefferson County Public Service District
DETAIL OF ADJUSTMENTS - PRO FORMA
 For the year ended June 30, 2011

Statement G
 Schedule 1
 Sheet 6 of 6

<u>Adjustment Number</u>	<u>Pro Forma Adjustments</u>	<u>Increase (Decrease)</u>	<u>Statement</u>
(23)	Series 2012 bond	\$ <u>32,845</u>	F, Schedule 2
	Going level	\$ -	
	Adjustment (23)	<u>32,845</u>	
	Pro forma after adjustment (23)	<u>32,845</u>	

Jefferson County Public Service District
SUMMARY OF SIGNIFICANT ASSUMPTIONS

For the year ended June 30, 2011

PER BOOKS

The per books operating revenues, operation and maintenance expenses, other income, and other income deductions are based on the West Virginia Public Service Commission Annual Report for the fiscal year ended June 30, 2011 which is considered as the "base year".

GOING LEVEL

There are no going level adjustments presented in this exhibit.

PRO FORMA

Pro forma adjustments provide for recording of certain additions to the Cavaland and Glen Haven water systems and related debt service. Revenues were estimated to provide the District with sufficient revenue to meet its debt service requirements.

Cavaland Water System:

Cavaland Water System was constructed by developers in 1987. The existing distribution system consists of many dead-ends, inadequate valving and small diameter pipes.

Glen Haven System:

Glen Haven system was constructed in 1965 and similar to Cavaland system, consists of many dead-ends, inadequate valving and small diameter pipes. The source could also be under the influence of surface water if proven by subsequent water quality testing.

Project:

The District's engineers, Gwin Dobson and Forman ("GD&F") recommends repairs to the well housing and replacement of the water distribution system for both Cavaland and Glen Haven.

Pro forma adjustments 1 through 17 relate to recording: the additions of the new project, estimated first year depreciation and the disposal of the distribution system which will be replaced.

Funding and rates:

Per the July 1, 2011 through June 30, 2012 Intended Use Plan ("Plan"), under section E Loan Terms and Fees, subsection Interest Rate, "The affordability standard for annual water user rates is set at 1.5% of Median Household Income for 4,000 gallon monthly usage. Water rates equal to or greater than this standard will be considered disadvantaged." The Plan also states "Funding will be provided at up to 50% principal forgiveness in combination with remaining fund at 0% loan for disadvantaged public service systems." Finally the Plan states, "For those projects approved at Infrastructure Council after July 15, 2011, a 1/2% loan for disadvantaged public water systems will be provided with up to 50% principal forgiveness".

Jefferson County Public Service District
SUMMARY OF SIGNIFICANT ASSUMPTIONS
 For the year ended June 30, 2011

PRO FORMA (Continued)

Pro forma adjustments 22 and 23 reflect debt service and fee requirements for a 30 year bond with a 1/2% administrative fee for the original amount \$985,350. The remainder of the project financing in the amount of \$985,350 is projected to be subsidized in the form of either principal forgiveness or negative interest loan.

Pro forma adjustments 19 through 21 reflect an increase in rates to support the debt service, related normal coverage requirement of 115% and related administrative fee for the \$985,350 bond.

The District's engineers GD&F and personnel have estimated the cost and financing of the following items:

	<u>Cavaland</u>	<u>Glen Haven</u>	<u>Total</u>
Construction	\$ 564,300	\$1,049,400	\$ 1,613,700
Technical services	65,000	116,000	181,000
Legal services	24,382	20,618	45,000
Administrative services	20,545	29,455	50,000
Financing	16,436	23,564	40,000
Permits	822	1,178	2,000
Land costs	22,000	-	22,000
Project contingency	<u>7,459</u>	<u>9,541</u>	<u>17,000</u>
	<u>\$ 720,944</u>	<u>\$1,249,756</u>	1,970,700
Amount financed through 30 year 1/2 percent administrative fee limited to 50% of project as noted in the Plan			<u>985,350</u>
Amount to be financed with negative amortization bond or forgiveness of principal			<u>\$ 985,350</u>

JEFFERSON COUNTY PUBLIC SERVICE DISTRICT, a public utility
OF
RANSON, WEST VIRGINIA
RATES, RULES AND REGULATIONS FOR FURNISHING
WATER

at Cavaland County Subdivision, Shepherdstown, the unincorporated areas in the vicinities of Charles Town and Ranson, and near Bakerton (formerly Glen Haven Utilities), and the area formerly served by Keyes Ferry Acres Water Company

Filed with **THE PUBLIC SERVICE COMMISSION**
of
WEST VIRGINIA

Issued August 31, 2001

Effective for service rendered on and after August 29, 2001
or as otherwise provided herein

Issued by authority of an order of the
Public Service Commission of West Virginia
in Case No. 00-0563-PWD-19A final
August 29, 2001 as otherwise provided herein

Issued by Jefferson County Public Service District, a public utility

By _____

Title

Jefferson County Public Service District

P.S.C. W.VA. Tariff No. 5

RULES AND REGULATIONS

- I. Rules and Regulations for the Government of Water Utilities, adopted by the Public Service Commission of West Virginia, and now in effect, and all amendments thereto and modifications thereof hereafter made by said Commission.

(C) APPLICABILITY

Applicable within entire service territory.

(C) AVAILABILITY OF SERVICE

Available for general domestic and commercial service.

(A) RATES

First	5,000 gallons used per month	\$9.40 per 1,000 gallons used
All over	5,000 gallons used per month	\$8.80 per 1,000 gallons used

(A) MINIMUM CHARGE

No bill will be rendered for less than the following amount, according to the size of the meter installed:

5/8 inch meter (Based on 2,500 gallons usage) \$23.50 per month

SERVICE CONNECTION CHARGE

\$300

RECONNECTION CHARGE

\$20

DELAYED PAYMENT PENALTY

The above tariff is net. On all current usage billings not paid within twenty (20) days, ten percent (10%) will be added to the net current amount unpaid. This delayed payment penalty is not interest and is to be collected only once for each bill where it is appropriate.

RETURNED CHECKS FOR INSUFFICIENT FUNDS

If a check is returned by the bank for any reason, the bank's charge to Jefferson County Public Service District shall be the District's charge to the customer for such bad check, but such charge shall not exceed \$15.00.

(R) INCREMENTAL COST OF WATER PRODUCED

\$0.51 per 1,000 gallons. To be used where the bill reflects unusual consumption which can be attributed to eligible leakage on the customer's side of the meter. This rate is used to calculate consumption above the customer's historic usage.

(O)

(C) Indicates change in text

(A) Indicates increase

(R) Indicates reduction

(O) Indicates omission