

BEFORE THE PUBLIC SERVICE COMMISSION
OF THE STATE OF DELAWARE

IN THE MATTER OF THE APPLICATION
OF ARTESIAN WASTEWATER
MANAGEMENT, INC. FOR AUTHORITY
TO INCREASE EXISTING RATES AND
CHARGES FOR WASTEWATER SERVICE

PSC Docket No. 13-27WW

**SUPPLEMENTAL DIRECT TESTIMONY
OF
DAVID L. VALCARENGHI
ON BEHALF OF**

ARTESIAN WASTEWATER MANAGEMENT, INC.

Artesian Wastewater Management, Inc.
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May 31, 2013

1 Q. PLEASE STATE YOUR NAME.

2 A. My name is David L. Valcarenghi.

3 Q. ARE YOU THE SAME INDIVIDUAL THAT PRESENTED DIRECT TESTIMONY IN
4 THIS PROCEEDING?

5 A. Yes, I am.

6 Q. WHAT IS THE PURPOSE OF YOUR SUPPLEMENTAL TESTIMONY?

7 A. The purpose of my supplemental testimony is to update AWMI's recommended revenue
8 requirement by updating previously projected rate base components for the Test Period
9 with actual data through the end of March 2013 and present two new operating income
10 adjustments. In addition, the Company presents an updated tariff.

11 Q. PLEASE INDICATE HOW THE UPDATES IMPACT AWMI'S PROPOSED
12 REVENUE REQUIREMENT.

13 A. The proposed updates reduce the magnitude of AWMI's proposed revenue deficiency
14 from \$342,608 to \$215,123, a decrease of \$127,485. The Company continues to believe
15 that its proposed rate of return of return of 5.16 percent is both just and reasonable. The
16 development of the updated revenue requirement is summarized on Schedule 1 of Exhibit
17 3, appended to the testimony. The Company seeks authority to recover the need for
18 increased revenue by increasing its flat rate charge from \$75 per Equivalent Dwelling
19 Unit ("EDU") to \$88 per EDU.

20 Q. PLEASE EXPLAIN HOW THE UPDATES IMPACT AWMI'S RATE BASE.

21 A. The calculation of Rate Base in the previously filed direct testimony included 9-months
22 of projected plant data for the period October 2012 through and June 2013 the delineation
23 of the Test Period in this proceeding. The update reflected herein incorporates actual

1 plant activity that transpired during the period October 2012 through March 2013 and
2 projected capital expenditures likely to be completed by the end of June 2013. Through
3 the end of March 2013, AWMI has incurred actual costs of \$1,768,080 on plant
4 expenditures since the conclusion of the Test Year ended September, 2012 and expects
5 this balance will increase to a total of \$2,675,204 by the end of the Test Period. When
6 retirements of \$343,179 are netted against these capital expenditures it results in a net
7 increase in plant expenditures of \$2,332,025, which represents a decrease of \$154,171
8 from the forecasted capital expenditures that were included in my direct testimony. A
9 summary of actual and projected capital expenditures for the Test Period are shown on
10 Schedule 2A.

11 Q. DOES THE CHANGE IN THE LEVEL OF CAPITAL EXPENDITURES IMPACT
12 OTHER COMPONENTS OF RATE BASE?

13 A. Yes. The change in the level of capital expenditures for the Test Period produces
14 corresponding changes to the level of Accumulated Depreciation (Schedule 2C),
15 Accumulated Deferred Income Taxes (Schedule 2D), and Contributions and Advances
16 (Schedule 2G). A summary of each component of Rate Base is presented on Schedule 2.
17 In total, updating for actual costs and refining projections has lowered Rate Base by
18 \$449,293 to \$4,396,218.

19 Q. DOES OPERATING INCOME NEED TO BE ADJUSTED?

20 A. Yes, three adjustments are necessary to present a reasonable level of operating income.
21 Specifically, AWMI incorporates one adjustment to operating revenue and two operating
22 expense adjustments. I will discuss each adjustment separately.

23 Q. PLEASE DISCUSS THE ADJUSTMENT TO OPERATING REVENUE.

1 A. AWMI conducted an analysis of its larger customer accounts and discovered that the
2 number of EDU's billed to these accounts does not appropriately consider the level of
3 discharge capable of being discharged from the respective units according to regulations.
4 The analysis warranted a net increase of 408 billable EDUs from the impacted accounts
5 or \$30,600 annually and \$1,200 from monthly testing fees for a grand total of \$31,800 in
6 additional revenues from the larger customer accounts. The development of the
7 additional revenue is shown on Schedule 3A page 3.

8 Q. PLEASE DISCUSS ADJUSTMENTS TO OPERATING EXPENSES.

9 A. During the Test Year, AWMI recorded \$40,665 in Account No. 741000 for Rent
10 Expenses. These amounts should have been reflected below the line and therefore not
11 reflected in the development of the revenue requirement. As such, the Company has
12 prepared an adjustment to remove these charges shown on Schedule 3B page 18.

13 Q. ARE THERE OTHER ADJUSTMENTS TO THE COMPANY'S OPERATING
14 EXPENSES?

15 A. Yes. In accordance with the change in projected assets, a corresponding change in
16 depreciation expense was made. The change in the level of assets results in total
17 depreciation expense of \$166,847 for the Test Period, which is \$8,152 lower than that
18 presented in the direct testimony and \$14,192 lower than the Test Year level.

19 Q. PLEASE SUMMARIZE AWMI'S UPDATED REVENUE REQUIREMENT.

20 A. AWMI recommends that it be afforded the opportunity to recover an updated revenue
21 requirement of \$215,123 in annual revenues from customers based on an adjusted Rate
22 Base of \$4,396,218, Net Operating Income of \$226,845 and an overall rate of return of
23 5.16 percent.

1 Q. DOES THE UPDATED REVENUE REQUIREMENT NECESSITATE A CHANGE IN
2 THE PROPOSED RATES AND CHARGES FOR WASTEWATER SERVICE?

3 A. Yes. AWTMI proposes to maintain the use of a flat rate fee applied universally throughout
4 its service area. The recovery of \$1,232,460 in Test Period Flat Rate Revenue through
5 the use of a flat rate fee results in a charge of \$88 per EDU. The development of the
6 proposed charge is shown on Schedule 6.

7 Q. DO YOU PRESENT CHANGES TO THE REVISED TARIFF?

8 A. Yes. The Company recommends two (2) changes to its proposed tariff. First, the
9 Company withdraws the proposal on Page 5 of the tariff to bill residential customers at
10 greater than 1 EDU based on a review of the average discharge at the unit. Second, the
11 Company expects to begin consolidated billing with its affiliate, Artesian Water
12 Company, in the very near future. AWTMI's tariff is presently configured such that
13 customers pay a fixed monthly fee with no provision for refunds should the customer
14 terminate mid-month, for example. The Company recommends that it be authorized to
15 delete the prorating provisions set forth under "Schedule of Rates and Charges" at page 5
16 of the tariff for Residential, Commercial and Industrial Services. Specifically, the
17 Company proposes to delete the following language:

18 Bills will not be prorated. New Customers will be
19 billed the first of the next month. Customers
20 ending service before the end of the month will not
21 receive a refund. Proration of sewer utility bills is
22 to be performed in property settlements.

23 Q. DID YOU INCLUDE AN UPDATED TARIFF?

- 1 A. For clarity, an updated tariff, in red-line or legislative format, is included as Exhibit 4a.
2 The noted changes are highlighted by underlined text. A clean version of the tariff is
3 included in Exhibit 4b.
- 4 Q. DOES THIS CONCLUDE YOUR SUPPLEMENTAL TESTIMONY?
- 5 A. Yes, it does.

ARTESIAN WASTEWATER MANAGEMENT, INC.
OVERALL FINANCIAL SUMMARY

Exhibit 3
Schedule 1
D.L. Valcarenghi
May 31, 2013

PSC Min. Req. III.A.

Delaware Public Service Commission
Company: Artesian Wastewater Management, Inc.
Docket No. _____

Line No.	Description	Sch	Test Year	Pro Forma Test Period	
				12 Months Ended June 30, 2013	June 30, 2013
				Under	Under
				Present Rates	Proposed Rates
1	Rate Base	2	9/30/2012	\$4,396,218	\$4,396,218
2	Net Operating Income	3 p 3	\$78,243	\$97,916	\$226,845
3	Earned Rate of Return	3 p 3	2.38%	2.23%	
4	Proposed Fair Rate of Return	4			5.16%
5	Required Operating Income				\$226,845
6	Operating Income Deficiency				\$128,929
7	Gross Revenue Conversion Factor				1.668541
8	Revenue Deficiency				\$215,123
9	Revenue Increase Requested				\$215,123

ARTESIAN WASTEWATER MANAGEMENT, INC.
SCHEDULE OF RATE BASE ELEMENTS

Exhibit 3
Schedule 2
D.L. Valcarenghi
May 31, 2013

PSC Min. Req. IV.B.

Delaware Public Service Commission
Company: Artesian Wastewater Management, Inc.
Docket No. _____

Line No.	Description	Test Year	Adjustments	Test Period	26 Del. C.	Schedule Reference
		Rate Base		Rate Base	S 102 (3) Letter Ref.	
1	Used and Useful Utility Plant	\$17,264,449	\$2,332,026	\$19,596,475	a.	2A
2	Intangible assets	0	0	0	a.	2B
3	Less: Accumulated Depreciation	1,727,321	215,533	1,942,854	b.	2C
4	Less: Advances for Construction Net	312,642	251,268	563,910	c.	2G
5	Contributions in Aid of Construction (CIAC) Net	11,223,349	462,387	11,685,736	c.	2G
6	Less: Deferred Income Taxes	883,839	307,040	1,190,879	d.	2D
7	Plus: Materials and Supplies	0	0	0	f.	2F
8	Plus: Cash Working Capital	175,859	7,263	183,122	g.	2E
9	Total Rate Base	<u>\$3,293,157</u>	<u>\$1,103,061</u>	<u>\$4,396,218</u>		

ARTESIAN WASTEWATER MANAGEMENT, INC.
USED AND USEFUL UTILITY PLANT BY ACCOUNT
END OF TEST YEAR AND PROJECTED END OF TEST PERIOD

Exhibit 3
Schedule 2A
D.L. Valcarenghi
May 31, 2013

PSC Min. Req. IV.B.

Delaware Public Service Commission
Company: Artesian Wastewater Management, Inc.
Docket No. _____

Line No.	Account No.	Description of Property	Test Year Plant	Actual Plant 10/12 - 3/13	Proposed Additions	Anticipated Retirements	Proposed Rate Base
1	353.002	Collection Plant Land & Land Rights	44,830				44,830
2	353.003	System Pump Plant Land & Land Rights	50,000				50,000
3	353.004	Treatment & Disposal Plant & Rights	69,650				69,650
4	353.007	General Plant Land & Land Rights	44				44
5	354.002	Collection Plant Structures & Improvements	7,163				7,163
6	354.003	System Pump Structures & Improvements	2,967				2,967
7	354.004	Treatment & Disposal Structures & Improvements	5,082,937	1,513,754	57,074		6,653,765
8	355.004	Treatment & Disposal Power Gen Equip	242,341				242,341
9	360.002	Collection Sewers- Force	1,209,867		520,953		1,730,820
10	361.002	Collection Sewers- Gravity	4,708,904	130,427			4,839,331
11	363.002	Services	799,725	67,177			866,902
12	364.002	Flow Metering Devices	103,287				103,287
13	371.003	Sustern Pump Plant Pump Equip	1,273,911	14,480	275,986		1,564,377
14	380.004	Treatment & Disposal Plant Equip	2,025,496	42,243			2,067,739
15	381.004	Treatment & Disposal Plant Sewer	331,532				331,532
16	389.004	Treatment & Disposal Misc Equip	185,849				185,849
17	390.003	Office Equip- Computer Hardware	22,019	0			22,019
18	390.004	Software	25,428				25,428
19	391.006	Transportation Equip	695,822			343,179	352,643
20	393.007	Tools, Shop & Garge Equip	75,651		15,885		91,536
21	394.007	Lab Equipment	70,571		10,000		80,571
22	395.007	Power-Operated Equip	56,693				56,693
23	396.007	Communication Equip	31,041				31,041
24	397.007	Misc Equip	148,721		27,226		175,947
25		Total Tangible Used and Useful Utility Plant	\$ 17,264,449	\$ 1,768,080	\$ 907,124	\$ 343,179	\$ 19,596,475

ARTESIAN WASTEWATER MANAGEMENT, INC.
INTANGIBLE ASSETS

Exhibit 3
Schedule 2B
D.L. Valcarenghi
May 31, 2013

PSC Min. Req. IV.B.

Delaware Public Service Commission
Company: Artesian Wastewater Management, Inc.
Docket No. _____

Line No.	Account No.	Description	
1	302	Franchises and Consents	\$0
2	303	Other Intangible Assets	\$0
		Total	<u>\$0</u>

ARTESIAN WASTEWATER MANAGEMENT, INC.
 ACCUMULATED DEPRECIATION
 FOR THE TEST YEAR AND TEST PERIODS

PSC Min. Req. IV.A.

Delaware Public Service Commission
 Company: Artesian Wastewater Management, Inc.
 Docket No. _____

Line No.	Utility Plant A/C No.	Description	Test Year Balance	Test Period Balance	Anticipated Retirements	Test Period Pro-forma Depreciation	Pro-forma Balance
			\$0	\$0		\$0	\$0
1	353.002	Collection Plant Land & Land Rights	0	0	0	0	0
2	353.003	System Pump Plant Land & Land Rights	0	0	0	0	0
3	353.004	Treatment & Disposal Plant & Rights	0	0	0	0	0
4	353.007	General Plant Land & Land Rights	0	0	0	0	0
5	354.002	Collection Plant Structures & Improvements	322	287	0	143	430
6	354.003	System Pump Structures & Improvements	134	119	0	59	178
7	354.004	Treatment & Disposal Structures & Improvements	543,530	518,184	0	132,083	650,267
8	355.004	Treatment & Disposal Power Gen Equip	(5,265)	(6,998)	0	6,931	(67)
9	360.002	Collection Sewers- Force	44,812	41,362	0	16,017	57,379
10	361.002	Collection Sewers- Gravity	155,763	140,098	0	60,981	201,079
11	363.002	Services	66,095	60,781	0	21,496	82,277
12	364.002	Flow Metering Devices	12,801	12,062	0	2,954	15,016
13	371.003	Sustem Pump Plant Pump Equip	119,234	110,334	0	38,093	148,427
14	380.004	Treatment & Disposal Plant Equip	332,220	314,306	0	65,094	379,400
15	381.004	Treatment & Disposal Plant Sewer	60,056	59,028	0	4,111	63,140
16	389.004	Treatment & Disposal Misc Equip	25,996	23,766	0	8,921	32,687
17	390.003	Office Equip- Computer Hardware	16,802	16,256	0	2,850	19,106
18	390.004	Software	21,697	20,477	0	4,880	25,357
19	391.006	Transportation Equip	249,266	234,345	98,622	30,251	165,974
20	393.007	Tools, Shop & Garge Equip	10,464	9,858	0	2,548	12,406
21	394.007	Lab Equipment	33,231	31,351	0	7,789	39,140
22	395.007	Power-Operated Equip	7,134	6,318	0	3,300	9,618
23	396.007	Communication Equip	6,440	5,963	0	2,861	8,824
24	397.007	Misc Equip	26,586	24,802	0	7,415	32,217
25		Total Accumulated Depreciation	\$ 1,727,321	\$ 1,622,698	\$ 98,622	\$ 418,778	\$ 1,942,854

ARTESIAN WASTEWATER MANAGEMENT, INC.
CASH WORKING CAPITAL

Exhibit 3
Schedule 2E
D.L. Valcarenghi
May 31, 2013

PSC Min. Req. IV.B.

Delaware Public Service Commission
Company: Artesian Wastewater Management, Inc.
Docket No. _____

<u>Line No.</u>	<u>Description</u>	<u>Methodology</u>	<u>Working Capital</u>
1	Cash Working Capital	1/8 O&M	\$ 175,859
	Adjustments	3p.3	\$ 7,263
	Pro Forma Cash Working Total		<u>\$ 183,122</u>

ARTESIAN WASTEWATER MANAGEMENT, INC.
MATERIALS AND SUPPLIES

PSC Min. Req. IV.A.

Delaware Public Service Commission
Company: Artesian Wastewater Management, Inc.
Docket No. _____

Exhibit 3
Schedule 2F
D.L. Valcarenghi
May 31, 2013

Line No.
1 Materials and Supplies Included in Rate Base

\$0

ARTESIAN WASTEWATER MANAGEMENT, INC.
 ADVANCES AND CONTRIBUTIONS IN AID OF CONSTRUCTION
 AND RELATED ACCUMULATED DEPRECIATION

Exhibit 3
 Schedule 2G
 D.L. Valcarenghi
 May 31, 2013

PSC Min. Req. IV.A.

Delaware Public Service Commission
 Company: Artesian Wastewater Management, Inc.
 Docket No. _____

	Actual		Projected	
	Beginning of Test Year	Test Year Balance	Activity	Test Period Balance
Advances for Construction (Note 1)	\$341,853	\$333,053	\$264,600	\$597,653
Accumulated Depreciation	(13,430)	(20,411)	(\$13,332)	(\$33,743)
Net advances	<u>\$328,423</u>	<u>\$312,642</u>	<u>\$251,268</u>	<u>\$563,910</u>
Contributions in Aid of Construction (Note 2)	\$12,805,070	\$12,097,778	\$634,522	\$12,732,299
Accumulated Depreciation	(854,017)	(874,429)	(\$172,134)	(1,046,563)
Net Contributions	<u>\$12,805,092</u>	<u>\$11,223,349</u>	<u>\$462,387</u>	<u>\$11,685,736</u>

Note 1:

	Actual Activity	Projected Activity
Refunds of advances	(8,800)	(70,400)
Contractually Advance Windstone Lift Station	<u>(\$8,800)</u>	<u>335,000</u>
		<u>\$264,600</u>

Note 2:

	Actual Activity	Projected Activity
Homebuilder Contributions- Lot Connections/Guarantees	\$921,420	436,918
Contributed Assets	\$571,288	197,604
Herring Creek System Disposal	<u>(\$2,200,000)</u>	<u>\$634,522</u>
	<u>(\$707,292)</u>	

ARTESIAN WASTEWATER MANAGEMENT, INC.
NET OPERATING INCOME SUMMARY

Exhibit 3
Schedule 3 p.1
D.L. Valcarenghi
May 31, 2013

PSC Min. Req. V.A.

Delaware Public Service Commission
Company: Artesian Wastewater Management, Inc.
Docket No. _____

Line No.	Reference	Test Year	Test Period
1	3 p 3	\$1,682,971	\$1,762,424
2	3 p 3	1,587,909	1,631,823
3		\$ 95,062	\$ 126,418
4	3 p 3	16,819	32,685
5		<u>\$78,243</u>	<u>\$93,733</u>

ARTESIAN WASTEWATER MANAGEMENT, INC.
 STATEMENT OF OPERATING INCOME
 FOR THE TEST YEAR ENDED SEPTEMBER 30, 2012

PSC Min. Req. V.A.

Delaware Public Service Commission
 Company: Artesian Wastewater Management, Inc.
 Docket No. _____

Line No.	Description	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Total
1	Operating Revenues	103,263	88,458	483,890	124,217	118,269	103,640	86,707	108,547	109,235	97,249	105,440	154,056	1,682,971
2	O&M	118,870	108,520	203,776	109,458	118,856	110,147	100,533	98,873	102,021	71,746	137,157	88,939	1,368,896
3	Depreciation and Amortization	16,184	14,859	16,094	15,443	15,681	17,083	13,836	12,341	16,695	14,939	14,349	13,535	181,039
4	Taxes Other Than Income	6,048	2,749	3,656	5,425	2,687	3,228	3,020	2,583	2,638	1,435	2,668	1,837	37,974
5	Total Operating Expenses	141,102	126,128	223,526	130,326	137,224	130,458	117,389	113,797	121,354	88,120	154,174	104,311	1,587,909
6	Utility Income Before Income Taxes	(37,839)	(37,670)	260,364	(6,109)	(18,955)	(26,818)	(30,682)	(5,250)	(12,119)	9,129	(48,734)	49,745	95,062
7	Deferred State Taxes	(4,198)	(4,240)	22,052	(1,369)	(2,660)	1,148	(3,617)	(1,344)	(880)	68	(4,951)	3,673	3,682
8	Deferred Federal Income Taxes	(14,977)	(15,129)	78,684	(4,884)	(9,490)	4,093	(12,906)	(4,796)	(3,139)	242	(17,664)	13,103	13,137
9	Net Income	\$ (18,664)	\$ (18,301)	\$ 159,628	\$ 144	\$ (6,805)	\$ (32,059)	\$ (14,159)	\$ 890	\$ (8,100)	\$ 8,819	\$ (26,119)	\$ 32,969	\$ 78,243

ARTESIAN WASTEWATER MANAGEMENT, INC.
STATEMENT OF OPERATING INCOME
FOR THE TEST YEAR AND PRO FORMA PERIODS

Exhibit 3
Schedule 3 p.3
D.L. Valcarenghi
May 31, 2013

PSC Min. Req. V.A.

Delaware Public Service Commission
Company: Artesian Wastewater Management, Inc.
Docket No. _____

Line No.	Description	Test Year	Present Rates		Pro Forma Test Period		Proposed Rates	
			Adjustments	Amount	Adjustments	Amount	Adjustments	Amount
1	Fiat Rate Revenues	\$ 888,822	128,515	\$1,017,337	\$215,123	1	\$1,232,460	
2	Operating Subsidies	768,224	(60,062)	708,162			708,162	
3	Misc. Revenues	25,925	11,000	36,925	559		37,484	
4	Total Operating Revenues	\$ 1,682,971	79,453 3A p.2	1,762,424	215,682 3A p.2		1,978,106	
5	Operating Expenses							
6	Operation and Maintenance	1,368,896	58,106	1,427,002	1,721		1,428,723	
7	Depreciation	181,039	(14,192)	166,847			166,847	
8	Taxes Other Than Income Taxes	37,974	0	37,974			37,974	
9	Total Operating Expenses	1,587,909	43,914 3Bp.4	1,631,823	1,721		1,633,544	
10	Utility Operating Income Before Income Taxes	95,062	35,539	130,601	213,961		344,562	
11	Income taxes							
12	Current:							
13	Federal	0	(211,615) 3I	(211,615)	66,418 3I		(145,197)	
14	State	0	(59,308) 3I	(59,308)	18,615 3I		(40,694)	
15	Deferred			0				
16	Federal	13,137	224,008 3I	237,145	0		237,145	
17	State	3,682	62,782 3I	66,464	0		66,464	
18	Amortization of Deferred ITC	0		0			0	
19	Total Income Taxes	16,819	15,866	32,685	85,032		117,717	
20	Utility Net Operating Income	\$78,243	\$19,673	\$97,916	\$128,929		\$226,845	
21	Rate Base	\$3,293,157		\$4,396,218			\$4,396,218	
22	Rate of Return	2.38%		2.23%			5.16%	

ARTESIAN WASTEWATER MANAGEMENT, INC.
STATEMENT OF OPERATING REVENUES
FOR THE TEST YEAR ENDED SEPTEMBER 30, 2012

Exhibit 3
Schedule 3 p.4
D.L. Valcarenghi
May 31, 2013

PSC Min. Req. V.A.

Delaware Public Service Commission
Company: Artesian Wastewater Management, Inc.
Docket No. _____

Line No.	Description	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Total
1	Flat Rate Revenue	68,705	70,835	71,233	72,590	89,163	69,720	71,010	70,910	76,635	73,021	75,600	79,400	888,822
2	Other Revenues	-	-	2,350	750	-	-	-	-	5,120	-	-	-	8,220
3	Op Sub Stonewater Creek	13,375	2,675	77,575	14,385	8,631	-	5,754	5,754	5,754	-	2,877	5,754	142,534
4	Op Sub Beaver Creek	4,945	-	98,900	5,390	10,780	-	5,390	-	5,390	10,780	10,780	10,780	163,135
5	Op Sub Heron Bay	10,184	5,090	83,602	-	-	-	-	-	-	5,461	5,461	32,028	141,826
6	Op Sub Oakwood Village	-	-	81,716	26,360	-	-	-	-	-	-	-	-	108,076
7	Op Sub Independence	-	1,565	54,775	3,664	(291)	3,332	3,180	1,628	3,256	1,628	8,140	3,256	84,133
8	Op Sub Windstone	3,740	7,480	12,200	-	8,108	12,162	-	12,162	12,162	4,054	-	4,054	76,122
9	Op Sub Southfield	875	-	-	-	-	-	-	-	-	-	1,948	-	2,823
10	Op Sub Shoreview Woods	-	-	-	-	-	16,525	-	16,525	-	-	-	16,525	49,575
11	Inspection Fees	1,000	600	1,500	900	1,700	1,000	1,100	1,500	900	2,200	500	2,200	15,100
12	Late Payment	439	213	39	178	178	89	273	68	18	105	134	59	1,793
13	Purchase Discounts	-	-	-	-	-	812	-	-	-	-	-	-	812
		<u>103,263</u>	<u>88,458</u>	<u>483,890</u>	<u>124,217</u>	<u>118,269</u>	<u>103,640</u>	<u>86,707</u>	<u>108,547</u>	<u>109,235</u>	<u>97,249</u>	<u>105,440</u>	<u>154,056</u>	<u>1,682,971</u>

Flat Rate Revenues	888,822
Operating Subsidies	768,224
Inspection Fees	15,100
Late Payment Charges	1,793
Purchase Discounts	812
Other	8,220
	<u>1,682,971</u>

ARTESIAN WASTEWATER MANAGEMENT, INC.
 OPERATING REVENUES
 FOR THE TEST YEAR AND PRO FORMA PERIODS

Exhibit 3
 Schedule 3A, p.1
 D.L. Valcarenghi
 May 31, 2013

PSC Min. Req. V.A.

Delaware Public Service Commission
 Company: Artesian Wastewater Management, Inc.
 Docket No. _____

Line No.	Account Number	Description	Test Year	Adjustments to Normalize Test Year	Normalized Test Year	Pro Forma Adj.	Pro Forma Test Period
1	521	Flat Rate Revenues	\$ 888,822	\$ 128,515	\$ 1,017,337	\$ 215,123	\$ 1,232,460
2	536	Operating Subsidies	768,224	(60,062)	708,162		708,162
3		Wastewater Service Revenues	\$ 1,657,046	\$ 68,453	\$ 1,725,499	215,123	\$ 1,940,622
4		Miscellaneous Revenues		11,000	26,100		26,100
5	536	Inspection Fees	\$ 15,100		1,793	559	2,352
6	536	Late Payment Charges	1,793		812		812
7	536	Purchase Discounts	812				
8	536	Other	8,220		8,220		8,220
9		Total Misc. Revenues	\$ 25,925	\$ 11,000	\$ 36,925	\$ 559	\$ 37,484
10		Total Operating Revenues	<u>\$1,682,971</u>	<u>\$79,453</u>	<u>\$ 1,762,424</u>	<u>\$215,682</u>	<u>\$ 1,978,106</u>

ARTESIAN WASTEWATER MANAGEMENT, INC.
SUMMARY OF ADJUSTMENTS TO OPERATING REVENUE

Exhibit 3
Schedule 3A p.2
D.L. Valcarenghi
May 31, 2013

PSC Min. Req. V.A.

Delaware Public Service Commission
Company: Artesian Wastewater Management, Inc.
Docket No. _____

<u>Line No.</u>	<u>Description</u>	
1	To Remove Revenue Collections from Village of Herring Creek Customers	\$ (35,063)
2	To Annualize Revenue from Customers at the End of Test Year	32,778
3	To Reflect Additional Revenue from 110 New Customers	99,000
4	To Reflect Inspection Fees with New Customers	11,000
5	To Reflect Revenue From Revised EDU Counts	31,800
6	To Annualize Operating Subsidy Revenue during Test Period	<u>(60,062)</u>
7	Total Adjustments to Operating Revenue	<u>\$ 79,453</u>

ARTESIAN WASTEWATER MANAGEMENT, INC.
 OTHER COSTS
 FOR THE TEST YEAR ENDED SEPTEMBER 30, 2012

Exhibit 3
 Schedule 3A p. 3
 D.L. Valcarenghi
 May 31, 2013

PSC Min. Req. V.A.

Delaware Public Service Commission
 Company: Artesian Wastewater Management, Inc.
 Docket No. _____

	Current EDUs	Revised EDUs
Stonewater Creek WTP	3	12
Stonewater Creek Pool and Clubhouse	12	13
Oakwood Village Pool and Clubhouse	5	7
Shoreview Pool & Clubhouse	1	3
Trails of Beaver Creek Pool and Clubhouse	5	4
Independence Pool and Clubhouse	10	31
Total	<u>36</u>	<u>70</u>
Revised Monthly EDU Count		70
Current Monthly EDU Count	<u>36</u>	
Monthly Increase in EDUs		34
Annual Increase in EDUs		408
Additional Revenue from Revised EDUs		\$ 30,600
Stonewater Creek WTP Monthly Testing Fees		\$ 100
Annual Testing Fees		<u>\$ 1,200</u>
Incremental Revenue from Large Accounts		<u>\$ 31,800</u>

ARTESIAN WASTEWATER MANAGEMENT, INC.
SUMMARY OF OPERATING AND MAINTENANCE EXPENSES
FOR THE TEST YEAR ENDED SEPTEMBER 30, 2012

Exhibit 3
Schedule 3B, P. 1
D.L. Valcarenghi
May 31, 2013

PSC Min. Req. V.A.

Delaware Public Service Commission
Company: Artesian Wastewater Management, Inc.
Docket No. _____

Line No.	Item	Oct-11	Nov-11	Dec-11	Jan-12	Feb-12	Mar-12	Apr-12	May-12	Jun-12	Jul-12	Aug-12	Sep-12	Total
1	Payroll	\$ 40,230	\$ 41,573	\$ 93,638	\$ 45,124	\$ 36,622	\$ 40,715	\$ 36,836	\$ 36,332	\$ 35,270	\$ 23,977	\$ 52,872	\$ 35,077	\$ 518,267
2	Benefits	14,640	15,157	36,051	18,687	14,680	16,443	14,568	14,291	13,916	8,959	19,977	13,250	200,619
3	Sludge Removal	4,819	4,656	7,742	6,098	4,800	3,780	7,170	4,368	7,764	4,990	4,740	3,696	64,622
4	Purchased Power	4,128	4,081	5,828	6,728	7,059	5,950	4,024	6,485	4,444	4,235	4,159	4,334	61,454
5	Chemicals	1,620	810	405	425	830	850	425	425	850	425	1,700	-	8,765
6	Materials & Supplies	2,674	735	1,887	1,406	1,697	1,136	1,754	2,060	768	1,309	1,072	570	17,068
7	Land Rent	3,333	3,333	3,400	3,400	3,400	3,400	3,400	3,400	3,400	3,400	3,400	3,400	40,665
8	Contractual Services	25,676	16,832	12,322	7,730	7,370	10,779	14,151	9,161	13,106	6,421	14,324	6,219	144,093
9	Customer Accounts	-	-	1,791	(2,192)	21,092	2,419	(1,647)	634	502	379	2,611	-	25,589
10	Transportation	5,768	2,636	9,354	4,039	6,495	7,662	7,507	8,306	7,016	7,012	7,554	6,795	80,144
11	Other	2,515	1,792	9,929	3,867	2,028	2,153	1,167	4,162	275	1,444	3,528	3,295	36,154
12	Administrative & General	13,466	16,916	21,430	14,147	12,783	14,859	11,178	9,249	14,709	9,195	21,221	12,302	171,456
13	Total	\$ 118,870	\$ 108,520	\$ 203,776	\$ 109,459	\$ 118,856	\$ 110,147	\$ 100,533	\$ 98,873	\$ 102,021	\$ 71,745	\$ 137,157	\$ 88,939	\$ 1,368,896

Source: Financials

ARTESIAN WASTEWATER MANAGEMENT, INC.
STATEMENT OF OPERATING INCOME
FOR THE TEST YEAR ENDED SEPTEMBER 30, 2012

Exhibit 3
Schedule 3B p. 3
D.L. Valcarenghi
May 31, 2013

Delaware Public Service Commission
Company: Artesian Wastewater Management, Inc.
Docket No. _____

Line No.	ACCOUNT NUMBER	DESCRIPTION	31-OCT-11	30-NOV-11	31-DEC-11	31-JAN-12	29-FEB-12	31-MAR-12	30-APR-12	31-MAY-12	30-JUN-12	31-JUL-12	31-AUG-12	30-SEPT-12	YTD
1	701001.0500	ALLOCATED EXPENSES													
2	704000	AWMI PAYROLL-COST ALLOC	7,428	\$8,140	39,465	\$8,915	\$15,138	\$10,387	\$8,587	\$10,838	\$9,169	\$8,073	\$21,912	14,785	\$162,837
3	715000.0500	AWMI BENEFITS-COST ALLOCATION	3,599	3,933	21,295	4,532	4,378	3,847	3,181	4,014	3,396	2,990	8,116	5,476	\$68,757
4	750000	PURCHASED POWER-COST ALLOCATION	280	236	1,484	371	401	392	(61)	498	245	210	298	659	\$4,813
5	759000	TRANSPORTATION EXPENSES	5,768	2,636	9,354	4,039	6,495	7,662	7,507	8,306	7,016	7,507	7,654	7,012	\$80,144
6	920001	AWMI INSURANCE-COST ALLOC	2,289	2,415	2,190	2,269	2,276	2,272	1,836	2,169	2,178	2,250	2,017	2,109	\$26,270
7	924004	BWIK PAY-OFFICERS	2,635	2,858	13,636	3,321	(3,321)	0	0	0	0	0	0	0	\$19,129
8	926000	AUTO INSURANCE	649	649	0	0	0	0	0	0	0	0	0	0	\$1,948
9	932000	EMPLOYEE BENEFITS	11,041	11,224	14,756	14,155	10,302	12,596	11,387	10,277	10,520	5,969	11,861	7,774	\$131,862
10	965000	REPAIR & MAINT-COST ALLOCATION	1,646	1,457	6,968	1,548	1,721	1,416	1,366	1,509	1,514	1,232	1,681	2,258	\$24,316
11		ADMIN EXPENSE-COST ALLOCATION	3,067	3,733	13,881	3,680	4,379	3,944	2,896	3,543	3,543	2,514	3,160	4,487	\$51,991
12		TOTAL ALLOCATED EXPENSES	38,403	37,280	123,679	42,830	41,769	42,517	36,659	41,154	36,736	30,249	56,600	44,143	572,059
13		DIRECT EXPENSES													
14	672000	LABORATORY TEST SUPPLIES	422	\$0	579	\$2,269	\$0	\$326	\$0	\$307	\$0	\$0	\$0	\$0	\$3,903
15	701001	AWMI BIKK PAY-OTHER GEN OFF SAL	30,166	30,575	40,537	32,888	24,805	30,328	28,249	25,495	26,101	15,905	30,960	20,292	\$336,300
16	711000	SLUDGE REMOVAL EXPENSE	4,819	4,656	7,742	6,098	4,800	3,780	7,170	4,388	7,764	4,990	4,740	3,696	\$84,622
17	715000	PURCHASED POWER	3,568	3,845	4,307	5,260	4,827	3,785	3,995	3,047	4,199	4,025	3,860	3,876	\$48,595
18	716000	FUEL-POWER PRODUCTION	0	0	0	0	0	100	0	2,746	0	0	0	0	\$2,846
19	718000	CHEMICALS	1,620	810	405	425	830	850	425	425	850	425	1,700	0	\$8,765
20	719000	GAS & PROPANE	279	0	37	1,087	1,831	1,672	90	194	0	0	0	0	\$5,200
21	720000	MATERIALS & SUPPLIES	2,674	\$735	1,887	1,406	\$1,697	\$1,136	\$1,754	\$2,060	\$768	\$1,309	\$1,072	570	\$17,068
22	730000	CONTRACTUAL SERVICES-PROFESS	0	0	0	564	0	0	0	0	0	0	0	0	\$5,664
23	733000	AWMI LEGAL SERVICES	0	580	0	0	0	0	7	0	0	0	90	3,146	\$3,822
24	735000	CONTRACTUAL SERVICES-TESTING	2,579	2,776	5,795	3,585	2,111	3,061	3,798	1,765	1,633	3,664	1,566	2,550	\$34,883
25	736000	OTHER CONTRACTUAL SERVICES	23,097	14,056	6,528	3,581	5,259	7,718	10,353	7,396	11,473	2,757	12,757	3,669	\$108,646
26	741000	RENT EXPENSE-AWMI	3,333	3,333	3,400	3,400	3,400	3,400	3,400	3,400	3,400	3,400	3,400	3,400	\$40,865
27	767000	REGULATORY COMMISSION EXPENSES	0	1,571	0	166	166	3,330	25	19	0	0	0	1,536	\$6,647
28	775000	MISC EXPENSES	448	335	1,491	50	307	394	691	2,346	(1,239)	212	1,397	1,037	\$7,469
29	789000	GEN & MISC-OPERATIONS	0	0	860	0	0	17	(890)	0	0	0	450	0	\$467
30	904000	UNCOLLECTIBLE ACCOUNTS	0	0	1,791	(2,192)	21,092	2,419	(1,647)	634	502	379	2,611	0	\$25,589
31	921001	OFFICE SUPPLY & EXPENSE	672	636	945	741	784	510	802	855	613	611	606	611	\$8,387
32	921002	EMPL AUTO EXPENSE	377	92	274	184	0	92	129	126	66	0	191	0	\$1,532
33	921003	EMPL BUSINESS EXPENSE	(557)	3,369	(3,916)	3,439	1,066	880	880	(1,565)	1,034	(264)	3,465	(616)	\$7,191
34	921004	EDP OFF EXP-HRD-SFT SUPPORT	208	208	1,313	208	268	268	268	268	268	268	268	268	\$4,082
35	923000	OUTSIDE SERVICES	3,053	0	(32)	0	0	0	0	150	4,585	0	2,400	0	\$10,157
36	923002	LEGAL SERVICES	0	0	0	0	0	0	0	0	0	0	2,963	(2,963)	\$0
37	923003	OTHER OUTSIDE SERVICES	207	163	122	126	152	195	132	152	120	137	137	133	\$1,759
38	930002	MISC & GEN EXPENSE	0	0	2,503	0	192	(108)	703	31	(353)	196	2,424	92	\$5,680
39	931000	RENT EXPENSE-INTERCO	3,500	3,500	3,500	3,500	3,500	3,500	3,500	3,500	3,500	3,500	3,500	3,500	\$42,000
40		TOTAL DIRECT EXPENSES	80,467	71,240	80,096	66,629	77,087	67,630	63,834	57,720	65,285	41,496	80,557	44,796	796,838
41		TOTAL OPERATION & MAINTENANCE	118,870	108,520	203,776	109,459	118,856	110,147	100,533	96,873	102,021	71,745	137,157	88,939	1,368,896

ARTESIAN WASTEWATER MANAGEMENT, INC.
 SUMMARY OF RECOMMENDED ADJUSTMENTS TO OPERATING EXPENSES
 FOR THE TEST YEAR ENDED SEPTEMBER 30, 2012

PSC Min. Req. V.A.

Delaware Public Service Commission
 Company: Artesian Wastewater Management, Inc.
 Docket No. _____

Exhibit 3
 Schedule 3B p.4
 D.L. Valcarenghi
 May 31, 2013

Line No.	<u>Description</u>	<u>Schedule</u>	
1	To Reflect a Projected 3% Increase in Payroll Costs	B p. 5	16,737
2	To Reflect an Increase in Employee Benefits Costs	B p. 6	16,050
3	To Reflect the Removal of Operational Costs Related to Village of Herring Creek	B p. 7	(11,467)
4	To Reflect Increased Purchased Power Costs	B p. 8	21,205
5	To Reflect the Recovery of Rate Case Costs	B p. 9	28,975
6	To Reflect the Removal of Wastewater Billings	B p. 10	(25,000)
7	To Reflect Increased Testing Costs	B p. 11	8,414
8	To Reflect Depreciation on Projected Capital Expenditures	B p. 12	(14,192)
9	To Reflect a Projected Increase in Employee Training Costs	B p. 13	9,467
10	To Reflect the Cost of Safety Measures	B p. 14	6,000
11	To Reflect Increased Associated with New Customers	B p. 15	15,058
12	To Reflect the Cost of Process Controls	B p. 16	5,000
13	To Reflect Various O&M Costs by 2.0%	B p. 17	8,332
14	To Remove Rental Expenses	B p. 18	(40,665)
			\$ 43,914

ARTESIAN WASTEWATER MANAGEMENT, INC.
PAYROLL
FOR THE TEST YEAR ENDED SEPTEMBER 30, 2012

Exhibit 3
Schedule 3B p.5
D.L. Valcarenghi
May 31, 2013

PSC Min. Req. V.A.

Delaware Public Service Commission
Company: Artesian Wastewater Management, Inc.
Docket No. _____

<u>Line No.</u>			
1	Test Year Payroll Costs		\$ 518,267
2	Projected Percentage Wage Increase	3%	
3	Total		\$ 15,548
4	Related Payroll Tax Increase		1,189
5	Adjustment to Payroll Costs		<u>\$ 16,737</u>

ARTESIAN WASTEWATER MANAGEMENT, INC.
 EMPLOYEE BENEFIT COSTS
 FOR THE TEST YEAR ENDED SEPTEMBER 30, 2012

Exhibit 3
 Schedule 3B p.6
 D.L. Valcarenghi
 May 31, 2013

PSC Min. Req. V.A.

Delaware Public Service Commission
 Company: Artesian Wastewater Management, Inc.
 Docket No. _____

<u>Line No.</u>		
1	Actual Employee Benefit Costs Incurred	\$ 200,619
2	Estimated Increase in Costs	<u>8%</u>
3	Projected Increase in Benefit Costs	<u><u>\$ 16,050</u></u>

ARTESIAN WASTEWATER MANAGEMENT, INC.
VILLAGE OF HERRING CREEK COSTS
FOR THE TEST YEAR ENDED SEPTEMBER 30, 2012

Exhibit 3
Schedule 3B p. 7
D.L. Valcarenghi
May 31, 2013

PSC Min. Req. V.A.

Delaware Public Service Commission
Company: Artesian Wastewater Management, Inc.
Docket No. _____

<u>Line No.</u>		
1	Village of Herring Creek Costs Incurred	\$ 11,467
2	Going Forward Amount	-
3	Costs to be Removed From Test Year	<u>\$ (11,467)</u>

ARTESIAN WASTEWATER MANAGEMENT, INC.
PURCHASED POWER COSTS
FOR THE TEST YEAR ENDED SEPTEMBER 30, 2012

PSC Min. Req. V.A.

Delaware Public Service Commission
Company: Artesian Wastewater Management, Inc.
Docket No. _____

Exhibit 3
Schedule 3B p.8
D.L. Valcarenghi
May 31, 2013

<u>Line No.</u>		
1	Test Year Purchased Power Costs	\$ 48,595
2	Gas and Propane Costs	<u>5,200</u>
3	Total	\$ 53,795
4	Estimated Increases	<u>\$ 75,000</u>
5	Expected Increase in Purchased Power Costs	<u><u>\$ 21,205</u></u>

ARTESIAN WASTEWATER MANAGEMENT, INC.
RATE CASE COSTS
FOR THE TEST YEAR ENDED SEPTEMBER 30, 2012

Exhibit 3
Schedule 3B p. 9
D.L. Valcarenghi
May 31, 2013

PSC Min. Req. V.A.

Delaware Public Service Commission
Company: Artesian Wastewater Management, Inc.
Docket No. _____

<u>Line No.</u>		
1	Intervenor Consultants	\$ 40,000
2	Legal Costs	\$ 15,000
3	Administrative Costs	\$ 2,850
4	Filing Fees	\$ <u>100</u>
5	Total	\$ 57,950
6	Amortization Period	<u>2</u>
7	Adjustment to Recover Rate Case Costs	\$ <u><u>28,975</u></u>

ARTESIAN WASTEWATER MANAGEMENT, INC.
REMOVAL OF WASTEWATER BILLINGS
FOR THE TEST YEAR ENDED SEPTEMBER 30, 2012

Exhibit 3
Schedule 3B p. 10
D.L. Valcarenghi
May 31, 2013

PSC Min. Req. V.A.

Delaware Public Service Commission
Company: Artesian Wastewater Management, Inc.
Docket No. _____

<u>Line No.</u>		
1	Wastewater Charges Incurred	\$ 25,000
2	Pro Forma Amount	\$ -
3	Adjustment to Remove Wastewater Billings	\$ <u>(25,000)</u>

ARTESIAN WASTEWATER MANAGEMENT, INC.
TESTING COSTS
FOR THE TEST YEAR ENDED SEPTEMBER 30, 2012

Exhibit 3
Schedule 3B p.11
D.L. Valcarenghi
May 31, 2013

PSC Min. Req. V.A.

Delaware Public Service Commission
Company: Artesian Wastewater Management, Inc.
Docket No. _____

<u>Line No.</u>		
1	Laboratory Test Supplies	\$ 3,903
2	Contractual Testing	<u>34,883</u>
3	Adjustment to Remove Charges	\$ 38,786
4	Estimated Costs	<u>47,200</u>
5	Expected Increase in Testing Costs	<u>\$ 8,414</u>

ARTESIAN WASTEWATER MANAGEMENT, INC.
 PRO FORMA DEPRECIATION
 FOR THE TEST YEAR ENDED SEPTEMBER 30, 2012

Exhibit 3
 Schedule 3B p.12
 D.L. Valcarenghi
 May 31, 2013

PSC Min. Req. V.A.

Delaware Public Service Commission
 Company: Artesian Wastewater Management, Inc.
 Docket No. _____

Line No.		Test Period Asset Depreciation	Test Period Advance Depreciation	Test Period CIAC Depreciation	Net Test Period Depreciation
1	Collection System Structures	\$143	-	-	143
2	System Pump Structures	59.34	-	-	59
3	WW-Treat&Dispos-Structures	132,083.17	3,900	66,323	61,860
4	WW-Treat&Disposal-Power Genera	6,930.96	215	7,164	(448)
5	WW-Collection Sewers-Force	16,017.15	129	7,408	8,480
6	WW Collection Sewers-Gravity	60,980.56	-	58,837	2,144
7	WW Services to Customers	21,496.12	-	21,889	(393)
8	WW-Flow Metering Device	2,954.02	-	1,699	1,255
9	WW System Pump Plant-Pump Eq	38,093.37	9,645	22,571	5,877
10	WW Treat&Disposal-Equipment	65,094.00	1,359	43,007	20,728
11	WW Treat&Disposal Sewers	4,111.28	-	4,492	(381)
12	WW Treat&Disposal Misc Equipme	8,920.76	-	1,893	7,028
13	WW Computer Hardware	2,850.25	-	-	2,850
14	WW Transportation Equipment	30,250.73	-	-	30,251
15	WW Tools, Shop, Gar Equipment	2,547.90	-	-	2,548
16	WW Computer Software	4,879.59	-	-	4,880
17	WW Lab Equipment	7,789.36	-	-	7,789
18	WW-Power Operated Equipment	3,300.36	-	-	3,300
19	Communications Equipment	2,860.65	-	1,400	1,461
20	WW Misc. Equipment	7,414.87	-	-	7,415
21		<u>\$ 418,778</u>	<u>15,248</u>	<u>236,683</u>	<u>\$ 166,847</u>
22					
23			Test Year Depreciation		\$ 181,039
24			Adjustment		\$ (14,192)
25					

ARTESIAN WASTEWATER MANAGEMENT, INC.
EMPLOYEE TRAINING COSTS
FOR THE TEST YEAR ENDED SEPTEMBER 30, 2012

Exhibit 3
Schedule 3B p. 13
D.L. Valcarenghi
May 31, 2013

PSC Min. Req. V.A.

Delaware Public Service Commission
Company: Artesian Wastewater Management, Inc.
Docket No. _____

<u>Line No.</u>		
1	Actual Training Costs Incurred	\$ 2,033
2	Estimated Training Costs	\$ 11,500
3	Expected Increase In Costs	\$ 9,467

ARTESIAN WASTEWATER MANAGEMENT, INC.
ARC FLASH SAFETY COSTS
FOR THE TEST YEAR ENDED SEPTEMBER 30, 2012

PSC Min. Req. V.A.

Delaware Public Service Commission
Company: Artesian Wastewater Management, Inc.
Docket No. _____

<u>Line No.</u>		
1	Costs Incurred in Test Year	\$ -
2	Estimated Costs in Test Period	\$ 6,000
3	Recommended Adjustment for Safety Costs	\$ 6,000

Exhibit 3
Schedule 3B p.14
D.L. Valcarenghi
May 31, 2013

ARTESIAN WASTEWATER MANAGEMENT, INC.
COST TO SERVE NEW CUSTOMERS
FOR THE TEST YEAR ENDED SEPTEMBER 30, 2012

Exhibit 3
Schedule 3B p.15
D.L. Valcarenghi
May 31, 2013

PSC Min. Req. V.A.

Delaware Public Service Commission
Company: Artesian Wastewater Management, Inc.
Docket No. _____

<u>Line No.</u>		
1	Test Year Operational Costs	\$ 134,841
2	Number of Customers	<u>985</u>
3	Average Cost	\$ 136.89
4	Additional Customers	<u>110</u>
5	Incremental Costs to Serve New Customers	<u>\$ 15,058</u>

ARTESIAN WASTEWATER MANAGEMENT, INC.
PROCESS CONTROL COSTS
FOR THE TEST YEAR ENDED SEPTEMBER 30, 2012

Exhibit 3
Schedule 3B p. 16
D.L. Valcarenghi
May 31, 2013

PSC Min. Req. V.A.

Delaware Public Service Commission
Company: Artesian Wastewater Management, Inc.
Docket No. _____

<u>Line No.</u>		
1	Costs Incurred in Test Year	\$ -
2	Estimated Costs to be Incurred	\$ 5,000
3	Recommended Adjustment for Process Controls	\$ 5,000

ARTESIAN WASTEWATER MANAGEMENT, INC.
OTHER COSTS
FOR THE TEST YEAR ENDED SEPTEMBER 30, 2012

Exhibit 3
Schedule 3B p.17
D.L. Valcarenghi
May 31, 2013

PSC Min. Req. V.A.

Delaware Public Service Commission
Company: Artesian Wastewater Management, Inc.
Docket No. _____

<u>Line No.</u>		
1	Various Costs Incurred	\$ 416,619
2	Percentage Rate	<u>2%</u>
3	Expected Increase in Costs	<u>\$ 8,332</u>

ARTESIAN WASTEWATER MANAGEMENT, INC.
RENTAL COSTS
FOR THE TEST YEAR ENDED SEPTEMBER 30, 2012

Exhibit 3
Schedule 3B p. 18
D.L. Valcarenghi
May 31, 2013

PSC Min. Req. V.A.

Delaware Public Service Commission
Company: Artesian Wastewater Management, Inc.
Docket No. _____

Remove Rental Expenses Included Above the Line
\$ (40,665)

ARTESIAN WASTEWATER MANAGEMENT, INC.
SALES, CHARITABLE, AND SOCIAL COSTS

Exhibit 3
Schedule 3E, 3F & 3G
D.L. Valcarenghi
May 31, 2013

PSC Min. Req. V.A.

Delaware Public Service Commission
Company: Artesian Wastewater Management, Inc.
Docket No. _____

<u>Line No.</u>			
1	Sales Promotion and Advertising Expenses	\$ -	3E
2	Charitable & Educational Expenses	\$ -	3F
3	Social and Service Club Dues	\$ -	3G

ARTESIAN WASTEWATER MANAGEMENT, INC.
RATE CASE EXPENSES

Exhibit 3
Schedule 3H
D.L. Valcarenghi
May 31, 2013

PSC Min. Req. V.A.

Delaware Public Service Commission
Company: Artesian Wastewater Management, Inc.
Docket No. _____

Line No.		
1	Intervenor Consultants	\$ 40,000
2	Legal Costs	\$ 15,000
3	Administrative Costs	\$ 2,850
4	Filing Fees	\$ 100
5	Total	<u>\$ 57,950</u>

ARTESIAN WASTEWATER MANAGEMENT, INC.
 OPERATING AND DEFERRED INCOME TAXES
 FOR THE TEST YEAR AND PRO FORMA PERIODS

PSC Min. Req. V.A.

Delaware Public Service Commission
 Company: Artesian Wastewater Management, Inc.
 Docket No. _____

Line No.	Operating Income Taxes	Present	Pro Forma	Line No.	Deferred Income Taxes	763,949
1	Utility Operating Income before Income Taxes	130,601	344,562	1	Excess Tax over Book Depreciation	
2	Interest Expense @ Weighted Debt	48,358	48,358	2	Rate of Tax	8.70%
3	Adjustments: to determine income for Delaware	82,243	296,204	3	Deferred State Income Tax	66,464
4	Add: Book depreciation on 1973 and prior assets	0	0	4	Timing Differences for Federal Income Tax	697,485
5	Deduct: Tax Depr on pre 1973 assets	0	0	5	Tax Rate	34%
6	Net income subject to state income taxes	82,243	296,204	6	Deferred Federal Income Tax	237,145
7	Rate of state income tax	8.70%	8.70%			
8	Pro Forma State Income Tax	7,155	25,770			
9	Less: Deferred State Income Tax	66,464	66,464			
10	State Income Tax Currently Payable for Test Period	(59,308)	(40,694)			
11	Actual State Income Tax Payable	0				
12	Pro Forma State Income Tax	(59,308)	(59,308)			
13	Pro Forma State Tax		18,615			
14	Net Income Subject to State Income	82,243	296,204			
15	Pro Forma State Income Tax	7,155	25,770			
16	Net Income Subject to Federal Income Tax	75,088	270,434			
17	Federal Income Tax Rate	34%	34%			
18	Pro Forma Federal Income Tax	25,530	91,948			
19	Less Deferred Federal Income Tax	237,145	237,145			
20	Total Pro Forma Federal Income Tax	(211,615)	(145,197)			
21	Actual Tax Payable for Test Year	0				
22	Pro Forma Decrease to FIT payable under present rates	(211,615)				
23	Pro Forma FIT Payable		(211,615)			
24	Pro Forma Increase to determine FIT Payable		66,418			

ARTESIAN WASTEWATER MANAGEMENT, INC.
RATE OF RETURN

Exhibit 3
Schedule 4
D.L. Valcarenghi
May 31, 2013

PSC Min. Req. IV.B.

Delaware Public Service Commission
Company: Artesian Wastewater Management, Inc.
Docket No. _____

<u>Line No.</u>	<u>Description</u>	<u>Amount</u>	<u>Ratio</u>	<u>Cost Rate</u>	<u>Weighted Cost</u>
1	Debt	\$ 4,696,827	59.43%	1.85%	1.10%
2	Common Equity	\$ 3,205,847	40.57%	10.00%	4.06%
3	Total	\$ 7,902,674			5.16%

ARTESIAN WASTEWATER MANAGEMENT, INC.
REVENUE CONVERSION FACTOR

Exhibit 3
Schedule 5

D.L. Valcarenghi
May 31, 2013

PSC Min. Req. V.A.

Delaware Public Service Commission
Company: Artesian Wastewater Management, Inc.
Docket No. _____

Line No.			
1	Gross Revenues		100%
2	Add: Finance Charge		0.26%
3	Less: Bad Debt Expense		0.50%
4	Less: PSC Assessment		<u>0.30%</u>
5	Net Operating Income Before Income Tax		99.4600%
6	Less: State income Tax @ 8.7%		<u>8.65302%</u>
7	Subtotal		90.8070%
8	Less: Federal Income Tax @ 34%		<u>30.8744%</u>
9	Operating Income		59.9326%
10	Conversion Factor		<u><u>1.668541</u></u>

ARTESIAN WASTEWATER MANAGEMENT, INC.
RATE DEVELOPMENT

Exhibit 3
Schedule 6
D.L. Valcarenghi
May 31, 2013

PSC Min. Req. V.A.

Delaware Public Service Commission
Company: Artesian Wastewater Management, Inc.
Docket No. _____

<u>Line No.</u>		978
1	End of Test Year 1 EDU customers	
2	Monthly Commercial with Multiple EDUs	46
3	Additional 1 EDU Customers	<u>110</u>
4	Pro Forma Monthly Billable EDUs	1,134
5	Additional EDUs from Re-rating	<u>34</u>
6	Adjusted Monthly EDUs	1,168
4	Annualized EDUs	14,016
5	Pro Forma Flat Rate Revenue	\$ 1,232,460
6	Pro Forma Rate per EDU	\$ 88

ARTESIAN WASTEWATER MANAGEMENT, INC.
 ALLOWANCE FOR FUNDS USED DURING CONSTRUCTION

Exhibit 3
 Schedule 7
 D.L. Valcarenghi
 May 31, 2013

PSC Min. Req. V.A.

Delaware Public Service Commission
 Company: Artesian Wastewater Management, Inc.
 Docket No. _____

<u>Line No.</u>	<u>Month</u>	<u>Rate</u>
1	Oct-11	3.464%
2	Nov-11	3.464%
3	Dec-11	3.464%
4	Jan-12	3.527%
5	Feb-12	3.527%
6	Mar-12	3.527%
7	Apr-12	3.483%
8	May-12	3.483%
9	Jun-12	3.483%
10	Jul-12	3.342%
11	Aug-12	3.342%
12	Sep-12	3.342%
13	Oct-12	3.355%
14	Nov-12	3.355%
15	Dec-12	3.355%

Exhibit 3

D.L. Valcarenghi
May 31, 2013

Delaware Public Service Commission
Company: Artesian Wastewater Management, Inc.
Docket No. _____

ARTESIAN WASTEWATER MANAGEMENT, INC.

ARTESIAN WASTEWATER MANAGEMENT, INC.
USED AND USEFUL UTILITY PLANT BY ACCOUNT
END OF TEST YEAR AND PROJECTED END OF TEST PERIOD

Exhibit 3
Schedule 2A
D.L. Valcarenghi
May 31, 2013

PSC Min. Req. IV.B.

Delaware Public Service Commission
Company: Artesian Wastewater Management, Inc.
Docket No. _____

Line No.	Account No.	Description of Property	Test Year Plant	Actual Plant 10/12 - 3/13	Proposed Additions	Anticipated Retirements	Proposed Rate Base
1	353.002	Collection Plant Land & Land Rights	44,830				44,830
2	353.003	System Pump Plant Land & Land Rights	50,000				50,000
3	353.004	Treatment & Disposal Plant & Rights	69,650				69,650
4	353.007	General Plant Land & Land Rights	44				44
5	354.002	Collection Plant Structures & Improvements	7,163				7,163
6	354.003	System Pump Structures & Improvements	2,967				2,967
7	354.004	Treatment & Disposal Structures & Improvements	5,082,937	1,513,754	57,074		6,653,765
8	355.004	Treatment & Disposal Power Gen Equip	242,341				242,341
9	360.002	Collection Sewers- Force	1,209,867		520,953		1,730,820
10	361.002	Collection Sewers- Gravity	4,708,904	130,427			4,839,331
11	363.002	Services	799,725	67,177			866,902
12	364.002	Flow Metering Devices	103,287				103,287
13	371.003	Sustem Pump Plant Pump Equip	1,273,911	14,480	275,986		1,564,377
14	380.004	Treatment & Disposal Plant Equip	2,025,496	42,243			2,067,739
15	381.004	Treatment & Disposal Plant Sewer	331,532				331,532
16	389.004	Treatment & Disposal Misc Equip	185,849				185,849
17	390.003	Office Equip- Computer Hardware	22,019	0			22,019
18	390.004	Software	25,428				25,428
19	391.006	Transportation Equip	695,822			343,179	352,643
20	393.007	Tools, Shop & Garge Equip	75,651		15,885		91,536
21	394.007	Lab Equipment	70,571		10,000		80,571
22	395.007	Power-Operated Equip	56,693				56,693
23	396.007	Communication Equip	31,041				31,041
24	397.007	Misc Equip	148,721		27,226		175,947
25		Total Tangible Used and Useful Utility Plant	\$ 17,264,449	\$ 1,768,080	\$ 907,124	\$ 343,179	\$ 19,596,475

Project #	Project Name	Asset Account	Amount	Source	Depr Rate	2012 Est Depr	2013 Est Depr	2012 Actual	2013 Actual	2013 Jan-Mar Actual	2013 Apr-Jun Estimate	Actual/Estimate Total	2013 Asset Difference	2013 Depr	
3000778	Wastewater Station Improvements	3540040000	50,000.00	Capital Budget 2013	2.00%	0	250.00	-	-	-	50,000.00	50,000.00	-	250.00	
	Beaver Creek WWTF Phase II	3540040000	1,513,754.10	CWIP to GL Recon 12/31/2012	2.00%	15,137.54	15,137.54	1,513,754.10	-	-	7,074.04	1,520,828.14	7,074.04	35.37	
		3540040000 Total	1,563,754.10				15,137.54	15,387.54	1,513,754.10	-	-	57,074.04	1,570,828.14	7,074.04	285.37
	Windstone Sewer Force Main	3600020000	460,000.00	Capital Budget 2013 - Windstone Sewer Line Item	1.24%	0	1,426.00	-	-	-	520,952.94	520,952.94	60,952.94	1,614.95	
		3600020000 Total	460,000.00				1,426.00	-	-	-	520,952.94	520,952.94	60,952.94	1,614.95	
	Windstone 1-B.2 Collection System Independence, Phase 2B.1 & 3B.1	3610020000	60,580.00	Warranty Bill of Sale - October 2012	1.24%	In PS	-	60,580.00	-	57,114.00	-	-	60,580.00	-	-
	Independence, Phase 2B.1 & 3B.1	3610020000	60,580.00	Warranty Bill of Sale - March 2013	1.24%	-	-	-	12,733.25	12,733.25	-	-	12,733.25	12,733.25	-
	Independence, Phase 2B.1 & 3B.1	3610020000	60,580.00	Warranty Bill of Sale - March 2013	1.24%	-	-	60,580.00	69,847.25	69,847.25	-	-	130,427.25	69,847.25	-
	Windstone 1-B.2 Collection System Independence, Phase 2B.1 & 3B.1	3630020000	26,542.50	Warranty Bill of Sale - October 2012	2.57%	In PS	-	26,542.50	-	31,410.00	-	-	31,410.00	31,410.00	-
	Independence, Phase 2B.1 & 3B.1	3630020000	26,542.50	Warranty Bill of Sale - March 2013	2.57%	-	-	-	9,224.00	9,224.00	-	-	9,224.00	9,224.00	-
Independence, Phase 2B.1 & 3B.1	3630020000	26,542.50	Warranty Bill of Sale - March 2013	2.57%	-	-	26,542.50	40,634.00	40,634.00	-	-	67,176.50	40,634.00	-	
	3630020000 Total	26,542.50				0	1,787.50	-	-	-	250,000.00	250,000.00	-	1,787.50	
Beaver Creek Lift Station (Trails - Built by	3710030000	250,000.00	Capital Budget 2013	2.86%	0	2,145.00	-	-	-	-	-	-	(300,000.00)	-	
Beaver Creek Lift Station (Built by Develo	3710030000	300,000.00	WW Services Agreement	2.86%	0	-	14,479.54	14,479.54	-	-	-	14,479.54	14,479.54	-	
Windstone Lift Station Fence	3710030000	40,000.00	Cap Add 2013	2.86%	0	286.00	-	-	-	-	25,986.06	25,986.06	(14,013.94)	185.80	
Windstone Lift Station Upgrades	3710030000	40,000.00	Capital Budget 2013 - Windstone Sewer Line Item	2.86%	0	4,218.50	-	14,479.54	-	-	275,986.06	290,465.60	(299,534.40)	1,973.30	
	3710030000 Total	590,000.00				2,404.50	564.83	14,479.54	42,242.86	-	42,242.86	42,242.86	2,743.95	-	
Stonewater Creek Lime Feed System	3800040000	39,498.91	CWIP to GL Recon 10/31/2012	2.86%	0	500.00	-	-	-	-	-	-	(10,000.00)	-	
	3800040000 Total	39,498.91				500.00	-	-	-	-	-	-	(10,000.00)	-	
AWMI Information Systems	3900030000	10,000.00	Capital Budget 2013	20.00%	0	250.00	-	-	-	-	-	-	(15,000.00)	-	
Replacement Equipment for Retired Aut	3900030000	5,000.00	Capital Budget 2013	20.00%	0	250.00	-	-	-	-	-	-	(15,000.00)	-	
	3900030000 Total	15,000.00				0	750.00	-	-	-	-	-	(15,000.00)	-	
Tools & Heavy Equipment	3930070000	25,000.00	Capital Budget 2013	3.20%	0	200.00	-	-	-	-	15,885.00	15,885.00	(9,115.00)	127.08	
Lab Equipment - per Mark K.	3940070000	25,000.00	Capital Budget 2013	10.66%	0	266.50	-	-	-	-	10,000.00	10,000.00	(9,115.00)	127.08	
	3940070000 Total	10,000.00				0	266.50	-	-	-	10,000.00	10,000.00	-	266.50	
Equipment Upgrade - Actuator Replacem	3970070000	15,000.00	Capital Budget 2013	4.80%	0	180.00	-	-	-	-	8,374.00	8,374.00	(6,626.00)	-	
Equipment Upgrade - Composite Sample	3970070000	14,000.00	Capital Budget 2013	4.80%	0	168.00	-	-	-	-	8,852.22	8,852.22	(5,147.78)	106.23	
Tools	3970070000	10,000.00	Capital Budget 2013	4.80%	0	120.00	-	-	-	-	10,000.00	10,000.00	-	120.00	
	3970070000 Total	39,000.00				-	468.00	-	-	-	27,226.22	27,226.22	(11,773.78)	226.23	
Grand Total		2,829,375.51				15,702.38	23,281.38	1,615,356.14	152,724.11	-	907,124.26	2,675,204.51	(154,171.00)	4,493.43	
Vehicle Retirements		3910060000	(343,179.00)	November 2012 Retirements	8.64%	(14,825.33)	(14,825.33)	(343,178.79)	-	-	-	(343,178.79)	0.21	-	

ARTESIAN WASTEWATER MANAGEMENT, INC.
 ACCUMULATED DEPRECIATION
 FOR THE TEST YEAR AND TEST PERIODS

Exhibit 3
 Schedule 2C
 D.L. Valcarenghi
 May 31, 2013

PSC Min. Req. IV.A.

Delaware Public Service Commission
 Company: Artesian Wastewater Management, Inc.
 Docket No. _____

Line No.	Utility Plant A/C No.	Description	Test Year	Test Period	Anticipated	Test Period	Test Period	Pro-forma	Pro-forma
			Balance	Balance	Retirements	Balance	Depreciation	Balance	Balance
1	353.002	Collection Plant Land & Land Rights	\$0	\$0	0	\$0	\$0	\$0	\$0
2	353.003	System Pump Plant Land & Land Rights	0	0	0	0	0	0	0
3	353.004	Treatment & Disposal Plant & Rights	0	0	0	0	0	0	0
4	353.007	General Plant Land & Land Rights	0	0	0	0	0	0	0
5	354.002	Collection Plant Structures & Improvements	322	287	0	143	430	430	430
6	354.003	System Pump Structures & Improvements	134	119	0	59	178	178	178
7	354.004	Treatment & Disposal Structures & Improvements	543,530	518,184	0	132,083	650,267	650,267	650,267
8	355.004	Treatment & Disposal Power Gen Equip	(5,265)	(6,998)	0	6,931	(67)	(67)	(67)
9	360.002	Collection Sewers- Force	44,812	41,362	0	16,017	57,379	57,379	57,379
10	361.002	Collection Sewers- Gravity	155,763	140,098	0	60,981	201,079	201,079	201,079
11	363.002	Services	66,095	60,781	0	21,496	82,277	82,277	82,277
12	364.002	Flow Metering Devices	12,801	12,062	0	2,954	15,016	15,016	15,016
13	371.003	Sustem Pump Plant Pump Equip	119,234	110,334	0	38,093	148,427	148,427	148,427
14	380.004	Treatment & Disposal Plant Equip	332,220	314,306	0	65,094	379,400	379,400	379,400
15	381.004	Treatment & Disposal Plant Sewer	60,056	59,028	0	4,111	63,140	63,140	63,140
16	389.004	Treatment & Disposal Misc Equip	25,996	23,766	0	8,921	32,687	32,687	32,687
17	390.003	Office Equip- Computer Hardware	16,802	16,256	0	2,850	19,106	19,106	19,106
18	390.004	Software	21,697	20,477	0	4,880	25,357	25,357	25,357
19	391.006	Transportation Equip	249,266	234,345	98,622	30,251	165,974	165,974	165,974
20	393.007	Tools, Shop & Garge Equip	10,464	9,858	0	2,548	12,406	12,406	12,406
21	394.007	Lab Equipment	33,231	31,351	0	7,789	39,140	39,140	39,140
22	395.007	Power-Operated Equip	7,134	6,318	0	3,300	9,618	9,618	9,618
23	396.007	Communication Equip	6,440	5,963	0	2,861	8,824	8,824	8,824
24	397.007	Misc Equip	26,586	24,802	0	7,415	32,217	32,217	32,217
25		Total Accumulated Depreciation	<u>\$ 1,727,321</u>	<u>\$ 1,622,698</u>	<u>\$ 98,622</u>	<u>\$ 418,778</u>	<u>\$ 1,942,854</u>	<u>\$ 1,942,854</u>	<u>\$ 1,942,854</u>

Unit	Journal ID	Date	Ledger	Account	Dept	Amount	Line Descr		
00050	DEPR022632	1/31/2013	ACTUALS	4030000000	0001	165.56	WCOME		
00050	DEPR023080	2/28/2013	ACTUALS	4030000000	0001	165.56	WCOME		
00050	DEPR023080	2/28/2013	ACTUALS	4030000000	0001	462.37	WCOME		
00050	DEPR023644	3/31/2013	ACTUALS	4030000000	0001	(165.56)	WCOME		
00050	DEPR021132	10/31/2012	ACTUALS	4030000000	0001	157.06	WCOME		
00050	DEPR021485	11/30/2012	ACTUALS	4030000000	0001	157.06	WCOME		
00050						165.56	WCOME	2013	4
00050						165.56	WCOME	2013	5
00050						165.56	WCOME	2013	6
00050	DEPR019902	8/31/2012	ACTUALS	4030000000	0001	156.020	WCOME		
00050	DEPR020463	9/30/2012	ACTUALS	4030000000	0001	157.050	WCOME		
00050	DEPR020463	9/30/2012	ACTUALS	4030000000	0001	148.550	WCOME		
00050	DEPR020463	9/30/2012	ACTUALS	4030000000	0001	148.550	WCOME		
00050	DEPR020463	9/30/2012	ACTUALS	4030000000	0001	156.020	WCOME		
00050	DEPR020463	9/30/2012	ACTUALS	4030000000	0001	37.340	WCOME		
00050	DEPR020463	9/30/2012	ACTUALS	4030000000	0001	156.020	WCOME		
						2398.280	WCOME Total		
00050	DEPR022632	1/31/2013	ACTUALS	4030000000	0001	462.37	WCOME-2012		
						462.37	WCOME-2012 Total		
00050	DEPR022632	1/31/2013	ACTUALS	4030000000	0001	366.99	WCOMH		
00050	DEPR023080	2/28/2013	ACTUALS	4030000000	0001	366.99	WCOMH		
00050	DEPR023644	3/31/2013	ACTUALS	4030000000	0001	366.99	WCOMH		
00050	DEPR021132	10/31/2012	ACTUALS	4030000000	0001	78.00	WCOMH		
00050	DEPR021485	11/30/2012	ACTUALS	4030000000	0001	78.00	WCOMH		
00050	DEPR022172	12/31/2012	ACTUALS	4030000000	0001	78.07	WCOMH		
00050						322.84	WCOMH	2013	4
00050						322.84	WCOMH	2013	5
00050						322.84	WCOMH	2013	6
00050	DEPR019229	7/31/2012	ACTUALS	4030000000	0001	352.710	WCOMH		
00050	DEPR019902	8/31/2012	ACTUALS	4030000000	0001	115.980	WCOMH		
00050	DEPR020463	9/30/2012	ACTUALS	4030000000	0001	78.000	WCOMH		
						2850.250	WCOMH Total		
00050	DEPR022632	1/31/2013	ACTUALS	4030000000	0001	406.63	WCOMS		
00050	DEPR023080	2/28/2013	ACTUALS	4030000000	0001	406.63	WCOMS		
00050	DEPR023644	3/31/2013	ACTUALS	4030000000	0001	406.63	WCOMS		
00050	DEPR021132	10/31/2012	ACTUALS	4030000000	0001	406.63	WCOMS		
00050	DEPR021485	11/30/2012	ACTUALS	4030000000	0001	406.63	WCOMS		
00050	DEPR022172	12/31/2012	ACTUALS	4030000000	0001	406.66	WCOMS		
00050						406.63	WCOMS	2013	4
00050						406.63	WCOMS	2013	5
00050						406.63	WCOMS	2013	6
00050	DEPR019229	7/31/2012	ACTUALS	4030000000	0001	406.630	WCOMS		
00050	DEPR019902	8/31/2012	ACTUALS	4030000000	0001	406.630	WCOMS		
00050	DEPR020463	9/30/2012	ACTUALS	4030000000	0001	406.630	WCOMS		
						4879.590	WCOMS Total		
00050						-	WCOPL	2013	4
00050						-	WCOPL	2013	5
00050						-	WCOPL	2013	6
						-	WCOPL Total		
00050	DEPR022632	1/31/2013	ACTUALS	4030000000	0001	1,250.20	WCSFO		
00050	DEPR023080	2/28/2013	ACTUALS	4030000000	0001	1,250.20	WCSFO		
00050	DEPR023644	3/31/2013	ACTUALS	4030000000	0001	1,250.20	WCSFO		

Unit	Journal ID	Date	Ledger	Account	Dept	Amount	Line Descr		
00050	DEPR021132	10/31/2012	ACTUALS	4030000000	0001	1,150.16	WCSFO		
00050	DEPR021485	11/30/2012	ACTUALS	4030000000	0001	1,150.16	WCSFO		
00050	DEPR022172	12/31/2012	ACTUALS	4030000000	0001	1,150.20	WCSFO		
00050						1,250.20	WCSFO	2013	4
00050						1,250.20	WCSFO	2013	5
00050						1,250.20	WCSFO	2013	6
00050						1,614.95	WCSFO	2013	4-6
00050	DEPR019229	7/31/2012	ACTUALS	4030000000	0001	1150.160	WCSFO		
00050	DEPR019902	8/31/2012	ACTUALS	4030000000	0001	1150.160	WCSFO		
00050	DEPR020463	9/30/2012	ACTUALS	4030000000	0001	1150.160	WCSFO		
						16017.150	WCSFO Total		
00050	DEPR022632	1/31/2013	ACTUALS	4030000000	0001	4,928.47	WCSGR		
00050	DEPR023080	2/28/2013	ACTUALS	4030000000	0001	4,928.47	WCSGR		
00050	DEPR023644	3/31/2013	ACTUALS	4030000000	0001	4,964.56	WCSGR		
00050	DEPR023644	3/31/2013	ACTUALS	4030000000	0001	72.17	WCSGR		
00050	DEPR021132	10/31/2012	ACTUALS	4030000000	0001	5,082.38	WCSGR		
00050	DEPR021132	10/31/2012	ACTUALS	4030000000	0001	281.70	WCSGR		
00050	DEPR021485	11/30/2012	ACTUALS	4030000000	0001	5,082.38	WCSGR		
00050	DEPR022172	12/31/2012	ACTUALS	4030000000	0001	5,082.33	WCSGR		
00050						4,964.56	WCSGR	2013	4
00050						4,964.56	WCSGR	2013	5
00050						4,964.56	WCSGR	2013	6
00050	DEPR019229	7/31/2012	ACTUALS	4030000000	0001	286.030	WCSGR		
00050	DEPR019229	7/31/2012	ACTUALS	4030000000	0001	5013.550	WCSGR		
00050	DEPR019902	8/31/2012	ACTUALS	4030000000	0001	5013.550	WCSGR		
00050	DEPR020463	9/30/2012	ACTUALS	4030000000	0001	300.210	WCSGR		
00050	DEPR020463	9/30/2012	ACTUALS	4030000000	0001	5051.080	WCSGR		
						60980.560	WCSGR Total		
00050	DEPR022632	1/31/2013	ACTUALS	4030000000	0001	11.94	WCSST		
00050	DEPR023080	2/28/2013	ACTUALS	4030000000	0001	11.94	WCSST		
00050	DEPR023644	3/31/2013	ACTUALS	4030000000	0001	11.94	WCSST		
00050	DEPR021132	10/31/2012	ACTUALS	4030000000	0001	11.94	WCSST		
00050	DEPR021485	11/30/2012	ACTUALS	4030000000	0001	11.94	WCSST		
00050	DEPR022172	12/31/2012	ACTUALS	4030000000	0001	11.92	WCSST		
00050						11.94	WCSST	2013	4
00050						-	WCSST	2013	4
00050						11.94	WCSST	2013	5
00050						-	WCSST	2013	5
00050						11.94	WCSST	2013	6
00050						-	WCSST	2013	6
00050	DEPR019229	7/31/2012	ACTUALS	4030000000	0001	11.940	WCSST		
00050	DEPR019902	8/31/2012	ACTUALS	4030000000	0001	11.940	WCSST		
00050	DEPR020463	9/30/2012	ACTUALS	4030000000	0001	11.940	WCSST		
						143.260	WCSST Total		
00050	DEPR022632	1/31/2013	ACTUALS	4030000000	0001	246.17	WFLMD		
00050	DEPR023080	2/28/2013	ACTUALS	4030000000	0001	246.17	WFLMD		
00050	DEPR023644	3/31/2013	ACTUALS	4030000000	0001	246.17	WFLMD		
00050	DEPR021132	10/31/2012	ACTUALS	4030000000	0001	246.17	WFLMD		
00050	DEPR021485	11/30/2012	ACTUALS	4030000000	0001	246.17	WFLMD		
00050	DEPR022172	12/31/2012	ACTUALS	4030000000	0001	246.15	WFLMD		
00050						246.17	WFLMD	2013	4
00050						246.17	WFLMD	2013	5

Unit	Journal ID	Date	Ledger	Account	Dept	Amount	Line Descr		
00050						246.17	WFLMD	2013	6
00050	DEPR019229	7/31/2012	ACTUALS	4030000000	0001	246.170	WFLMD		
00050	DEPR019902	8/31/2012	ACTUALS	4030000000	0001	246.170	WFLMD		
00050	DEPR020463	9/30/2012	ACTUALS	4030000000	0001	246.170	WFLMD		
						2954.020	WFLMD Total		
00050						-	WGNLA	2013	4
00050						-	WGNLA	2013	5
00050						-	WGNLA	2013	6
						-	WGNLA Total		
00050	DEPR022632	1/31/2013	ACTUALS	4030000000	0001	626.91	WLABE		
00050	DEPR023080	2/28/2013	ACTUALS	4030000000	0001	626.91	WLABE		
00050	DEPR023644	3/31/2013	ACTUALS	4030000000	0001	626.91	WLABE		
00050	DEPR021132	10/31/2012	ACTUALS	4030000000	0001	626.91	WLABE		
00050	DEPR021485	11/30/2012	ACTUALS	4030000000	0001	626.91	WLABE		
00050	DEPR022172	12/31/2012	ACTUALS	4030000000	0001	626.85	WLABE		
00050						626.91	WLABE	2013	4
00050						626.91	WLABE	2013	5
00050						626.91	WLABE	2013	6
00050						266.50	WLABE	2013	4-6
00050	DEPR019229	7/31/2012	ACTUALS	4030000000	0001	626.910	WLABE		
00050	DEPR019902	8/31/2012	ACTUALS	4030000000	0001	626.910	WLABE		
00050	DEPR020463	9/30/2012	ACTUALS	4030000000	0001	626.910	WLABE		
						7789.360	WLABE Total		
00050	DEPR022632	1/31/2013	ACTUALS	4030000000	0001	594.89	WMISE		
00050	DEPR023080	2/28/2013	ACTUALS	4030000000	0001	594.89	WMISE		
00050	DEPR023644	3/31/2013	ACTUALS	4030000000	0001	594.89	WMISE		
00050	DEPR021132	10/31/2012	ACTUALS	4030000000	0001	594.84	WMISE		
00050	DEPR021485	11/30/2012	ACTUALS	4030000000	0001	594.84	WMISE		
00050	DEPR022172	12/31/2012	ACTUALS	4030000000	0001	594.85	WMISE		
00050						611.64	WMISE	2013	4
00050						611.64	WMISE	2013	5
00050						611.64	WMISE	2013	6
00050						226.23	WMISE	2013	4-6
00050	DEPR019229	7/31/2012	ACTUALS	4030000000	0001	594.840	WMISE		
00050	DEPR019902	8/31/2012	ACTUALS	4030000000	0001	594.840	WMISE		
00050	DEPR020463	9/30/2012	ACTUALS	4030000000	0001	594.840	WMISE		
						7414.870	WMISE Total		
00050	DEPR022632	1/31/2013	ACTUALS	4030000000	0001	272.13	WPOWE		
00050	DEPR023080	2/28/2013	ACTUALS	4030000000	0001	272.13	WPOWE		
00050	DEPR023644	3/31/2013	ACTUALS	4030000000	0001	272.13	WPOWE		
00050	DEPR021132	10/31/2012	ACTUALS	4030000000	0001	272.13	WPOWE		
00050	DEPR021485	11/30/2012	ACTUALS	4030000000	0001	272.13	WPOWE		
00050	DEPR022172	12/31/2012	ACTUALS	4030000000	0001	272.08	WPOWE		
00050						283.74	WPOWE	2013	4
00050						283.75	WPOWE	2013	5
00050						283.75	WPOWE	2013	6
00050	DEPR019229	7/31/2012	ACTUALS	4030000000	0001	272.130	WPOWE		
00050	DEPR019902	8/31/2012	ACTUALS	4030000000	0001	272.130	WPOWE		
00050	DEPR020463	9/30/2012	ACTUALS	4030000000	0001	272.130	WPOWE		
						3300.360	WPOWE Total		
00050	DEPR022632	1/31/2013	ACTUALS	4030000000	0001	3,036.15	WPPPE		
00050	DEPR023080	2/28/2013	ACTUALS	4030000000	0001	16.71	WPPPE		

Unit	Journal ID	Date	Ledger	Account	Dept	Amount	Line Descr		
00050	DEPR023080	2/28/2013	ACTUALS	4030000000	0001	3,052.86	WPPPE		
00050	DEPR023644	3/31/2013	ACTUALS	4030000000	0001	3,053.41	WPPPE		
00050	DEPR023644	3/31/2013	ACTUALS	4030000000	0001	1.09	WPPPE		
00050	DEPR021132	10/31/2012	ACTUALS	4030000000	0001	2,966.60	WPPPE		
00050	DEPR021485	11/30/2012	ACTUALS	4030000000	0001	2,966.60	WPPPE		
00050	DEPR022172	12/31/2012	ACTUALS	4030000000	0001	2,966.62	WPPPE		
00050						3,053.41	WPPPE	2013	4
00050						3,053.41	WPPPE	2013	5
00050						3,053.41	WPPPE	2013	6
00050						1,973.30	WPPPE	2013	4-6
00050	DEPR019229	7/31/2012	ACTUALS	4030000000	0001	2966.600	WPPPE		
00050	DEPR019902	8/31/2012	ACTUALS	4030000000	0001	2966.600	WPPPE		
00050	DEPR020463	9/30/2012	ACTUALS	4030000000	0001	2966.600	WPPPE		
						38093.370	WPPPE Total		
00050	DEPR022632	1/31/2013	ACTUALS	4030000000	0001	1,769.59	WSERV		
00050	DEPR023080	2/28/2013	ACTUALS	4030000000	0001	1,769.59	WSERV		
00050	DEPR023644	3/31/2013	ACTUALS	4030000000	0001	1,813.10	WSERV		
00050	DEPR023644	3/31/2013	ACTUALS	4030000000	0001	87.03	WSERV		
00050	DEPR021132	10/31/2012	ACTUALS	4030000000	0001	255.81	WSERV		
00050	DEPR021132	10/31/2012	ACTUALS	4030000000	0001	1,682.32	WSERV		
00050	DEPR021485	11/30/2012	ACTUALS	4030000000	0001	1,682.32	WSERV		
00050	DEPR022172	12/31/2012	ACTUALS	4030000000	0001	1,682.27	WSERV		
00050						1,813.10	WSERV	2013	4
00050						1,813.10	WSERV	2013	5
00050						1,813.10	WSERV	2013	6
00050	DEPR019229	7/31/2012	ACTUALS	4030000000	0001	1632.320	WSERV		
00050	DEPR019229	7/31/2012	ACTUALS	4030000000	0001	223.630	WSERV		
00050	DEPR019902	8/31/2012	ACTUALS	4030000000	0001	1632.320	WSERV		
00050	DEPR020463	9/30/2012	ACTUALS	4030000000	0001	1653.900	WSERV		
00050	DEPR020463	9/30/2012	ACTUALS	4030000000	0001	172.620	WSERV		
						21496.120	WSERV Total		
00050	DEPR022632	1/31/2013	ACTUALS	4030000000	0001	4.95	WSPST		
00050	DEPR023080	2/28/2013	ACTUALS	4030000000	0001	4.95	WSPST		
00050	DEPR023644	3/31/2013	ACTUALS	4030000000	0001	4.95	WSPST		
00050	DEPR021132	10/31/2012	ACTUALS	4030000000	0001	4.95	WSPST		
00050	DEPR021485	11/30/2012	ACTUALS	4030000000	0001	4.95	WSPST		
00050	DEPR022172	12/31/2012	ACTUALS	4030000000	0001	4.89	WSPST		
00050						4.95	WSPST	2013	4
00050						-	WSPST	2013	4
00050						4.95	WSPST	2013	5
00050						-	WSPST	2013	5
00050						4.95	WSPST	2013	6
00050						-	WSPST	2013	6
00050	DEPR019229	7/31/2012	ACTUALS	4030000000	0001	4.950	WSPST		
00050	DEPR019902	8/31/2012	ACTUALS	4030000000	0001	4.950	WSPST		
00050	DEPR020463	9/30/2012	ACTUALS	4030000000	0001	4.950	WSPST		
						59.340	WSPST Total		
00050	DEPR022632	1/31/2013	ACTUALS	4030000000	0001	4,827.32	WTDEQ		
00050	DEPR023080	2/28/2013	ACTUALS	4030000000	0001	50.34	WTDEQ		
00050	DEPR023080	2/28/2013	ACTUALS	4030000000	0001	4,877.66	WTDEQ		
00050	DEPR023644	3/31/2013	ACTUALS	4030000000	0001	0.12	WTDEQ		
00050	DEPR023644	3/31/2013	ACTUALS	4030000000	0001	4,877.72	WTDEQ		

Unit	Journal ID	Date	Ledger	Account	Dept	Amount	Line Descr		
00050	DEPR021132	10/31/2012	ACTUALS	4030000000	0001	5,971.32	WTDEQ		
00050	DEPR021485	11/30/2012	ACTUALS	4030000000	0001	5,971.32	WTDEQ		
00050	DEPR022172	12/31/2012	ACTUALS	4030000000	0001	5,971.26	WTDEQ		
00050						4,877.72	WTDEQ	2013	4
00050						4,877.72	WTDEQ	2013	5
00050						4,877.72	WTDEQ	2013	6
00050	DEPR019229	7/31/2012	ACTUALS	4030000000	0001	5971.320	WTDEQ		
00050	DEPR019902	8/31/2012	ACTUALS	4030000000	0001	5971.320	WTDEQ		
00050	DEPR020463	9/30/2012	ACTUALS	4030000000	0001	5971.320	WTDEQ		
						65094.180	WTDEQ Total		
00050						-	WTDLA	2013	4
00050						-	WTDLA	2013	5
00050						-	WTDLA	2013	6
						-	WTDLA Total		
00050	DEPR022632	1/31/2013	ACTUALS	4030000000	0001	743.40	WTDME		
00050	DEPR023080	2/28/2013	ACTUALS	4030000000	0001	743.40	WTDME		
00050	DEPR023644	3/31/2013	ACTUALS	4030000000	0001	743.40	WTDME		
00050	DEPR021132	10/31/2012	ACTUALS	4030000000	0001	743.40	WTDME		
00050	DEPR021485	11/30/2012	ACTUALS	4030000000	0001	743.40	WTDME		
00050	DEPR022172	12/31/2012	ACTUALS	4030000000	0001	743.36	WTDME		
00050						743.40	WTDME	2013	4
00050						743.40	WTDME	2013	5
00050						743.40	WTDME	2013	6
00050	DEPR019229	7/31/2012	ACTUALS	4030000000	0001	743.400	WTDME		
00050	DEPR019902	8/31/2012	ACTUALS	4030000000	0001	743.400	WTDME		
00050	DEPR020463	9/30/2012	ACTUALS	4030000000	0001	743.400	WTDME		
						8920.760	WTDME Total		
00050	DEPR022632	1/31/2013	ACTUALS	4030000000	0001	577.58	WTDPG		
00050	DEPR023080	2/28/2013	ACTUALS	4030000000	0001	577.58	WTDPG		
00050	DEPR023644	3/31/2013	ACTUALS	4030000000	0001	577.58	WTDPG		
00050	DEPR021132	10/31/2012	ACTUALS	4030000000	0001	577.58	WTDPG		
00050	DEPR021485	11/30/2012	ACTUALS	4030000000	0001	577.58	WTDPG		
00050	DEPR022172	12/31/2012	ACTUALS	4030000000	0001	577.58	WTDPG		
00050						577.58	WTDPG	2013	4
00050						577.58	WTDPG	2013	5
00050						577.58	WTDPG	2013	6
00050	DEPR019229	7/31/2012	ACTUALS	4030000000	0001	577.580	WTDPG		
00050	DEPR019902	8/31/2012	ACTUALS	4030000000	0001	577.580	WTDPG		
00050	DEPR020463	9/30/2012	ACTUALS	4030000000	0001	577.580	WTDPG		
						6930.960	WTDPG Total		
00050	DEPR022632	1/31/2013	ACTUALS	4030000000	0001	342.63	WTDSE		
00050	DEPR023080	2/28/2013	ACTUALS	4030000000	0001	342.63	WTDSE		
00050	DEPR023644	3/31/2013	ACTUALS	4030000000	0001	342.60	WTDSE		
00050	DEPR023644	3/31/2013	ACTUALS	4030000000	0001	(0.05)	WTDSE		
00050	DEPR021132	10/31/2012	ACTUALS	4030000000	0001	342.61	WTDSE		
00050	DEPR021485	11/30/2012	ACTUALS	4030000000	0001	342.61	WTDSE		
00050	DEPR022172	12/31/2012	ACTUALS	4030000000	0001	342.62	WTDSE		
00050						342.60	WTDSE	2013	4
00050						342.60	WTDSE	2013	5
00050						342.60	WTDSE	2013	6
00050	DEPR019229	7/31/2012	ACTUALS	4030000000	0001	342.610	WTDSE		
00050	DEPR019902	8/31/2012	ACTUALS	4030000000	0001	342.610	WTDSE		

Unit	Journal ID	Date	Ledger	Account	Dept	Amount	Line Descr		
00050	DEPR020463	9/30/2012	ACTUALS	4030000000	0001	342.610	WTDSE		
						4111.280	WTDSE Total		
00050	DEPR022632	1/31/2013	ACTUALS	4030000000	0001	10,994.49	WTDST		
00050	DEPR023080	2/28/2013	ACTUALS	4030000000	0001	10,994.49	WTDST		
00050	DEPR023644	3/31/2013	ACTUALS	4030000000	0001	10,994.49	WTDST		
00050	DEPR021132	10/31/2012	ACTUALS	4030000000	0001	8,448.87	WTDST		
00050	DEPR021485	11/30/2012	ACTUALS	4030000000	0001	8,448.87	WTDST		
00050	DEPR022172	12/31/2012	ACTUALS	4030000000	0001	9,710.43	WTDST		
00050	DEPR022172	12/31/2012	ACTUALS	4030000000	0001	13,876.08	WTDST		
00050						10,994.49	WTDST	2013	4
00050						10,994.49	WTDST	2013	5
00050						10,994.49	WTDST	2013	6
00050						285.37	WTDST	2013	4-6
00050	DEPR019229	7/31/2012	ACTUALS	4030000000	0001	8448.870	WTDST		
00050	DEPR019902	8/31/2012	ACTUALS	4030000000	0001	8448.870	WTDST		
00050	DEPR020463	9/30/2012	ACTUALS	4030000000	0001	8448.870	WTDST		
						132083.170	WTDST Total		
00050	DEPR022632	1/31/2013	ACTUALS	4030000000	0001	201.74	WTOOL		
00050	DEPR023080	2/28/2013	ACTUALS	4030000000	0001	201.74	WTOOL		
00050	DEPR023644	3/31/2013	ACTUALS	4030000000	0001	201.74	WTOOL		
00050	DEPR021132	10/31/2012	ACTUALS	4030000000	0001	201.74	WTOOL		
00050	DEPR021485	11/30/2012	ACTUALS	4030000000	0001	201.74	WTOOL		
00050	DEPR022172	12/31/2012	ACTUALS	4030000000	0001	201.68	WTOOL		
00050						201.74	WTOOL	2013	4
00050						201.74	WTOOL	2013	5
00050						201.74	WTOOL	2013	6
00050						127.08	WTOOL	2013	4-6
00050	DEPR019229	7/31/2012	ACTUALS	4030000000	0001	201.740	WTOOL		
00050	DEPR019902	8/31/2012	ACTUALS	4030000000	0001	201.740	WTOOL		
00050	DEPR020463	9/30/2012	ACTUALS	4030000000	0001	201.740	WTOOL		
						2547.900	WTOOL Total		
00050	DEPR022632	1/31/2013	ACTUALS	4030000000	0001	2,539.01	WTRAN		
00050	DEPR023080	2/28/2013	ACTUALS	4030000000	0001	2,539.01	WTRAN		
00050	DEPR023644	3/31/2013	ACTUALS	4030000000	0001	2,539.02	WTRAN		
00050	DEPR023644	3/31/2013	ACTUALS	4030000000	0001	0.03	WTRAN		
00050	DEPR021132	10/31/2012	ACTUALS	4030000000	0001	4,973.71	WTRAN		
00050	DEPR021485	11/30/2012	ACTUALS	4030000000	0001	4,973.71	WTRAN		
00050	DEPR022172	12/31/2012	ACTUALS	4030000000	0001	15.93	WTRAN		
00050	DEPR022172	12/31/2012	ACTUALS	4030000000	0001	(9,867.88)	WTRAN		
00050						2,539.02	WTRAN	2013	4
00050						2,539.02	WTRAN	2013	5
00050						2,539.02	WTRAN	2013	6
00050	DEPR019229	7/31/2012	ACTUALS	4030000000	0001	4973.710	WTRAN		
00050	DEPR019902	8/31/2012	ACTUALS	4030000000	0001	4973.710	WTRAN		
00050	DEPR020463	9/30/2012	ACTUALS	4030000000	0001	4973.710	WTRAN		
						30250.730	WTRAN Total		
						418777.880	Grand Total		

ARTESIAN WASTEWATER MANAGEMENT, INC.
 ACCUMULATED DEFERRED INCOME TAXES

Exhibit 3
 Schedule 2D
 D.L. Valcarenghi
 May 31, 2013

PSC Min. Req. V.

Delaware Public Service Commission
 Company: Artesian Wastewater Management, Inc.
 Docket No. _____

Line No.	Federal		State		Test Period Balance
	Test Year Balance	Adjustment	Test Year Balance	Adjustment	
1	\$ 690,356	\$ 239,824	\$ 193,483	\$ 67,216	\$ 260,699

Artesian Wastewater Management, Inc.
Deferred Income Taxes on Difference in Book vs. Tax Depreciation

	(1) Excess Tax Depreciation Over Book	(2) Deferred Federal Taxes @ 31.04%	(3) Deferred State Taxes @ 8.7%	Total Deferred
	<u>Depreciation</u>	<u>Federal</u>	<u>State</u>	<u>Tax</u>
12/31/12 Balances		828,595	232,226	1,060,821
01/01/13 - 03/31/13		8,069	2,262	10,331
4/01/2013 - 06/30/13	301,277	93,516	26,211	119,727
Thru 6/30/13	----- 301,277	----- 930,180	----- 260,699	----- 1,190,879 =====

ARTESIAN WASTEWATER MANAGEMENT, INC.
 ADVANCES AND CONTRIBUTIONS IN AID OF CONSTRUCTION
 AND RELATED ACCUMULATED DEPRECIATION

Exhibit 3
 Schedule 2G
 D.L. Valcarenghi
 May 31, 2013

PSC Min. Req. IV.A.

Delaware Public Service Commission
 Company: Artesian Wastewater Management, Inc.
 Docket No. _____

	Actual		Projected	
	Beginning of Test Year	Test Year Balance	Test Year Balance	Test Period Balance
Advances for Construction (Note 1)	\$341,853 ⁽⁵⁾	\$333,053 ⁽³⁾	\$264,600	\$597,653 ⁽¹⁾
Accumulated Depreciation	(13,430) ⁽⁶⁾	(20,411) ⁽²⁾	(\$13,332)	(\$33,743) ⁽²⁾
Net advances	\$328,423	\$312,642	\$251,268	\$563,910
Contributions in Aid of Construction (Note 2)	\$12,805,070 ⁽¹⁴⁾	\$12,097,778 ⁽¹²⁾	\$634,522	\$12,732,299 ⁽¹⁰⁾
Accumulated Depreciation	(854,017) ⁽¹⁵⁾	(874,429) ⁽¹³⁾	(\$172,134)	(1,046,563) ⁽¹¹⁾
Net Contributions	\$12,805,092	\$11,223,349	\$462,387	\$11,685,736

Note 1:

Refunds of advances
 Contractually Advance Windstone Lift Station

Actual Activity	Projected Activity
(8,800) ⁽⁹⁾	(70,400) ⁽⁸⁾
<u>(\$8,800)</u>	<u>335,000⁽⁷⁾</u>
	<u>\$264,600</u>

Note 2:

Homebuilder Contributions- Lot Connections/Guarantees
 Contributed Assets
 Herring Creek System Disposal

Actual Activity	Projected Activity
\$921,420	436,918 ⁽¹⁶⁾
\$571,288	197,604 ⁽¹⁷⁾
<u>(\$2,200,000)</u>	<u>\$634,522</u>
<u>(\$707,292)</u>	

2 A Acct
 3610020000
 \$ 363 0020000

Adjust % each qtr
 0.5

A/C #	DESCRIPTION	RATE	BALANCE @01-1-13	ADDITIONS 2013	ENDING BALANCE @ 06/30/2013	BEGINNING ACCUMULATED DEPRECIATION @01/01/13	DEPRECIATION ON BALANCE	1/2 YEAR DEPRECIATION ON ADDITIONS	ADJUSTMENTS	TOTAL PROVISION @ 06/30/2013	ENDING ACCUMULATED DEPRECIATION @ 06/30/2013
354004	Treatment & Disposal Plant - Structures & Improve.	2.00%	195,000.00	-	195,000.00	5,850.00	1,950.00	-	-	1,950.00	7,800.00
	2011		195,000.00	0.00	195,000.00	5,850.00	1,950.00	-	-	1,950.00	7,800.00
355004	Treatment & Disposal Plant - Power Generation	2.86%	7,500.00	-	7,500.00	321.75	107.25	-	-	107.25	429.00
	2011		7,500.00	-	7,500.00	321.75	107.25	-	-	107.25	429.00
360002	Collection Sewers-Force	1.24%	10,407.43	-	10,407.43	924.17	64.53	-	-	64.53	988.69
	2008		10,407.43	-	10,407.43	924.17	64.53	-	-	64.53	988.69
361002	Collection Sewers-Gravity	1.24%	-	-	-	-	-	-	-	-	-
	2008		-	-	-	-	-	-	-	-	-
363002	Services to Customers	2.57%	-	-	-	-	-	-	-	-	-
	2008		-	-	-	-	-	-	-	-	-
371003	System Pump Plant Pump Equipment	2.86%	63,845.43	-	63,845.43	13,076.15	912.99	-	-	912.99	13,989.14
	2008		63,845.43	-	63,845.43	13,076.15	912.99	-	-	912.99	13,989.14
	2012		273,400.00	-	273,400.00	3,909.62	3,909.62	-	-	3,909.62	7,819.24
			337,245.43	-	337,245.43	16,985.77	4,822.61	-	-	4,822.61	21,808.38
380004	Treatment & Disposal Plant - Equipment	2.86%	47,500.00	-	47,500.00	2,037.75	679.25	-	-	679.25	2,717.00
	2011		47,500.00	-	47,500.00	2,037.75	679.25	-	-	679.25	2,717.00
381004	Treatment & Disposal Plant - Sewers	1.24%	-	-	-	-	-	-	-	-	-
	2005		-	-	-	-	-	-	-	-	-
Totals			597,652.86	-	597,652.86	26,119.44	7,623.64	-	-	7,623.64	93,743.01
A/C 252000 Balance			597,652.86		597,652.86						(213.60)
A/C 262000 G/L Balance			(597,652.86)		(597,652.86)						33,529.47
Difference			-		-					7,623.64	33,529.47

A/C 108005 G/L Balance @
 CTR Reclass
 Adjustment: Increase Dr 108005 Cr 403000
 (Decrease) Dr 403000 Cr 108005

Adjust % each qtr
0.75

A/C #	DESCRIPTION	RATE	BALANCE @01-1-12	ADDITIONS 2012	ENDING BALANCE @ 09/30/2012	BEGINNING ACCUMULATED DEPRECIATION @01/01/12	DEPRECIATION ON BALANCE	1/2 YEAR DEPRECIATION ON ADDITIONS	ADJUSTMENTS	TOTAL PROVISION @ 09/30/2012	ENDING ACCUMULATED DEPRECIATION @ 09/30/2012
354004	Treatment & Disposal Plant - Structures & Improve.	2.00%									
2011			195,000.00	*	195,000.00	1,950.00	2,925.00	-	-	2,925.00	4,875.00
			195,000.00	0.00	195,000.00	1,950.00	2,925.00	-	-	2,925.00	4,875.00
355004	Treatment & Disposal Plant - Power Generation	2.86%									
2011			7,500.00	*	7,500.00	107.25	160.88	-	-	160.88	268.13
			7,500.00	*	7,500.00	107.25	160.88	-	-	160.88	268.13
360002	Collection Sewers-Force	1.24%									
2008			11,640.86	*	11,640.86	787.47	108.26	-	-	108.26	895.73
			11,640.86	*	11,640.86	787.47	108.26	-	-	108.26	895.73
361002	Collection Sewers-Gravity	1.24%									
2008				*							
				*							
363002	Services to Customers	2.57%									
2008				*							
				*							
371003	System Pump Plant Pump Equipment	2.86%									
2008			71,412.00	*	71,412.00	11,141.97	1,531.79	-	-	1,531.79	12,673.76
			71,412.00	*	71,412.00	11,141.97	1,531.79	-	-	1,531.79	12,673.76
380004	Treatment & Disposal Plant - Equipment	2.86%									
2011			47,500.00	*	47,500.00	679.25	1,018.88	-	-	1,018.88	1,698.13
			47,500.00	*	47,500.00	679.25	1,018.88	-	-	1,018.88	1,698.13
381004	Treatment & Disposal Plant - Sewers	1.24%									
2005				*							
				*							
Totals			333,052.86		333,052.86	14,665.94	5,744.80			5,744.80	20,410.73
A/C 252000 Balance			333,052.86		333,052.86					\$5,744.80	\$20,197.13
A/C 252000 C/L Balance Difference			(333,052.86)		(333,052.86)					(0.00)	(213.50)
										(0.00)	0.00
										(0.00)	0.00

A/C 108005 C/L Balance @ 09/30/2012
 CTR Reclas
 Adjustment: Increase Dr 108005 Cr 403000
 (Decrease) Dr 403000 Cr 108005

3

4

Totals	11,052.86	230,800.00	341,852.86	9,374.11	2,192.96	1,862.80	4,055.77	13,429.88
A/C 252000 Balance	111,052.86		(341,852.86)				\$4,065.77	\$13,429.87
A/C 252000 G/L Balance	(11,052.86)		(341,852.86)				(0.00)	
Difference							(0.00)	0.01
							(0.00)	0.01

A/C 108005 G/L Balance @ 09/30/2011
Adjustment: Increase Dr 108005 Cr 403000
(Decrease) Dr 403000 Cr 108005

10

5

Ledger Inquiry

Transaction Details

Ledger Criteria							
Inquiry Name	Unit	Ledger	Fiscal Year	From	Period To	Period	Currency Stat
ACC_INQ	00050	ACTUALS	2012	1	12		
<input checked="" type="checkbox"/> Show YTD Balance		<input checked="" type="checkbox"/> Include Closing Adjustments					
<input type="checkbox"/> Show Transaction Details		<input type="checkbox"/> Only in Base Currency		Max Ledger Rows: 100			

Go [Inquiry](#) * [Ledger Summary](#)
 To [Criteria](#)

[Transaction Criteria](#)

Transaction Details				Find View All	First 1 of 1 Last	
Ledger by Period and Chartfields				Customize Find	1 of 1	
Period	Account	Account Description	Stat			
10	2520000000	Advances				
Amount (in Transaction Currency):		-291,800.00 USD	Amount (in Base Currency):		-291,800.00 USD	
Journals		Customize Find		First 1-2 of 2 Last		
Journal ID	Line Descr	Date	Seq	Stat Amt N/R	Amount (in Transaction Currency) Currency	Amount (in Base Currency) Base Currency
501-1	Reclass Windstone Lift Station	10/26/2012		0.00 N	-335,000.00 USD 7	-335,000.00 USD
501-3	Windstone Lift Station Reimbur	10/31/2012		0.00 N	43,200.00 USD 8	43,200.00 USD

Save | Return to Search | Notify

Add | Update/Display

8
 43,200.00 +
 8,800.00 +
 18,400.00 +
 70,400.00 *

Ledger Inquiry

Transaction Details

Ledger Criteria						
Inquiry Name	Unit	Ledger	Fiscal Year	From Period	To Period	Currency Stat
ACC_INQ	00050	ACTUALS	2012	1	12	
<input checked="" type="checkbox"/> Show YTD Balance		<input checked="" type="checkbox"/> Include Closing Adjustments				
<input type="checkbox"/> Show Transaction Details		<input type="checkbox"/> Only in Base Currency		Max Ledger Rows: 100		

Go [Inquiry](#) • [Ledger Summary](#)
 To [Criteria](#)

[Transaction Criteria](#)

Transaction Details				Find View All	First	1 of 1	Last		
Ledger by Period and Chartfields				Customize Find	1 of 1				
Period	Account	Account Description	Stat						
12	2520000000	Advances							
Amount (in Transaction Currency):		27,200.00 USD	Amount (in Base Currency):	27,200.00 USD					
Journals				Customize Find	First	1-2 of 2	Last		
Journal ID	Line Descr	Date	Seq	Stat Amt	N/R	Amount (in Transaction Currency)	Currency	Amount (in Base Currency)	Base Currency
501-8	Heron Bay Refunds	12/31/2012		0.00	N	8,800.00	USD	8,800.00	USD
501-8	Windstone Refunds	12/31/2012		0.00	N	18,400.00	USD	18,400.00	USD

8
8

Save | Return to Search | Notify

Add | Update/Display

Ledger Inquiry

Transaction Details

Ledger Criteria						
Inquiry Name	Unit	Ledger	Fiscal Year	From	To	Period
ACC_INQ	00050	ACTUALS	2011	1	12	
<input checked="" type="checkbox"/> Show YTD Balance		<input checked="" type="checkbox"/> Include Closing Adjustments				
<input type="checkbox"/> Show Transaction Details		<input type="checkbox"/> Only in Base Currency		Max Ledger Rows: 100		

Go [Inquiry](#) * [Ledger Summary](#)
To [Criteria](#)

[Transaction Criteria](#)

Transaction Details				Find View All	First	1 of 1	Last			
Ledger by Period and Chartfields				Customize Find 	1 of 1					
Period	Account	Account Description	Stat							
12	2520000000	Advances								
Amount (in Transaction Currency):		8,800.00 USD	Amount (in Base Currency):		8,800.00 USD					
Journals		Customize Find		First	1 of 1	Last				
Journal ID	Line Descr	Date	Seq	Stat	Amt	N/R	Amount (in Transaction Currency)	Currency	Amount (in Base Currency)	Base Currency
501-17	Rec Heron Bay Lift Stat Reimb	12/31/2011		0.00	N		8,800.00 USD	USD	8,800.00 USD	USD

 Save |  Return to Search |  Notify

 Add |  Update/Display

Artisan Wastewater Management, Inc.
C/AC Depreciation
2013

Adjust % each qtr
0.5

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AC #	DESCRIPTION	RATE	BALANCE @1-1-13	ADDITIONS 2013	ENDING BALANCE @06/30/2013	BEGINNING ACCUMULATED DEPRECIATION @1/1/13	Retirements	DEPRECIATION ON BALANCE	1/2 YEAR DEPRECIATION ON ADDITIONS	ADJUSTMENTS	TOTAL PROVISION @09/30/2013	ENDING ACCUMULATED DEPRECIATION @09/30/2013
354004	Treatment & Disposal Plant - Structures & Improve.	2.00%	253,067.35		253,067.35	35,429.43		2,530.67			2,530.67	37,960.10
2005			845,427.36		845,427.36	109,905.56		8,454.27			8,454.27	118,359.83
2007			403,338.71		403,338.71	44,367.26		4,033.39			4,033.39	48,400.65
2008			595,358.69		595,358.69	54,482.59		6,053.59			6,053.59	60,535.67
2009			203,836.40		203,836.40	14,298.55		2,038.36			2,038.36	16,306.91
2010			210,552.88		210,552.88	10,547.64		2,109.53			2,109.53	12,657.17
2011			8,723.56		8,723.56	261.71		87.24			87.24	348.94
2012 - Thru September			247,055.35		247,055.35	2,470.55		2,470.55			2,470.55	4,941.11
2012 - October to December			140,384.20		140,384.20	1,403.84		1,403.84			1,403.84	2,807.68
2012 - October to December - Actual Adjustment			11,645.90		11,645.90	116.46		116.46			116.46	232.92
2013				228,953.93	228,953.93				1,144.77		1,144.77	1,144.77
			2,929,790.40	228,953.93	3,158,744.33	273,253.26		29,297.90	1,144.77		30,442.67	303,695.95
355004	Treatment & Disposal Plant - Power Generation	2.88%	7,595.92		7,595.92	1,520.70		108.62			108.62	1,629.32
2005			105,866.36		105,866.36	19,884.27		1,514.17			1,514.17	21,398.45
2007			3,644.19		3,644.19	573.23		52.11			52.11	625.34
2008			122,422.88		122,422.88	15,755.82		1,750.65			1,750.65	17,506.47
2009			5,690.22		5,690.22	569.59		51.37			51.37	650.96
2010			7,640.48		7,640.48	546.29		109.26			109.26	655.55
2011			18,054.75		18,054.75	774.55		258.18			258.18	1,032.73
2012 - Thru September			17,997.17		17,997.17	257.36		257.36			257.36	514.72
2012 - October to December			2,277.00		2,277.00	32.86		32.86			32.86	65.12
2012 - October to December - Actual Adjustment			137.00		137.00	1.96		1.96			1.96	3.92
2013				2,691.00	2,691.00				19.24		19.24	19.24
			291,345.97	2,691.00	294,036.97	39,716.35		4,186.25	19.24		4,185.49	43,901.84
360002	Collection Sewers-Force	1.24%	243,561.59		243,561.59	19,613.06		1,512.56			1,512.56	15,125.62
2008			4,050.74		4,050.74	175.80		25.11			25.11	206.92
2009			69,382.11		69,382.11	2,150.85		450.17			450.17	2,601.01
2010			48,968.54		48,968.54	925.41		309.60			309.60	1,239.22
2011			35,205.76		35,205.76	218.28		218.28			218.28	435.55
2012 - Thru September			640.00		640.00	3.97		3.97			3.97	7.94
2012 - October to December			20.00		20.00	0.12		0.12			0.12	0.24
2012 - October to December - Actual Adjustment			20.00		20.00	0.12		0.12			0.12	0.24
2013				780.00	780.00				2.42		2.42	2.42
			403,228.74	780.00	404,008.74	17,091.48		2,530.02	2.42		2,502.44	19,593.92
361002	Collection Sewers-Gravity	1.24%	2,684,269.36		2,684,269.36	129,472.07		16,642.47			16,642.47	146,114.54
2008			461,090.30		461,090.30	20,011.32		2,858.76			2,858.76	22,870.08
2009			370,807.25		370,807.25	11,495.02		2,299.00			2,299.00	13,784.03
2010			714,925.86		714,925.86	13,297.62		4,432.54			4,432.54	17,730.16
2011			311,516.25		311,516.25	1,992.02		1,992.02			1,992.02	3,984.04
2012 - Thru September			61,920.00		61,920.00	393.90		393.90			393.90	767.81
2012 - October to December			84,240.00		84,240.00	522.29		522.29			522.29	1,044.58
2012 - October to December - Actual Adjustment				123,260.00	123,260.00				382.11		382.11	382.11
2013			4,695,869.04	123,260.00	4,819,129.04	177,114.25		29,070.99	382.11		29,453.09	206,567.34
363002	Services to Customers	2.57%	581,671.46		581,671.46	67,270.30		7,474.48			7,474.48	74,744.78
2008			43,577.46		43,577.46	3,919.78		559.97			559.97	4,479.76

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Adjust % each qtr
 0.5

A/C #	DESCRIPTION	RATE	BALANCE @1-1-13	ADDITIONS 2013	ENDING BALANCE @06/30/2013	BEGINNING ACCUMULATED DEPRECIATION @1/1/13	RETIREMENTS	DEPRECIATION BALANCE @1/1/13	1/2 YEAR DEPRECIATION ON ADDITIONS	ADJUSTMENTS	TOTAL PROVISION @06/30/2013	ACCUMULATED DEPRECIATION @06/30/2013
364002	Flow Metering Devices	2.65%	50,635.95	33,960.00	60,635.95	3,885.86		778.17			778.17	4,675.03
2010			202,201.75		107,673.41	7,794.88		2,958.23			2,958.23	10,393.17
2011			43,862.50		6,320.00	565.18		565.18			565.18	1,130.35
2012 - Thru September			6,320.00		33,960.00	81.21		81.21	218.16		218.15	218.15
2012 - October to December-Actual Adjustment												
2013			1,046,062.53	33,960.00	1,080,022.53	84,910.82		13,441.90	218.16		13,559.10	98,570.92
364002	Flow Metering Devices	2.65%	54,259.78		54,259.78	6,993.23		775.91			775.91	7,759.15
2008			1,293.00		1,293.00	129.43		18.49			18.49	147.92
2009			2,163.97		2,163.97	154.72		30.94			30.94	185.67
2010			15,845.79		16,845.79	722.68		240.69			240.69	963.53
2011			11,559.07		11,559.07	165.29		165.29			165.29	330.59
2012 - Thru September												
2012 - October to December												
2013			86,121.51		86,121.51	8,155.37		1,231.54			1,231.54	9,386.90
371003	System Pump Plant Pump Equipment	2.86%	575,954.82		575,954.82	76,597.81		8,236.15			8,236.15	84,833.96
2008			1,214.19		1,214.19	17.38		17.38			17.38	138.90
2009			2,032.05		2,032.05	145.29		29.06			29.06	174.35
2010			15,818.96		15,818.96	678.63		225.21			225.21	904.64
2011			345,854.50		345,854.50	4,845.72		4,945.72			4,945.72	9,891.64
2012 - Thru September			(335,000.00)		(335,000.00)	(4,790.50)		(4,790.50)			(4,790.50)	(9,581.00)
2012 - October to December												
2013			605,874.53		605,874.53	77,698.49		8,664.01			8,664.01	86,352.50
383004	Treatment & Disposal Plant - Equipment	2.86%	59,056.73		59,056.73	11,823.16		844.51			844.51	12,667.67
2005			450,630.28		450,630.28	63,772.17		6,444.01			6,444.01	96,216.18
2006			212,942.84		212,942.84	33,455.91		3,045.68			3,045.68	36,340.89
2007			119,143.69		119,143.69	23,813.79		1,703.75			1,703.75	25,617.55
2008			62,940.80		62,940.80	6,350.37		900.05			900.05	7,200.43
2009			66,727.81		66,727.81	4,771.04		954.21			954.21	5,725.25
2010			(2,537.67)		(2,537.67)	(108.87)		(36.29)			(36.29)	(145.15)
2011			99,923.20		99,923.20	1,428.90		1,428.90			1,428.90	2,957.80
2012 - Thru September			61,622.71		61,622.71	881.20		881.20			881.20	1,762.41
2012 - October to December			7,323.89		7,323.89	104.73		104.73	889.69		104.73	209.45
2012 - October to December-Actual Adjustment				124,432.29	124,432.29						889.69	889.69
2013			1,137,774.28	124,432.29	1,262,206.57	166,382.41		16,270.17	889.69		17,159.86	183,542.27
381004	Treatment & Disposal Plant - Sewers	1.24%	726,577.00		726,577.00	76,217.93		4,504.78			4,504.78	80,722.70
2005			42,086.26		42,086.26	3,211.18		260.93			260.93	3,472.12
2006			18,211.55		18,211.55	1,016.20		112.91			112.91	1,123.12
2007			15,919.04		15,919.04	690.69		96.70			96.70	789.58
2008			9,722.09		9,722.09	301.38		60.28			60.28	361.66
2009			9,731.22		9,731.22	181.00		60.33			60.33	241.33
2010			21,178.66		21,178.66	131.31		131.31			131.31	262.62
2011			10,716.09		10,716.09	66.44		66.44			66.44	132.88
2012 - Thru September			1,282.23		1,282.23	8.01		8.01	71.06		8.01	71.06
2012 - October to December				22,922.78	22,922.78							
2012 - October to December-Actual Adjustment												
2013			1,282.23		1,282.23	8.01		8.01			8.01	16.02

Artisan Wastewater Management, Inc.
 CIAC Depreciation
 2013

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A/C #	DESCRIPTION	RATE	BALANCE @ 1-1-13	ADDITIONS 2013	ENDING BALANCE @ 09/30/2013	BEGINNING ACCUMULATED DEPRECIATION @ 1/1/13	RETIREMENTS	DEPRECIATION ON BALANCE	1/2 YEAR DEPRECIATION ON ADDITIONS	ADJUSTMENTS	TOTAL PROVISION @ 06/30/2013	ENDING ACCUMULATED DEPRECIATION @ 09/30/2013
366007	Communication Equipment	6.40%										
2008			20,000.00		20,000.00	5,760.00		640.00			640.00	6,400.00
2009			476.60		476.60	106.76		15.25			15.25	122.01
2010			797.65		797.65	127.62		25.52			25.52	163.15
2011			6,209.27		6,209.27	596.09		198.70			198.70	794.78
2012 - Thru September			4,260.63		4,260.63	196.34		136.34			136.34	272.68
2012 - October to December												
			<u>31,744.15</u>		<u>31,744.15</u>	<u>6,726.81</u>		<u>1,015.81</u>			<u>1,015.81</u>	<u>7,742.63</u>
353002	Collection Plant Land & Land Rights											
2009		0.00%	44,820.00		44,820.00							
2012			50,000.00		50,000.00							
			<u>94,820.00</u>		<u>94,820.00</u>							
353004	Treatment & Disposal Plant - Land & Land Rights	0.00%										
2008			24,234.00		24,234.00							
2010			24,234.00		24,234.00							
Totals			<u>12,195,256.39</u>	<u>537,000.00</u>	<u>12,732,256.39</u>	<u>525,973.61</u>		<u>110,952.29</u>	<u>2,727.48</u>		<u>113,689.76</u>	<u>1,046,563.37</u>
A/C 271000	Balance		65,000.00		65,000.00							
A/C 271000	Balance		7,280.00		7,280.00							
Difference			(96,000.00)		(96,000.00)							
Wood Field-Put in service once the project is complete												
Heron Bay Homebuilder Guarantee			96,000.00		96,000.00							
Stonewater Creek Homebuilder Guarantee			7,280.00		7,280.00							
Beaver Creek Homebuilder Guarantee			102,700.00		(102,700.00)							
Independence Homebuilder Guarantee			60,000.00		60,000.00							
Oakwood Village Homebuilder Guarantee			4,500.00		4,500.00							
Southfield Contributions for Facility Not Built			72,389.00		(17,896.00)							
Southfield Contributions Offset for Pump and Heat			(24,829.40)		(17,813.70)							
Shoreview Woods Contributions for Facility Not Built			15,800.00		102,700.00							
2011 Homebuilder Guarantees-Stonewater Creek			96,700.00		(96,700.00)							
2011 Homebuilder Guarantees-Beaver Creek			71,100.00		(71,100.00)							
2011 Homebuilder Guarantees-Heron Bay			56,000.00		(56,000.00)							
2011 Homebuilder Guarantees-Windstone			4,000.00		(4,000.00)							
2011 Homebuilder Guarantees-Independence			56,000.00		(56,000.00)							
2011 Homebuilder Guarantees-Oakwood Village			184,500.00		(184,500.00)							
Invoice 15257 Fusco 50% Escrow-Cash Not Received			9,039.50		(4,519.75)							
Windstone Fence Upgrade - Invoice 50-011			(60,000.00)		5,720.00							
The Communities of Beaver Creek LLC-Lift Station			13,500.00		(160,000.00)							
Oakwood Village Invoices			4,000.00		4,000.00							
Receivable Heron Bay Lot 235 (paid twice to be cleared out with wa			790,319.10		85,581.65							

A/C 403000 & 108004 GIL Balance @
 CTR Reclass Cr 403000
 113,689.76 Cr 108004
 -113,689.76

12,097,777.87 -
 12,195,299.39 +
 97,521.52 *

97,521.52 +
 537,000.00 +
 634,521.52 *

634,521.52 +
 197,604.00 -
 436,917.52 *

0 *

Adjust % each qtr
 0.75

A/C #	DESCRIPTION	RATE	BALANCE @1-1-12	ADDITIONS 2012	ENDING BALANCE @ 09/30/2012	BEGINNING ACCUMULATED DEPRECIATION @1/1/12	Retirements	DEPRECIATION ON BALANCE	1/2 YEAR DEPRECIATION ON ADDITIONS	ADJUSTMENTS	TOTAL PROVISION @ 09/30/2012	ACCUMULATED DEPRECIATION @ 09/30/2012
354004 Treatment & Disposal Plant - Structures & Improve. 2.00%												
2005			253,067.35		253,067.35	30,368.08		3,795.01			3,795.01	34,164.09
2006			845,427.36		845,427.36	92,997.01		12,681.41			12,681.41	105,878.42
2007			403,338.71		403,338.71	36,300.48		6,050.08			6,050.08	42,350.56
2008			605,358.69		605,358.69	42,375.11		9,080.38			9,080.38	51,435.49
2009			203,836.40		203,836.40	10,191.82		3,057.55			3,057.55	13,249.37
2010			210,852.88		210,852.88	6,328.59		3,164.29			3,164.29	9,492.88
2011			8,723.56		8,723.56	87.24		130.85			130.85	218.09
2012				247,055.35	247,055.35				1,852.92		1,852.92	1,852.92
			2,550,704.95	247,055.35	2,777,760.30	218,648.93		37,960.57	1,852.92		39,813.49	258,451.82
355004 Treatment & Disposal Plant - Power Generation 2.88%												
2005			7,595.92		7,595.92	1,303.46		162.93			162.93	1,466.39
2006			105,866.36		105,866.36	16,555.92		2,271.26			2,271.26	18,927.19
2007			3,644.19		3,644.19	469.01		78.17			78.17	547.18
2008			122,422.88		122,422.88	12,254.53		2,625.97			2,625.97	14,880.50
2009			5,690.22		5,690.22	408.86		122.06			122.06	528.91
2010			7,640.48		7,640.48	327.78		163.89			163.89	491.66
2011			18,054.75		18,054.75	258.18		387.27			387.27	645.46
2012				17,997.17	17,997.17				193.02		193.02	193.02
			270,934.80	17,997.17	288,931.97	31,675.73		5,811.55	193.02		6,004.57	37,680.30
360002 Collection Sewers-Force 1.24%												
2008			243,951.59		243,951.59	10,587.93		2,268.84			2,268.84	12,856.78
2009			4,050.74		4,050.74	125.57		37.67			37.67	163.24
2010			69,382.11		69,382.11	1,290.51		645.25			645.25	1,935.76
2011			49,958.54		49,958.54	309.80		464.71			464.71	774.51
2012				35,205.76	35,205.76				163.71		163.71	163.71
			367,362.98	35,205.76	402,568.74	12,313.82		3,416.93	163.71		3,580.16	15,894.08
361002 Collection Sewers-Gravity 1.24%												
2008			3,338,475.38		2,684,259.38	122,551.63	(30,420.58)	31,047.82	(3,042.06)		28,005.76	120,136.81
2009			461,050.30		461,050.30	14,299.80		4,288.14			4,288.14	18,581.94
2010			370,807.25		370,807.25	6,897.01		3,448.51			3,448.51	10,345.62
2011			714,525.86		714,525.86	4,432.54		6,848.81			6,848.81	11,081.35
2012				311,616.25	311,616.25				1,449.02		1,449.02	1,449.02
			4,885,298.79	(342,889.75)	4,542,709.04	148,174.99		45,433.28	(1,593.04)		43,840.24	161,554.64
363002 Services to Customers 2.57%												
2008			581,671.46		581,671.46	52,321.35		11,211.72			11,211.72	63,533.07
2009			43,577.46		43,577.46	2,799.85		839.95			839.95	3,639.81
2010			60,635.95		60,635.95	2,337.52		1,168.76			1,168.76	3,506.27
2011			202,201.75		202,201.75	2,586.29		3,897.44			3,897.44	6,495.73
2012				107,673.41	107,673.41				1,037.70		1,037.70	1,037.70
			888,086.62	107,673.41	995,760.03	60,657.01		17,117.87	1,037.70		18,155.57	78,212.69
364002 Flow Metering Devices 2.86%												
2008			54,269.78		54,269.78	5,431.40		1,163.87			1,163.87	6,595.28
2009			1,293.00		1,293.00	92.45		27.73			27.73	120.18
2010			2,163.97		2,163.97	92.83		46.42			46.42	139.25

Adjusted % each cfr
0.75

A/C #	DESCRIPTION	RATE	BALANCE @ 1-1-11	ADDITIONS 2011	ENDING BALANCE @ 09/30/2011	BEGINNING ACCUMULATED DEPRECIATION @ 1/1/11	DEPRECIATION ON BALANCE	1/2 YEAR DEPRECIATION ADDITIONS	ADJUSTMENTS	TOTAL PROVISION @ 09/30/2011	ENDING ACCUMULATED DEPRECIATION @ 09/30/2011
350004 Treatment & Disposal Plant - Structures & Improve. 2.00%											
2005			253,087.35		253,087.35	25,308.74	3,796.01			3,796.01	29,102.75
2006			845,427.26		845,427.26	75,089.46	12,681.41			12,681.41	86,769.87
2007			403,338.71		403,338.71	29,233.71	6,650.08			6,650.08	34,263.79
2008			605,358.69		605,358.69	43,000.38	9,000.38			9,000.38	39,348.31
2009			203,836.40		203,836.40	5,115.08	3,637.55			3,637.55	9,172.84
2010			210,957.88		210,957.88	2,109.53	3,184.29			3,184.29	5,273.82
2011			(23,050.13)	(23,050.13)	(23,050.13)	2,109.53	3,184.29	(173.18)		(173.18)	(173.18)
			252,938.99	23,090.73	2,498,891.26	188,121.49	37,629.72	(173.18)		37,656.54	205,778.01
355504 Treatment & Disposal Plant - Power Generation 2.89%											
2005			7,595.62		7,595.62	1,096.22	162.60			162.60	1,248.15
2006			105,886.26		105,886.26	13,927.57	2,271.26			2,271.26	15,899.84
2007			3,834.19		3,834.19	516.17	81.17			81.17	442.89
2008			122,422.88		122,422.88	8,253.78	2,052.97			2,052.97	11,378.21
2009			5,690.22		5,690.22	744.11	122.65			122.65	368.17
2010			7,640.48		7,640.48	109.26	163.89			163.89	278.18
2011				17,571.75	17,571.75	109.26	163.89	188.46		188.46	188.46
			252,860.05	17,571.75	270,451.80	24,185.18	5,424.20	188.46		5,612.73	29,797.91
360002 Collection Sewers-Force 1.24%											
2003			243,951.59		243,951.59	7,562.81	2,266.84			2,266.84	9,831.65
2009			4,050.74		4,050.74	75.34	37.67			37.67	113.02
2010			69,382.11		69,382.11	430.17	645.25			645.25	1,075.42
2011				49,808.54	49,808.54	301.17	645.25	231.61		231.61	231.61
			317,384.44	49,808.54	367,202.98	8,068.32	2,951.77	231.61		3,183.38	11,251.70
361002 Collection Sewers-Gravity 1.24%											
2008			3,336,475.28		3,336,475.28	103,492.74	31,047.82			31,047.82	134,540.56
2009			461,090.30		461,090.30	6,576.28	4,286.14			4,286.14	12,864.42
2010			370,807.25		370,807.25	2,299.00	3,448.51			3,448.51	5,747.51
2011				569,345.86	569,345.86	3,448.51	2,847.46	2,847.46		2,847.46	2,847.46
			4,176,372.83	569,345.86	4,739,719.79	114,368.02	38,784.47	2,847.46		41,431.93	155,739.95
365652 Services to Customers 2.57%											
2008			561,871.46		561,871.46	37,372.39	11,211.72			11,211.72	48,584.11
2009			43,577.46		43,577.46	1,679.91	838.96			838.96	2,519.87
2010			60,633.95		60,633.95	779.17	1,166.76			1,166.76	1,946.55
2011				156,507.50	156,507.50	779.17	1,166.76	1,488.70		1,488.70	1,488.70
			666,083.87	156,507.50	841,392.37	39,631.67	13,225.43	1,488.70		14,718.13	54,550.61
365652 Floor Maintenance Devices 2.89%											
2008			54,259.78		54,259.78	3,879.57	1,163.87			1,163.87	5,043.45
2009			1,263.00		1,263.00	55.47	27.73			27.73	83.20
2010			2,163.87		2,163.87	39.94	46.42			46.42	77.36
2011				16,845.79	16,845.79	39.94	46.42	180.67		180.67	180.67
			57,716.75	16,845.79	74,562.54	3,965.99	1,286.02	180.67		1,418.70	5,384.83
371003 System Pump Plant Pump Equipment 2.89%											
2008			921,748.82		921,748.82	65,805.04	19,771.51			19,771.51	85,676.55
2009			1,214.19		1,214.19	52.09	26.04			26.04	78.13
2010			2,032.05		2,032.06	28.96	43.59			43.59	72.65

Year	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001	2000	1999	1998	1997	1996	1995	1994	1993	1992	1991	1990	1989	1988	1987	1986	1985	1984	1983	1982	1981	1980	1979	1978	1977	1976	1975	1974	1973	1972	1971	1970	1969	1968	1967	1966	1965	1964	1963	1962	1961	1960	1959	1958	1957	1956	1955	1954	1953	1952	1951	1950	1949	1948	1947	1946	1945	1944	1943	1942	1941	1940	1939	1938	1937	1936	1935	1934	1933	1932	1931	1930	1929	1928	1927	1926	1925	1924	1923	1922	1921	1920	1919	1918	1917	1916	1915	1914	1913	1912	1911	1910	1909	1908	1907	1906	1905	1904	1903	1902	1901	1900	1899	1898	1897	1896	1895	1894	1893	1892	1891	1890	1889	1888	1887	1886	1885	1884	1883	1882	1881	1880	1879	1878	1877	1876	1875	1874	1873	1872	1871	1870	1869	1868	1867	1866	1865	1864	1863	1862	1861	1860	1859	1858	1857	1856	1855	1854	1853	1852	1851	1850	1849	1848	1847	1846	1845	1844	1843	1842	1841	1840	1839	1838	1837	1836	1835	1834	1833	1832	1831	1830	1829	1828	1827	1826	1825	1824	1823	1822	1821	1820	1819	1818	1817	1816	1815	1814	1813	1812	1811	1810	1809	1808	1807	1806	1805	1804	1803	1802	1801	1800	1799	1798	1797	1796	1795	1794	1793	1792	1791	1790	1789	1788	1787	1786	1785	1784	1783	1782	1781	1780	1779	1778	1777	1776	1775	1774	1773	1772	1771	1770	1769	1768	1767	1766	1765	1764	1763	1762	1761	1760	1759	1758	1757	1756	1755	1754	1753	1752	1751	1750	1749	1748	1747	1746	1745	1744	1743	1742	1741	1740	1739	1738	1737	1736	1735	1734	1733	1732	1731	1730	1729	1728	1727	1726	1725	1724	1723	1722	1721	1720	1719	1718	1717	1716	1715	1714	1713	1712	1711	1710	1709	1708	1707	1706	1705	1704	1703	1702	1701	1700	1699	1698	1697	1696	1695	1694	1693	1692	1691	1690	1689	1688	1687	1686	1685	1684	1683	1682	1681	1680	1679	1678	1677	1676	1675	1674	1673	1672	1671	1670	1669	1668	1667	1666	1665	1664	1663	1662	1661	1660	1659	1658	1657	1656	1655	1654	1653	1652	1651	1650	1649	1648	1647	1646	1645	1644	1643	1642	1641	1640	1639	1638	1637	1636	1635	1634	1633	1632	1631	1630	1629	1628	1627	1626	1625	1624	1623	1622	1621	1620	1619	1618	1617	1616	1615	1614	1613	1612	1611	1610	1609	1608	1607	1606	1605	1604	1603	1602	1601	1600	1599	1598	1597	1596	1595	1594	1593	1592	1591	1590	1589	1588	1587	1586	1585	1584	1583	1582	1581	1580	1579	1578	1577	1576	1575	1574	1573	1572	1571	1570	1569	1568	1567	1566	1565	1564	1563	1562	1561	1560	1559	1558	1557	1556	1555	1554	1553	1552	1551	1550	1549	1548	1547	1546	1545	1544	1543	1542	1541	1540	1539	1538	1537	1536	1535	1534	1533	1532	1531	1530	1529	1528	1527	1526	1525	1524	1523	1522	1521	1520	1519	1518	1517	1516	1515	1514	1513	1512	1511	1510	1509	1508	1507	1506	1505	1504	1503	1502	1501	1500	1499	1498	1497	1496	1495	1494	1493	1492	1491	1490	1489	1488	1487	1486	1485	1484	1483	1482	1481	1480	1479	1478	1477	1476	1475	1474	1473	1472	1471	1470	1469	1468	1467	1466	1465	1464	1463	1462	1461	1460	1459	1458	1457	1456	1455	1454	1453	1452	1451	1450	1449	1448	1447	1446	1445	1444	1443	1442	1441	1440	1439	1438	1437	1436	1435	1434	1433	1432	1431	1430	1429	1428	1427	1426	1425	1424	1423	1422	1421	1420	1419	1418	1417	1416	1415	1414	1413	1412	1411	1410	1409	1408	1407	1406	1405	1404	1403	1402	1401	1400	1399	1398	1397	1396	1395	1394	1393	1392	1391	1390	1389	1388	1387	1386	1385	1384	1383	1382	1381	1380	1379	1378	1377	1376	1375	1374	1373	1372	1371	1370	1369	1368	1367	1366	1365	1364	1363	1362	1361	1360	1359	1358	1357	1356	1355	1354	1353	1352	1351	1350	1349	1348	1347	1346	1345	1344	1343	1342	1341	1340	1339	1338	1337	1336	1335	1334	1333	1332	1331	1330	1329	1328	1327	1326	1325	1324	1323	1322	1321	1320	1319	1318	1317	1316	1315	1314	1313	1312	1311	1310	1309	1308	1307	1306	1305	1304	1303	1302	1301	1300	1299	1298	1297	1296	1295	1294	1293	1292	1291	1290	1289	1288	1287	1286	1285	1284	1283	1282	1281	1280	1279	1278	1277	1276	1275	1274	1273	1272	1271	1270	1269	1268	1267	1266	1265	1264	1263	1262	1261	1260	1259	1258	1257	1256	1255	1254	1253	1252	1251	1250	1249	1248	1247	1246	1245	1244	1243	1242	1241	1240	1239	1238	1237	1236	1235	1234	1233	1232	1231	1230	1229	1228	1227	1226	1225	1224	1223	1222	1221	1220	1219	1218	1217	1216	1215	1214	1213	1212	1211	1210	1209	1208	1207	1206	1205	1204	1203	1202	1201	1200	1199	1198	1197	1196	1195	1194	1193	1192	1191	1190	1189	1188	1187	1186	1185	1184	1183	1182	1181	1180	1179	1178	1177	1176	1175	1174	1173	1172	1171	1170	1169	1168	1167	1166	1165	1164	1163	1162	1161	1160	1159	1158	1157	1156	1155	1154	1153	1152	1151	1150	1149	1148	1147	1146	1145	1144	1143	1142	1141	1140	1139	1138	1137	1136	1135	1134	1133	1132	1131	1130	1129	1128	1127	1126	1125	1124	1123	1122	1121	1120	1119	1118	1117	1116	1115	1114	1113	1112	1111	1110	1109	1108	1107	1106	1105	1104	1103	1102	1101	1100	1099	1098	1097	1096	1095	1094	1093	1092	1091	1090	1089	1088	1087	1086	1085	1084	1083	1082	1081	1080	1079	1078	1077	1076	1075	1074	1073	1072	1071	1070	1069	1068	1067	1066	1065	1064	1063	1062	1061	1060	1059	1058	1057	1056	1055	1054	1053	1052	1051	1050	1049	1048	1047	1046	1045	1044	1043	1042	1041	1040	1039	1038	1037	1036	1035	1034	1033	1032	1031	1030	1029	1028	1027	1026	1025	1024	1023	1022	1021	1020	1019	1018	1017	1016	1015	1014	1013	1012	1011	1010	1009	1008	1007	1006	1005	1004	1003	1002	1001	1000	999	998	997	996	995	994	993	992	991	990	989	988	987	986	985	984	983	982	981	980	979	978	977	976	975	974	973	972	971	970	969	968	967	966	965	964	963	962	961	960	959	958	957	956	955	954	953	952	951	950	949	948	947	946	945	944	943	942	941	940	939	938	937	936	935	934	933	932	931	930	929	928	927	926	925	924	923	922	921	920	919	918	917	916	915	914	913	912	911	910	909	908	907	906	905	904	903	902	901	900	899	898	897	896	895	894	893	892	891	890	889	888	887	886	885	884	883	882	881	880	879	878	877	876	875	874	873	872	871	870	869	868	867	866	865	864	863	862	861	860	859	858	857	856	855	854	853	852	851	850	849	848	847	846	845	844	843	842	841	840	839	838	837	836	835	834	833	832	831	830	829	828	827	826	825	824	823	822	821	820	819	818	817	816	815	814	813	812	811	810	809	808	807	806	805	804	803	802	801	800	799	798	797	796	795	794	793	792	791	790	789	788	787	786	785	784	783	782	781	780	779	778	777	776	775	774	773	772	771	770	769	768	767	766	765	764	763	762	761	760	759	758	757	756	755	754
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ARTESIAN WASTEWATER MANAGEMENT, INC.
OTHER COSTS
FOR THE TEST YEAR ENDED SEPTEMBER 30, 2012

Exhibit 3
Schedule 3A p. 3
D.L. Valcarenghi
May 31, 2013

PSC Min. Req. V.A.

Delaware Public Service Commission
Company: Artesian Wastewater Management, Inc.
Docket No. _____

	Current EDUs	Revised EDUs
Stonewater Creek WTP	3	12
Stonewater Creek Pool and Clubhouse	12	13
Oakwood Village Pool and Clubhouse	5	7
Shoreview Pool & Clubhouse	1	3
Trails of Beaver Creek Pool and Clubhouse	5	4
Independence Pool and Clubhouse	10	31
Total	<u>36</u>	<u>70</u>
Revised Monthly EDU Count		70
Current Monthly EDU Count		<u>36</u>
Monthly Increase in EDUs		34
Annual Increase in EDUs		408
Additional Revenue from Revised EDUs		\$ 30,600
Stonewater Creek WTP Monthly Testing Fees		\$ 100
Annual Testing Fees		<u>\$ 1,200</u>
Incremental Revenue from Large Accounts		<u><u>\$ 31,800</u></u>

**Stonewater Creek
Water Treatment Plant**

	Quantity	Gallons	Total Gallons
Backwash	1.6	2206	3529.60
Pumps	3	9.5	28.5
Office (bathroom)	1	20	20
Sample Tap	1	5	<u>5</u>
Total Gallons			3583.10
Gallons per EDU			<u>300</u>
Total EDU's			<u>11.94366667</u>
Total EDU's Rounded			12
Monthly Fee per EDU		\$	75.00
Subtotal		\$	<u>900.00</u>
Monthly Reimbursements for Testing			
Nitrate	2	\$ 15.50	\$ 31.00
Nitrate	2	\$ 10.50	\$ 21.00
Potassium	2	\$ 14.00	\$ 28.00
Chloride	2	\$ 10.00	\$ 20.00
Sub Total			<u>\$ 100.00</u>
Total Monthly Fee			<u>\$ 1,000.00</u>
Current Monthly Fee			<u>\$ 225.00</u>

**Stonewater Creek
Pool and Clubhouse**

	Square Foot	Per (Sq Ft)	People/ Chairs	Gallons	Total
Pool- Shallow	2814	15	1	13	2438.80
Pool- Deep	1386	25	1	13	720.72
Sub Total					<u>3159.52</u>
Banquet Room					
8 tables/32 people			32	15	480.00
1 couches/3 people			3	15	45.00
Sub Total					<u>525.00</u>
Total Gallons					3684.52
Gallons per EDU					300
Total EDU's					<u>12.2817333</u>
Total EDU's Rounded					13
Monthly Fee per EDU					\$ 75.00
Total Monthly Fee					<u>\$ 975.00</u>
Current Monthly Fee					<u>\$ 900.00</u>

Oakwood Village Pool and Clubhouse

	Square Foot	Per (Sq Ft)	People/ Chairs	Gallons	Total
Pool- Shallow	1915	15	1	13	1659.67
Pool- Deep	0	25	1	13	0.00
Sub Total					1659.67
Great Room (chairs - no kitchen)			32	3	96.00
Activity Room - 1	330			0.1	33.00
Activity Room - 2	330			0.1	33.00
Sub Total					162.00
Total Gallons					1821.67
Gallons per EDU					300
Total EDU's					6.07222222
Total EDU's Rounded					7
Monthly Fee per EDU					\$ 75.00
Total Monthly Fee					\$ 525.00
Current Monthly Fee					\$ 375.00

**Shoreview Woods
Pool and Clubhouse**

	Square Foot	Per (Sq Ft)	People/ Chairs	Gallons	Total
Pool- Shallow	342	15	1	13	296.40
Pool- Deep	306	25	1	13	159.12
Sub Total					<u>455.52</u>
Office (2 person)			2	20	40.00
Great Room	468			0.1	46.80
Room 2	288			0.1	28.80
Pool Filter Room (backwash)	1			300	300.00
Sub Total					<u>415.60</u>
Total Gallons					871.12
Gallons per EDU					300
Total EDU's					<u>2.903733333</u>
Total EDU's Rounded					3
Monthly Fee per EDU					\$ 75.00
Total Monthly Fee					<u><u>\$ 225.00</u></u>
Current Monthly Fee					<u><u>\$ -</u></u>

**Trails of Beaver Creek
Pool and Clubhouse**

	Square Foot	Per (Sq Ft)	People/ Chairs	Gallons	Total
Pool- Shallow	750	15	1	13	650.00
Pool- Deep	250	25	1	13	130.00
Sub Total					<u>780.00</u>
Great Room (chairs - no kitchen)			50	3	150.00
Sub Total					<u>150.00</u>
Total Gallons					930.00
Gallons per EDU					<u>300</u>
Total EDU's					<u>3.1</u>
Total EDU's Rounded					4
Monthly Fee per EDU				\$	75.00
Total Monthly Fee				\$	<u><u>300.00</u></u>
Current Monthly Fee				\$	<u><u>375.00</u></u>

Independence Pool and Clubhouse

	Square Foot	Per (Sq Ft)	People/ Chairs	Gallons	Total
Indoor Pool - Shallow	1680	15	1	13	1456.00
Outdoor Pool - Shallow	2432	15	1	13	2107.73
Sub Total					3563.73
Banquet Hall w/Bar (chairs)			96	30	2880.00
Bar (chairs)			71	30	2130.00
HOA Office #1			1	20	20.00
HOA Office #2			1	20	20.00
Fitness Room #1 - Yoga	1330			0.1	133.00
Fitness Room #2 - Machines	2204			0.1	220.40
Cards/Billiards Room	1140			0.1	114.00
Arts/Crafts Room	276			0.1	27.60
Conference Room	276			0.1	27.60
Sub Total					5572.60
Total Gallons					9136.333333
Gallons per EDU					300
Total EDU's					30.45444444
Total EDU's Rounded					31
Monthly Fee per EDU				\$	75.00
Total Monthly Fee				\$	2,325.00
Current Monthly Fee				\$	750.00

ARTESIAN WASTEWATER MANAGEMENT, INC.
PRO FORMA DEPRECIATION
FOR THE TEST YEAR ENDED SEPTEMBER 30,2012

Exhibit 3
Schedule 3B p.12
D.L. Valcarenghi
May 31, 2013

PSC Min. Req. V.A.

Delaware Public Service Commission
Company: Artesian Wastewater Management, Inc.
Docket No. _____

Line No.		Test Period Asset Depreciation	Test Period Advance Depreciation	Test Period CIAC Depreciation	Net Test Period Depreciation
1	Collection System Structures	\$143	-	-	143
2	System Pump Structures	59.34	-	-	59
3	WW-Treat&Dispos-Structures	132,083.17	3,900	66,323	61,860
4	WW-Treat&Disposal-Power Genera	6,930.96	215	7,164	(448)
5	WW-Collection Sewers-Force	16,017.15	129	7,408	8,480
6	WW Collection Sewers-Gravity	60,980.56	-	58,837	2,144
7	WW Services to Customers	21,496.12	-	21,889	(393)
8	WW-Flow Metering Device	2,954.02	-	1,699	1,255
9	WW System Pump Plant-Pump Eq	38,093.37	9,645	22,571	5,877
10	WW Treat&Disposal-Equipment	65,094.00	1,359	43,007	20,728
11	WW Treat&Disposal Sewers	4,111.28	-	4,492	(381)
12	WW Treat&Disposal Misc Equipme	8,920.76	-	1,893	7,028
13	WW Computer Hardware	2,850.25	-	-	2,850
14	WW Transportation Equipment	30,250.73	-	-	30,251
15	WW Tools, Shop, Gar Equipment	2,547.90	-	-	2,548
16	WW Computer Software	4,879.59	-	-	4,880
17	WW Lab Equipment	7,789.36	-	-	7,789
18	WW-Power Operated Equipment	3,300.36	-	-	3,300
19	Communications Equipment	2,860.65	-	1,400	1,461
20	WW Misc. Equipment	7,414.87	-	-	7,415
21		<u>\$ 418,778</u>	<u>15,248</u>	<u>236,683</u>	<u>\$ 166,847</u>
22					
23			Test Year Depreciation		\$ 181,039
24			Adjustment		\$ (14,192)
25					

Aresian Wastewater Management, Inc.
Test Period Depreciation
Ending 06/30/2013

	July - March	April - Jun	Assets as of 03/31/13		New Additions		2013 Depr		Test Period Asset Depreciation		Test Period Advance Depreciation		2013 - 4-6 Advance Depreciation		2012/2013-3 Advance Depreciation		2013 - 4-6 CIAC Depreciation		Test Period CIAC Depreciation		Net Test Period Depreciation	
	Dep	Dep	Apr	Jun	Dep	Dep	Dep	Dep	Dep	Dep	Dep	Dep	Dep	Dep	Dep	Dep	Dep	Dep	Dep	Dep	Dep	Dep
WCSST	3540000000	107.44	35.82						143.26	143.26												143.26
WSPST	3540030000	44.49	14.85						59.34	59.34												59.34
WTDST	3540040000	98814.33	32,983.47						132,083.17	132,083.17												61,860.28
WDRPG	3550040000	5198.22	1,732.74						6,930.96	6,930.96												(847.54)
WCSFO	3600020000	10651.6	3,750.60						16,017.15	16,017.15												8,479.95
WCSGR	3610020000	46086.88	14,893.68						60,980.56	60,980.56												2,143.73
WSEFRV	3630020000	16956.82	5,439.30						21,496.12	21,496.12												(892.50)
WFLMD	3640020000	2215.51	738.51						2,954.02	2,954.02												1,255.03
WPPE	3710030000	26959.84	9,160.23						38,093.37	38,093.37												1,694.99
WTDDEQ	3800040000	50461.02	14,633.16						65,094.18	65,094.18												5,877.25
WTDSE	3810040000	3083.48	1,027.80						4,111.28	4,111.28												20,728.26
WTDMEH	3890040000	6690.56	2,230.20						8,920.76	8,920.76												(860.97)
WCOMH	3900030000	1881.73	968.52						2,850.25	2,850.25												2,850.25
WTRAN	3910060000	22633.67	7,617.06						30,250.73	30,250.73												30,250.73
WTOOL	3930070000	1815.6	605.22						2,547.90	2,547.90												2,547.90
WCOMS	3940040000	3659.7	1,219.89						4,879.59	4,879.59												4,879.59
WLABE	3950070000	5642.13	1,880.73						7,789.36	7,789.36												7,789.36
WPOWE	3960070000	2449.12	851.24						3,300.36	3,300.36												3,300.36
WCOMO	3960070000	2363.97	496.68						2,860.65	2,860.65												1,460.94
WMISE	3970070000	312,169.83	102,114.62						418,777.88	418,777.88												7,414.87
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