



e-FILING REPORT COVER SHEET

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REPORT NAME: 2012 Annual Results of Operations Report, Report Form B - REPLACEMENT TO CORRECT ERROR

COMPANY NAME: Running Y Water, LLC (formerly Running Y Utilities, LLC)

DOES REPORT CONTAIN CONFIDENTIAL INFORMATION? No Yes

If yes, please submit only the cover letter electronically. Submit confidential information as directed in OAR 860-001-0070 or the terms of an applicable protective order.

If known, please select designation: RE (Electric) RG (Gas) RW (Water) RO (Other)

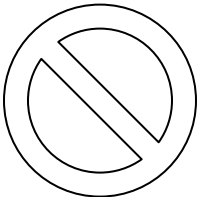
Report is required by: OAR 860-039-0070  
Statute ORS 757.125 and 757.135  
Order Enter PUC Order No.  
Other Enter reason

Is this report associated with a specific docket/case? No Yes

If yes, enter docket number: N/A

List applicable Key Words for this report to facilitate electronic search:  
Water Utility Annual Report B - 2012 REPLACEMENT REPORT TO CORRECT

**DO NOT electronically file with the PUC Filing Center:**



- Annual Fee Statement form and payment remittance or
- OUS or RSPF Surcharge form or surcharge remittance or
- Any other Telecommunications Reporting or
- Any daily safety or safety incident reports or
- Accident reports required by ORS 654.715

**Please file the above reports according to their individual instructions.**

FOR THE YEAR ENDING DECEMBER 31, 2012

REPLACEMENT FILING TO CORRECT ERROR

# **ANNUAL RESULTS OF OPERATIONS REPORT**

FOR WATER UTILITIES REPORTING GROSS REVENUES OF  
\$200,000 to 999,999

ANNUAL REPORT FORM B

## **RUNNING Y WATER, LLC**

5115 Running Y Road, Klamath Falls, OR 97601

541-850-5566

OREGON PUBLIC UTILITY COMMISSION  
PO BOX 2148  
SALEM OR 97308-2148

FOR THE YEAR ENDING DECEMBER 31, 2012

REPLACEMENT FILING TO CORRECT ERROR

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## **WATER UTILITY ANNUAL REPORT A** **PUBLIC UTILITY COMMISSION OF OREGON**

**MAILING ADDRESS**

PO BOX 2148  
SALEM OR 97308-2148

**LOCATION ADDRESS**

550 CAPITOL ST. NE STE 215  
SALEM OR 97301-2551

### **GENERAL INSTRUCTIONS**

The Annual Report, required by the Public Utility Commission (PUC) 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 with the PUC on or before April 1<sup>st</sup> of the year following that for which the report is made. Attach the completed report and any supplementary pages to an email addressed to the following address: [puc.filingcenter@state.or.us](mailto:puc.filingcenter@state.or.us).

- Interpret all accounting words and phrases in accordance with the USOA.
- You may round off reported figures to the nearest dollar, if desired.
- Entries indicating deficits of a "minus amount" should be enclosed in parentheses ( ).
- Where statistical information asked for is not reported, state a reason for the omission.
- If the words "none or "not applicable" truly state the facts, they should be given as the answer. The answer "same as last year" is not acceptable. Do not omit any pages.
- Special or unusual entries and all discrepancies should be fully explained. If necessary, attach 8 ½" X 11" supplementary sheets prepared in a MS Office Suite program (Word, Excel) to provide space required for making answers full and complete.
- 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 previous year's figures or the balance at the beginning of the year should reflect as a beginning balance the same end of the year's figures **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.
- Please use the checklist to verify the completeness of the report before submitting your final annual report to the PUC. This will facilitate our review of your report and reduce the need for future correspondence.

**FOR QUESTIONS ON EXCEL PROGRAM, ACCOUNTS, OR REPORTING, CONTACT BRIAN BAHR AT 503-378-4362.**

## COMPANY PROFILE

Provide a brief narrative that covers the following areas:

- a. Brief company history
- b. Public services rendered
- c. Major goals and objectives
- d. Major operating divisions and functions
- e. Current and projected growth patterns
- f. Major transactions having a material effect on operations

Running Y Water, LLC, formerly Running Y Utilities, LLC was formed in 1996 to provide residential, commercial and irrigation water services to all properties within the Running Y Resort, as well as to Ridgewater, a development near the resort. At year end 2012 the company was serving 587 residential, commercial and irrigation customers, including a golf course customer.



**RUNNING Y WATER, LLC  
FOR THE YEAR ENDING DECEMBER 31, 2012**

ACCOUNTING METHOD: <b>ACCRUAL</b> CASH (please circle or bold one accounting method)			
<b>ORGANIZATION</b>			
Running Y Water, LLC		5115 Running Y Road	
Klamath Falls	OR	97601	541 850-5566
TYPE OF ORGANIZATION			
<p><b>CIRCLE (OR BOLD) ONE:</b> SOLE PROPRIETORSHIP      PARTNERSHIP      CORPORATION</p> <p><b>Limited Liability Company</b></p> <p><b>CIRCLE (OR BOLD) ONE:</b> PRIVATE/INVESTOR OWNED      ASSOCIATION      MOBILE HOME PARK</p>			
<p><b>INSTRUCTIONS:</b> IF THE COMPANY IS A SOLE PROPRIETORSHIP OR PARTNERSHIP, COMPLETE PART A AND GIVE THE NAMES AND ADDRESSES OF ALL PERSONS HAVING ANY INTEREST OR EQUITY IN THE BUSINESS AND THE AMOUNT OF SUCH EQUITY. IF THE COMPANY IS A CORPORATION, COMPLETE PART B AND GIVE THE NAMES AND ADDRESSES OF THE THREE LARGEST STOCKHOLDERS AND ALL OFFICERS AND DIRECTORS. STATE THE NUMBER OF SHARES HELD BY EACH.</p>			
<b>PART A: SOLE PROPRIETORSHIP OR PARTNERSHIP</b>			
1	Oregon Resorts, LLC, sole member		ADDRESS, CITY, STATE, ZIP CODE
	PERCENT INTEREST OR EQUITY		PRINCIPAL DUTY IF EMPLOYED BY COMPANY
2	NAME OF OWNER OR PARTNER		ADDRESS, CITY, STATE, ZIP CODE
	PERCENT INTEREST OR EQUITY		PRINCIPAL DUTY IF EMPLOYED BY COMPANY
3	NAME OF OWNER OR PARTNER		ADDRESS, CITY, STATE, ZIP CODE
	PERCENT INTEREST OR EQUITY		PRINCIPAL DUTY IF EMPLOYED BY COMPANY
4	NAME OF OWNER OR PARTNER		ADDRESS, CITY, STATE, ZIP CODE
	PERCENT INTEREST OR EQUITY		PRINCIPAL DUTY IF EMPLOYED BY COMPANY
<b>PART B: CORPORATION</b>			
1	NAME OF STOCKHOLDER, DIRECTOR, OFFICER		ADDRESS, CITY, STATE, ZIP CODE
	NUMBER OF SHARES OWNED:	TITLE	
2	NAME OF STOCKHOLDER, DIRECTOR, OFFICER		ADDRESS, CITY, STATE, ZIP CODE
	NUMBER OF SHARES OWNED:	TITLE	
3	NAME OF STOCKHOLDER, DIRECTOR, OFFICER		ADDRESS, CITY, STATE, ZIP CODE
	NUMBER OF SHARES OWNED:	TITLE	
4	NAME OF STOCKHOLDER, DIRECTOR, OFFICER		ADDRESS, CITY, STATE, ZIP CODE
	NUMBER OF SHARES OWNED:	TITLE	
<b>NUMBER OF SHARES OUTSTANDING AT THE END OF YEAR</b>		<u>COMMON STOCK</u>	<u>PREFERRED STOCK</u>
PAR OR STATED VALUE PER SHARE		\$ -	\$ -
DIVIDENDS PER SHARE DECLARED DURING THE YEAR		\$ -	\$ -

<b>PLANT ACCOUNTS 101 - 105</b>			
ACCT. NO.	ACCOUNT NAME		AMOUNT
	Utility Plant	+	1,981,466
	Deduct: Contributions in Aid of Construction (CIAC)	-	
	Deduct: Nonused & Nonuseful Plant	-	
101	Equals: Utility plant in Service	=	\$1,981,466
102	Add: Utility Plant Leased to Others	+	
103	Add: Property Held for Future Use	+	
104	Add: Utility Plant Purchased or sold (net) Use () to indicate a negative number	+	
105	Add: Construction Work in Progress (cwip approved by commission)	+	
	<b>Total Utility Plant</b>	=	<b>\$1,981,466</b>

<b>ACCUMULATED DEPRECIATION - ACCOUNT 108</b>			
ACCT.NO.	CREDITS		Total
	<b>BALANCE FIRST OF YEAR</b>		160,329
	Credit during year:		137,246
	Accruals charged other accounts (specify)		
108.1	Accumulated depreciation of utility plant in service		
Y	Accumulated depreciation of utility plant leased to others		
Running Y			
108.3	Accumulated depreciation of property held for future use		
5566			
	Salvage		
	Other credits (specify)		
	<b>Total Credits</b>		
	<b>DEBITS</b>		
	Debits during year:		
	Book cost of plant retired		
	Cost of removal		
	Other debits (specify)		
	<b>Total Debits</b>		<b>\$0</b>
	<b>BALANCE END OF YEAR</b>		<b>\$297,575</b>

(Total Debits minus Total Credits)



<b>ACCUMULATED AMORTIZATION - ACCOUNT 110</b>		
	<b>ACCUMULATED AMORTIZATION - ACCOUNT 110</b>	<b>Total</b>
	<b>BALANCE FIRST OF YEAR</b>	None-N/A
	Credit during year:	
	Accruals charged to Account 110	
110.1	Accumulated amortization of utility plant in service	
110.2	Accumulated amortization of utility plant leased to others	
	Other	
	<b>Total Credits</b>	<b>None-N/A</b>
	Debits during year:	
	Book cost of plant retired	
	Other debits (specify)	
	<b>Total Debits</b>	<b>None-N/A</b>
	<b>BALANCE END OF YEAR</b>	<b>None-N/A</b>

<b>UTILITY PLANT ACQUISITION ADJUSTMENTS - ACCOUNTS 114 - 115</b>			
Report each acquisition adjustment and related accumulated amortization separately. For any acquisition adjustment approved by the Commission, include the Order Number.			
	<b>ACCOUNT NAME</b>	<b>AMOUNT</b>	<b>ORDER NO.</b>
114	Acquisition adjustments	None-N/A	
115	Accumulated amortization & Plant adjustments		
	<b>Net Acquisition Adjustments</b>	<b>None-N/A</b>	

## NONUTILITY PROPERTY & INVESTMENT ACCOUNTS 121, 123, 124, & 125

Report separately each item of property with a book cost of \$10,000 or more. Other items may be grouped by classes of property.

DESCRIPTION	BEGINNING YEAR BALANCE	ADDITIONS	RETIREMENT	YEAR END BALANCE
<b>ACCOUNT 121 - Nonutility Property</b>				
None- N/A				None-N/A
<b>TOTAL</b>				<b>None-N/A</b>
<b>ACCOUNT 123 - Investment in Associated Companies</b>				
None-N/A				None-N/A
<b>TOTAL</b>				<b>None-N/A</b>
<b>ACCOUNT 124 - Nonassociated Company Investment used in Provision of Water, i.e., Water Supply</b>				
None-N/A				None-N/A
<b>TOTAL</b>				<b>None-N/A</b>
<b>ACCOUNT 125 - Nonassociated Company Investment</b>				
None-N/A				None-N/A
<b>TOTAL</b>				<b>None-N/A</b>

## SPECIAL DEPOSITS - ACCOUNT 132

Do Not Include Customer Deposits	BOOK YEAR END
Description of Special Deposits	
None-N/A	None-N/A
<b>Total Account 132</b>	<b>None-N/A</b>

**ACCOUNTS & NOTES RECEIVABLE & UNCOLLECTIBLES**  
**ACCOUNTS 141 - 144**

ACCT. NO.	DESCRIPTION	TOTAL
141	Customer Accounts Receivable	28,493
	<b>TOTAL CUSTOMER ACCOUNTS RECEIVABLE - ACCOUNT 141</b>	<b>\$28,493</b>
142	Other Accounts Receivable	
	<b>TOTAL OTHER ACCOUNTS RECEIVABLE - ACCOUNT 142</b>	<b>\$0</b>
143	Accumulated Provision for Uncollectible Accounts	(2,563)
RUNNING Y	<b>TOTAL ACCUMULATED PROVISION FOR UNCOLLECTIBLE ACCOUNTS - ACCOUNT 143</b>	<b>(\$2,563)</b>
5115	Notes Receivable	
541-		
	<b>TOTAL NOTES RECEIVABLE - ACCOUNT 144</b>	<b>\$0</b>
	<b>TOTAL ACCOUNTS 141 - 144</b>	<b>\$25,930</b>

**ACCOUNTS & NOTES RECEIVABLE FROM ASSOCIATED COMPANIES**  
**ACCOUNTS 145 - 146**

Report each note and account receivable from associated companies separately.

DESCRIPTION	% INTEREST RATE	ACCOUNTS RECEIVABLE ACCOUNT 145	NOTES RECEIVABLE ACCOUNT 146
<b>Total Accounts 145 - 146</b>		<b>\$0</b>	<b>\$0</b>

<b>PREPAYMENTS - ACCOUNT 162</b>		
ACCT. NO.	DESCRIPTION	TOTAL
162	Prepaid insurance	
162	Prepaid rents	
162	Prepaid interest	
162	Prepaid taxes	
162	Other prepayments (specify)	
162		
<b>Total Account 162</b>		<b>\$0</b>

<b>UNAMORTIZED DEBT DISCOUNT &amp; EXPENSE &amp; PREMIUM ON DEBT ACCOUNTS 181 &amp; 251</b>			
Report the net discount & expense or premium separately for each security issue.			
ACCT. NO.	DESCRIPTION	AMOUNT WRITTEN OFF DURING YEAR	YEAR END BALANCE
181	Unamortized debt discount & expense		None-N/A
181			
181			
181			
181			
<b>Total Account 181</b>		<b>\$0</b>	<b>None-N/A</b>
251	Unamortized premium on debt		None-N/A
251			
251			
251			
<b>Total Account 251</b>		<b>\$0</b>	<b>None-N/A</b>

<b>OTHER DEFERRED EXPENSES &amp; DEBITS - ACCOUNT 186</b>		
DESCRIPTION		TOTAL
186.1	Deferred rate case expense	None-N/A
186.2	Other deferred debits	None-N/A
<b>Total Account 186</b>		<b>None-N/A</b>

<b>ACCUMULATED DEFERRED INCOME TAXES - ACCOUNT 190</b>		
DESCRIPTION		TOTAL
190.1	Deferred accumulated federal income taxes	None-N/A
190.2	Deferred accumulated state income taxes	None-N/A
<b>Total Account 190</b>		<b>None-N/A</b>





**ACCRUED TAXES & ACCRUED INTEREST - ACCOUNTS 236 - 237**

DESCRIPTION OF TAXES	FIRST OF YEAR BALANCE	TAXES ACCRUED	TAXES PAID	END OF YEAR BALANCE
Accrued Property Tax				23
<b>TOTAL ACCOUNTS 236 - 237</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$23</b>

ACCOUNT 237.1 ACCRUED INTEREST ON LONG TERM DEBT - List each separately.	FIRST OF YEAR BALANCE	INTEREST ACCRUED		INTEREST PAID DURING YEAR	END OF YEAR BALANCE
		% INTEREST ACCRUED RATE	AMOUNT		
None-N/A					None-N/A
<b>TOTAL ACCOUNT 237.1</b>	<b>\$0</b>		<b>\$0</b>	<b>\$0</b>	<b>None-N/A</b>

	FIRST OF YEAR BALANCE	INTEREST ACCRUED		INTEREST PAID DURING YEAR	END OF YEAR BALANCE
		% INTEREST ACCRUED RATE	AMOUNT		
None-N/A					
<b>TOTAL ACCOUNT 237.2</b>	<b>\$0</b>		<b>\$0</b>	<b>\$0</b>	<b>None-N/A</b>

**MISCELLANEOUS CURRENT & ACCRUED LIABILITIES - ACCOUNT 241**

DESCRIPTION	BALANCE END OF YEAR
Accrued Salaries and Wages	224
Accrued Paid Time Off	185
Accrued Bonuses	727
<b>TOTAL ACCOUNT 241</b>	<b>\$1,136</b>

**ADVANCES FOR CONSTRUCTION - ACCOUNT 252**

NAME OF PERSON MAKING ADVANCE	AMOUNT OF ADVANCE	DEBIT ACCOUNT NO.	INTEREST ACCRUED
<b>BALANCE FIRST OF YEAR</b>			
Add advances during year:			
None-N/A			
<b>TOTAL ACCOUNT 252</b>	<b>\$0</b>		<b>None-N/A</b>

**CONTRIBUTIONS IN AID OF CONSTRUCTION - CIAC - ACCOUNT 271**

DESCRIPTION	WATER	OTHER THAN WATER	TOTAL
<b>BALANCE FIRST OF YEAR</b>			<b>\$0</b>
Add CIAC during year:			None-N/A
Deduct charges during the year			None-N/A
			\$0
			\$0
			\$0
			\$0
			\$0
			\$0
			\$0
			\$0
			\$0
<b>BALANCE END OF YEAR - ACCOUNT 271</b>	<b>\$0</b>	<b>\$0</b>	<b>None-N/A</b>

**DETAIL - CIAC RECEIVED DURING THE YEAR**

DESCRIPTION OF CHARGE	NUMBER OF UNITS	CHARGE PER UNIT	TOTAL AMOUNT
Capacity Charge			None-N/A
Main Line Extension Charges			
Customer Connection Charges			
Other			
Developer's property			
<b>TOTAL CREDITS</b>	<b>\$0</b>		<b>N/A</b>



<b>ACCUMULATED AMORTIZATION OF CIAC - ACCOUNT 272</b>			
DESCRIPTION	WATER	OTHER THAN WATER	TOTAL
BALANCE FIRST OF YEAR			None-N/A
Add TOTAL AMOUNT of Amortization of CIAC during year:			\$0
<b>BALANCE END OF YEAR ACCOUNT 272</b>	<b>\$0</b>	<b>\$0</b>	<b>None-N/A</b>

<b>ACCUMULATED DEFERRED INCOME TAX ACCOUNTS 281 - 283</b>		
281	Accumulated Deferred Income Tax - Accelerated Amortization	
282	Accumulated Deferred Income Tax - Liberalized Depreciation	
283	Accumulated Deferred Income Taxes - Other	
<b>TOTAL ACCOUNTS 281 - 283</b>		<b>None-N/A</b>

<b>AMORTIZATION EXPENSE - ACCOUNTS 406 - 407</b>		
<b>DO NOT INCLUDE AMORTIZATION OF CIAC</b>		
ACCT. NO.	DESCRIPTION	AMOUNT
406	Amortization of Utility Plant Acquisition Adjustments	
407.1	Amortization of Limited Term Plant	
407.2	Amortization of Property Losses	
407.3	Amortization of Other Utility Plant	
407.4	Amortization of Regulatory Assets	
407.5	Amortization of Regulatory Liabilities	
	Other	
<b>TOTAL ACCOUNTS 406 - 407</b>		<b>None-N/A</b>

<b>TAX EXPENSE - ACCOUNTS 408 - 409</b>		
<b>NO.</b>	<b>TAXES OTHER THAN INCOME TAX</b>	<b>Amount</b>
408.11	Property Tax	292
408.12	Payroll Tax	4,721
408.13	Other Tax Other Than Income Tax	
408.2	Nonutility Taxes Other Than Income Tax	
<b>TOTAL TAX OTHER THAN INCOME TAXES ACCOUNT 408</b>		<b>\$5,013</b>
<b>INCOME TAXES</b>		
409.1	Federal Income Tax	
409.11	State Income Tax	
409.13	Other Income Tax	
409.2	Nonutility Income Tax	
<b>TOTAL INCOME TAX ACCOUNT 409</b>		<b>\$0</b>
<b>PROVISION FOR DEFERRED INCOME TAXES - ACCOUNTS 410 - 411</b>		
	<b>Description</b>	<b>Amount</b>
410.1	Deferred Federal Income Taxes – Utility Operations	
410.11	Deferred State Income Taxes – Utility Operations	
411.1	Provision for Deferred Income Taxes – Credit – Utility Operations	
<b>TOTAL DEFERRED TAXES UTILITY OPERATIONS</b>		<b>\$0</b>
<b>RUNNING Y UTILITIES, LLC</b>		
Running Y	Provision for Deferred Income Taxes – Other Income and Deductions	
411.2	Provision for Deferred Income Taxes – Credit – Other income & Deductions	
<b>541-850-5566</b>		<b>\$0</b>
<b>GAINS/LOSSES FROM UTILITY PROPERTY SALE - ACCOUNT 414</b>		
<b>GAINS</b>	<b>Description</b>	<b>Amount</b>
	<b>TOTAL GAINS</b>	<b>\$0</b>
<b>LOSSES</b>		
	<b>TOTAL LOSSES</b>	<b>\$0</b>
<b>TOTAL ACCOUNT 414 (NET- subtract losses from gains)</b>		<b>\$0</b>





**OPERATING REVENUE**  
**WATER SALES REVENUE**

LINE NO.	ACCT. NO.	ACCOUNT NAME	BEGINNING OF YEAR # OF CUSTOMERS	YEAR END # OF CUSTOMERS	AMOUNT OF WATER SOLD	CF OR GALS	OPERATING REVENUES
(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)
1	460	Unmetered water sales					
2	461.1	Metered sales to RESIDENTIAL customers	505	512	63,001	hcf	277,062
3	461.2	Metered sales to COMMERCIAL customers	23	23	12,198	hcf	60,580
4	461.3	Metered sales to INDUSTRIAL customers					
5	461.4	Other metered sales to public authorities					
6	461.5	Metered sales to multiple family dwellings					
7	462.1	Public fire protection revenue					
8	462.2	Private fire protection revenue					
9	464	Other Sales to public authorities					
10	465	Sales to irrigation customers	51	51	46,275	hcf	56,491
11	466	Sales for resale					
12	467	Water Sales to golf course/recreation revenue	1	1	139,535	hcf	70,746
13	468	Special contract/agreement revenue					
14		<b>TOTALS</b>	<b>580</b>	<b>587</b>	<b>261,009</b>		<b>\$464,879</b>

<b>MISCELLANEOUS &amp; OTHER REVENUE ACCOUNTS</b>				
LINE NO.	ACCT. NO.	MISCELLANEOUS REVENUE	# OF OCCURRENCES	TOTAL YEAR REVENUE
1	471	Connection Charge for New Service Revenues		4,774
2	471	Meter Testing Revenues		
3	471	Pressure Testing Revenues		
4	471	Late Payment Charge Revenues		
5	471	Return Check Charge Revenues		
6	471	Trouble Call Charge Revenues		
7	471	Disconnection Charge Revenues		
8	471	Reconnection Charge Revenues		
9	471	Unauthorized Restoration of Service Charge Revenues		
10	471	Damage/Tampering Charge Revenues		
11	471	Disconnect Visit Charge Revenues		
12				
13				
14	471			
15	471	<b>MISCELLANEOUS CHARGES REVENUE</b>	Total Lines 1-12	<b>\$4,774</b>

<b>OTHER REVENUE</b>				
16	472	Rents from Water Property		
17		Including Income from Leased Plant		
18	474	Other Water Revenue		
19	475	Cross Connection Control Revenue		16,910
20		Customer requested services		2,710
21				
22				
23		<b>TOTAL OTHER REVENUE</b>	Total Lines 16-22	<b>\$19,620</b>
24	400	<b>TOTAL MISCELLANEOUS AND OTHER REVENUE</b>	Add Lines 15 + 23	<b>\$24,394</b>

<b>WATER UTILITY EXPENSE ACCOUNTS</b>				
LINE NO.	ACCT. NO.	ITEM	REPORTING YEAR	PRECEDING YEAR
(a)	(b)	(c)	(d)	(e)
1	601	Salaries and Wages - employees	47,241	36,027
2	603	Salaries and Wages – officers, directors, and majority stockholders		
3	604	Employee Pensions & Benefits	2,537	4,014
4	610	Purchased Water		
5	611	Telephone/Communications	735	687
6	615	Purchased Power	60,612	57,852
7	616	Fuel for Power Production		
8	617	Utilities - Other Water and garbage service to office	253	
9	618	Chemicals		
		Office Supplies	1,181	814
10	619	(619.1 Postage)	1,503	1,160
11	620	Materials & Supplies (O&M)	7,095	5,860
12	621	Repairs to Water Plant		
13	631	Contractual Services - engineering	386	19,687
14	632	Contractual Services - accounting		12,024
15	633	Contractual Services - legal	5,677	
16	634	Contractual Services - management	39,729	13,830
17	635	Contractual Services – testing / sampling	2,206	300
18	636	Contractual Services – labor	1,429	6,049
NING	637	Contractual Services - billing/collections		
Runn	638	Contractual Services - meter reading		
21	639	Contractual Services - other	3,729	
850-	641	Rental of Building / Real Property	1,800	1,800
23	642	Rental of Equipment		
24	643	Small Tools		
25	648	Computer Expenses		
26	650	Transportation Expenses	2,271	1,825
27	656	Insurance - Vehicle	66	
28	657	Insurance – General Liability	5,841	12,994
29	658	Insurance – Workman’s Compensation	988	771
30	659	Insurance – Other		
31	660	Public Relation / Advertising Expense		
32	666	Amortization of Rate Case Expense		
33	667	Regulatory Commission Fee (Gross Rev Fee)	1,159	1,201
34	668	Water Resource Conservation Expense		
35	670	Bad Debt Expense		
36	671.1	Cross Connection Control Program Expense		
37	671.2	Cross Connection Testing & Maint Services		
38	672	System Capacity Development Program Exp		
39	673	Training & Certification Expense	1,473	575
40	674	Consumer Confidence Report		
41	675	Miscellaneous Expense	4,016	6,361
42		<b>TOTAL OPERATING EXPENSE</b>	<b>\$191,927</b>	<b>\$183,831</b>

<b>UTILITY PLANT ACCOUNTS</b>						
ACCT. NO.	ACCOUNT NAME (b)	BALANCE @ FIRST OF YEAR (c)	ADDITIONS (d)	RETIREMENTS (e)	ADJUSTMENTS (f)	BALANCE @ END OF YEAR (g)
301	Organization					0
302	Franchises					0
303	Land & land rights	5,000				5,000
304	Structures & improvements	15,384				15,384
305	Collecting & impounding reservoirs					0
306	Lake, river & other intakes					0
307	Wells & springs	97,949				97,949
308	Infiltration galleries & tunnels					0
309	Supply mains	113,668				113,668
310	Power generation equipment					0
311	Pumping equipment	79,659				79,659
320	Water treatment equipment					0
330	Distribution reservoirs & standpipes	60,459				60,459
331	Transmission & distribution mains	1,481,897				1,481,897
333	Services	94,965				94,965
334	Meters & meter installations					0
335	Hydrants	32,485				32,485
336	Backflow prevention devices (utility owned)					0
339	Other plant & miscellaneous equipment (SPECIFY)					0
340	Office furniture & equipment					0
NG Y	Transportation equipment					0
Runnin	Tools, shop & garage equipment					0
344	Laboratory equipment					0
850-	Power operated equipment					0
346	Communication equip					0
347	Electronic & computer Equipment					0
348	Miscellaneous Equipment					0
<b>TOTAL PLANT</b>		<b>\$1,981,466</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$1,981,466</b>



## ANALYSIS OF ENTRIES IN WATER DEPRECIATION RESERVE (ACCUMULATED DEPRECIATION)

LINE NO.	ACCT. NO.	ACCOUNT NAME	ACCUMULATED DEPRECIATION BEGINNING OF YEAR	ACCRUALS BOOKED TO ACCUMULATED DEPRECIATION	PLANT RETIRED CHARGED TO ACCUMULATED DEPRECIATION	ACCUMULATED DEPRECIATION BALANCE END OF YEAR
(a)	(b)	(c)	(d)	(e)	(f)	(g)
1	304	Structures & improvements	624	487		1,111
2	305	Collecting & impounding reservoirs				0
3	306	Lake, river, & other intakes				0
4	307	Wells and & springs	9,952	8,530		18,482
5	308	Infiltration galleries & tunnels				0
6	309	Supply mains	12,949	11,099		24,048
7	310	Power generation equipment				0
8	311	Pumping equipment	5,147	4,280		9,427
9	320	Water treatment equipment				0
10	330	Distribution reservoirs & standpipes	5,252	4,502		9,754
11	331	Transmission & distribution mains	115,259	98,793		214,052
12	333	Services	8,475	7,265		15,740
13	334	Meters & meter installations				0
14	335	Hydrants	2,671	2,290		4,961
15	336	Cross connection prevention devices (utility-owned)				0
16	339	Other				0
17	340	Office furniture & equipment				0
18	341	Transportation equipment				0
NIN	343	Tools, shop & garage equipment				0
Runn	344	Laboratory equipment				0
21	345	Power operated equipment				0
850-	346	Communication equipment				0
23	347	Electronic/computer equipment				0
24	348	Miscellaneous Equipment*				0
25	<b>Total Accumulated Depreciation</b>		<b>\$160,329</b>	<b>\$137,246</b>	<b>\$0</b>	<b>\$297,575</b>

Use ( ) to denote reversal entries.

\*Specify nature of transaction.

26	<b>Miscellaneous Equipment DETAIL</b>					0
27						0
28						0
29						0
30						0
31						0
32						0
33						0
34						0
35						0
36						0
37						0
38	<b>TOTAL MISCELLANEOUS EQUIPMENT</b>		<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

<b>BASIS FOR WATER DEPRECIATION CHARGES</b>						
LINE NO.	ACCT. NO.	ACCOUNT NAME	AVERAGE SERVICE LIFE IN YEARS	AVERAGE NET SALVAGE PERCENTAGE	DEPRECIATION RATE APPLIED	ANNUAL DEPRECIATION EXPENSE
(a)	(b)	(c)	(d)	(e)	(f)	(g)
1	304	Structures & Improvements	10 to 40	0%	2.9%	487
2	305	Collecting & Impounding Reservoirs	50	0%	2.0%	
3	306	Lake, River & Other Intakes	35	0%	2.9%	
4	307	Wells & Springs	10 to 15	0%	4.0%	8,530
5	308	Infiltration Galleries & Tunnels	25	0%	4.0%	
6	309	Supply Mains	10 to 15	0%	2.0%	11,099
7	310	Power Generation Equipment	30	0%	3.3%	
8	311	Pumping Equipment	10 to 40	0%	5.0%	4,280
9	320	Water Treatment Equipment	20	0%	5.0%	
10	330	Distribution Reservoirs & Standpipes	10 to 15	0%	3.3%	4,502
11	331	Transmission & Distribution Mains	10 to 15	0%	2.0%	98,793
12	333	Services	10 to 15	0%	3.3%	7,265
13	334	Meters & Meter Installations	20	0%	5.0%	
14	335	Hydrants	10 to 15	0%	2.5%	2,290
15	336	Backflow Prevention Devices (utility-owned)	15	0%	6.7%	
16	339	Other Plant	15	0%	6.7%	
17	340	Office Furniture & Equipment	20	0%	5.0%	
18	341	Transportation Equipment	7	0%	14.3%	
19	343	Tools, Shop & Garage Equipment	15	0%	5.0%	
20	344	Laboratory Equipment	15	0%	5.0%	
21	345	Power Operated Equipment	10	0%	10.0%	
22	346	Communication Equipment	10	0%	10.0%	
23	347	Electronic/Computer Equipment	5	0%	20.0%	
24	348	Miscellaneous Equipment	10	0%	10.0%	
25						
26						
27		*Water Plant Composite Depreciation Rate				
28	403	<b>TOTAL PLANT DEPRECIATION</b>				<b>\$137,246</b>

\* If depreciation rates prescribed by this Commission are on a total composite basis, entries should be made on this line only.

### OFFICERS COMPENSATION

For each officer, list the time spent as an officer compared to time spent on total business activities and the compensation received as an officer from the company for the reporting year.

NAME	TITLE	% OF TIME SPENT AS OFFICER OF UTILITY	OFFICER'S ANNUAL SALARY	OFFICER'S BONUSES
None-N/A				
<b>TOTAL OFFICERS' COMPENSATION</b>			<b>None-N/A</b>	<b>None-N/A</b>

### DIRECTORS COMPENSATION

For each director, list the number of director meetings attended by each director and the compensation received as a director from the company for the reporting year.

NAME	TITLE	NUMBER OF DIRECTORS' MEETINGS ATTENDED ANNUALLY	DIRECTOR'S YEARLY SALARY	DIRECTOR'S YEARLY BONUS
None-N/A				
<b>TOTAL DIRECTORS' COMPENSATION</b>			<b>None-N/A</b>	<b>None-N/A</b>

<b>INCOME SUMMARY</b>				
LINE NO.	ACCT. NO.	ACCOUNT NAME		AMOUNT FOR REPORTING YEAR
(a)	(b)	(c)		(e)
1	400	Total Gross Operating Revenue		489,273
2	401	Total Operating Expense		191,927
	403	Depreciation Expense		137,246
	406	Amortization of plant acquisition adjustments		
3	407	Amortization expenses		
4	408	Taxes Other Than Income (property tax, payroll tax, other)		5,013
	409.1	Tax Expense (federal income tax)		
	409.11	Tax Expense (state income tax)		
5	409.2	Other income taxes and deductions		
	410	Provision for Deferred Income Taxes		
6	411	Provision for Deferred Income Taxes - credit		
	413	Income from Utility Plant Leased To Others		
7	414	Gains & Losses from Property Disposition		
	433	Extraordinary Income		
8	434	Extraordinary Deductions		
9		<b>Net Income</b>		<b>\$155,087</b>

<b>UTILITY PLANT SUMMARY</b>				
10	101	Utility Plant in Service		1,981,466
11	108	Deduct: Accumulated Depreciation		(297,575)
12	110	Deduct: Accumulated Amortization		0
13	271	Deduct: Contributions In Aid of Construction (CIAC)		0
14	252	Deduct: Advances for Construction		
15		<b>Subtotal</b>		<b>\$1,683,891</b>
16	105	Add: Construction Work In Progress (CWIP) Commission Approved		0
17	103	Add: Plant Held for Future Use		0
18	272	Add: Accumulated Amortization of CIAC		
19	151	Add: Materials and Supplies in Inventory		
21	114	Add: Utility Plant Acquisition Adjustments (2)		0
22	115	Deduct: Accumulated Amortization of Acquisition Adjustments (2)		0
23	190	Add: Accumulated Deferred Income Taxes (asset)		
24	281-283	Deduct: Accumulated Deferred Income Taxes (liability)		
25		<b>Net Utility Plant</b>		<b>\$1,683,891</b>
26		Add: Working Capital Allowance (1/12 of total operating expense)		15,994

Note: (1) Estimate if not known. Indicate if estimated.  
(2) Include only those acquisition adjustments that have been approved by the Commission.

## PARENT/AFFILIATE ORGANIZATION DESCRIPTION BUSINESS TRANSACTIONS WITH RELATED PARTIES

List each contract, agreement, or other business transaction exceeding a cumulative amount of \$500 in any one year, entered into between the company and an affiliated business or financial organization, firm, partnership, or individual. For a definition of affiliated, see ORS 757.015.

Part 1. Specific instructions: Services and Products Received or Provided

1. Enter in this part all transactions involving services and products received or provided.
2. Some types of transactions to include are: management, legal and accounting services; computer services; engineering and construction services; repairing and servicing of equipment; material and supplies furnished; leasing of structures, land and equipment; all rental transactions; sale, purchase or transfer of various products.

NAME OF COMPANY OR RELATED PARTY	DESCRIPTION OF SERVICE AND NAME OF PRODUCT	CONTRACT OR AGREEMENT EFFECTIVE DATE	(P) Purchase (S) Sold	ANNUAL CHARGE
Oregon Resorts				
Acquisition Partnership	Management Fees			14,657
Oregon Resorts, LLC	Office Lease			1,800
<b>541-850-5566</b>				<b>\$16,457</b>

## STATEMENT OF RETAINED EARNINGS

Dividends should be shown for each class and series of capital stock. Show amounts of dividends per share. Show separately the state and federal income tax effect of items shown in Account 439.

LINE NO.	ACCT. NO.	ACCOUNT NAME	AMOUNTS
(a)	(b)	(c)	(d)
1	215	Unappropriated retained earnings (balance @ beginning of year)	1,261,687
2		Credits:	
3		Debits	(265,483)
4	435	Balance transferred from income (line 12, page 7)	
5	436	Appropriations of retained earnings	
6		<b>SUBTOTAL (add lines 1-5)</b>	<b>\$996,204</b>
7		Dividends declared:	
8	437	Preferred stock dividends declared	
9	438	Common stock dividends declared	
10	439	Changes to account: Adjustments to retained earnings	
11		<b>TOTAL DIVIDENDS DECLARED (add lines 7, 8, 9, &amp; 10)</b>	<b>\$0</b>
12		<b>BALANCE @ END OF YEAR (line 6 minus line 12)</b>	<b>\$996,204</b>

## APPROPRIATED RETAINED EARNINGS

**(state balance & purpose of each appropriated amount at year end)**

13	214		
14	214		
15	214		
16	214		
17	214		
NG Y UTILITI	214		
Running Y Road,	214		
20	214		
5566		<b>TOTAL APPROPRIATED RETAINED EARNINGS</b>	<b>\$0</b>
22		<b>TOTAL RETAINED EARNINGS (total lines 12 &amp; 22)</b>	<b>\$996,204</b>



## COMPARATIVE OPERATING STATEMENT

ACCOUNTING METHOD:			ACCRUAL BASIS <input checked="" type="checkbox"/> Check Box 1	CASH BASIS <input type="checkbox"/> Check Box 2
<b>UTILITY OPERATING INCOME &amp; DEDUCTIONS</b>				
LINE NO.	ACCT. NO.	ACCOUNT NAME	REPORTING YEAR	PREVIOUS YEAR
(a)	(b)	(c)	(e)	(f)
1	400	<b>TOTAL OPERATING UTILITY REVENUE</b>	<b>489,273</b>	<b>463,565</b>
2	401	Total Operating Expenses	191,927	183,831
3	403	Annual Depreciation Expense	137,246	137,246
4	406	Amortization of Utility Plant Acquisition Adjustment	0	
5	407	Amortization Expense	0	
6	408	Taxes Other Than Income Taxes (total)	5,013	4,129
7	409	Income Taxes		
8	410.1	Provision for Deferred Income Taxes (utility operations)	0	
9	411.1	Provision for Deferred Income Taxes (utility credit)	0	
10		<b>TOTAL OPERATING EXPENSES</b>	<b>\$334,186</b>	<b>\$325,206</b>
11	413	Income From Utility Plant Leased to Others		
12	419	Interest & Dividend Income		
13		<b>TOTAL OTHER INCOME</b>	<b>\$0</b>	<b>\$0</b>
14	427	Interest Expense		
15	414	Gains/Losses From Utility Property Disposition (net)	0	
16	433 & 434	Extraordinary Income/deductions (net)	None-N/A	
			<b>\$0</b>	<b>\$0</b>
			<b>\$155,087</b>	<b>\$138,359</b>
19	421	Nonutility Income		0
20	415	Revenue From Merchandising, Jobbing, & Contracts		
21		Nonutility Extraordinary Income		
22		<b>TOTAL NONUTILITY INCOME</b>	<b>\$0</b>	<b>None-N/A</b>
23	426	Nonutility Expense		
24	408.2	Nonutility Taxes Other Than Income Tax	0	
25	409.2	Nonutility Income Taxes	0	
26	410.2	Nonutility Deferred Income Taxes (nonutility)	0	
27	411.2	Nonutility Provision for Deferred Income Taxes (nonutility) Credit	0	
28		Nonutility Interest Expense		
29	416	Cost & Expense of Merchandising, Jobbing, Contracts		
30		Nonutility Extraordinary Deductions		
31		<b>TOTAL NONUTILITY DEDUCTIONS</b>	<b>\$0</b>	<b>None-N/A</b>
32		<b>TOTAL NET NONUTILITY INCOME</b>	<b>\$0</b>	<b>None-N/A</b>



## COMPARATIVE BALANCE SHEET - ASSETS AND OTHER DEBITS

LINE NO.	ACCT. NO.	ACCOUNT NAME	BEGINNING OF YEAR BALANCE	ENDING YEAR BALANCE
(a)	(b)	(c)	(e)	(f)
1		<b>NET UTILITY PLANT</b>	<b>\$1,821,137</b>	<b>\$1,683,891</b>
<b>NONUTILITY PROPERTY &amp; INVESTMENT</b>				
2	121	Nonutility Property		
3	122	Less: Accumulated Depreciation & Amortization of Nonutility Plant		
4		<b>Net Nonutility Property</b>	<b>\$0</b>	<b>\$0</b>
5	123	Investment in Associated Companies		
6	124	Investment in Nonassociated Companies (in providing water service, i.e. water supply)		
7	125	Other Investments in Nonassociated Companies		
8		<b>TOTAL NONUTILITY PROPERTY &amp; INVESTMENT</b>	<b>N/A</b>	
<b>CURRENT &amp; ACCRUED ASSETS</b>				
9	131	Cash		
10	132	Special Deposits		
11	141	Customer Account Receivables	38,451	28,493
12	142	Other Accounts Receivable		0
13	143	Accumulated Provisions for Uncollectible Accounts	1,900	(2,563)
14	144	Notes Receivable		0
15	145 & 146	Accounts & Notes Receivable From Associated Companies		0
NG Y	151	Inventory: Plant Material & Supplies		
Runnin	162	Prepayments	306	0
18	171	Accrued Interest & Dividends Receivable		
850-	172	Rents Receivable & Accrued		
20	174	Miscellaneous Current & Accrued Assets (Trademarks)	97,530	95,539
21		<b>TOTAL CURRENT AND ACCRUED ASSETS</b>	<b>\$134,387</b>	<b>\$121,469</b>
<b>DEFERRED DEBITS</b>				
22	181	Unamortized Debt Discount & Expense		None-N/A
23	182	Extraordinary Property Losses		
24	186	Miscellaneous Deferred Debits		None-N/A
25	190	Accumulated Deferred Income Taxes (asset)		0
26		<b>Total Deferred Debits</b>	<b>\$0</b>	<b>\$0</b>
27		<b>TOTAL ASSETS AND OTHER DEBITS</b>	<b>\$1,955,524</b>	<b>\$1,805,360</b>

Note: (1) Estimate if not known. Indicate if estimated.

## COMPARATIVE BALANCE SHEET - EQUITY CAPITAL AND LIABILITIES

LINE NO.	ACCT. NO.	ACCOUNT NAME	BEGINNING YEAR BALANCE	ENDING YEAR BALANCE
(a)	(b)	(c)	(e)	(f)
<b>EQUITY CAPITAL</b>				
1	201	Common stock issued		0
2	204	Preferred stock issued		0
3	207	Premium on capital stock		
4	211	Other paid-in capital	500	500
5	212	Discount on capital stock		
6	213	Capital stock expense		
7	214	Appropriated retained earnings		
8	215	Unappropriated retained earnings	1,261,687	996,204
9	216	Reacquired capital stock		
10	218	Proprietary capital (proprietorship & partnership only)		
11		<b>Total equity capital</b>	<b>\$1,262,187</b>	<b>\$996,704</b>
<b>CURRENT AND ACCRUED LIABILITIES</b>				
12	224	Long-term debt		
13	231	Accounts payable		
14	232	Notes payable		
15	233	Accounts payable to associated companies		
16	234	Notes payable to associated companies	692,337	807,497
17	235	Customer deposits	1,000	
18	236	Accrued taxes		23
19	237	Accrued interest		
20	238	Accrued dividends		
21	241	Miscellaneous current and accrued liabilities		1,136
			<b>\$693,337</b>	<b>\$808,656</b>
<b>DEFERRED CREDITS</b>				
23	251	Premium on unamortized debt		
24	252	Advances for construction		
25	253	Other deferred credit		
26		<b>Total deferred credits</b>	<b>\$0</b>	<b>\$0</b>
<b>CONTRIBUTIONS IN AID OF CONSTRUCTION - CIAC</b>				
27	271	Contributions in aid of construction (ciac)		
28	272	Deduct accumulated amortization of CIAC		
29		<b>Total net CIAC</b>	<b>\$0</b>	<b>\$0</b>
<b>ACCUMULATED DEFERRED INCOME TAXES</b>				
30	281	Accumulated deferred income taxes-accelerated amortization		0
31	282	Accumulated deferred income taxes-Liberalized Depreciation		0
32	283	Accumulated deferred income taxes-other		0
33		<b>Total accumulated deferred income taxes</b>	<b>\$0</b>	<b>\$0</b>
34		<b>TOTAL EQUITY CAPITAL AND LIABILITIES</b>	<b>\$1,955,524</b>	<b>\$1,805,360</b>

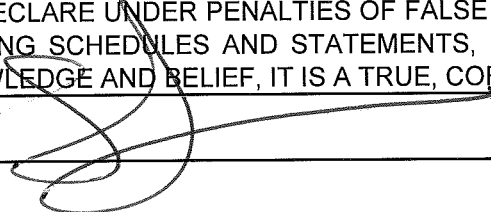
## RECONCILIATION OF REPORTED NET INCOME WITH TAXABLE INCOME FOR FEDERAL INCOME TAXES (UTILITY OPERATIONS)

The reconciliation should include the same detail as furnished on Schedule M-1 of the federal tax return for the year. The reconciliation shall be submitted even though there is no taxable income for the year. Descriptions should clearly indicate the nature of each reconciling amount and show the computation of all tax accruals.

If the utility is a member of a group which files a consolidated Federal tax return, reconcile reported net income with taxable net income as if a separate return were to be filed, indicating intercompany amounts to be eliminated in such consolidated return. State names of group members, tax assigned to each group member, and basis of allocation, assignment, or sharing of the consolidated tax among the group members.

DESCRIPTION	REFERENCE	AMOUNT
<b>Net income for the year:</b>		155,087
Reconciling items for the year		
Taxable income not reported on books:		
Deductions recorded on books not deducted for return:		
Interest expense - tax effect		
Difference in book/tax depreciation		
Difference in book/tax loss on disposal		
Current year tax accruals		
Income recorded on books not included in return:		
CIAC write off kper UW 79		
Deferred tax adjustment		
Deduction on return not charged against book income:		
<b>Federal tax net income</b>		<b>\$155,087</b>

**VERIFICATION:** I DECLARE UNDER PENALTIES OF FALSE SWEARING THAT THIS REPORT, INCLUDING ANY ACCOMPANYING SCHEDULES AND STATEMENTS, HAS BEEN EXAMINED BY ME AND, TO THE BEST OF MY KNOWLEDGE AND BELIEF, IT IS A TRUE, CORRECT AND COMPLETE REPORT OF

<b>SIGNATURE:</b> 	<b>TITLE:</b> Authorized Signer
<b>PRINT NAME:</b> Scott Pickert	<b>DATE:</b> 6-14-2013
<b>FULL NAME OF REPORTING UTILITY:</b> Running Y Water, LLC	<b>TELEPHONE NUMBER:</b> 541-850-5566

FOR THE YEAR ENDING DECEMBER 31, 2012

**REPLACEMENT FILING TO CORRECT ERROR**

# **ANNUAL RESULTS OF OPERATIONS REPORT**

**FOR WATER UTILITIES REPORTING GROSS REVENUES OF  
\$200,000 to 999,999**

ANNUAL REPORT FORM B

## **RUNNING Y WATER, LLC**

5115 Running Y Road, Klamath Falls, OR 97601

541-850-5566

OREGON PUBLIC UTILITY COMMISSION  
PO BOX 2148  
SALEM OR 97308-2148

## **WATER UTILITY ANNUAL REPORT A** **PUBLIC UTILITY COMMISSION OF OREGON**

**MAILING ADDRESS**

PO BOX 2148  
SALEM OR 97308-2148

**LOCATION ADDRESS**

550 CAPITOL ST. NE STE 215  
SALEM OR 97301-2551

### **GENERAL INSTRUCTIONS**

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 with the PUC on or before April 1<sup>st</sup> of the year following that for which the report is made. Attach the completed report and any supplementary pages to an email addressed to the following address: [puc.filingcenter@state.or.us](mailto:puc.filingcenter@state.or.us).

- Interpret all accounting words and phrases in accordance with the USOA.
- You may round off reported figures to the nearest dollar, if desired.
- Entries indicating deficits of a "minus amount" should be enclosed in parentheses ( ).
- Where statistical information asked for is not reported, state a reason for the omission.
- If the words "none or "not applicable" truly state the facts, they should be given as the answer. The answer "same as last year" is not acceptable. Do not omit any pages.
- Special or unusual entries and all discrepancies should be fully explained. If necessary, attach 8 ½" X 11" supplementary sheets prepared in a MS Office Suite program (Word, Excel) to provide space required for making answers full and complete.

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 previous year's figures or the balance at the beginning of the year should reflect as a beginning balance the same end of the year's figures **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.
- report to the PUC. This will facilitate our review of your report and reduce the need for future correspondence.

**FOR QUESTIONS ON EXCEL PROGRAM, ACCOUNTS, OR REPORTING, CONTACT BRIAN BAHR AT 503-378-436**



## COMPANY PROFILE

Provide a brief narrative that covers the following areas:

- a. Brief company history
- b. Public services rendered
- c. Major goals and objectives
- d. Major operating divisions and functions
- e. Current and projected growth patterns
- f. Major transactions having a material effect on operations

Running Y Water, LLC, formerly Running Y Utilities, LLC was formed in 1996 to provide residential, commercial and irrigation water services to all properties within the Running Y Resort, as well as to Ridgewater, a development near the resort. At year end 2012 the company was serving 587 residential, commercial and irrigation customers, including a golf course customer.

**RUNNING Y WATER, LLC  
FOR THE YEAR ENDING DECEMBER 31, 2012**

ACCOUNTING METHOD: <b>ACCRUAL</b> CASH (please circle or bold one accounting method)			
<b>ORGANIZATION</b>			
Running Y Water, LLC		5115 Running Y Road	
Klamath Falls		OR	97601 541 850-5566
TYPE OF ORGANIZATION			
<p><b>CIRCLE (OR BOLD) ONE:</b> SOLE PROPRIETORSHIP          PARTNERSHIP          CORPORATION</p> <p><b>Limited Liability Company</b></p> <p><b>CIRCLE (OR BOLD) ONE:</b> PRIVATE/INVESTOR OWNED          ASSOCIATION          MOBILE HOME PARK</p>			
<p><b>INSTRUCTIONS:</b> IF THE COMPANY IS A SOLE PROPRIETORSHIP OR PARTNERSHIP, COMPLETE PART A AND GIVE THE NAMES AND ADDRESSES OF ALL PERSONS HAVING ANY INTEREST OR EQUITY IN THE BUSINESS AND THE AMOUNT OF SUCH EQUITY. IF THE COMPANY IS A CORPORATION, COMPLETE PART B AND GIVE THE NAMES AND ADDRESSES OF THE THREE LARGEST STOCKHOLDERS AND ALL OFFICERS AND DIRECTORS. STATE THE NUMBER OF SHARES HELD BY EACH.</p>			
<b>PART A: SOLE PROPRIETORSHIP OR PARTNERSHIP</b>			
1	Oregon Resorts, LLC, sole member		ADDRESS, CITY, STATE, ZIP CODE
	PERCENT INTEREST OR EQUITY		PRINCIPAL DUTY IF EMPLOYED BY COMPANY
2	NAME OF OWNER OR PARTNER		ADDRESS, CITY, STATE, ZIP CODE
	PERCENT INTEREST OR EQUITY		PRINCIPAL DUTY IF EMPLOYED BY COMPANY
3	NAME OF OWNER OR PARTNER		ADDRESS, CITY, STATE, ZIP CODE
	PERCENT INTEREST OR EQUITY		PRINCIPAL DUTY IF EMPLOYED BY COMPANY
4	NAME OF OWNER OR PARTNER		ADDRESS, CITY, STATE, ZIP CODE
	PERCENT INTEREST OR EQUITY		PRINCIPAL DUTY IF EMPLOYED BY COMPANY
<b>PART B: CORPORATION</b>			
1	NAME OF STOCKHOLDER, DIRECTOR, OFFICER		ADDRESS, CITY, STATE, ZIP CODE
	NUMBER OF SHARES OWNED:	TITLE	
2	NAME OF STOCKHOLDER, DIRECTOR, OFFICER		ADDRESS, CITY, STATE, ZIP CODE
	NUMBER OF SHARES OWNED:	TITLE	
3	NAME OF STOCKHOLDER, DIRECTOR, OFFICER		ADDRESS, CITY, STATE, ZIP CODE
	NUMBER OF SHARES OWNED:	TITLE	
4	NAME OF STOCKHOLDER, DIRECTOR, OFFICER		ADDRESS, CITY, STATE, ZIP CODE
	NUMBER OF SHARES OWNED:	TITLE	
<b>NUMBER OF SHARES OUTSTANDING AT THE END OF YEAR</b>		<u>COMMON STOCK</u>	<u>PREFERRED STOCK</u>
PAR OR STATED VALUE PER SHARE		\$ -	\$ -
DIVIDENDS PER SHARE DECLARED DURING THE YEAR		\$ -	\$ -



<b>PLANT ACCOUNTS 101 - 105</b>			
ACCT. NO.	ACCOUNT NAME		AMOUNT
	Utility Plant	+	1,981,466
	Deduct: Contributions in Aid of Construction (CIAC)	-	
	Deduct: Nonused & Nonuseful Plant	-	
101	Equals: Utility plant in Service	=	<b>\$1,981,466</b>
102	Add: Utility Plant Leased to Others	+	
103	Add: Property Held for Future Use	+	
104	Add: Utility Plant Purchased or sold (net) Use () to indicate a negative number	+	
105	Add: Construction Work in Progress (cwip approved by commission)	+	
	<b>Total Utility Plant</b>	=	<b>\$1,981,466</b>

<b>ACCUMULATED DEPRECIATION - ACCOUNT 108</b>			
ACCT.NO.	CREDITS		Total
	<b>BALANCE FIRST OF YEAR</b>		160,329
	Credit during year:		137,246
	Accruals charged other accounts (specify)		
108.1	Accumulated depreciation of utility plant in service		
Y	Accumulated depreciation of utility plant leased to others		
Running Y			
108.3	Accumulated depreciation of property held for future use		
5566			
	Salvage		
	Other credits (specify)		
	<b>Total Credits</b>		
	<b>DEBITS</b>		
	Debits during year:		
	Book cost of plant retired		
	Cost of removal		
	Other debits (specify)		
	<b>Total Debits</b>		<b>\$0</b>
	<b>BALANCE END OF YEAR</b>		<b>\$297,575</b>

(Total Debits minus Total Credits)

### ACCUMULATED AMORTIZATION - ACCOUNT 110

ACCUMULATED AMORTIZATION - ACCOUNT 110		Total
<b>BALANCE FIRST OF YEAR</b>		None-N/A
Credit during year:		
Accruals charged to Account 110		
110.1	Accumulated amortization of utility plant in service	
110.2	Accumulated amortization of utility plant leased to others	
	Other	
<b>Total Credits</b>		<b>None-N/A</b>
Debits during year:		
Book cost of plant retired		
Other debits (specify)		
<b>Total Debits</b>		<b>None-N/A</b>
<b>BALANCE END OF YEAR</b>		<b>None-N/A</b>

### UTILITY PLANT ACQUISITION ADJUSTMENTS - ACCOUNTS 114 - 115

Report each acquisition adjustment and related accumulated amortization separately. For any acquisition adjustment approved by the Commission, include the Order Number.

	ACCOUNT NAME	AMOUNT	ORDER NO.
114	Acquisition adjustments	None-N/A	
115	Accumulated amortization & Plant adjustments		
<b>Net Acquisition Adjustments</b>		<b>None-N/A</b>	

## NONUTILITY PROPERTY & INVESTMENT ACCOUNTS 121, 123, 124, & 125

Report separately each item of property with a book cost of \$10,000 or more. Other items may be grouped by classes of property.

DESCRIPTION	BEGINNING YEAR BALANCE	ADDITIONS	RETIREMENT	YEAR END BALANCE
<b>ACCOUNT 121 - Nonutility Property</b>				
None- N/A				None-N/A
<b>TOTAL</b>				<b>None-N/A</b>
<b>ACCOUNT 123 - Investment in Associated Companies</b>				
None-N/A				None-N/A
<b>TOTAL</b>				<b>None-N/A</b>
<b>ACCOUNT 124 - Nonassociated Company Investment used in Provision of Water, i.e., Water Supply</b>				
None-N/A				None-N/A
<b>TOTAL</b>				<b>None-N/A</b>
<b>ACCOUNT 125 - Nonassociated Company Investment</b>				
None-N/A				None-N/A
<b>TOTAL</b>				<b>None-N/A</b>

## SPECIAL DEPOSITS - ACCOUNT 132

Do Not Include Customer Deposits	BOOK YEAR END
Description of Special Deposits	
None-N/A	None-N/A
<b>Total Account 132</b>	
	<b>None-N/A</b>

<b>ACCOUNTS &amp; NOTES RECEIVABLE &amp; UNCOLLECTIBLES</b>		
<b>ACCOUNTS 141 - 144</b>		
ACCT. NO.	DESCRIPTION	TOTAL
141	Customer Accounts Receivable	28,493
	<b>TOTAL CUSTOMER ACCOUNTS RECEIVABLE - ACCOUNT 141</b>	<b>\$28,493</b>
142	Other Accounts Receivable	
	<b>TOTAL OTHER ACCOUNTS RECEIVABLE - ACCOUNT 142</b>	<b>\$0</b>
143	Accumulated Provision for Uncollectible Accounts	(2,563)
RUNNING Y	<b>TOTAL ACCUMULATED PROVISION FOR UNCOLLECTIBLE ACCOUNTS - ACCOUNT 143</b>	<b>(\$2,563)</b>
5115	Notes Receivable	
541-		
	<b>TOTAL NOTES RECEIVABLE - ACCOUNT 144</b>	<b>\$0</b>
	<b>TOTAL ACCOUNTS 141 - 144</b>	<b>\$25,930</b>

<b>ACCOUNTS &amp; NOTES RECEIVABLE FROM ASSOCIATED COMPANIES</b>			
<b>ACCOUNTS 145 - 146</b>			
Report each note and account receivable from associated companies separately.			
DESCRIPTION	% INTEREST RATE	ACCOUNTS RECEIVABLE ACCOUNT 145	NOTES RECEIVABLE ACCOUNT 146
<b>Total Accounts 145 - 146</b>		<b>\$0</b>	<b>\$0</b>

<b>PREPAYMENTS - ACCOUNT 162</b>		
ACCT. NO.	DESCRIPTION	TOTAL
162	Prepaid insurance	
162	Prepaid rents	
162	Prepaid interest	
162	Prepaid taxes	
162	Other prepayments (specify)	
162		
<b>Total Account 162</b>		<b>\$0</b>

<b>UNAMORTIZED DEBT DISCOUNT &amp; EXPENSE &amp; PREMIUM ON DEBT ACCOUNTS 181 &amp; 251</b>			
Report the net discount & expense or premium separately for each security issue.			
ACCT. NO.	DESCRIPTION	AMOUNT WRITTEN OFF DURING YEAR	YEAR END BALANCE
181	Unamortized debt discount & expense		None-N/A
181			
181			
181			
181			
<b>Total Account 181</b>		<b>\$0</b>	<b>None-N/A</b>
251	Unamortized premium on debt		None-N/A
251			
251			
251			
<b>Total Account 251</b>		<b>\$0</b>	<b>None-N/A</b>

<b>OTHER DEFERRED EXPENSES &amp; DEBITS - ACCOUNT 186</b>		
	DESCRIPTION	TOTAL
186.1	Deferred rate case expense	None-N/A
186.2	Other deferred debits	None-N/A
<b>Total Account 186</b>		<b>None-N/A</b>

<b>ACCUMULATED DEFERRED INCOME TAXES - ACCOUNT 190</b>		
	DESCRIPTION	TOTAL
190.1	Deferred accumulated federal income taxes	None-N/A
190.2	Deferred accumulated state income taxes	None-N/A
<b>Total Account 190</b>		<b>None-N/A</b>





<b>ACCRUED TAXES &amp; ACCRUED INTEREST - ACCOUNTS 236 - 237</b>				
DESCRIPTION OF TAXES	FIRST OF YEAR BALANCE	TAXES ACCRUED	TAXES PAID	END OF YEAR BALANCE
Accrued Property Tax				23
<b>TOTAL ACCOUNTS 236 - 237</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$23</b>

ACCOUNT 237.1 ACCRUED INTEREST ON LONG TERM DEBT - List each separately.	FIRST OF YEAR BALANCE	INTEREST ACCRUED		INTEREST PAID DURING YEAR	END OF YEAR BALANCE
		% INTEREST ACCRUED RATE	AMOUNT		
None-N/A					None-N/A
<b>TOTAL ACCOUNT 237.1</b>	<b>\$0</b>		<b>\$0</b>	<b>\$0</b>	<b>None-N/A</b>

	FIRST OF YEAR BALANCE	INTEREST ACCRUED		INTEREST PAID DURING YEAR	END OF YEAR BALANCE
		% INTEREST ACCRUED RATE	AMOUNT		
None-N/A					
<b>TOTAL ACCOUNT 237.2</b>	<b>\$0</b>		<b>\$0</b>	<b>\$0</b>	<b>None-N/A</b>

<b>MISCELLANEOUS CURRENT &amp; ACCRUED LIABILITIES - ACCOUNT 241</b>	
DESCRIPTION	BALANCE END OF YEAR
Accrued Salaries and Wages	224
Accrued Paid Time Off	185
Accrued Bonuses	727
<b>TOTAL ACCOUNT 241</b>	<b>\$1,136</b>



<b>ADVANCES FOR CONSTRUCTION - ACCOUNT 252</b>			
NAME OF PERSON MAKING ADVANCE	AMOUNT OF ADVANCE	DEBIT ACCOUNT NO.	INTEREST ACCRUED
<b>BALANCE FIRST OF YEAR</b>			
Add advances during year:			
None-N/A			
<b>TOTAL ACCOUNT 252</b>	<b>\$0</b>		<b>None-N/A</b>

<b>CONTRIBUTIONS IN AID OF CONSTRUCTION - CIAC - ACCOUNT 271</b>			
DESCRIPTION	WATER	OTHER THAN WATER	TOTAL
<b>BALANCE FIRST OF YEAR</b>			<b>\$0</b>
Add CIAC during year:			None-N/A
Deduct charges during the year			None-N/A
			\$0
			\$0
			\$0
			\$0
			\$0
			\$0
			\$0
			\$0
			\$0
<b>BALANCE END OF YEAR - ACCOUNT 271</b>	<b>\$0</b>	<b>\$0</b>	<b>None-N/A</b>

<b>DETAIL - CIAC RECEIVED DURING THE YEAR</b>			
DESCRIPTION OF CHARGE	NUMBER OF UNITS	CHARGE PER UNIT	TOTAL AMOUNT
Capacity Charge			None-N/A
Main Line Extension Charges			
Customer Connection Charges			
Other			
Developer's property			
<b>TOTAL CREDITS</b>	<b>\$0</b>		<b>N/A</b>

### ACCUMULATED AMORTIZATION OF CIAC - ACCOUNT 272

DESCRIPTION	WATER	OTHER THAN WATER	TOTAL
<b>BALANCE FIRST OF YEAR</b>			None-N/A
Add TOTAL AMOUNT of Amortization of CIAC during year:			\$0
<b>BALANCE END OF YEAR ACCOUNT 272</b>	<b>\$0</b>	<b>\$0</b>	None-N/A

### ACCUMULATED DEFERRED INCOME TAX ACCOUNTS 281 - 283

281	Accumulated Deferred Income Tax - Accelerated Amortization	
282	Accumulated Deferred Income Tax - Liberalized Depreciation	
283	Accumulated Deferred Income Taxes - Other	
<b>TOTAL ACCOUNTS 281 - 283</b>		None-N/A

### AMORTIZATION EXPENSE - ACCOUNTS 406 - 407

DO NOT INCLUDE AMORTIZATION OF CIAC

ACCT. NO.	DESCRIPTION	AMOUNT
406	Amortization of Utility Plant Acquisition Adjustments	
407.1	Amortization of Limited Term Plant	
407.2	Amortization of Property Losses	
407.3	Amortization of Other Utility Plant	
407.4	Amortization of Regulatory Assets	
407.5	Amortization of Regulatory Liabilities	
	Other	
<b>TOTAL ACCOUNTS 406 - 407</b>		None-N/A

<b>TAX EXPENSE - ACCOUNTS 408 - 409</b>		
NO.	TAXES OTHER THAN INCOME TAX	Amount
408.11	Property Tax	292
408.12	Payroll Tax	4,721
408.13	Other Tax Other Than Income Tax	
408.2	Nonutility Taxes Other Than Income Tax	
<b>TOTAL TAX OTHER THAN INCOME TAXES ACCOUNT 408</b>		<b>\$5,013</b>
<b>INCOME TAXES</b>		
409.1	Federal Income Tax	
409.11	State Income Tax	
409.13	Other Income Tax	
409.2	Nonutility Income Tax	
<b>TOTAL INCOME TAX ACCOUNT 409</b>		<b>\$0</b>
<b>PROVISION FOR DEFERRED INCOME TAXES - ACCOUNTS 410 - 411</b>		
	Description	Amount
410.1	Deferred Federal Income Taxes – Utility Operations	
410.11	Deferred State Income Taxes – Utility Operations	
411.1	Provision for Deferred Income Taxes – Credit – Utility Operations	
<b>TOTAL DEFERRED TAXES UTILITY OPERATIONS</b>		<b>\$0</b>
<b>RUNNING Y UTILITIES, LLC</b>		
Running Y	Provision for Deferred Income Taxes – Other Income and Deductions	
411.2	Provision for Deferred Income Taxes – Credit – Other income & Deductions	
		<b>541-850-5566</b>
		<b>\$0</b>
<b>GAINS/LOSSES FROM UTILITY PROPERTY SALE - ACCOUNT 414</b>		
GAINS	Description	Amount
	<b>TOTAL GAINS</b>	<b>\$0</b>
LOSSES	Description	Amount
	<b>TOTAL LOSSES</b>	<b>\$0</b>
<b>TOTAL ACCOUNT 414 (NET- subtract losses from gains)</b>		<b>\$0</b>





## OPERATING REVENUE WATER SALES REVENUE

LINE NO.	ACCT. NO.	ACCOUNT NAME	BEGINNING OF YEAR # OF CUSTOMERS	YEAR END # OF CUSTOMERS	AMOUNT OF WATER SOLD	CF OR GALS	OPERATING REVENUES
(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)
1	460	Unmetered water sales					
2	461.1	Metered sales to RESIDENTIAL customers	505	512	63,001	hcf	277,062
3	461.2	Metered sales to COMMERCIAL customers	23	23	12,198	hcf	60,580
4	461.3	Metered sales to INDUSTRIAL customers					
5	461.4	Other metered sales to public authorities					
6	461.5	Metered sales to multiple family dwellings					
7	462.1	Public fire protection revenue					
8	462.2	Private fire protection revenue					
9	464	Other Sales to public authorities					
10	465	Sales to irrigation customers	51	51	46,275	hcf	56,491
11	466	Sales for resale					
12	467	Water Sales to golf course/recreation revenue	1	1	139,535	hcf	70,746
13	468	Special contract/agreement revenue					
14	<b>TOTALS</b>		<b>580</b>	<b>587</b>	<b>261,009</b>		<b>\$464,879</b>

<b>MISCELLANEOUS &amp; OTHER REVENUE ACCOUNTS</b>				
<b>LINE NO.</b>	<b>ACCT. NO.</b>	<b>MISCELLANEOUS REVENUE</b>	<b># OF OCCURRENCES</b>	<b>TOTAL YEAR REVENUE</b>
1	471	Connection Charge for New Service Revenues		4,774
2	471	Meter Testing Revenues		
3	471	Pressure Testing Revenues		
4	471	Late Payment Charge Revenues		
5	471	Return Check Charge Revenues		
6	471	Trouble Call Charge Revenues		
7	471	Disconnection Charge Revenues		
8	471	Reconnection Charge Revenues		
9	471	Unauthorized Restoration of Service Charge Revenues		
10	471	Damage/Tampering Charge Revenues		
11	471	Disconnect Visit Charge Revenues		
12				
13				
14	471			
15	471	<b>MISCELLANEOUS CHARGES REVENUE</b>	Total Lines 1-12	<b>\$4,774</b>

<b>OTHER REVENUE</b>				
16	472	Rents from Water Property		
17		Including Income from Leased Plant		
18	474	Other Water Revenue		
19	475	Cross Connection Control Revenue		16,910
20		Customer requested services		2,710
21				
22				
23		<b>TOTAL OTHER REVENUE</b>	Total Lines 16-22	<b>\$19,620</b>
24	400	<b>TOTAL MISCELLANEOUS AND OTHER REVENUE</b>	Add Lines 15 + 23	<b>\$24,394</b>

<b>WATER UTILITY EXPENSE ACCOUNTS</b>				
LINE NO.	ACCT. NO.	ITEM	REPORTING YEAR	PRECEDING YEAR
(a)	(b)	(c)	(d)	(e)
1	601	Salaries and Wages - employees	47,241	36,027
2	603	Salaries and Wages – officers, directors, and majority stockholders		
3	604	Employee Pensions & Benefits	2,537	4,014
4	610	Purchased Water		
5	611	Telephone/Communications	735	687
6	615	Purchased Power	60,612	57,852
7	616	Fuel for Power Production		
8	617	Utilities - Other Water and garbage service to office	253	
9	618	Chemicals		
		Office Supplies	1,181	814
10	619	(619.1 Postage)	1,503	1,160
11	620	Materials & Supplies (O&M)	7,095	5,860
12	621	Repairs to Water Plant		
13	631	Contractual Services - engineering	386	19,687
14	632	Contractual Services - accounting		12,024
15	633	Contractual Services - legal	5,677	
16	634	Contractual Services - management	39,729	13,830
17	635	Contractual Services – testing / sampling	2,206	300
18	636	Contractual Services – labor	1,429	6,049
NING	637	Contractual Services - billing/collections		
Runni	638	Contractual Services - meter reading		
21	639	Contractual Services - other	3,729	
850-	641	Rental of Building / Real Property	1,800	1,800
23	642	Rental of Equipment		
24	643	Small Tools		
25	648	Computer Expenses		
26	650	Transportation Expenses	2,271	1,825
27	656	Insurance - Vehicle	66	
28	657	Insurance – General Liability	5,841	12,994
29	658	Insurance – Workman's Compensation	988	771
30	659	Insurance – Other		
31	660	Public Relation / Advertising Expense		
32	666	Amortization of Rate Case Expense		
33	667	Regulatory Commission Fee (Gross Rev Fee)	1,159	1,201
34	668	Water Resource Conservation Expense		
35	670	Bad Debt Expense		
36	671.1	Cross Connection Control Program Expense		
37	671.2	Cross Connection Testing & Maint Services		
38	672	System Capacity Development Program Exp		
39	673	Training & Certification Expense	1,473	575
40	674	Consumer Confidence Report		
41	675	Miscellaneous Expense	4,016	6,361
42		<b>TOTAL OPERATING EXPENSE</b>	<b>\$191,927</b>	<b>\$183,831</b>



## UTILITY PLANT ACCOUNTS

ACCT. NO.	ACCOUNT NAME	BALANCE @ FIRST OF YEAR	ADDITIONS	RETIREMENTS	ADJUSTMENTS	BALANCE @ END OF YEAR
(a)	(b)	(c)	(d)	(e)	(f)	(g)
301	Organization					0
302	Franchises					0
303	Land & land rights	5,000				5,000
304	Structures & improvements	15,384				15,384
305	Collecting & impounding reservoirs					0
306	Lake, river & other intakes					0
307	Wells & springs	97,949				97,949
308	Infiltration galleries & tunnels					0
309	Supply mains	113,668				113,668
310	Power generation equipment					0
311	Pumping equipment	79,659				79,659
320	Water treatment equipment					0
330	Distribution reservoirs & standpipes	60,459				60,459
331	Transmission & distribution mains	1,481,897				1,481,897
333	Services	94,965				94,965
334	Meters & meter installations					0
335	Hydrants	32,485				32,485
336	Backflow prevention devices (utility owned)					0
339	Other plant & miscellaneous equipment (SPECIFY)					0
340	Office furniture & equipment					0
NG Y	Transportation equipment					0
Runnin	Tools, shop & garage equipment					0
344	Laboratory equipment					0
850-	Power operated equipment					0
346	Communication equip					0
347	Electronic & computer Equipment					0
348	Miscellaneous Equipment					0
<b>TOTAL PLANT</b>		<b>\$1,981,466</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$1,981,466</b>

## ANALYSIS OF ENTRIES IN WATER DEPRECIATION RESERVE (ACCUMULATED DEPRECIATION)

LINE NO.	ACCT. NO.	ACCOUNT NAME	ACCUMULATED DEPRECIATION BEGINNING OF YEAR	ACCRUALS BOOKED TO ACCUMULATED DEPRECIATION	PLANT RETIRED CHARGED TO ACCUMULATED DEPRECIATION	ACCUMULATED DEPRECIATION BALANCE END OF YEAR
(a)	(b)	(c)	(d)	(e)	(f)	(g)
1	304	Structures & improvements	624	487		1,111
2	305	Collecting & impounding reservoirs				0
3	306	Lake, river, & other intakes				0
4	307	Wells and & springs	9,952	8,530		18,482
5	308	Infiltration galleries & tunnels				0
6	309	Supply mains	12,949	11,099		24,048
7	310	Power generation equipment				0
8	311	Pumping equipment	5,147	4,280		9,427
9	320	Water treatment equipment				0
10	330	Distribution reservoirs & standpipes	5,252	4,502		9,754
11	331	Transmission & distribution mains	115,259	98,793		214,052
12	333	Services	8,475	7,265		15,740
13	334	Meters & meter installations				0
14	335	Hydrants	2,671	2,290		4,961
15	336	Cross connection prevention devices (utility-owned)				0
16	339	Other				0
17	340	Office furniture & equipment				0
18	341	Transportation equipment				0
NIN	343	Tools, shop & garage equipment				0
Runn	344	Laboratory equipment				0
21	345	Power operated equipment				0
850-	346	Communication equipment				0
23	347	Electronic/computer equipment				0
24	348	Miscellaneous Equipment*				0
25	<b>Total Accumulated Depreciation</b>		<b>\$160,329</b>	<b>\$137,246</b>	<b>\$0</b>	<b>\$297,575</b>

Use ( ) to denote reversal entries.

\*Specify nature of transaction.

26	<b>Miscellaneous Equipment DETAIL</b>					0
27						0
28						0
29						0
30						0
31						0
32						0
33						0
34						0
35						0
36						0
37						0
38	<b>TOTAL MISCELLANEOUS EQUIPMENT</b>		<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

<b>BASIS FOR WATER DEPRECIATION CHARGES</b>						
LINE NO.	ACCT. NO.	ACCOUNT NAME	AVERAGE SERVICE LIFE IN YEARS	AVERAGE NET SALVAGE PERCENTAGE	DEPRECIATION RATE APPLIED	ANNUAL DEPRECIATION EXPENSE
(a)	(b)	(c)	(d)	(e)	(f)	(g)
1	304	Structures & Improvements	10 to 40	0%	2.9%	487
2	305	Collecting & Impounding Reservoirs	50	0%	2.0%	
3	306	Lake, River & Other Intakes	35	0%	2.9%	
4	307	Wells & Springs	10 to 15	0%	4.0%	8,530
5	308	Infiltration Galleries & Tunnels	25	0%	4.0%	
6	309	Supply Mains	10 to 15	0%	2.0%	11,099
7	310	Power Generation Equipment	30	0%	3.3%	
8	311	Pumping Equipment	10 to 40	0%	5.0%	4,280
9	320	Water Treatment Equipment	20	0%	5.0%	
10	330	Distribution Reservoirs & Standpipes	10 to 15	0%	3.3%	4,502
11	331	Transmission & Distribution Mains	10 to 15	0%	2.0%	98,793
12	333	Services	10 to 15	0%	3.3%	7,265
13	334	Meters & Meter Installations	20	0%	5.0%	
14	335	Hydrants	10 to 15	0%	2.5%	2,290
15	336	Backflow Prevention Devices (utility-owned)	15	0%	6.7%	
16	339	Other Plant	15	0%	6.7%	
17	340	Office Furniture & Equipment	20	0%	5.0%	
18	341	Transportation Equipment	7	0%	14.3%	
19	343	Tools, Shop & Garage Equipment	15	0%	5.0%	
20	344	Laboratory Equipment	15	0%	5.0%	
21	345	Power Operated Equipment	10	0%	10.0%	
22	346	Communication Equipment	10	0%	10.0%	
23	347	Electronic/Computer Equipment	5	0%	20.0%	
24	348	Miscellaneous Equipment	10	0%	10.0%	
25						
26						
27		*Water Plant Composite Depreciation Rate				
28	403	<b>TOTAL PLANT DEPRECIATION</b>				<b>\$137,246</b>

\* If depreciation rates prescribed by this Commission are on a total composite basis, entries should be made on this line only.

## OFFICERS COMPENSATION

For each officer, list the time spent as an officer compared to time spent on total business activities and the compensation received as an officer from the company for the reporting year.

NAME	TITLE	% OF TIME SPENT AS OFFICER OF UTILITY	OFFICER'S ANNUAL SALARY	OFFICER'S BONUSES
None-N/A				
<b>TOTAL OFFICERS' COMPENSATION</b>			None-N/A	None-N/A

## DIRECTORS COMPENSATION

For each director, list the number of director meetings attended by each director and the compensation received as a director from the company for the reporting year.

NAME	TITLE	NUMBER OF DIRECTORS' MEETINGS ATTENDED ANNUALLY	DIRECTOR'S YEARLY SALARY	DIRECTOR'S YEARLY BONUS
None-N/A				
<b>TOTAL DIRECTORS' COMPENSATION</b>			None-N/A	None-N/A

<b>INCOME SUMMARY</b>				
LINE NO.	ACCT. NO.	ACCOUNT NAME		AMOUNT FOR REPORTING YEAR
(a)	(b)	(c)		(e)
1	400	Total Gross Operating Revenue		<b>489,273</b>
2	401	Total Operating Expense		<b>191,927</b>
	403	Depreciation Expense		<b>137,246</b>
	406	Amortization of plant acquisition adjustments		
3	407	Amortization expenses		
4	408	Taxes Other Than Income (property tax, payroll tax, other)		<b>5,013</b>
	409.1	Tax Expense (federal income tax)		
	409.11	Tax Expense (state income tax)		
5	409.2	Other income taxes and deductions		
	410	Provision for Deferred Income Taxes		
6	411	Provision for Deferred Income Taxes - credit		
	413	Income from Utility Plant Leased To Others		
7	414	Gains & Losses from Property Disposition		
	433	Extraordinary Income		
8	434	Extraordinary Deductions		
9		<b>Net Income</b>		<b>\$155,087</b>

<b>UTILITY PLANT SUMMARY</b>				
10	101	Utility Plant in Service		1,981,466
11	108	Deduct: Accumulated Depreciation		(297,575)
12	110	Deduct: Accumulated Amortization		0
13	271	Deduct: Contributions In Aid of Construction (CIAC)		0
14	252	Deduct: Advances for Construction		
15		<b>Subtotal</b>		<b>\$1,683,891</b>
16	105	Add: Construction Work In Progress (CWIP) Commission Approved		0
17	103	Add: Plant Held for Future Use		0
18	272	Add: Accumulated Amortization of CIAC		
19	151	Add: Materials and Supplies in Inventory		
21	114	Add: Utility Plant Acquisition Adjustments (2)		0
22	115	Deduct: Accumulated Amortization of Acquisition Adjustments (2)		0
23	190	Add: Accumulated Deferred Income Taxes (asset)		
24	281-283	Deduct: Accumulated Deferred Income Taxes (liability)		
25		<b>Net Utility Plant</b>		<b>\$1,683,891</b>
26		Add: Working Capital Allowance (1/12 of total operating expense)		15,994

Note: (1) Estimate if not known. Indicate if estimated.  
(2) Include only those acquisition adjustments that have been approved by the Commission.



<b>STATEMENT OF RETAINED EARNINGS</b>			
Dividends should be shown for each class and series of capital stock. Show amounts of dividends per share. Show separately the state and federal income tax effect of items shown in Account 439.			
LINE NO.	ACCT. NO.	ACCOUNT NAME	AMOUNTS
(a)	(b)	(c)	(d)
1	215	Unappropriated retained earnings (balance @ beginning of year)	1,261,687
2		Credits:	
3		Debits	(265,483)
4	435	Balance transferred from income (line 12, page 7)	
5	436	Appropriations of retained earnings	
6		<b>SUBTOTAL (add lines 1-5)</b>	<b>\$996,204</b>
7		Dividends declared:	
8	437	Preferred stock dividends declared	
9	438	Common stock dividends declared	
10	439	Changes to account: Adjustments to retained earnings	
11		<b>TOTAL DIVIDENDS DECLARED (add lines 7, 8, 9, &amp; 10)</b>	<b>\$0</b>
12		<b>BALANCE @ END OF YEAR (line 6 minus line 12)</b>	<b>\$996,204</b>
<b>APPROPRIATED RETAINED EARNINGS</b>			
<b>(state balance &amp; purpose of each appropriated amount at year end)</b>			
13	214		
14	214		
15	214		
16	214		
17	214		
NG Y UTILITI	214		
Running Y Road,	214		
20	214		
041-630-5566		<b>TOTAL APPROPRIATED RETAINED EARNINGS</b>	<b>\$0</b>
22		<b>TOTAL RETAINED EARNINGS (total lines 12 &amp; 22)</b>	<b>\$996,204</b>





<b>COMPARATIVE OPERATING STATEMENT</b>				
<b>ACCOUNTING METHOD:</b>			<b>ACCRUAL BASIS</b> <input checked="" type="checkbox"/> Check Box 1	<b>CASH BASIS</b> <input type="checkbox"/> Check Box 2
<b>UTILITY OPERATING INCOME &amp; DEDUCTIONS</b>				
LINE NO.	ACCT. NO.	ACCOUNT NAME	REPORTING YEAR	PREVIOUS YEAR
(a)	(b)	(c)	(e)	(f)
1	400	<b>TOTAL OPERATING UTILITY REVENUE</b>	<b>489,273</b>	<b>463,565</b>
2	401	Total Operating Expenses	191,927	183,831
3	403	Annual Depreciation Expense	137,246	137,246
4	406	Amortization of Utility Plant Acquisition Adjustment	0	
5	407	Amortization Expense	0	
6	408	Taxes Other Than Income Taxes (total)	5,013	4,129
7	409	Income Taxes		
8	410.1	Provision for Deferred Income Taxes (utility operations)	0	
9	411.1	Provision for Deferred Income Taxes (utility credit)	0	
10		<b>TOTAL OPERATING EXPENSES</b>	<b>\$334,186</b>	<b>\$325,206</b>
11	413	Income From Utility Plant Leased to Others		
12	419	Interest & Dividend Income		
13		<b>TOTAL OTHER INCOME</b>	<b>\$0</b>	<b>\$0</b>
14	427	Interest Expense		
15	414	Gains/Losses From Utility Property Disposition (net)	0	
16	433 & 434	Extraordinary Income/deductions (net)	None-N/A	
			<b>\$0</b>	<b>\$0</b>
			<b>\$155,087</b>	<b>\$138,359</b>
19	421	Nonutility Income		0
20	415	Revenue From Merchandising, Jobbing, & Contracts		
21		Nonutility Extraordinary Income		
22		<b>TOTAL NONUTILITY INCOME</b>	<b>\$0</b>	<b>None-N/A</b>
23	426	Nonutility Expense		
24	408.2	Nonutility Taxes Other Than Income Tax	0	
25	409.2	Nonutility Income Taxes	0	
26	410.2	Nonutility Deferred Income Taxes (nonutility)	0	
27	411.2	Nonutility Provision for Deferred Income Taxes (nonutility) Credit	0	
28		Nonutility Interest Expense		
29	416	Cost & Expense of Merchandising, Jobbing, Contracts		
30		Nonutility Extraordinary Deductions		
31		<b>TOTAL NONUTILITY DEDUCTIONS</b>	<b>\$0</b>	<b>None-N/A</b>
32		<b>TOTAL NET NONUTILITY INCOME</b>	<b>\$0</b>	<b>None-N/A</b>

<b>COMPARATIVE BALANCE SHEET - ASSETS AND OTHER DEBITS</b>					
LINE NO.	ACCT. NO.	ACCOUNT NAME		BEGINNING OF YEAR BALANCE	ENDING YEAR BALANCE
(a)	(b)	(c)		(e)	(f)
1		<b>NET UTILITY PLANT</b>		<b>\$1,821,137</b>	<b>\$1,683,891</b>
<b>NONUTILITY PROPERTY &amp; INVESTMENT</b>					
2	121	Nonutility Property			
3	122	Less: Accumulated Depreciation & Amortization of Nonutility Plant			
4		<b>Net Nonutility Property</b>		<b>\$0</b>	<b>\$0</b>
5	123	Investment in Associated Companies			
6	124	Investment in Nonassociated Companies (in providing water service, i.e. water supply)			
7	125	Other Investments in Nonassociated Companies			
8		<b>TOTAL NONUTILITY PROPERTY &amp; INVESTMENT</b>		<b>N/A</b>	
<b>CURRENT &amp; ACCRUED ASSETS</b>					
9	131	Cash			
10	132	Special Deposits			
11	141	Customer Account Receivables		38,451	28,493
12	142	Other Accounts Receivable			0
13	143	Accumulated Provisions for Uncollectible Accounts		1,900	(2,563)
14	144	Notes Receivable			0
15	145 & 146	Accounts & Notes Receivable From Associated Companies			0
NG Y	151	Inventory: Plant Material & Supplies			
Runnin	162	Prepayments		306	0
18	171	Accrued Interest & Dividends Receivable			
850-	172	Rents Receivable & Accrued			
20	174	Miscellaneous Current & Accrued Assets (Trademarks)		97,530	95,539
21		<b>TOTAL CURRENT AND ACCRUED ASSETS</b>		<b>\$134,387</b>	<b>\$121,469</b>
<b>DEFERRED DEBITS</b>					
22	181	Unamortized Debt Discount & Expense			None-N/A
23	182	Extraordinary Property Losses			
24	186	Miscellaneous Deferred Debits			None-N/A
25	190	Accumulated Deferred Income Taxes (asset)			0
26		<b>Total Deferred Debits</b>		<b>\$0</b>	<b>\$0</b>
27		<b>TOTAL ASSETS AND OTHER DEBITS</b>		<b>\$1,955,524</b>	<b>\$1,805,360</b>

Note: (1) Estimate if not known. Indicate if estimated.

## COMPARATIVE BALANCE SHEET - EQUITY CAPITAL AND LIABILITIES

LINE NO.	ACCT. NO.	ACCOUNT NAME	BEGINNING YEAR BALANCE	ENDING YEAR BALANCE
(a)	(b)	(c)	(e)	(f)
<b>EQUITY CAPITAL</b>				
1	201	Common stock issued		0
2	204	Preferred stock issued		0
3	207	Premium on capital stock		
4	211	Other paid-in capital	500	500
5	212	Discount on capital stock		
6	213	Capital stock expense		
7	214	Appropriated retained earnings		
8	215	Unappropriated retained earnings	1,261,687	996,204
9	216	Reacquired capital stock		
10	218	Proprietary capital (proprietorship & partnership only)		
11		<b>Total equity capital</b>	<b>\$1,262,187</b>	<b>\$996,704</b>
<b>CURRENT AND ACCRUED LIABILITIES</b>				
12	224	Long-term debt		
13	231	Accounts payable		
14	232	Notes payable		
15	233	Accounts payable to associated companies		
16	234	Notes payable to associated companies	692,337	807,497
17	235	Customer deposits	1,000	
18	236	Accrued taxes		23
19	237	Accrued interest		
20	238	Accrued dividends		
21	241	Miscellaneous current and accrued liabilities		1,136
			<b>\$693,337</b>	<b>\$808,656</b>
<b>DEFERRED CREDITS</b>				
23	251	Premium on unamortized debt		
24	252	Advances for construction		
25	253	Other deferred credit		
26		<b>Total deferred credits</b>	<b>\$0</b>	<b>\$0</b>
<b>CONTRIBUTIONS IN AID OF CONSTRUCTION - CIAC</b>				
27	271	Contributions in aid of construction (ciac)		
28	272	Deduct accumulated amortization of CIAC		
29		<b>Total net CIAC</b>	<b>\$0</b>	<b>\$0</b>
<b>ACCUMULATED DEFERRED INCOME TAXES</b>				
30	281	Accumulated deferred income taxes-accelerated amortization		0
31	282	Accumulated deferred income taxes-Liberalized Depreciation		0
32	283	Accumulated deferred income taxes-other		0
33		<b>Total accumulated deferred income taxes</b>	<b>\$0</b>	<b>\$0</b>
34		<b>TOTAL EQUITY CAPITAL AND LIABILITIES</b>	<b>\$1,955,524</b>	<b>\$1,805,360</b>

## RECONCILIATION OF REPORTED NET INCOME WITH TAXABLE INCOME FOR FEDERAL INCOME TAXES (UTILITY OPERATIONS)

The reconciliation should include the same detail as furnished on Schedule M-1 of the federal tax return for the year. The reconciliation shall be submitted even though there is no taxable income for the year. Descriptions should clearly indicate the nature of each reconciling amount and show the computation of all tax accruals.

If the utility is a member of a group which files a consolidated Federal tax return, reconcile reported net income with taxable net income as if a separate return were to be filed, indicating intercompany amounts to be eliminated in such consolidated return. State names of group members, tax assigned to each group member, and basis of allocation, assignment, or sharing of the consolidated tax among the group members.

DESCRIPTION	REFERENCE	AMOUNT
<b>Net income for the year:</b>		155,087
Reconciling items for the year		
Taxable income not reported on books:		
Deductions recorded on books not deducted for return:		
Interest expense - tax effect		
Difference in book/tax depreciation		
Difference in book/tax loss on disposal		
Current year tax accruals		
Income recorded on books not included in return:		
CIAC write off kper UW 79		
Deferred tax adjustment		
Deduction on return not charged against book income:		
<b>Federal tax net income</b>		<b>\$155,087</b>

**VERIFICATION:** I DECLARE UNDER PENALTIES OF FALSE SWEARING THAT THIS REPORT, INCLUDING ANY ACCOMPANYING SCHEDULES AND STATEMENTS, HAS BEEN EXAMINED BY ME AND, TO THE BEST OF MY KNOWLEDGE AND BELIEF, IT IS A TRUE, CORRECT AND COMPLETE REPORT OF

<b>SIGNATURE:</b>	<b>TITLE:</b> Authorized Signer
<b>PRINT NAME:</b> Scott Pickert	<b>DATE</b>
<b>FULL NAME OF REPORTING UTILITY</b> Running Y Water, LLC	<b>TELEPHONE NUMBER</b> 541-850-5566