GORDON'S CORNER WATER COMPANY

PWAC EXPENSES

The Company's anticipated PWAC expenses for this proceeding are \$25,000. The Company is requesting a 50% cost sharing of these expenses in the proposed new PWAC rate.

Regarding the legal fee component, the Company has retained Stephen Genzer, Esq. of the law firm of Saul Ewing, LLP for an agreed upon, estimated fee of \$24,000, to perform all legal services required in this matter, including but not limited to the review and analysis of all exhibits, preparation and filing of the necessary Petition and supporting exhibits with the Board of Public utilities, reviewing all discovery and the Company's responses thereto, attending all meetings, settlement or other conferences, drafting any stipulation agreements, representing the Company at the public hearing in the service area and all other services needed to conclude the matter by means of settlement. It does not include any costs related to hearings or litigation at OAL.

Costs are broken down as follows:

	NAME AND FIRM	ESTIMATED COST
Legal	Stephen Genzer, ESQ. Shane Simon, ESQ. Saul Ewing, LLP	\$24,000
	Public Notice, Court Reporter, Miscellaneous Administrative Costs	\$1,000
	<u>Total</u>	\$25,000
	Amortization Period	<u>1 Year</u>
	ANNUAL RECOVERY OF CURRENT PWAC EXPENSES WITH 50% COST SHARING	<u>\$12,500</u>