



ANNUAL RESULTS OF OPERATIONS REPORT

COMPANY SIZE (based on Annual Revenue)

Class C Water Utility
(Annual Gross Revenue less than \$199,999)

FOR THE CALENDAR YEAR

2020

COMPANY NAME

SOUTH HILLS WATER SYSTEM INC

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

INSTRUCTIONS

SOUTH HILLS WATER SYSTEM INC

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 971-209-0533 OR EMAIL AT
RUSSELL.BEITZEL@STATE.OR.US**

OATH

SOUTH HILLS WATER SYSTEM INC

Complete Address of Reporting Utility

Line 1:	11650 SW Hillsboro Way
Line 2:	
City:	Hillsboro
State:	OR
Zip:	97123
phone:	503 318-4434
email:	waynerodgers@comcast.net
fax:	
website:	

Name and title of person responsible for report

Name:	Wayne Rodgers
Title:	President
Phone:	503 318-4434
Email:	waynerodgers@comcast.net

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

SOUTH HILLS WATER SYSTEM INC

Provide the following information for the contact person regarding this report

Name:	Wayne Rodgers
Address:	PO Box 98, Hillsboro OR 97123
Phone:	503 318-4434
Email:	waynerodgers@comcast.net

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

Name:	Wayne Rodgers
Address:	PO Box 98, Hillsboro OR 97123
Phone:	503 318-4434
Email:	waynerodgers@comcast.net

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):

Provide the following information for all utility officers and directors

Name	Title	Phone #	Email
Wayne Rodgers	President	503 318-4434	waynerodgers@comcast.net

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

Name	Title	Phone #	Email
Marilyn Morrissey of Morrissey Financial	CPA	503 657-3305	marilyn@morrisseyfp.com

ORGANIZATION

SOUTH HILLS WATER SYSTEM INC

Select business type

Select ownership type

Select accounting method

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		
	Address		
	% interest or equity		
	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		Wayne Rodgers
	Title	President	
	Address		11650 SW Hillsboro Way, Hillsboro OR 97123
	# shares owned	300.00	
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	300	
# shares issued at year end	300	
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
			\$ -

TOTAL \$ -

Explanations or Notes

REVENUES

SOUTH HILLS WATER SYSTEM INC

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				
Metered sales to RESIDENTIAL customers	461.1	102	102	4,965,600	\$ 49,472
Metered sales to COMMERCIAL customers	461.2				
Metered sales to INDUSTRIAL customers	461.3				
Other metered sales to public authorities	461.4				
Metered sales to multiple family dwellings	461.5				
Public fire protection revenue	462.1				
Private fire protection revenue	462.2				
Other Sales to public authorities	464				
Sales to irrigation customers	465				
Sales for resale	466				
Water Sales to golf course/recreation revenue	467				
Special contract/agreement revenue	468				
TOTAL		102	102	4,965,600	\$ 49,472

Revenue other than water sales

	Act #	revenues
Forfeited discounts	470	
Miscellaneous service revenues	471	
Rents from water property	472	\$ 6,000
Interdepartmental rents	473	
Other	474	
Cross Connection sales & services revenues	475	
Total		\$ 6,000

Total Operating Revenue

\$ 55,472

Average Monthly Consumption and Bill

	Act #	Average Monthly Consumption per customer	Average Monthly Revenue per customer
Unmetered (flat rate) water sales	460		
Metered sales to RESIDENTIAL customers	461.1	4056.862745	40.41830065
Metered sales to COMMERCIAL customers	461.2		
Metered sales to INDUSTRIAL customers	461.3		
Other metered sales to public authorities	461.4		
Metered sales to multiple family dwellings	461.5		
Public fire protection revenue	462.1		
Private fire protection revenue	462.2		
Other Sales to public authorities	464		
Sales to irrigation customers	465		
Sales for resale	466		
Water Sales to golf course/recreation revenue	467		
Special contract/agreement revenue	468		

EXPENSES

Act #		Expense amount
601	Salaries and Wages - employees	
603	Salaries and Wages – officers, directors, and majority stockholders	
604	Employee Pensions & Benefits	
610	Purchased Water	
611	Telephone/Communications	\$ 3,153
615	Purchased Power	\$ 3,075
616	Fuel for Power Production	
617	Utilities - Other (garbage, natural gas)	
618	Chemicals & testing	
619	Office Supplies (excluding postage)	\$ 668
619.1	Postage	
620	Materials & Supplies (O&M)	\$ 2,385
621	Repairs of Water Plant	\$ 10,187
631	Contractual Services - engineering	
632	Contractual Services - accounting	\$ 2,150
633	Contractual Services - legal	
634	Contractual Services - management	
635	Contractual Services – testing / sampling	\$ 471
636	Contractual Services – labor	\$ 6,000
637	Contractual Services - billing/collections	
638	Contractual Services - meter reading	
639	Contractual Services - other	
641	Rental of Building / Real Property	
642	Rental of Equipment	
643	Small Tools	
648	Computer and electronic Expenses	
650	Transportation Expenses	
656	Insurance - Vehicle	
657	Insurance – General Liability	\$ 2,141
658	Insurance – Workman’s Compensation	
659	Insurance – Other	
660	Public Relation / Advertising Expense	
666	Amortization of Rate Case Expense	
667	Regulatory Commission Fee (Gross Rev Fee)	
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	
674	Consumer Confidence Report	
675	Miscellaneous Expense	
	TOTAL	\$ 30,230

PLANT

SOUTH HILLS WATER SYSTEM INC

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

<u>Act #</u>	<u>Beg Year Balance</u>	<u>Added during year</u>	<u>Retired during year</u>	<u>Adjustments</u>	<u>End of year balance</u>
301 Organization					\$ -
302 Franchises					\$ -
303 Land & land rights	\$ 250				\$ 250
304 Structures & improvements	\$ 14,510				\$ 14,510
305 Collecting & impounding reservoirs	\$ 27,836				\$ 27,836
306 Lake, river & other intakes					\$ -
307 Wells & springs					\$ -
308 Infiltration galleries & tunnels					\$ -
309 Supply mains					\$ -
310 Power generation equipment					\$ -
311 Pumping equipment	\$ 20,002				\$ 20,002
320 Water treatment equipment					\$ -
330 Distribution reservoirs & standpipes					\$ -
331 Transmission & distribution mains					\$ -
333 Services					\$ -
334 Meters & meter installations	\$ 2,223				\$ 2,223
335 Hydrants					\$ -
336 Backflow prevention devices (utility owned)					\$ -
339 Other plant & miscellaneous equipment	\$ 3,428				\$ 3,428
340 Office furniture & equipment					\$ -
341 Transportation equipment					\$ -
343 Tools, shop & garage equipment	\$ 2,050	\$ 6,035			\$ 8,085
344 Laboratory equipment					\$ -
345 Power operated equipment					\$ -
346 Communication equipment					\$ -
347 Electronic & computer equipment					\$ -
348 Miscellaneous equipment	\$ 66,143				\$ 66,143
TOTAL	\$ 136,442	\$ 6,035	\$ -	\$ -	\$ 142,477

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	
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	\$ -

Accumulated Amortization of CIAC

Beg of year balance	
Add CIAC amortized during year	
Subtract effects of CIAC disposals	
+/- other adjustments*	
Change in Accumulated Amortization during the year	\$ -
End of year balance	\$ -

* Explain any adjustments:

DEPRECIATION

SOUTH HILLS WATER SYSTEM INC

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	\$ 13,913	\$ -			\$ 13,913
305	Collecting & impounding reservoirs	\$ 27,836	\$ -			\$ 27,836
306	Lake, river & other intakes		\$ -			\$ -
307	Wells & springs		\$ -			\$ -
308	Infiltration galleries & tunnels		\$ -			\$ -
309	Supply mains		\$ -			\$ -
310	Power generation equipment		\$ -			\$ -
311	Pumping equipment	\$ 279	\$ 13,443	\$ 279		\$ 13,722
320	Water treatment equipment		\$ -			\$ -
330	Distribution reservoirs & standpipes		\$ -			\$ -
331	Transmission & distribution mains		\$ -			\$ -
333	Services		\$ -			\$ -
334	Meters & meter installations		\$ 2,204	\$ -		\$ 2,204
335	Hydrants		\$ -			\$ -
336	Backflow prevention devices (utility owned)		\$ -			\$ -
339	Other plant & miscellaneous equipment	\$ 6,034	\$ 5,397	\$ 6,034		\$ 11,431
340	Office furniture & equipment		\$ -			\$ -
341	Transportation equipment		\$ -			\$ -
343	Tools, shop & garage equipment		\$ -			\$ -
344	Laboratory equipment		\$ -			\$ -
345	Power operated equipment		\$ -			\$ -
346	Communication equip		\$ -			\$ -
347	Electronic & computer Equipment		\$ -			\$ -
348	Miscellaneous Equipment	\$ 2,406	\$ 33,845	\$ 2,406		\$ 36,251
	TOTAL	\$ 8,719	\$ 96,638	\$ 8,719	\$ -	\$ 105,357

*Explanation of any adjustments made:

RETAINED EARNINGS

SOUTH HILLS WATER SYSTEM INC

215	Unappropriated Retained Earnings (beginning of year balance)	\$	47,119
435	Balance transferred from income	\$	14,218
436	Appropriations of Retained Earnings	\$	-
437	Preferred Stock dividends declared	\$	-
438	Common Stock dividends declared	\$	-
439	Adjustments to Retained Earnings*	\$	(15,650)
215	Unappropriated Retained Earnings (as of year end)	\$	45,687

* Explanation of any adjustments made to Retained Earnings

S Corporation dividend			
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OTHER ACCOUNTS

SOUTH HILLS WATER SYSTEM INC

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	\$	142,477
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	\$	105,357
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	\$	10,954
132	Special Deposits		
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable		
142	Other Accounts Receivable		
143	Allowance for Uncollectible Accounts (Enter positive)		
144	Notes Receivable		
145	Accounts Receivable from Associated Companies		
146	Notes Receivable from Associated Companies		
151	Plant Materials and Supplies		
162	Prepayments		
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	\$	2,387
211	Paid in Capital		
212	Discount on Capital Stock		
213	Capital Stock Expense		
214	Appropriated Retained Earnings		
215	Unappropriated Retained Earnings	\$	45,687
216	Reacquired Capital Stock		
218	Proprietary Capital		

Long Term Debt

221	Bonds		
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345	Power Operated Equipment	\$	-
346	Communication Equipment	\$	-
347	Computer & electronic Equipment	\$	-
348	Miscellaneous Equipment	\$	66,143

INCOME ACCOUNTS (404-434)

Utility Operating Income

400	Operating Revenue	\$	55,472
401	Operating Expenses	\$	30,230
403	Depreciation Expense	\$	8,719
406	Amortization of Utility Plant Acquisition Adjustment		
407	Amortization Expense (no CIAC)		
408	Taxes Other than Income	\$	2,305
409	Income Taxes	\$	-
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	\$	-
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	\$	14,218
436	Appropriations of Retained Earnings		
437	Preferred Stock Dividends Declared	\$	-
438	Common Stock Dividends Declared	\$	-
439	Adjustment to Retained Earnings	\$	(15,650)

OPERATING REVENUE ACCOUNTS (460-475)

460	Unmetered Water Revenue	\$	-
461	1 Metered Sales to Residential Customers	\$	49,472
461	2 Metered Sales to Commercial Customers	\$	-
461	3 Metered Sales to Industrial Customers	\$	-
461	4 Metered Sales to Public Authorities	\$	-
461	5 Metered Sales to Multiple Family Dwellings	\$	-
462.1	1 Public Fire Protection	\$	-
462.2	2 Private Fire Protection	\$	-
464	Other Sales to Public Authorities	\$	-

OTHER ACCOUNTS

	223	Advances from Associated Companies	
	224	Other Long-Term Debt	
Current and Accrued Liabilities			
	231	Accounts Payable	
	232	Notes Payable	
	233	Accounts Payable to Associated Companies	
	234	Notes Payable to Associated Companies	
	235	Customer Deposits	
	236	Accrued Taxes	
	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	\$ -
	272	Accumulated Amortization of CIAC	\$ -
Accumulated Deferred Income Taxes			
	281	Accumulated Deferred Income Taxes - Accelerated Depreciation	
	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	\$ 250
	304	Structures and Improvements	\$ 14,510
	305	Collecting and Impounding Reservoirs	\$ 27,836
	306	Lakes, River and Other Intakes	\$ -
	307	Wells and Springs	\$ -
	308	Infiltration Galleries and Tunnels	\$ -
	309	Supply Mains	\$ -
	310	Power Generation Equipment	\$ -
	311	Pumping Equipment	\$ 20,002
	320	Water Treatment Equipment	\$ -
	330	Distribution Reservoirs and Standpipes	\$ -
	331	Transmission and Distribution Mains	\$ -
	333	Services	\$ -
	334	Meters and Meter Installations	\$ 2,223
	335	Hydrants	\$ -
	336	Backflow Prevention Devices	\$ -
	339	Other Plant and Miscellaneous Equipment	\$ 3,428
	340	Office Furniture and Equipment	\$ -
	341	Transportation Equipment	\$ -
	343	Tools, Shop and Garage Equipment	\$ 8,085
	344	Laboratory Equipment	\$ -

	465	Sales to Irrigation Customers	\$ -
	466	Sales for Resale	\$ -
	467	Interdepartmental Sales	\$ -
	468	Special Contract/Agreement Revenue	\$ -
	470	Forfeited Discounts	\$ -
	471	Miscellaneous Service Revenues	\$ -
	472	Rents From Water Property	\$ 6,000
	473	Interdepartmental Rents	\$ -
	474	Other Water Revenues	\$ -
	475	Cross Connection Sales & Services Revenues	\$ -

OPERATION AND MAINTENANCE EXPENSE ACCOUNTS (601-675)

Source of Supply and Expenses

	601	Salaries and Wages - Employees	\$ -
	603	Salaries and Wages - Officers, Directors and Majority Stockholders	\$ -
	604	Employee Pensions and Benefits	\$ -
	610	Purchased Water	\$ -
	611	Telephone/Communications	\$ 3,153
	615	Purchased Power	\$ 3,075
	616	Fuel for Power Production	\$ -
	617	Utilities - Other	\$ -
	618	Chemicals & testing	\$ -
	619	Office Supplies (excluding postage)	\$ 668
	619.1	Postage	\$ -
	620	Materials and Supplies	\$ 2,385
	621	Repairs to Water Plant	\$ 10,187
	631	Contractual Services - Engineering	\$ -
	632	Contractual Services - Accounting	\$ 2,150
	633	Contractual Services - Legal	\$ -
	634	Contractual Services - Management Fees	\$ -
	635	Contractual Services - Testing/Sampling	\$ 471
	636	Contractual Services - Other	\$ 6,000
	637	Contractual Services - Billing/Collections	\$ -
	638	Contractual Services - Meter Reading	\$ -
	639	Contractual Services - Other	\$ -
	641	Rental of Building/Real Property	\$ -
	642	Rental of Equipment	\$ -
	643	Small Tools	\$ -
	648	Computer & Electronic Expenses	\$ -
	650	Transportation Expenses	\$ -
	656	Insurance - Vehicle	\$ -
	657	Insurance - General Liability	\$ 2,141
	658	Insurance - Workman's Compensation	\$ -
	659	Insurance - Other	\$ -
	660	Public Relations / Advertising Expense	\$ -
	666	Regulatory Commission Expense - Amortization of Rate Case Expense	\$ -
	667	Regulatory Commission Expense - Other	\$ -
	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 Capacity Development Program Expense	\$ -
	673	Training & Certification Expense	\$ -
	674	Consumer Confidence Report	\$ -
	675	Miscellaneous Expenses	\$ -

NOTES

SOUTH HILLS WATER SYSTEM INC

Notes and explanations:



INCOME STATEMENT

SOUTH HILLS WATER SYSTEM INC

400 Operating Revenue	\$ 55,472
401 Operating Expenses	\$ 30,230
403 Depreciation Expense	\$ 8,719
406 Amortization of Utility Plant Acquisition Adjustment	\$ -
407 Amortization Expense	\$ -
408 Taxes Other Than Income Taxes (total)	\$ 2,305
409 Income Taxes	\$ -
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)	\$ -
433-434 Extraordinary Income/deductions (net)	\$ -
NET UTILITY OPERATING INCOME	\$ 14,218
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	\$ 14,218

BALANCE SHEET

SOUTH HILLS WATER

101 Utility Plant in Service (excluding CIAC)	\$	142,477
108-110 Accumulated Depreciation & Amortization	\$	105,357
Subtotal	\$	37,120
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	\$	37,120
131 Cash	\$	10,954
132 Special Deposits	\$	-
141-142 Accounts Receivable	\$	-
143 Accumulated Provision for Uncollectible Accounts	\$	-
144 Notes Receivable	\$	-
145-146 Accounts & Notes Receivable from Associated Companies	\$	-
151 Materials & Supplies Inventory	\$	-
133-135 & 162-174 Miscellaneous Current & Accrued Assets & Prepayments	\$	-
Net Current & Accrued Assets	\$	10,954
181-186 Deferred Debits	\$	-
Total Assets	\$	48,074
252 Advances for Construction	\$	-
271 CIAC	\$	-
272 Accumulated Amortization of CIAC	\$	-
Net CIAC & Advances for Construction	\$	-
121 Nonutility Property	\$	-
122 Accumulated Depreciation & Amortization (Nonutility)	\$	-
123-127 Miscellaneous Nonutility Investments	\$	-
Nonutility Plant & Investment	\$	-
221-224 Long-Term Debt	\$	-
231 Accounts Payable	\$	-
232 Notes Payable	\$	-
233 Accounts Payable to Affiliated Companies	\$	-
234 Notes Payable to Affiliated companies	\$	-
235 Customer Deposits	\$	-
236 Accrued Taxes	\$	-
237 Accrued Interest	\$	-
238-241 Miscellaneous Current and Accrued Liabilities	\$	-
Liabilities	\$	-
251 Premium on Unamortized Debt	\$	-
253 Other Deferred Credit	\$	-
261-265 Reserves	\$	-
Other	\$	-
281 Accumulated Deferred Income Taxes-Accelerated Amortization	\$	-
282 Accumulated Deferred Income Taxes-Liberalized Depreciation	\$	-
283 Accumulated Deferred Income Taxes-Other	\$	-
Total Liabilities	\$	-
201 Common Stock Issued	\$	-
204 Preferred Stock Issued	\$	-
207 Premium on Capital Stock	\$	2,387
211 Other Paid in Capital	\$	-
212 Discount on Capital Stock	\$	-
213 Capital Stock Expense	\$	-
214 Appropriated Retained Earnings	\$	-
215 Unappropriated Retained Earnings	\$	45,687
216 Reacquired Capital Stock	\$	-
218 Proprietary Capital (Proprietorships & Partnerships Only)	\$	-
Total Equity	\$	48,074
Total Liabilities and Equity	\$	48,074

STATS

SOUTH HILLS WATER SYSTEM INC

Operating Revenues

Flat Rate	\$	-
Metered - Residential	\$	49,472
Metered - Commercial	\$	-
Irrigation (including golf courses)	\$	-
Fire Protection	\$	-
Other Sales of Water	\$	-
Other Operating Revenue	\$	6,000
Total Operating Revenues	\$	<u>55,472</u>

Operating Expenses

Purchased Water	\$	-
Purchased Power	\$	3,075
Water Treatment	\$	471
Supplies and Expenses	\$	8,347
Repairs of Plant	\$	10,187
Administrative & General	\$	8,150
Total Operating Expenses	\$	<u>30,230</u>

Other Revenue Deductions

Depreciation & Amortization	\$	8,719
Operating Income Taxes	\$	-
Other Operating Taxes	\$	2,305
Uncollectible Revenue/Bad Debt Expense	\$	-
Total Revenue Deductions	\$	<u>11,024</u>

Total Expenses and Deductions

	\$	41,254
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Other Income	\$	-
Interest on Long-Term Debt		
Other Interest Charges	\$	-
Other Income Deductions	\$	-
Net Operating Income (or Loss)	\$	<u>14,218</u>

Assets & Other Debits

Utility Plant	\$	142,477
Less: Depreciation & Amortization Reserve	\$	105,357
Other Property & Investments	\$	10,954
Materials and Supplies	\$	-
Other Current & Accrued Assets	\$	-
Deferred Debits	\$	-
Total Assets & Other Debits	\$	<u>48,074</u>

Liabilities & Other Credits

Capital/Common Stock	\$	2,387
Retained Earnings	\$	45,687
Long-Term Debt	\$	-
Customer Deposits	\$	-
Other Current & Accrued Liabilities	\$	-
Advances for Construction	\$	-
Other Deferred Credits	\$	-
Contributions in Aid of Construction	\$	-
Accumulated Deferred Income Taxes	\$	-
Total Liabilities & Other Credits	\$	<u>48,074</u>

Average Number of Customers

Flat Rate	-
Metered - Residential	102
Metered - Commercial	-
Irrigation (including golf courses)	-
Fire Protection	-
Other	-
Total Customers	<u>102</u>