

ASSETS

PROFORMA ADJUSTMENTS

	Historical 12/31/15	For Increase in Debt	Pro Forma Balance Sheet
FIXED ASSETS, at cost			
Distribution Equipment	\$ 4,020,034		4,020,034
Production Equipment	7,652,794		7,652,794
Structures	706,590		706,590
General Equipment	188,158		188,158
Miscellaneous Tangible Property	-		0
Land	2,655		2,655
Intangible Property	139		139
Unfinished Construction	151,353		151,353
	12,721,723	-	12,721,723
Less Depreciation Reserve	6,245,494		6,245,494
Total Fixed Capital	6,476,229	-	6,476,229
CURRENT ASSETS			
Cash	-	352,420	352,420
Accounts Receivable	728,514		728,514
Receivables from Affiliated Co.	-		0
Materials and Supplies	122,522		122,522
Prepayments	30,860		30,860
Misc. Current Assets	18,731		18,731
Total Current Assets	900,627	352,420	1,253,047
DEFERRED Debits			
Deferred Debits	615,896		615,896
Total Deferred Debits	615,896	-	615,896
	<u>\$ 7,992,752</u>	<u>\$ 352,420</u>	<u>8,345,172</u>

LIABILITIES AND OTHER CREDITS

CAPITAL AND SURPLUS

Common Stock	\$ 91,200		91,200
Capital Surplus	220,653		220,653
Other Surplus - Working Capital	-		0
Earned Surplus	2,864,557	(51,567)	2,812,990
Total Capital and Surplus	3,176,410	(51,567)	3,124,843

CURRENT LIABILITIES

Notes Payable	1,740,013	403,987	2,144,000
Current maturities of long-term debt			0
Accounts Payable	1,157,054	0	1,157,054
Customers' Deposits	1,100		1,100
Taxes Accrued	(51,709)		(51,709)
Cash Overdrafts	71,111		71,111
Miscellaneous Current Liabilities	(3,148)		(3,148)
Total Current Liabilities	2,914,421	403,987	3,318,408

LONG-TERM DEBT, less current maturities

F 150 Truck loan	21,559		21,559
TD Bank loan	132,585		132,585
Ford Ranger	3,139		
Royal Bank equipment lease	21,901		21,901
Total long term debt	179,184	-	179,184

DEFERRED CREDITS

Deferred Income Taxes	1,178,813		1,178,813
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RESERVES AND CIAC

Miscellaneous Reserves	(128,051)		(128,051)
Contribution in Aid of Construction	671,975		671,975
Total Reserves and CIAC	543,924	-	543,924
	<u>\$ 7,992,752</u>	<u>\$ 352,420</u>	<u>8,345,172</u>

Operating Income Statement
 Year Ended December 31, 2015

	Historical 12/31/2015	Proforma Adjustments For increase in Debt	Pro Forma 12/31/2015
Operating Revenues			
Commercial sales	\$ 1,627,578		\$ 1,627,578
Public Authority sales	3,886,210		3,886,210
Other Sales	91,825		91,825
Other Steam Revenue	141,470		141,470
Total Revenues	<u>5,747,083</u>	<u>-</u>	<u>5,747,083</u>
Operating Expenses			
Production			
Fuel Costs	4,194,566		4,194,566
Other			-
Distribution	252,245		252,245
Customer Accounting	47,534		47,534
Sales and New Business	1,500		1,500
Admin and General	684,390	26,000	710,390
Total O&M Expenses	<u>5,180,235</u>	<u>26,000</u>	<u>5,206,235</u>
Other Operating Expenses			
Depreciation	201,633		201,633
Amortization	(9,668)		(9,668)
Taxes	138,595		138,595
Operating Rents	100,572		100,572
Total Other Operating Expenses	<u>431,132</u>	<u></u>	<u>431,132</u>
Total Operating Expenses - Steam	<u>5,611,367</u>	<u>26,000</u>	<u>5,637,367</u>
Net Operating Income	135,716	(26,000)	109,716
Non-operating activities			
Interest income	-		-
Loss on disposals	-		-
Net non-operating activities	<u>-</u>	<u>-</u>	<u>-</u>
Gross income	135,716	(26,000)	109,716
Deductions from Gross Income			
Interest on long-term debt	13,508		13,508
Interest on short-term debt	47,035	25,567	72,602
Amortization	-		-
Miscellaneous Deductions or Contributions	33,424		33,424
Total Deduct. from Gross Income	<u>93,967</u>	<u>25,567</u>	<u>119,534</u>
Net Income	<u>\$ 41,749</u>	<u>\$ (51,567)</u>	<u>\$ (9,818)</u>

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Concord Steam Corp.
POBox 2520
Concord, N. H. 03302-2520

Attachment
PGB-3

Capital Structure for Ratemaking Purposes
Year Ended December 31, 2015

Item	Historical Amount	Component Ratio	Pro Forma Amount	Component Ratio
Common Equity				
Stock	91,200		91,200	
Surplus	220,653		220,653	
Retained Earnings	2,864,557		2,812,990	
Total	<u>3,176,410</u>	50.62%	<u>3,124,843</u>	47.15%
Long Term Debt	179,184	2.86%	179,184	2.70%
Short Term Debt	1,740,013	27.73%	2,144,000	32.35%
Deferred Taxes	<u>1,178,813</u>	18.79%	<u>1,178,813</u>	17.79%
Total Capital	<u><u>6,274,420</u></u>	100.00%	<u><u>6,626,840</u></u>	100.00%

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Concord Steam Corp.
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Attachment
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Journal Entries					Impact on <u>Net Income</u>
JE#1	Dr.	1794	Special Services	26,000	(26,000)
	Cr.	220	Cash		26,000
To record costs associated with financing					
JE#2	Dr.	220	N/P	296,013	
	Dr.	220	N/P	200,000	
	Cr.	120	Cash		496,013
To record payments of TDBank line of credit & Rachel Bloomfield Trust N/Ps from Jan.					
JE#3	Dr.	120	Cash	2,100,000	
	Cr.	220	N/P		2,100,000
To record receipt of cash and N/P related to line of credit					
JE#4	Dr.	220	N/P - TD Bank Line of Credit	1,200,000	
	Dr.	120	Cash		1,200,000
To record payment of TDBank line of credit					
JE#5	Dr.	1535	Misc. Interest Deductions	25,567	(25,567)
	Cr.	220	Cash		25,567
To record increase in interest expense (\$64,930 - \$39,363)					
Total					(51,567)

9/7/2016

Concord Steam Corp.
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Attachment
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Cost of financing

Merrimack County Savings Bank commitment fee
Legal fees
Accounting fees
TOTAL

\$ 21,000
2,500
2,500
\$ 26,000

9/7/2016