

Line No.	Test Year Actual Results (b)	At Present Rates Year Ended (a) 12/31/2017	At Proposed Rates Year Ended (a) 12/31/2017	
1	Operating Revenues	\$ 1,783,024	\$ 1,801,753	\$ 1,924,486
2				
3	Operation & Maintenance Expense	\$ 879,460	\$ 980,879	\$ 831,723
4	Depreciation & Amortization	241,332	382,895	382,895
5	Other Taxes	110,027	115,133	116,860
6	Income Taxes	180,580	134,042	179,977
7	Total Expense	\$ 1,411,399	\$ 1,612,949	\$ 1,511,455
8	Operating Income	\$ 371,626	\$ 188,804	\$ 413,031
9				
10	Other Income Net	\$ (2,600)	\$ (2,600)	\$ (2,600)
11				
12	Long-Term Interest	\$ 139,342	\$ 121,679	\$ 121,679
13				
14	Other Income and Deductions	\$ -	\$ -	\$ -
15	Net Income	\$ 234,885	\$ 69,725	\$ 293,953
16				
17				
18	Earnings Per Average Share	\$ 35.67 (c)	\$ 10.59 (c)	\$ 44.64 (c)
19				
20	Return on Common Equity	8.85% (c)	2.56% (d)	11.10% (d)
21				
22				
23	Purchased Power Expenses Not Included		149,688	
24	Purchased Water Expenses Not Included		179	
25	Total Expense		149,866	
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37	* Purchased Power and Water Expenses have been removed from the projected test year and are being proposed as surcharges to customer			
38	bills. To calculate total operating expenses, they have been added back to this calculation.			
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40				
41				
42	Supporting Schedules:	Recap Schedules:		
43	(a) C-1	A-2		
44	(b) E-2			
45	(c) A-2			
46	(d) D-1			
47				
48	Workpapers & Supporting Documents:			
49				
50	\2016 Havasu Water.xlsm			

Line No.	Test Year Actual Results (a)	At Present Rates Year Ended 12/31/2017	At Proposed Rates Year Ended 12/31/2017	
1	Source of Funds			
2	From Operations			
3	\$ 234,885	\$ 69,725 (b)	\$ 293,953 (b)	
4	241,332	382,895 (b)	382,895 (b)	
5	-	- (a)	- (a)	
6	125,161	125,161 (a)	125,161 (a)	
7	-	- (a)	- (a)	
8	<u>\$ 601,378</u>	<u>\$ 577,781</u>	<u>\$ 802,009</u>	Sum Lines [3-7]
9	From Financing			
10	\$ 900,547	\$ 900,547 (a)	\$ 900,547 (a)	
11	(921,426)	(921,426) (a)	(921,426) (a)	
12	(347)	(347) (a)	(347) (a)	
13	Increase / (Decrease) in Net Amounts			
14	(418,702)	(418,702) (a)	(418,702) (a)	
15	<u>\$ (439,928)</u>	<u>\$ (439,928)</u>	<u>\$ (439,928)</u>	Sum Lines [10-14]
16				
17	<u>\$ 161,450</u>	<u>\$ 137,854</u>	<u>\$ 362,081</u>	Line [8] + Line [15]
18	Application of Funds			
19	\$ 337,366	\$ 1,080,174 (e)	\$ 1,080,174 (e)	
20	-	14,417 (a)	14,417 (a)	
21	79,715	79,715 (a)	79,715 (a)	
22	800	800 (a)	800 (a)	
23	<u>\$ 417,881</u>	<u>\$ 1,175,105</u>	<u>\$ 1,175,105</u>	Sum Lines [19-22]
24				
25	Details of Financing			
26	\$ - (c)	\$ -	\$ -	
27	\$ (347) (c)	\$ (347) (d)	\$ (347) (d)	
28	\$ - (c)	\$ -	\$ -	
29	\$ 387,668 (c)	\$ 69,725 (c)	\$ 293,953 (c)	
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43	Supporting Schedules:	Recap Schedules:		
44	(a) E-3	A-5		
45	(b) F-1			
46	(c) E-1			
47	(d) D-2			
48	(e) F-3			
49	Workpapers & Supporting Documents:			
50	\2016 Havasu Water.xlsm			

Line No.	Business Unit	Actual Test Year <u>12/31/2016</u>	Projected Thru <u>12/31/2017</u>	Projected Thru <u>12/31/2018</u>	Projected Thru <u>12/31/2019</u>	
1	Property Classification					
2						
3	Projected Capital Expenditures	\$ 337,366	\$ 1,080,174	\$ 838,724	\$ 429,188	(a)
4						
5						
6						
7	Total Plant	<u>\$ 337,366</u>	<u>\$ 1,080,174</u>	<u>\$ 838,724</u>	<u>\$ 429,188</u>	Sum Line [3-6]
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43	Supporting Schedules					Recap Schedules:
44	(a) A-4					F-2
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46						
47	Workpapers and Supporting Documents					
48						
49						
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Line

No.

1 Customer growth:

2

3 -Revenues annualized for customer growth during test year. See Schedule C-2.

4 -Sales normalized for effects of weather. See Schedules C-2

5

6 Growth or decline in consumption and customer demand:

7

8 -Expenses have been adjusted to reflect annualization of customer growth / loss

9 per residential customer. See Schedule C-2.

10

11

12 Changes in expenses:

13

14 -See Schedule C-2 and testimonies of Ms. Sarah M. Clor, Ms. Sandra L. Murrey and Mr. Jon P. Boizelle.

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16

17 Construction requirements, including production reserves and changes in plant capacity:

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19 -Construction requirements reflect the Company's 2017 - 2019 business plan.

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21

22 Capital structure changes:

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24 See Schedule D-1 and the testimony of Ms. Sheryl L. Hubbard.

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27 Financing costs, interest rates:

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29 See Schedule D-2, page 2 and the testimony of Ms. Sheryl L. Hubbard.

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43 Supporting Schedules

Recap Schedules:

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47 Workpapers and Supporting Documents

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