



January 23, 2023

Hon. Michelle L. Phillips
Secretary to the NYS Public Service Commission
3 Empire State Plaza
Albany, NY 12233-1350

Re: Case 21-W-0176

We are the accountants for Dover Plains Water Company as well as Raymond and Andrew Durkin.

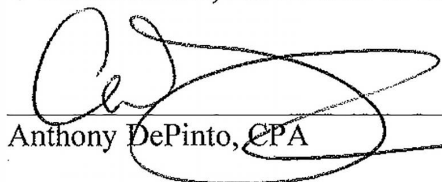
I would like to add to my letter of January 13, 2023 addressing the question of goodwill. We are aware that the stock of the company was acquired at a premium, but again, since the transaction was a stock purchase not an asset purchase, goodwill is not recorded on the balance sheet. In fact, none of the \$150,000 is recorded on the balance sheet.

However, I would call to your attention to the fact that the new owners have loaned over \$423,000 to the company to make long due and necessary improvements to the facility. We understand that goodwill is not recoverable and from Dover Plains customers but certainly the improvements to the facility as well as the related debt service need to be considered. I have enclosed 2021 and 2022 balance sheets which show the investment in the facility other than the purchase of stock/goodwill.

Should you require additional information, please contact this office.

Sincerely,

D'AMBROZIO, NEWMAN & CO., LLP



Anthony DePinto, CPA

12:18 PM

01/13/23

Accrual Basis

Dover Plains Water Company
Balance Sheet Prev Year Comparison
As of December 31, 2022

	Dec 31, 22	Dec 31, 21	\$ Change	% Change
ASSETS				
Current Assets				
Checking/Savings				
Cash-Tompkins Mahopac Bank	8,227.31	13,547.41	-5,320.10	-39.3%
Total Checking/Savings	8,227.31	13,547.41	-5,320.10	-39.3%
Other Current Assets				
Customer Receivables	20,645.76	14,751.83	5,893.93	40.0%
Deposits	0.00	2,739.41	-2,739.41	-100.0%
Total Other Current Assets	20,645.76	17,491.24	3,154.52	18.0%
Total Current Assets	28,873.07	31,038.65	-2,165.58	-7.0%
Fixed Assets				
Accumulated Depreciation	-231,426.00	-210,548.00	-20,878.00	-9.9%
Furniture and Equipment	223,888.00	223,888.00	0.00	0.0%
Improvements	335,652.50	139,850.04	195,802.46	140.0%
Vehicles	70,822.89	0.00	70,822.89	100.0%
Total Fixed Assets	398,937.39	153,190.04	245,747.35	160.4%
TOTAL ASSETS	427,810.46	184,228.69	243,581.77	132.2%
LIABILITIES & EQUITY				
Liabilities				
Current Liabilities				
Accounts Payable				
Accounts Payable	344.13	55,025.84	-54,681.71	-99.4%
Total Accounts Payable	344.13	55,025.84	-54,681.71	-99.4%
Credit Cards				
AMEX (71001)	0.00	100.37	-100.37	-100.0%
Business Card (6549-BOA)	0.00	134.00	-134.00	-100.0%
Harley VIS (1464)	360.77	106.38	254.39	239.1%
Total Credit Cards	360.77	340.75	20.02	5.9%
Other Current Liabilities				
Federal Tax Payable	0.00	194.00	-194.00	-100.0%
Franchise Tax Payable	98.00	98.00	0.00	0.0%
Payroll Liabilities	2,538.48	0.00	2,538.48	100.0%
Payroll Liabilities - NYS With	550.00	0.00	550.00	100.0%
Payroll Taxes Payable	0.00	132.03	-132.03	-100.0%
Total Other Current Liabilities	3,186.48	424.03	2,762.45	651.5%
Total Current Liabilities	3,891.38	55,790.62	-51,899.24	-93.0%
Long Term Liabilities				
Accrued Interest Payable	17,645.00	0.00	17,645.00	100.0%
Shareholder Loans	423,754.48	80,654.48	343,100.00	425.4%
Total Long Term Liabilities	441,399.48	80,654.48	360,745.00	447.3%
Total Liabilities	445,290.86	136,445.10	308,845.76	226.4%
Equity				
Capital Stock	26,000.00	26,000.00	0.00	0.0%
Retained Earnings	21,833.59	17,419.00	4,414.59	25.3%
Treasury Stock	-50.00	-50.00	0.00	0.0%
Net Income	-65,263.99	4,414.59	-69,678.58	-1,578.4%
Total Equity	-17,480.40	47,783.59	-65,263.99	-136.6%
TOTAL LIABILITIES & EQUITY	427,810.46	184,228.69	243,581.77	132.2%