



# ANNUAL RESULTS OF OPERATIONS REPORT

## SELECT COMPANY SIZE (based on Annual Revenue)

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

## FOR THE CALENDAR YEAR

2013

## COMPANY NAME

Roats Water System Inc.

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

## Instructions

Roats 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 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.
- Special or unusual entries and all discrepancies should be fully explained. If necessary, 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 ON EXCEL PROGRAM, ACCOUNTS, OR REPORTING, CONTACT GREG MILLER AT 503-373-7867 OR EMAIL AT GREG.MILLER@STATE.OR.US**

**Oath**

Roats Water System Inc.

**Complete Address of Reporting Utility**

Line 1:	61147 Hamilton Lane
Line 2:	
City:	Bend
State:	Oregon
Zip:	97702
phone:	541-382-3029
email:	
fax:	541-382-2292
website:	

**Name and title of person responsible for report**

Name:	William K Roats
Title:	President
Phone:	541-382-3029
Email:	

**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.
--

**Information**

Roats Water System Inc.

**Provide the following information for the contact person regarding this report**

Name:	Wesley B Price
Address:	975 SW Colorado Avenue, Suite 200 Bend, OR 97702
Phone:	541-382-4791
Email:	price@bendcpa.com

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

Name:	Roats Water System Inc.
Address:	61147 Hamilton Lane Bend, OR 97702
Phone:	541-382-3029
Email:	

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

Name:	
Address:	
Phone:	
Email:	

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

**Provide the following information for all utility officers and directors**

Name	Title	Phone #	Email
William K Roats	President	541-382-3029	
William C Roats	Vice-president	541-382-3029	
Shirley Roats	Secretary	541-382-3029	

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

Name	Title	Phone #	Email
Wesley B Price	CPA	541-382-4791	
Neil Bryant	Attorney	541-382-4331	

**Organization**

Roats Water System Inc.

**Select business type**

Private/Investor Owned

**Select ownership type**

Corporation

**Select accounting method**

accrual

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

**Part A: Sole Proprietorship or Partnership**

1	Name of owner or partner		
	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		William K and Shirley Roats
	Title	President	
	Address		61147 Hamilton Lane Bend, OR 97702
	# shares owned		44.00
2	Name of stockholder/director/officer		William C Roats
	Title	Vice President	
	Address		61147 Hamilton Lane Bend, OR 97702
	# shares owned		6.00
3	Name of stockholder/director/officer		Michelle Roats
	Title	Director	
	Address		61147 Hamilton Lane Bend, OR 97702
	# shares owned		6.00
4	Name of stockholder/director/officer		
	Title		
	Address		
	# shares owned		

**Part C: Corporation - Shares Outstanding**

	Common Stock	Preferred Stock
# shares authorized	500	
# shares issued at year end	56	
Par or stated value per share:		
Dividends declared per share during the year:		

**Affiliates**

Roats Water System Inc.

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.

**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
Roats Excavation LLC	construction services	approved affiliated interest	
William K Roats	facility rent	approved affiliated interest	\$ 66,500
			\$ 66,500

TOTAL \$ (66,500)

Explanations or Notes

--

**Revenues**

Roats Water System Inc.

gal or cf

cf

**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	1,450	1,526	29,230,251	\$ 570,030
Metered sales to COMMERCIAL customers	461.2	173	176	8,935,455	\$ 172,199
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				\$ 11,018
Other Sales to public authorities	464				
Sales to irrigation customers	465				
Sales for resale	466				\$ 447
Water Sales to golf course/recreation revenue	467				
Special contract/agreement revenue	468				
TOTAL		1,623	1,702	38,165,706	\$ 753,694

**Revenue other than water sales**

	Act #	revenues
Forfeited discounts	470	
Miscellaneous service revenues	471	\$ 4,107
Rents from water property	472	
Interdepartmental rents	473	
Other	474	\$ 50,964
Cross Connection sales & services revenues	475	\$ 33,355
Total		\$ 88,426

Total Operating Revenue

\$ 842,120

**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	1636.998824	31.92372312
Metered sales to COMMERCIAL customers	461.2	4267.170487	82.23447947
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**

Roats Water System Inc.

<b>Act #</b>		<b>Expense amount</b>
601	Salaries and Wages - employees	\$ 156,559
603	Salaries and Wages – officers, directors, and majority stockholders	\$ 124,812
604	Employee Pensions & Benefits	\$ 47,850
610	Purchased Water	
611	Telephone/Communications	\$ 7,523
615	Purchased Power	\$ 67,962
616	Fuel for Power Production	
617	Utilities - Other (garbage, natural gas)	\$ 9,809
618	Chemicals & testing	
619	Office Supplies (excluding postage)	\$ 10,377
619.1	Postage	
620	Materials & Supplies (O&M)	\$ 10,711
621	Repairs of Water Plant	\$ 5,565
631	Contractual Services - engineering	\$ 3,806
632	Contractual Services - accounting	\$ 8,058
633	Contractual Services - legal	\$ 1,001
634	Contractual Services - management	
635	Contractual Services – testing / sampling	\$ 1,115
636	Contractual Services – labor	\$ 489
637	Contractual Services - billing/collections	\$ 12,274
638	Contractual Services - meter reading	
639	Contractual Services - other	\$ 7,664
641	Rental of Building / Real Property	\$ 67,500
642	Rental of Equipment	
643	Small Tools	\$ 1,399
648	Computer and electronic Expenses	\$ 7,582
650	Transportation Expenses	\$ 40,245
656	Insurance - Vehicle	\$ 10,877
657	Insurance – General Liability	\$ 16,929
658	Insurance – Workman’s Compensation	\$ 3,834
659	Insurance – Other	\$ 85
660	Public Relation / Advertising Expense	\$ 80
666	Amortization of Rate Case Expense	
667	Regulatory Commission Fee (Gross Rev Fee)	\$ 2,412
668	Conservation Expense	
670	Bad Debt Expense	
671.1	Cross Connection Control Program Expense	\$ 3,380
671.2	Cross Connection Testing & Maintenance Services	
673	Training & Certification Expense	\$ 3,166
674	Consumer Confidence Report	
675	Miscellaneous Expense	\$ 8,547
	<b>TOTAL</b>	<b>\$ 641,611</b>

**Plant**

Roats Water System Inc.

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

<b>Act #</b>		<b>Beg Year Balance</b>	<b>Added during year</b>	<b>Retired during year</b>	<b>Adjustments</b>	<b>End of year balance</b>
301	Organization					\$ -
302	Franchises					\$ -
303	Land & land rights	\$ 1,201				\$ 1,201
304	Structures & improvements	\$ 439,433				\$ 439,433
305	Collecting & impounding reservoirs					\$ -
306	Lake, river & other intakes					\$ -
307	Wells & springs	\$ 202,308				\$ 202,308
308	Infiltration galleries & tunnels					\$ -
309	Supply mains					\$ -
310	Power generation equipment					\$ -
311	Pumping equipment	\$ 209,555	\$ 2,861			\$ 212,416
320	Water treatment equipment	\$ 400				\$ 400
330	Distribution reservoirs & standpipes	\$ 377,146	\$ 12,566			\$ 389,712
331	Transmission & distribution mains	\$ 1,959,041	\$ 17,960			\$ 1,977,001
333	Services	\$ 45,264				\$ 45,264
334	Meters & meter installations	\$ 291,507				\$ 291,507
335	Hydrants	\$ 2,500				\$ 2,500
336	Backflow prevention devices (utility owned)					\$ -
339	Other plant & miscellaneous equipment	\$ 63,201				\$ 63,201
340	Office furniture & equipment	\$ 39,423				\$ 39,423
341	Transportation equipment	\$ 275,350	\$ 50,035	\$ 50,362		\$ 275,023
343	Tools, shop & garage equipment	\$ 11,105	\$ 1,411			\$ 12,516
344	Laboratory equipment					\$ -
345	Power operated equipment	\$ 313,263	\$ 40,300			\$ 353,563
346	Communication equipment	\$ 3,574				\$ 3,574
347	Electronic & computer equipment	\$ 31,145				\$ 31,145
348	Miscellaneous equipment	\$ 117,805				\$ 117,805
	<b>TOTAL</b>	<b>\$ 4,383,221</b>	<b>\$ 125,133</b>	<b>\$ 50,362</b>	<b>\$ -</b>	<b>\$ 4,457,992</b>

Explanation of unusual changes in utility plant during the year:

Roats Water System Inc.

**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	\$ 1,919,995
Added during the year:	
Capacity charge	
Main line extension charges	
Customer connection charges	\$ 32,360
Developer's property	
Other	
Retired during the year	\$ (943)
End of year balance	\$ 1,951,412

**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**

Roats 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		\$ -			\$ -	
305	Collecting & impounding reservoirs		\$ -			\$ -	
306	Lake, river & other intakes		\$ -			\$ -	
307	Wells & springs		\$ -			\$ -	
308	Infiltration galleries & tunnels		\$ -			\$ -	
309	Supply mains		\$ -			\$ -	
310	Power generation equipment		\$ -			\$ -	
311	Pumping equipment		\$ -			\$ -	
320	Water treatment equipment		\$ -			\$ -	
330	Distribution reservoirs & standpipes		\$ -			\$ -	
331	Transmission & distribution mains		\$ -			\$ -	
333	Services		\$ -			\$ -	
334	Meters & meter installations		\$ -			\$ -	
335	Hydrants		\$ -			\$ -	
336	Backflow prevention devices (utility owned)		\$ -			\$ -	
339	Other plant & miscellaneous equipment		\$ -			\$ -	
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	\$ 90,466	\$ 2,014,166	\$ 90,466	\$ 50,362	\$ 8,230	\$ 2,062,500
	TOTAL	\$ 90,466	\$ 2,014,166	\$ 90,466	\$ 50,362	\$ 8,230	\$ 2,062,500

\*Explanation of any adjustments made:

Detail available upon request - CIAC depreciation add back is \$8,230

## Retained Earnings

Roats Water System Inc.

215	Unappropriated Retained Earnings (beginning of year balance)	\$	(530,322)
435	Balance transferred from income	\$	(64,154)
436	Appropriations of Retained Earnings	\$	-
437	Preferred Stock dividends declared	\$	-
438	Common Stock dividends declared	\$	-
439	Adjustments to Retained Earnings*		
215	Unappropriated Retained Earnings (as of year end)	\$	(594,476)

Explanation of any adjustments made to Retained Earnings

--

Other Accounts

Roats 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)

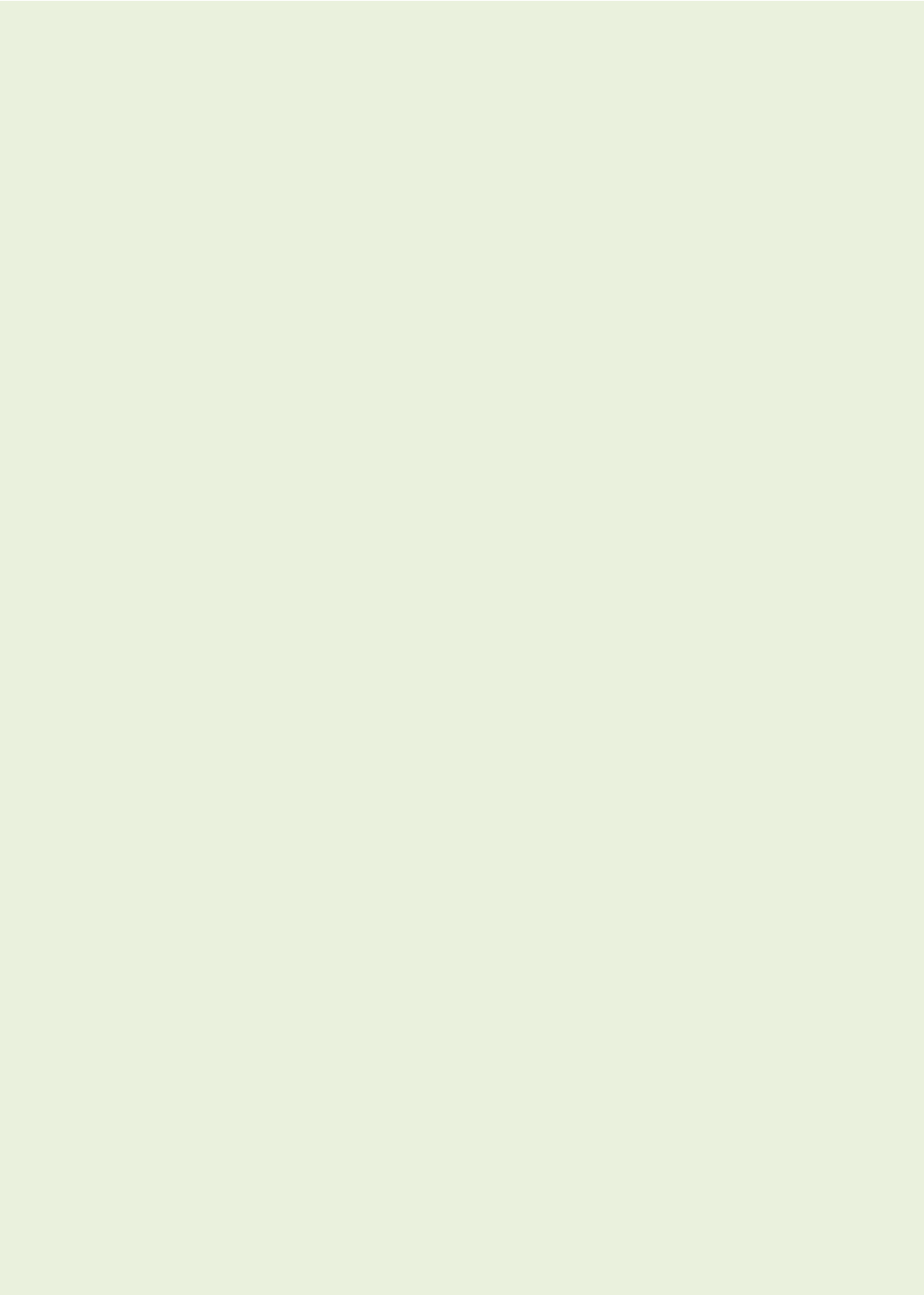
Utility Plant		
101	Utility Plant in Service	\$ 4,457,992
102	Utility Plant Leased to Others	
103	Property Held for Future Use	
104	Utility Plant Purchased or Sold	
105	Construction Work in Progress - Commission Approved	
108	Accumulated Depreciation of Utility Plant in Service	\$ 2,062,500
110	Accumulated 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	\$ 447,871
132	Special Deposits	
134	Working Funds	
135	Temporary Cash Investments	
141	Customer Accounts Receivable	\$ 98,587
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	\$ 25,000
162	Prepayments	\$ 13,293
171	Accrued Interest Receivable	
174	Miscellaneous Current and Accrued Assets	
Deferred Debits		
181	Unamortized Debt Discount and Expense	
182	Extraordinary Property Losses	
186	Miscellaneous Deferred Debits	
190	Accumulated Deferred Income Taxes	
EQUITY, LIABILITIES, AND OTHER CREDITS (201-283)		
Equity		
201	Common Stock Issued	\$ -
204	Preferred Stock Issued	\$ -
207	Premium on Capital Stock	
211	Paid in Capital	\$ 6,878
212	Discount on Capital Stock	
213	Capital Stock Expense	
214	Appropriated Retained Earnings	
215	Unappropriated Retained Earnings	\$ (594,476)
216	Reacquired Capital Stock	
218	Proprietary Capital	
Long Term Debt		
221	Bonds	
223	Advances from Associated Companies	
224	Other Long-Term Debt	\$ 409,162
Current and Accrued Liabilities		
231	Accounts Payable	\$ 21,795
232	Notes Payable	
233	Accounts Payable to Associated Companies	
234	Notes Payable to Associated Companies	
235	Customer Deposits	\$ 1,953
236	Accrued Taxes	\$ (5,433)
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	\$ 1,951,412
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	\$ 1,201
304	Structures and Improvements	\$ 439,433
305	Collecting and Impounding Reservoirs	\$ -
306	Lakes, River and Other Intakes	\$ -
307	Wells and Springs	\$ 202,308
308	Infiltration Galleries and Tunnels	\$ -
309	Supply Mains	\$ -
310	Power Generation Equipment	\$ -
311	Pumping Equipment	\$ 212,416
320	Water Treatment Equipment	\$ 400
330	Distribution Reservoirs and Standpipes	\$ 389,712
331	Transmission and Distribution Mains	\$ 1,977,001
333	Services	\$ 45,264
334	Meters and Meter Installations	\$ 291,507
335	Hydrants	\$ 2,500
336	Backflow Prevention Devices	\$ -
339	Other Plant and Miscellaneous Equipment	\$ 63,201
340	Office Furniture and Equipment	\$ 39,423
341	Transportation Equipment	\$ 275,023
343	Tools, Shop and Garage Equipment	\$ 12,516
344	Laboratory Equipment	\$ -

INCOME ACCOUNTS (404-434)		
Utility Operating Income		
400	Operating Revenue	\$ 842,120
401	Operating Expenses	\$ 641,611
403	Depreciation Expense	\$ 90,466
406	Amortization of Utility Plant Acquisition Adjustment	
407	Amortization Expense (no CIAC)	
408	Taxes Other than Income	\$ 34,903
409	Income Taxes	\$ 1,027
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	\$ 9,959
428	Amortization of Debt Discount and Expense	
429	Amortization of Premium on Debt	
Retained Earnings Account (435-439)		
435	Balance Transferred from Income	\$ 64,154
436	Appropriations of Retained Earnings	
437	Preferred Stock Dividends Declared	\$ -
438	Common Stock Dividends Declared	\$ -
439	Adjustment to Retained Earnings	\$ -
OPERATING REVENUE ACCOUNTS (460-475)		
460	Unmetered Water Revenue	\$ -
461.1	Metered Sales to Residential Customers	\$ 570,030
461.2	Metered Sales to Commercial Customers	\$ 172,199
461.3	Metered Sales to Industrial Customers	\$ -
461.4	Metered Sales to Public Authorities	\$ -
461.5	Metered Sales to Multiple Family Dwellings	\$ -
462.1	Public Fire Protection	\$ -
462.2	Private Fire Protection	\$ 11,018
464	Other Sales to Public Authorities	\$ -
465	Sales to Irrigation Customers	\$ -
466	Sales for Resale	\$ 447
467	Interdepartmental Sales	\$ -
468	Special Contract/Agreement Revenue	\$ -
470	Forfeited Discounts	\$ -
471	Miscellaneous Service Revenues	\$ 4,107
472	Rents From Water Property	\$ -
473	Interdepartmental Rents	\$ -
474	Other Water Revenues	\$ 50,964
475	Cross Connection Sales & Services Revenues	\$ 33,355
OPERATION AND MAINTENANCE EXPENSE ACCOUNTS (601-675)		
Source of Supply and Expenses		
601	Salaries and Wages - Employees	\$ 156,559
603	Salaries and Wages - Officers, Directors and Majority Stockholders	\$ 124,812
604	Employee Pensions and Benefits	\$ 47,850
610	Purchased Water	\$ -
611	Telephone/Communications	\$ 7,523
615	Purchased Power	\$ 67,962
616	Fuel for Power Production	\$ -
617	Utilities - Other	\$ 9,809
618	Chemicals & testing	\$ -
619	Office Supplies (excluding postage)	\$ 10,377
619.1	Postage	\$ -
620	Materials and Supplies	\$ 10,711
621	Repairs to Water Plant	\$ 5,565
631	Contractual Services - Engineering	\$ 3,806
632	Contractual Services - Accounting	\$ 8,058
633	Contractual Services - Legal	\$ 1,001
634	Contractual Services - Management Fees	\$ -
635	Contractual Services - Testing/Sampling	\$ 1,115
636	Contractual Services - Other	\$ 489
637	Contractual Services - Billing/Collections	\$ 12,274
638	Contractual Services - Meter Reading	\$ -
639	Contractual Services - Other	\$ 7,664
641	Rental of Building/Real Property	\$ 67,500
642	Rental of Equipment	\$ -
643	Small Tools	\$ 1,399
648	Computer & Electronic Expenses	\$ 7,582
650	Transportation Expenses	\$ 40,245
656	Insurance - Vehicle	\$ 10,877
657	Insurance - General Liability	\$ 16,929
658	Insurance - Workman's Compensation	\$ 3,834
659	Insurance - Other	\$ 85
660	Public Relations / Advertising Expense	\$ 80
666	Regulatory Commission Expense - Amortization of Rate Case Expense	\$ -
667	Regulatory Commission Expense - Other	\$ 2,412
668	Water Resource Conservation Expense	\$ -
670	Bad Debt Expense	\$ -
671.1	Cross Connection Control Program Expense	\$ 3,380
671.2	Cross Connection Testin & Maintenance Services	\$ -
672	System Capacity Development Program Expense	\$ -
673	Training & Certification Expense	\$ 3,166
674	Consumer Confidence Report	\$ -
675	Miscellaneous Expenses	\$ 8,547

**Notes**

Roats Water System Inc.

Notes and explanations:



## Income Statement

Roats Water System Inc.

400 Operating Revenue	\$ 842,120
401 Operating Expenses	\$ 641,611
403 Depreciation Expense	\$ 90,466
406 Amortization of Utility Plant Acquisition Adjustment	\$ -
407 Amortization Expense	\$ -
408 Taxes Other Than Income Taxes (total)	\$ 34,903
409 Income Taxes	\$ 1,027
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	\$ 9,959
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	\$ 64,154
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	\$ 64,154



Balance Sheet

Roats Water System Inc.

101 Utility Plant in Service (excluding CIAC)	\$	4,457,992
108-110 Accumulated Depreciation & Amortization	\$	2,062,500
Subtotal	\$	2,395,492
102-104 Other Utility Plant	\$	-
105 Commission Approved Construction Work in Progress (CWIP)	\$	-
114 Commission Approved Utility Plant Acquisition Adjustments	\$	-
115 Accumulated Amortization of Commission Approved Acquisition Adjustments	\$	-
190 Accumulated Deferred Income Taxes (asset)	\$	-
Subtotal	\$	-
Net Utility Plant	\$	2,395,492
131 Cash	\$	447,871
132 Special Deposits	\$	-
141-142 Accounts Receivable	\$	98,587
143 Accumulated Provision for Uncollectible Accounts	\$	-
144 Notes Receivable	\$	-
145-146 Accounts & Notes Receivable from Associated Companies	\$	-
151 Materials & Supplies Inventory	\$	25,000
133-135 & 162-174 Miscellaneous Current & Accrued Assets & Prepayments	\$	13,293
Net Current & Accrued Assets	\$	584,751
181-186 Deferred Debits	\$	-
Total Assets	\$	2,980,243
252 Advances for Construction	\$	-
271 CIAC	\$	1,951,412
272 Accumulated Amortization of CIAC	\$	-
Net CIAC & Advances for Construction	\$	1,951,412
121 Nonutility Property	\$	-
122 Accumulated Depreciation & Amortization (Nonutility)	\$	-
123-127 Miscellaneous Nonutility Investments	\$	-
Nonutility Plant & Investment	\$	-
221-224 Long-Term Debt	\$	409,162
231 Accounts Payable	\$	21,795
232 Notes Payable	\$	-
233 Accounts Payable to Affiliated Companies	\$	-
234 Notes Payable to Affiliated companies	\$	-
235 Customer Deposits	\$	1,953
236 Accrued Taxes	\$	(5,433)
237 Accrued Interest	\$	-
238-241 Miscellaneous Current and Accrued Liabilities	\$	-
Liabilities	\$	427,477
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	\$	427,477
201 Common Stock Issued	\$	-
204 Preferred Stock Issued	\$	-
207 Premium on Capital Stock	\$	-
211 Other Paid in Capital	\$	6,878
212 Discount on Capital Stock	\$	-
213 Capital Stock Expense	\$	-
214 Appropriated Retained Earnings	\$	-
215 Unappropriated Retained Earnings	\$	594,476
216 Reacquired Capital Stock	\$	-
218 Proprietary Capital (Proprietorships & Partnerships Only)	\$	-
Total Equity	\$	601,354
Total Liabilities and Equity	\$	2,980,243

**Stats**

Roats Water System Inc.

**Operating Revenues**

Flat Rate	\$	-
Metered - Residential	\$	570,030
Metered - Commercial	\$	172,199
Irrigation (including golf courses)	\$	-
Fire Protection	\$	11,018
Other Sales of Water	\$	447
Other Operating Revenue	\$	88,426
<b>Total Operating Revenues</b>	\$	<b>842,120</b>

**Operating Expenses**

Purchased Water	\$	-
Purchased Power	\$	67,962
Water Treatment	\$	1,115
Supplies and Expenses	\$	204,456
Repairs of Plant	\$	5,565
Administrative & General	\$	362,513
<b>Total Operating Expenses</b>	\$	<b>641,611</b>

**Other Revenue Deductions**

Depreciation & Amortization	\$	90,466
Operating Income Taxes	\$	1,027
Other Operating Taxes	\$	34,903
Uncollectible Revenue/Bad Debt Expense	\$	-
<b>Total Revenue Deductions</b>	\$	<b>126,396</b>

**Total Expenses and Deductions**

	\$	768,007
--	----	---------

## Other Income

Interest on Long-Term Debt	\$	9,959
Other Interest Charges		
Other Income Deductions	\$	-
<b>Net Operating Income (or Loss)</b>	\$	<b>64,154</b>

**Assets & Other Debits**

Utility Plant	\$	4,457,992
Less: Depreciation & Amortization Reserve	\$	2,062,500
Other Property & Investments	\$	447,871
Materials and Supplies	\$	25,000
Other Current & Accrued Assets	\$	111,880
Deferred Debits	\$	-
<b>Total Assets &amp; Other Debits</b>	\$	<b>2,980,243</b>

**Liabilities & Other Credits**

Capital/Common Stock	\$	6,878
Retained Earnings	\$	594,476
Long-Term Debt	\$	409,162
Customer Deposits	\$	1,953
Other Current & Accrued Liabilities	\$	16,362
Advances for Construction	\$	-
Other Deferred Credits	\$	-
Contributions in Aid of Construction	\$	1,951,412
Accumulated Deferred Income Taxes	\$	-
<b>Total Liabilities &amp; Other Credits</b>	\$	<b>2,980,243</b>

**Average Number of Customers**

Flat Rate	-
Metered - Residential	1,526
Metered - Commercial	176
Irrigation (including golf courses)	-
Fire Protection	-
Other	-
<b>Total Customers</b>	<b>1,702</b>