



e-FILING REPORT COVER SHEET

COMPANY NAME: Sunriver Water LLC

DOES REPORT CONTAIN CONFIDENTIAL INFORMATION? No Yes If yes, submit a redacted public version (or a cover letter) by email. Submit the confidential information as directed in OAR 860-001-0070 or the terms of an applicable protective order.

Select report type: RE (Electric) RG (Gas) RW (Water) RT (Telecommunications)
 RO (Other, for example, industry safety information)

Did you previously file a similar report? No Yes, report docket number: RW 14

Report is required by: OAR
 Statute 757.125 & 757.135
 Order

Note: A one-time submission required by an order is a compliance filing and not a report (file compliance in the applicable docket)

Other
(For example, federal regulations, or requested by Staff)

Is this report associated with a specific docket/case? No Yes, docket number: RW 14

List Key Words for this report. We use these to improve search results.

2019 Annual Results of Operations

Send the completed Cover Sheet and the Report in an email addressed to PUC.FilingCenter@state.or.us

Send confidential information, voluminous reports, or energy utility Results of Operations Reports to PUC Filing Center, PO Box 1088, Salem, OR 97308-1088 or by delivery service to 201 High Street SE Suite 100, Salem, OR 97301.



WATER LLC / ENVIRONMENTAL LLC

VIA ELECTRONIC FILING

October 20, 2020

Public Utility Commission of Oregon
Attn: Filing Center
201 High St SE, Suite 100
Post Office Box 1088
Salem, Oregon 97308-1088

Re: RW 14 – Sunriver Water 2019 Results of Operations

Sunriver Water LLC hereby submits its 2019 Results of Operations per ORS 757.125 and 757.135.

Please address correspondence on this matter to me with copies to the following:

eFiling
NW Natural, Rates & Regulatory Affairs
250 SW Taylor Street
Portland, OR 97204
Tel: 503-610-7330
Email: eFiling@nwnatural.com

Sincerely,

Sunriver Water LLC

/s/ Tim Smith

Tim Smith
General Manager

Attachment



ANNUAL RESULTS OF OPERATIONS REPORT

COMPANY SIZE (based on Annual Revenue)

Class A Water Utility
(Annual Gross Revenue of \$1,000,000 or more)

FOR THE CALENDAR YEAR

2019

COMPANY NAME

Sunriver Water LLC

OREGON PUBLIC UTILITY COMMISSION
PO BOX 1088
SALEM OR 97308-1088

INSTRUCTIONS

Sunriver Water LLC

The Annual Results of Operations Report, required by the Public Utility Commission (PUC or Commission) under the authority of the Oregon Revised Statutes (ORS) 757.125 and 757.135, is based on the utility's operations for a calendar or fiscal year and is a convenient method for the Commission's staff to monitor the utility's results of operations. It must be filed electronically with the PUC on or before April 1st of the year following that for which the report is made. Attach the completed report **in Excel ONLY with formulae intact** and any supplementary pages to an email addressed to the following address: puc.filingcenter@state.or.us.

- Interpret all accounting words and phrases in accordance with the USOA.
- Special or unusual entries and all discrepancies must be fully explained. Describe fully any unusual entries and discrepancies in a narrative explanation in the tab titled "Notes."
- If the utility has filed, or intends to file, a separate rate schedule in its tariff for non-contiguous portions of its water system, separate accounting for Operating Revenues, Operating Expense, Plant Investments, and related Reserve for Depreciation must be maintained by the utility for each portion of the water system relating to each separate rate schedule. This annual report, however, should include the combined financial data for the utility.
- Each incorporated utility is requested to file with this report a copy of its most recent annual report to stockholders, if one is prepared.
- All schedules that call for the balance at the beginning of the year should reflect the same end of year balance **exactly** as shown in the prior year's annual report. Any adjustments to the ending balances shown in the report for the previous year should be reflected in the current year's activity and reported along with an explanation in the annual report.

**FOR QUESTIONS CONTACT RUSS BEITZEL AT 503-378-6628 OR EMAIL AT
RUSSELL.BEITZEL@STATE.OR.US**

OATH

Sunriver Water LLC

Complete Address of Reporting Utility

Line 1:	PO Box 3699
Line 2:	
City:	Sunriver
State:	OR
Zip:	97707
phone:	541-593-4197
email:	
fax:	541-593-4643
website:	

Name and title of person responsible for report

Name:	Brody Wilson
Title:	CFO/Treasurer
Phone:	503-610-7176
Email:	brody.wilson@hwnatural.com

Oath & Signature

THIS REPORT, INCLUDING ANY ACCOMPANYING SCHEDULES AND STATEMENTS, HAS BEEN EXAMINED BY ME, AND TO THE BEST OF MY KNOWLEDGE AND BELIEF, IS TRUE, CORRECT AND COMPLETE.

<input checked="" type="checkbox"/> By clicking this box I affirm the above statement.
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INFORMATION

Sunriver Water LLC

Provide the following information for the contact person regarding this report

Name:	Tim Smith
Address:	PO Box 3699, Sunriver, OR 97707
Phone:	860-885-9784
Email:	tsmith@sunriverutilities.com

Provide the following information for where the utility's books and records are located

Name:	Sunriver Water LLC
Address:	57850 W Cascade Dr, Sunriver, OR 97707
Phone:	541-593-4197
Email:	

Provide the following information of any audit group reviewing records and/or operations

Name:	
Address:	
Phone:	
Email:	

Date of original organization of the utility (month, day, year):

6/1/1998

Provide the following information for all utility officers and directors

Name	Title	Phone #	Email
Justin Palfreyman	President	503-721-2451	justin.palfreyman@nwnatural.com
Brody Wilson	CFO/Treasurer	503-610-7176	brody.wilson@nwnatural.com
Shawn Filippi	Secretary	503-220-2435	shawn.filippi@nwnatural.com
Tim Smith	General Manager	860-885-9784	tsmith@sunriverutilities.com
Gary Hutter	Director of Utilities	541-593-4197	ghutter@sunriverutilities.com

Provide the following information for legal counsel, accountants, and others not on utility's general payroll

Name	Title	Phone #	Email

ORGANIZATION

Sunriver Water LLC

Select business type
Private/Investor Owned

Select ownership type
Partnership

Select accounting method
accrual

INSTRUCTIONS: IF THE UTILITY IS A SOLE PROPRIETORSHIP OR PARTNERSHIP, COMPLETE PART A AND PROVIDE THE NAMES AND ADDRESSES OF ALL PERSONS HAVING ANY INTEREST OR EQUITY IN THE UTILITY AND THE AMOUNT OF SUCH EQUITY. IF THE UTILITY IS A CORPORATION, COMPLETE PARTS B AND C, AND PROVIDE THE NAMES AND ADDRESSES OF THE THREE LARGEST STOCKHOLDERS AND ALL OFFICERS AND DIRECTORS. STATE THE NUMBER OF SHARES HELD BY EACH.

Part A: Sole Proprietorship or Partnership

1	Name of owner or partner	NW Natural Water of Oregon, LLC	
	Address	250 SW Taylor St., Portland, OR 97204	
	% interest or equity	100%	
	Principal duty (if employed by company)		
2	Name of owner or partner		
	Address		
	% interest or equity		
	Principal duty (if employed by company)		
3	Name of owner or partner		
	Address		
	% interest or equity		
	Principal duty (if employed by company)		
4	Name of owner or partner		
	Address		
	% interest or equity		
	Principal duty (if employed by company)		

Part B: Corporation

1	Name of stockholder/director/officer		
	Title		
	Address		
	# shares owned		
2	Name of stockholder/director/officer		
	Title		
	Address		
	# shares owned		
3	Name of stockholder/director/officer		
	Title		
	Address		
	# shares owned		
4	Name of stockholder/director/officer		
	Title		
	Address		
	# shares owned		

Part C: Corporation - Shares Outstanding

	Common Stock	Preferred Stock
# shares authorized		
# shares issued at year end		
Par or stated value per share:		
Dividends declared per share during the year:		

AFFILIATED INTERESTS

List each contract, agreement, or other business transaction exceeding a cumulative amount of \$500.00 in any one year, entered into between the company and an affiliated business or financial organization, firm, partnership, or individual. An Affiliated Interest is defined, in part, as every corporation and/or person owning or holding directly or indirectly **5 percent** or more of the voting securities of the utility. For a complete definition of affiliated interest, see ORS 757.015.

Products or Services SOLD to Affiliated Interests

Name of Affiliate	Description of product or service	Contract or Agreement effective date	Revenue
			\$ -

Products or Services PURCHASED from Affiliated Interests

Name of Affiliate	Description of product or service	Contract or Agreement effective date	Cost
NW Natural Water	Commercial and general liability insurance	11/1/2018	\$ 38,014
NW Natural	Shared services - management, financial, accounting, risk management, and IT related duties and executive oversight	11/1/2018	\$ 21,097
			\$ 59,111

TOTAL \$ (59,111)

Explanations or Notes

The affiliated interest agreement was approved by the OPUC in Order No. 19-411 in docket UI 415. The AI agreement is retroactively effective as of 5/31/2019.

REVENUES

Sunriver Water LLC

gal or cf

gal

Consumption and Revenue

	Act #	# customers at year beginning	# customers at year end	Total Quantity water sold	revenues
Unmetered (flat rate) water sales	460	40	40	978,520	\$ 11,439
Metered sales to RESIDENTIAL customers	461.1	4,178	4,204	281,726,397	\$ 1,116,017
Metered sales to COMMERCIAL customers	461.2	126	126	50,850,010	\$ 167,910
Metered sales to INDUSTRIAL customers	461.3				
Other metered sales to public authorities	461.4				
Metered sales to multiple family dwellings	461.5	263	263	9,985,210	\$ 55,221
Public fire protection revenue	462.1				
Private fire protection revenue	462.2	27	27		\$ 9,208
Other Sales to public authorities	464				
Sales to irrigation customers	465	116	112	158,621,270	\$ 289,419
Sales for resale	466				
Water Sales to golf course/recreation revenue	467				
Special contract/agreement revenue	468				
TOTAL		4,750	4,772	502,161,407	\$ 1,649,213

Revenue other than water sales

	Act #	revenues
Forfeited discounts	470	
Miscellaneous service revenues	471	\$ 27,654
Rents from water property	472	
Interdepartmental rents	473	
Other	474	
Cross Connection sales & services revenues	475	\$ 46,197
Total		\$ 73,851

Total Operating Revenue

\$ 1,723,065

Average Monthly Consumption and Bill

	Act #	Average Monthly Consumption per customer	Average Monthly Revenue per customer
Unmetered (flat rate) water sales	460	2038.583333	23.83104167
Metered sales to RESIDENTIAL customers	461.1	5601.81335	22.19074465
Metered sales to COMMERCIAL customers	461.2	33630.95899	111.0514418
Metered sales to INDUSTRIAL customers	461.3		
Other metered sales to public authorities	461.4		
Metered sales to multiple family dwellings	461.5	3163.881496	17.49715779
Public fire protection revenue	462.1		
Private fire protection revenue	462.2		28.41851852
Other Sales to public authorities	464		
Sales to irrigation customers	465	115951.2208	211.5637061
Sales for resale	466		
Water Sales to golf course/recreation revenue	467		
Special contract/agreement revenue	468		

TAXES AND PROPERTY SALES

Act # TAXES OTHER THAN INCOME TAX

408.11	Property Tax	\$	87,904
408.12	Payroll Tax	\$	67,415
408.13	Other Tax Other Than Income Tax		
408.2	Nonutility Taxes Other Than Income Tax		
		TOTAL	\$ 155,319

Act # INCOME TAXES

409.1	Federal Income Tax	\$	9,968
409.11	State Income Tax	\$	3,533
409.13	Other Income Tax		
409.2	Nonutility Income Tax		
		TOTAL	\$ 13,501

Act # DEFERRED AND PROVISION FOR DEFERRED INCOME TAXES

410.1	Deferred Federal Income Taxes – Utility Operations		
410.11	Deferred State Income Taxes – Utility Operations		
410.2	Provision for Deferred Income Taxes – Other Income and Deductions		
411.1	Provision for Deferred Income Taxes – Credit – Utility Operations		
411.2	Provision for Deferred Income Taxes – Credit – Other income & Deductions		
		TOTAL	\$ -

GAINS AND LOSSES FROM UTILITY PROPERTY SALE - ACCOUNT 414 (enter losses as negative amounts)

Description	Amount
Sale of Assets	\$ 9,860
Total	\$ 9,860

EXPENSES

Act #		Expense amount
601	Salaries and Wages - employees	\$ 594,487
603	Salaries and Wages – officers, directors, and majority stockholders	
604	Employee Pensions & Benefits	\$ 164,607
610	Purchased Water	
611	Telephone/Communications	\$ 8,042
615	Purchased Power	\$ 67,012
616	Fuel for Power Production	
617	Utilities - Other (garbage, natural gas)	\$ 69
618	Chemicals & testing	
619	Office Supplies (excluding postage)	\$ 6,404
619.1	Postage	\$ 25,975
620	Materials & Supplies (O&M)	\$ 8,041
621	Repairs of Water Plant	\$ 14,376
631	Contractual Services - engineering	
632	Contractual Services - accounting	\$ 21,097
633	Contractual Services - legal	\$ 912
634	Contractual Services - management	\$ 108,790
635	Contractual Services – testing / sampling	
636	Contractual Services – labor	\$ 7,773
637	Contractual Services - billing/collections	\$ 18,902
638	Contractual Services - meter reading	
639	Contractual Services - other	\$ 34,904
641	Rental of Building / Real Property	\$ 30,768
642	Rental of Equipment	
643	Small Tools	\$ 20,612
648	Computer and electronic Expenses	\$ 22,053
650	Transportation Expenses	\$ 24,173
656	Insurance - Vehicle	
657	Insurance – General Liability	\$ 134,060
658	Insurance – Workman’s Compensation	\$ 15,856
659	Insurance – Other	
660	Public Relation / Advertising Expense	
666	Amortization of Rate Case Expense	
667	Regulatory Commission Fee (Gross Rev Fee)	\$ 5,809
668	Conservation Expense	
670	Bad Debt Expense	
671.1	Cross Connection Control Program Expense	
671.2	Cross Connection Testing & Maintenance Services	
673	Training & Certification Expense	\$ 18,953
674	Consumer Confidence Report	
675	Miscellaneous Expense	\$ 11,131
	TOTAL	\$ 1,364,805

PLANT

Sunriver Water LLC

NOTE: Do **NOT** include any donated capital or contributions in aid of construction (CIAC) on this page.

Act #		Beg Year Balance	Added during year	Retired during year	Adjustments	End of year balance
301	Organization					\$ -
302	Franchises					\$ -
303	Land & land rights	\$ 247,915				\$ 247,915
304	Structures & improvements	\$ 110,007				\$ 110,007
305	Collecting & impounding reservoirs	\$ 15,581				\$ 15,581
306	Lake, river & other intakes					\$ -
307	Wells & springs	\$ 1,245,795	\$ 28,993			\$ 1,274,788
308	Infiltration galleries & tunnels					\$ -
309	Supply mains	\$ 3,773				\$ 3,773
310	Power generation equipment	\$ 200,788				\$ 200,788
311	Pumping equipment	\$ 174,817	\$ 7,490			\$ 182,307
320	Water treatment equipment	\$ 7,010				\$ 7,010
330	Distribution reservoirs & standpipes	\$ 2,484,485	\$ 16,352			\$ 2,500,837
331	Transmission & distribution mains	\$ 99,447	\$ 97,832			\$ 197,279
333	Services					\$ -
334	Meters & meter installations	\$ 1,084,794	\$ 44,170			\$ 1,128,964
335	Hydrants	\$ 33,358	\$ 18,207			\$ 51,564
336	Backflow prevention devices (utility owned)	\$ 1,867				\$ 1,867
339	Other plant & miscellaneous equipment	\$ 159,023	\$ 3,392			\$ 162,415
340	Office furniture & equipment	\$ 2,984				\$ 2,984
341	Transportation equipment	\$ 386,793	\$ 41,060			\$ 427,853
343	Tools, shop & garage equipment	\$ 219,266				\$ 219,266
344	Laboratory equipment					\$ -
345	Power operated equipment	\$ 2,562				\$ 2,562
346	Communication equipment	\$ 142,263				\$ 142,263
347	Electronic & computer equipment	\$ 663,711	\$ 39,373			\$ 703,084
348	Miscellaneous equipment	\$ 105,767				\$ 105,767
	TOTAL	\$ 7,392,006	\$ 296,870	\$ -	\$ -	\$ 7,688,876

Explanation of unusual changes in utility plant during the year:

CIAC AND ADVANCES

NOTE: Include ALL donated capital or contributions in aid of construction (CIAC) on this page.

Advances for Construction

Beg of year balance	
Additions during year	
Subtractions during year	
End of year balance	\$ -

Contributions in Aid of Construction

Beg of year balance	\$ (2,134,765)
Added during the year:	
Capacity charge	
Main line extension charges	
Customer connection charges	
Developer's property	
Other	
Retired during the year	
End of year balance	\$ (2,134,765)

Accumulated Amortization of CIAC

Beg of year balance	\$ (1,750,507)
Add CIAC amortized during year	\$ (85,391)
Subtract effects of CIAC disposals	
+/- other adjustments*	
Change in Accumulated Amortization during the year	\$ (85,391)
End of year balance	\$ (1,835,898)

* Explain any adjustments:

DEPRECIATION

Sunriver Water LLC

NOTE: Do **NOT** include any contributions in aid of construction (CIAC) on this page.

<u>Act #</u>	<u>annual depreciation expense</u>	<u>acc dep balance beg of year</u>	<u>accruals booked to acc dep</u>	<u>plant retired charged to acc dep</u>	<u>Adjustments*</u>	<u>acc dep balance end of year</u>
301	Organization					
302	Franchises					
303	Land & land rights					
304	Structures & improvements	\$ 3,733	\$ 83,750	\$ 3,733		\$ 87,483
305	Collecting & impounding reservoirs	\$ 639	\$ 8,556	\$ 639		\$ 9,195
306	Lake, river & other intakes			\$ -		\$ -
307	Wells & springs		\$ 651,102	\$ -		\$ 651,102
308	Infiltration galleries & tunnels			\$ -		\$ -
309	Supply mains		\$ 3,094	\$ -		\$ 3,094
310	Power generation equipment		\$ 178,585	\$ -		\$ 178,585
311	Pumping equipment		\$ 121,218	\$ -		\$ 121,218
320	Water treatment equipment		\$ 5,537	\$ -		\$ 5,537
330	Distribution reservoirs & standpipes		\$ 1,460,933	\$ -		\$ 1,460,933
331	Transmission & distribution mains		\$ 81,496	\$ -		\$ 81,496
333	Services			\$ -		\$ -
334	Meters & meter installations		\$ 690,450	\$ -		\$ 690,450
335	Hydrants		\$ 24,347	\$ -		\$ 24,347
336	Backflow prevention devices (utility owned)		\$ 1,632	\$ -		\$ 1,632
339	Other plant & miscellaneous equipment		\$ 66,093	\$ -		\$ 66,093
340	Office furniture & equipment		\$ 2,380	\$ -		\$ 2,380
341	Transportation equipment		\$ 326,224	\$ -		\$ 326,224
343	Tools, shop & garage equipment		\$ 206,913	\$ -		\$ 206,913
344	Laboratory equipment			\$ -		\$ -
345	Power operated equipment		\$ 2,208	\$ -		\$ 2,208
346	Communication equip		\$ 141,927	\$ -		\$ 141,927
347	Electronic & computer Equipment		\$ 565,950	\$ -		\$ 565,950
348	Miscellaneous Equipment		\$ 77,311	\$ -		\$ 77,311
	TOTAL	\$ 4,372	\$ 4,699,706	\$ 4,372	\$ -	\$ 4,704,078

*Explanation of any adjustments made:

RETAINED EARNINGS

Sunriver Water LLC

215	Unappropriated Retained Earnings (beginning of year balance)	\$	55,810
435	Balance transferred from income	\$	109,537
436	Appropriations of Retained Earnings	\$	-
437	Preferred Stock dividends declared	\$	-
438	Common Stock dividends declared	\$	-
439	Adjustments to Retained Earnings*		
215	Unappropriated Retained Earnings (as of year end)	\$	165,347

* Explanation of any adjustments made to Retained Earnings

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OTHER ACCOUNTS

Survivor Water LLC

For account information not already entered, please enter amounts below, if applicable.

Category Act # Act Name

ASSETS AND OTHER DEBITS (101-190)

Utility Plant

101	Utility Plant in Service	\$	7,688,876
102	Utility Plant Leased to Others		
103	Property Held for Future Use		
104	Utility Plant Purchased or Sold		
105	Construction Work in Progress - Commission Approved		
108	Accumulated Depreciation of Utility Plant in Service	\$	4,704,078
110	Accumulated Amortization of Utility Plant in Service		
114	Utility Plant Acquisition Adjustments		
115	Accumulated Amortization of Utility Plant Acquisition Adjustments		

Other Property & Investments

121	Nonutility Property		
122	Accumulated Depreciation and Amortization of Nonutility Property		
123	Investment in Associated Companies		
124	Utility Investments		
125	Other Investments		
127	Other Special Funds		

Current & Accrued Assets

131	Cash	\$	307,527
132	Special Deposits		
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	\$	6,780
142	Other Accounts Receivable		
143	Allowance for Uncollectible Accounts (Enter positive)		
144	Notes Receivable		
145	Accounts Receivable from Associated Companies	\$	803
146	Notes Receivable from Associated Companies		
151	Plant Materials and Supplies	\$	57,743
162	Prepayments	\$	31,679
171	Accrued Interest Receivable		
174	Miscellaneous Current and Accrued Assets		

Deferred Debits

181	Unamortized Debt Discount and Expense		
182	Extraordinary Property Losses		
186	Miscellaneous Deferred Debits		
190	Accumulated Deferred Income Taxes		

EQUITY, LIABILITIES, AND OTHER CREDITS (201-283)

Equity

201	Common Stock Issued	\$	-
204	Preferred Stock Issued	\$	-
207	Premium on Capital Stock		
211	Paid in Capital		
212	Discount on Capital Stock		
213	Capital Stock Expense		
214	Appropriated Retained Earnings		
215	Unappropriated Retained Earnings	\$	165,347
216	Reacquired Capital Stock		
218	Proprietary Capital		

Long Term Debt

221	Bonds		
223	Advances from Associated Companies		
224	Other Long-Term Debt		

Current and Accrued Liabilities

231	Accounts Payable	\$	156,707
232	Notes Payable		
233	Accounts Payable to Associated Companies	\$	141,607
234	Notes Payable to Associated Companies		
235	Customer Deposits		
236	Accrued Taxes	\$	366
237	Accrued Interest		
238	Accrued Dividends		
239	Matured Long-Term Debt		
240	Matured Interest		
241	Miscellaneous Current and Accrued Liabilities		

Deferred Credits

251	Unamortized Premium on Debt		
252	Advances for Construction	\$	-
253	Other Deferred Credits		

Operating Reserves

261	Property Insurance Reserve		
262	Injuries and Damages Reserve		
263	Pensions and Benefits Reserve		
265	Miscellaneous Operating Reserves		

Contributions in Aid of Construction

271	Contributions in Aid of Construction	\$	(2,134,765)
272	Accumulated Amortization of CIAC	\$	(1,835,898)

Accumulated Deferred Income Taxes

281	Accumulated Deferred Income Taxes - Accelerated Depreciation	\$	569,384
282	Accumulated Deferred Income Taxes - Liberalized Depreciation		
283	Accumulated Deferred Income Taxes - Other		

WATER UTILITY PLANT ACCOUNTS (301-348)

301	Organization	\$	-
302	Franchises	\$	-
303	Land and Land Rights	\$	247,915
304	Structures and Improvements	\$	110,007
305	Collecting and Impounding Reservoirs	\$	15,581
306	Lakes, River and Other Intakes	\$	-
307	Wells and Springs	\$	1,274,788
308	Infiltration Galleries and Tunnels	\$	-
309	Supply Mains	\$	3,773
310	Power Generation Equipment	\$	200,788
311	Pumping Equipment	\$	182,307
320	Water Treatment Equipment	\$	7,010
330	Distribution Reservoirs and Standpipes	\$	2,500,837
331	Transmission and Distribution Mains	\$	197,279
333	Services	\$	-
334	Meters and Meter Installations	\$	1,128,964
335	Hydrants	\$	51,564
336	Backflow Prevention Devices	\$	1,867
339	Other Plant and Miscellaneous Equipment	\$	162,415
340	Office Furniture and Equipment	\$	2,984
341	Transportation Equipment	\$	427,853
343	Tools, Shop and Garage Equipment	\$	219,266
344	Laboratory Equipment	\$	-

345	Power Operated Equipment	\$	2,562
346	Communication Equipment	\$	142,263
347	Computer & electronic Equipment	\$	703,084
348	Miscellaneous Equipment	\$	105,767

INCOME ACCOUNTS (404-434)

Utility Operating Income

400	Operating Revenue	\$	1,723,065
401	Operating Expenses	\$	1,364,805
403	Depreciation Expense	\$	4,372
406	Amortization of Utility Plant Acquisition Adjustment		
407	Amortization Expense (no CIAC)		
408	Taxes Other than Income	\$	155,319
409	Income Taxes	\$	13,501
410	Provision for Deferred Income Taxes - Debit	\$	-
411	Provision for Deferred Income Taxes - Credit	\$	-
412	Investment Tax Credit		
413	Income from Utility Plant Leased to Others		
414	Gain/Loss from Utility Property Sales	\$	9,860
415	Revenues from Merchandising, Jobbing, and Contract Work		
416	Cost and Expenses of Merchandising, Jobbing, and Contract Work		
419	Interest and Dividend Income		
421	Nonutility Income		
426	Nonutility Expenses		
433	Extraordinary Income		
434	Extraordinary Deductions		

Taxes Applicable to Nonutility Income and Deductions

408.2	Taxes Other than Income - Nonutility	\$	-
409.2	Income Taxes - Nonutility	\$	-
410.2	Provision for Deferred Income Taxes - Debit - Nonutility	\$	-
411.2	Provision for Deferred Income Taxes - Credit - Nonutility	\$	-

Interest Expense

427	Interest Expense		
428	Amortization of Debt Discount and Expense		
429	Amortization of Premium on Debt		

Retained Earnings Account (435-439)

435	Balance Transferred from Income	\$	109,537
436	Appropriations of Retained Earnings		
437	Preferred Stock Dividends Declared	\$	-
438	Common Stock Dividends Declared	\$	-
439	Adjustment to Retained Earnings	\$	-

OPERATING REVENUE ACCOUNTS (460-475)

460	Unmetered Water Revenue	\$	11,439
461.1	Metered Sales to Residential Customers	\$	1,116,017
461.2	Metered Sales to Commercial Customers	\$	167,910
461.3	Metered Sales to Industrial Customers	\$	-
461.4	Metered Sales to Public Authorities	\$	-
461.5	Metered Sales to Multiple Family Dwellings	\$	55,221
462.1.1	Public Fire Protection	\$	-
462.2	Private Fire Protection	\$	9,208
464	Other Sales to Public Authorities	\$	-
465	Sales to Irrigation Customers	\$	289,419
466	Sales for Resale	\$	-
467	Interdepartmental Sales	\$	-
468	Special Contract/Agreement Revenue	\$	-
470	Forfeited Discounts	\$	-
471	Miscellaneous Service Revenues	\$	27,654
472	Rents From Water Property	\$	-
473	Interdepartmental Rents	\$	-
474	Other Water Revenues	\$	-
475	Cross Connection Sales & Services Revenues	\$	46,197

OPERATION AND MAINTENANCE EXPENSE ACCOUNTS (601-675)

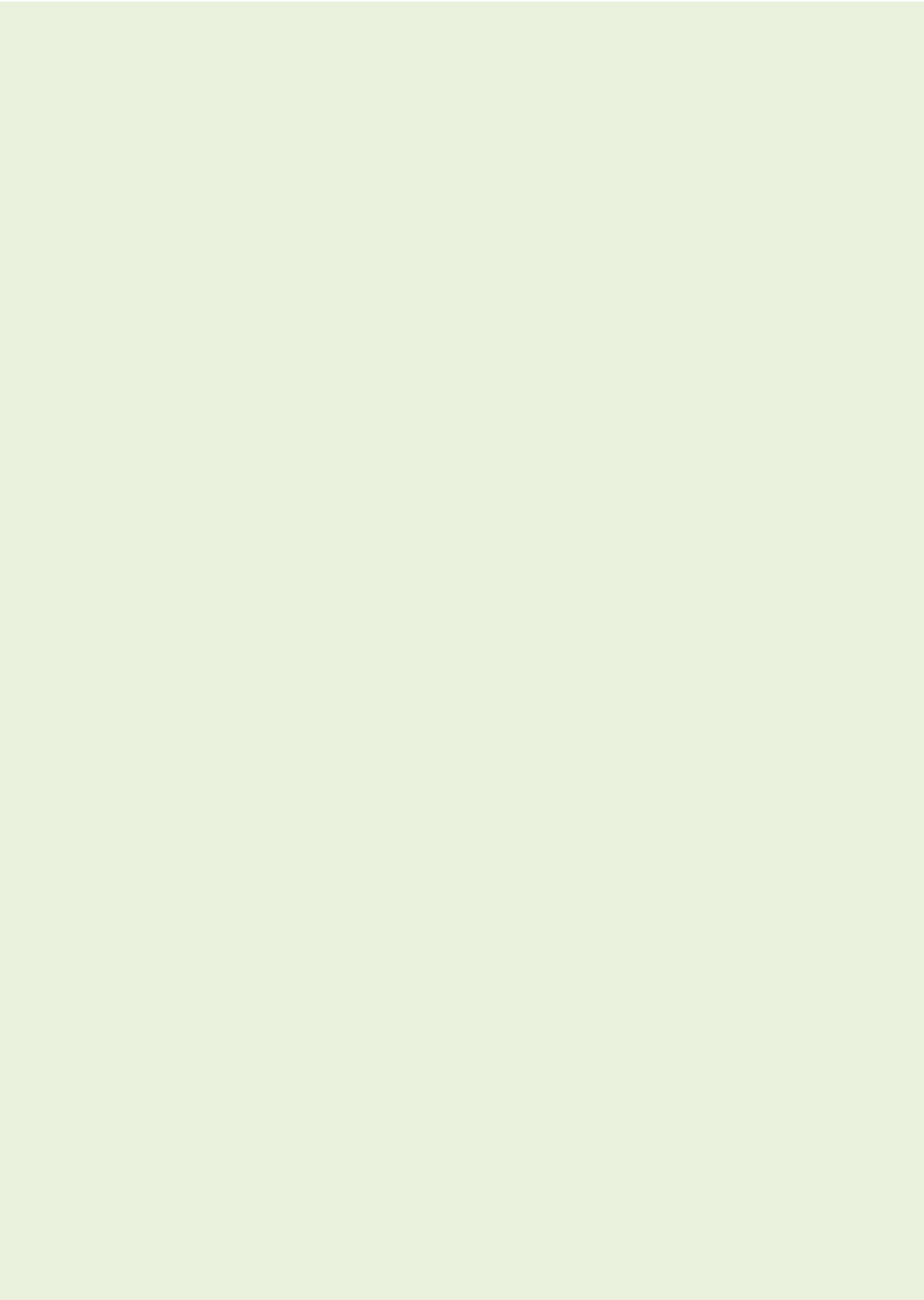
Source of Supply and Expenses

601	Salaries and Wages - Employees	\$	594,487
603	Salaries and Wages - Officers, Directors and Majority Stockholders	\$	-
604	Employee Pensions and Benefits	\$	164,607
610	Purchased Water	\$	-
611	Telephone/Communications	\$	8,042
615	Purchased Power	\$	67,012
616	Fuel for Power Production	\$	-
617	Utilities - Other	\$	69
618	Chemicals & testing	\$	-
619	Office Supplies (excluding postage)	\$	6,404
619.1	Postage	\$	25,975
620	Materials and Supplies	\$	8,041
621	Repairs to Water Plant	\$	14,376
631	Contractual Services - Engineering	\$	-
632	Contractual Services - Accounting	\$	21,097
633	Contractual Services - Legal	\$	912
634	Contractual Services - Management Fees	\$	108,790
635	Contractual Services - Testing/Sampling	\$	-
636	Contractual Services - Other	\$	7,773
637	Contractual Services - Billing/Collections	\$	18,902
638	Contractual Services - Meter Reading	\$	-
639	Contractual Services - Other	\$	34,904
641	Rental of Building/Real Property	\$	30,768
642	Rental of Equipment	\$	-
643	Small Tools	\$	20,612
648	Computer & Electronic Expenses	\$	22,053
650	Transportation Expenses	\$	24,173
656	Insurance - Vehicle	\$	-
657	Insurance - General Liability	\$	134,060
658	Insurance - Workman's Compensation	\$	15,856
659	Insurance - Other	\$	-
660	Public Relations / Advertising Expense	\$	-
666	Regulatory Commission Expense - Amortization of Rate Case Expense	\$	-
667	Regulatory Commission Expense - Other	\$	5,809
668	Water Resource Conservation Expense	\$	-
670	Bad Debt Expense	\$	-
671.1	Cross Connection Control Program Expense	\$	-
671.2	Cross Connection Testin & Maintenance Services	\$	-
672	System Capcity Development Program Expense	\$	-
673	Training & Certification Expense	\$	18,953
674	Consumer Confidence Report	\$	-
675	Miscellaneous Expenses	\$	11,131

NOTES

Sunriver Water LLC

Notes and explanations:



INCOME STATEMENT

Sunriver Water LLC

400 Operating Revenue	\$ 1,723,065
401 Operating Expenses	\$ 1,364,805
403 Depreciation Expense	\$ 89,763
406 Amortization of Utility Plant Acquisition Adjustment	\$ -
407 Amortization Expense	\$ -
408 Taxes Other Than Income Taxes (total)	\$ 155,319
409 Income Taxes	\$ 13,501
410.1 Provision for Deferred Income Taxes - debit	\$ -
411.1 Provision for Deferred Income Taxes - credit	\$ -
412 Investment Tax Credit	\$ -
413 Income From Utility Plant Leased to Others	\$ -
419 Interest & Dividend Income	\$ -
427 Interest Expense	\$ -
428-429 Amortization of Premium/Discount on Debt	\$ -
414 Gains/Losses From Utility Property Disposition (net)	\$ 9,860
433-434 Extraordinary Income/deductions (net)	\$ -
NET UTILITY OPERATING INCOME	\$ 109,537
421 Nonutility Income	\$ -
415 Revenue From Merchandising, Jobbing, & Contracts	\$ -
426 Nonutility Expense	\$ -
408.2 Nonutility Taxes Other Than Income Tax	\$ -
409.2 Nonutility Income Taxes	\$ -
410.2 Nonutility Deferred Income Taxes	\$ -
411.2 Nonutility Provision for Deferred Income Taxes Credit	\$ -
416 Cost & Expense of Merchandising, Jobbing, Contracts	\$ -
Net Income	\$ 109,537

BALANCE SHEET

Sunriver Water LLC

Please do not submit to PUC until figures are balanced.

101 Utility Plant in Service (excluding CIAC)	\$	7,688,876
108-110 Accumulated Depreciation & Amortization	\$	4,704,078
Subtotal	\$	2,984,798
102-104 Other Utility Plant	\$	-
105 Commission Approved Construction Work in Progress (CWIP)	\$	-
114 Commission Approved Utility Plant Acquisition Adjustments	\$	-
115 Accumulated Amortization of Commission Approved Acquisition Adjustments	\$	-
190 Accumulated Deferred Income Taxes (asset)	\$	-
Subtotal	\$	-
Net Utility Plant	\$	2,984,798
131 Cash	\$	307,527
132 Special Deposits	\$	-
141-142 Accounts Receivable	\$	6,780
143 Accumulated Provision for Uncollectible Accounts	\$	-
144 Notes Receivable	\$	-
145-146 Accounts & Notes Receivable from Associated Companies	\$	803
151 Materials & Supplies Inventory	\$	57,743
133-135 & 162-174 Miscellaneous Current & Accrued Assets & Prepayments	\$	31,679
Net Current & Accrued Assets	\$	404,531
181-186 Deferred Debits	\$	-
Total Assets	\$	3,389,330
252 Advances for Construction	\$	-
271 CIAC	\$	(2,134,765)
272 Accumulated Amortization of CIAC	\$	(1,835,898)
Net CIAC & Advances for Construction	\$	(298,867)
121 Nonutility Property	\$	-
122 Accumulated Depreciation & Amortization (Nonutility)	\$	-
123-127 Miscellaneous Nonutility Investments	\$	-
Nonutility Plant & Investment	\$	-
221-224 Long-Term Debt	\$	-
231 Accounts Payable	\$	156,707
232 Notes Payable	\$	-
233 Accounts Payable to Affiliated Companies	\$	141,607
234 Notes Payable to Affiliated companies	\$	-
235 Customer Deposits	\$	-
236 Accrued Taxes	\$	366
237 Accrued Interest	\$	-
238-241 Miscellaneous Current and Accrued Liabilities	\$	-
Liabilities	\$	298,679
251 Premium on Unamortized Debt	\$	-
253 Other Deferred Credit	\$	-
261-265 Reserves	\$	-
Other	\$	-
281 Accumulated Deferred Income Taxes-Accelerated Amortization	\$	569,384
282 Accumulated Deferred Income Taxes-Liberalized Depreciation	\$	-
283 Accumulated Deferred Income Taxes-Other	\$	-
Total Liabilities	\$	569,384
201 Common Stock Issued	\$	-
204 Preferred Stock Issued	\$	-
207 Premium on Capital Stock	\$	-
211 Other Paid in Capital	\$	-
212 Discount on Capital Stock	\$	-
213 Capital Stock Expense	\$	-
214 Appropriated Retained Earnings	\$	-
215 Unappropriated Retained Earnings	\$	165,347
216 Reacquired Capital Stock	\$	-
218 Proprietary Capital (Proprietorships & Partnerships Only)	\$	-
Total Equity	\$	165,347
Total Liabilities and Equity	\$	734,543

STATS

Sunriver Water LLC

Operating Revenues

Flat Rate	\$	11,439
Metered - Residential	\$	1,171,238
Metered - Commercial	\$	167,910
Irrigation (including golf courses)	\$	289,419
Fire Protection	\$	9,208
Other Sales of Water	\$	-
Other Operating Revenue	\$	73,851
Total Operating Revenues	\$	<u>1,723,065</u>

Operating Expenses

Purchased Water	\$	-
Purchased Power	\$	67,012
Water Treatment	\$	-
Supplies and Expenses	\$	331,946
Repairs of Plant	\$	14,376
Administrative & General	\$	951,471
Total Operating Expenses	\$	<u>1,364,805</u>

Other Revenue Deductions

Depreciation & Amortization	\$	89,763
Operating Income Taxes	\$	13,501
Other Operating Taxes	\$	155,319
Uncollectible Revenue/Bad Debt Expense	\$	-
Total Revenue Deductions	\$	<u>258,583</u>

Total Expenses and Deductions

	\$	1,623,388
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Other Income	\$	-
Interest on Long-Term Debt		
Other Interest Charges	\$	-
Other Income Deductions	\$	-
Net Operating Income (or Loss)	\$	<u>99,676</u>

Assets & Other Debits

Utility Plant	\$	7,688,876
Less: Depreciation & Amortization Reserve	\$	4,704,078
Other Property & Investments	\$	307,527
Materials and Supplies	\$	57,743
Other Current & Accrued Assets	\$	39,261
Deferred Debits	\$	-
Total Assets & Other Debits	\$	<u>3,389,330</u>

Liabilities & Other Credits

Capital/Common Stock	\$	-
Retained Earnings	\$	165,347
Long-Term Debt	\$	-
Customer Deposits	\$	-
Other Current & Accrued Liabilities	\$	298,679
Advances for Construction	\$	-
Other Deferred Credits	\$	-
Contributions in Aid of Construction	\$	(298,867)
Accumulated Deferred Income Taxes	\$	569,384
Total Liabilities & Other Credits	\$	<u>734,543</u>

Average Number of Customers

Flat Rate	40
Metered - Residential	4,467
Metered - Commercial	126
Irrigation (including golf courses)	112
Fire Protection	27
Other	-
Total Customers	<u>4,772</u>