



e-FILING REPORT COVER SHEET

COMPANY NAME: WILLAMETTE WATER COMPANY

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

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

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

Report is required by: OAR
 Statute
 Order

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

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

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

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

PUC ANNUAL REPORT

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

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



ANNUAL RESULTS OF OPERATIONS REPORT

COMPANY SIZE (based on Annual Revenue)

Class B Water Utility
(Annual Gross Revenue between \$200,000 and \$999,999)

FOR THE CALENDAR YEAR

2019

COMPANY NAME

WILLAMETTE WATER COMPANY

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

INSTRUCTIONS

WILLAMETTE WATER COMPANY

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

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

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

OATH

WILLAMETTE WATER COMPANY

Complete Address of Reporting Utility

Line 1:	25275 Loten Way
Line 2:	P.O. Box 876
City:	Veneta
State:	Oregon
Zip:	97487
phone:	541-935-1050
email:	jeffd@frllc.com
fax:	541-935-1990
website:	

Name and title of person responsible for report

Name:	Jeff Demers
Title:	Secretary
Phone:	541-935-1050
Email:	jeffd@frllc.com

Oath & Signature

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

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

WILLAMETTE WATER COMPANY

Provide the following information for the contact person regarding this report

Name:	Jeff Demers
Address:	P.O. Box 876, Veneta, Oregon 97487
Phone:	541-935-1050
Email:	jeffd@frllc.com

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

Name:	Jeff Demers
Address:	P.O. Box 876, Veneta, Oregon 97487
Phone:	541-935-1050
Email:	jeffd@frllc.com

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):

2/11/1964

Provide the following information for all utility officers and directors

Name	Title	Phone #	Email
Greg Demers	President	541-935-1050	gd9825@aol.com
Jeff Demers	Secretary	541-935-1050	jeffd@frllc.com

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

Name	Title	Phone #	Email
Delap	Tax Accountant	503-697-4118	
Larry Gildea	Legal Counsel	541-342-1771	

ORGANIZATION

WILLAMETTE WATER COMPANY

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	Gregory Demers
	Title	President
	Address	25275 Loten Way, Veneta, Or 97487
	# shares owned	2,070.50
2	Name of stockholder/director/officer	Melvin M McDougal
	Title	
	Address	P.O. Box 670, Creswell, Or 97426
	# shares owned	2,070.50
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	4141	N/A
# shares issued at year end	51712	
Par or stated value per share:	\$ 1.0000	
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
Frontier Resources, LLC	Management Contract	9/20/2007	\$ 86,313
			\$ 86,313
TOTAL			\$ (86,313)

Explanations or Notes

Financial and operational management service, facilities including office rent, phone, utilities, transportation, etc.

REVENUES

WILLAMETTE WATER COMPANY

gal or cf

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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	99	99	12,662	\$ 95,799
Metered sales to COMMERCIAL customers	461.2	50	50	11,287	\$ 80,669
Metered sales to INDUSTRIAL customers	461.3	9	9	7,996	\$ 85,992
Other metered sales to public authorities	461.4				
Metered sales to multiple family dwellings	461.5				
Public fire protection revenue	462.1	1	1	-	
Private fire protection revenue	462.2	8	8	-	\$ 4,011
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	1	1	307	\$ 2,322
TOTAL		168	168	32,252	\$ 268,794

Revenue other than water sales

	Act #	revenues
Forfeited discounts	470	
Miscellaneous service revenues	471	\$ 265
Rents from water property	472	
Interdepartmental rents	473	
Other	474	
Cross Connection sales & services revenues	475	
Total		\$ 265

Total Operating Revenue

\$ 269,059

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	10.65824916	80.63876263
Metered sales to COMMERCIAL customers	461.2	18.81166667	134.4487667
Metered sales to INDUSTRIAL customers	461.3	74.03703704	796.2258333
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		41.78625
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	25.58333333	193.5358333

TAXES AND PROPERTY SALES

Act # TAXES OTHER THAN INCOME TAX

408.11	Property Tax	
408.12	Payroll Tax	
408.13	Other Tax Other Than Income Tax	
408.2	Nonutility Taxes Other Than Income Tax	
TOTAL		\$ -

Act # INCOME TAXES

409.1	Federal Income Tax	
409.11	State Income Tax	\$ 150
409.13	Other Income Tax	
409.2	Nonutility Income Tax	
TOTAL		\$ 150

Act # DEFERRED AND PROVISION FOR DEFERRED INCOME TAXES

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

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

Description	Amount
Total	\$ -

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	\$ 126,711
611	Telephone/Communications	\$ 1,775
615	Purchased Power	
616	Fuel for Power Production	
617	Utilities - Other (garbage, natural gas)	
618	Chemicals & testing	
619	Office Supplies (excluding postage)	\$ 207
619.1	Postage	\$ 1,034
620	Materials & Supplies (O&M)	\$ 22
621	Repairs of Water Plant	\$ 934
631	Contractual Services - engineering	
632	Contractual Services - accounting	\$ 2,000
633	Contractual Services - legal	\$ 127
634	Contractual Services - management	\$ 98,313
635	Contractual Services – testing / sampling	\$ 765
636	Contractual Services – labor	\$ 19,579
637	Contractual Services - billing/collections	
638	Contractual Services - meter reading	\$ 960
639	Contractual Services - other	
641	Rental of Building / Real Property	
642	Rental of Equipment	
643	Small Tools	\$ 100
648	Computer and electronic Expenses	\$ 465
650	Transportation Expenses	
656	Insurance - Vehicle	
657	Insurance – General Liability	\$ 2,167
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)	\$ 902
668	Conservation Expense	
670	Bad Debt Expense	\$ 265
671.1	Cross Connection Control Program Expense	\$ 75
671.2	Cross Connection Testing & Maintenance Services	
673	Training & Certification Expense	
674	Consumer Confidence Report	\$ 225
675	Miscellaneous Expense	\$ 630
	TOTAL	\$ 257,256

PLANT

WILLAMETTE WATER COMPANY

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

Act #		Beg Year Balance	Added during year	Retired during year	Adjustments	End of year balance
301	Organization					\$ -
302	Franchises					\$ -
303	Land & land rights	\$ 633,013	\$ -			\$ 633,013
304	Structures & improvements					\$ -
305	Collecting & impounding reservoirs					\$ -
306	Lake, river & other intakes					\$ -
307	Wells & springs					\$ -
308	Infiltration galleries & tunnels					\$ -
309	Supply mains	\$ 120,680				\$ 120,680
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	\$ 13,891	\$ 154			\$ 14,045
335	Hydrants	\$ 11,170	\$ 8,210			\$ 19,380
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 equipment					\$ -
347	Electronic & computer equipment					\$ -
348	Miscellaneous equipment					\$ -
	TOTAL	\$ 778,754	\$ 8,364	\$ -	\$ -	\$ 787,118

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	\$ 68
Subtractions during year	
End of year balance	\$ 68

Contributions in Aid of Construction

Beg of year balance	\$ 683,513
Added during the year:	
Capacity charge	
Main line extension charges	
Customer connection charges	\$ 448
Developer's property	
Other	
Retired during the year	
End of year balance	\$ 683,961

Accumulated Amortization of CIAC

Beg of year balance	\$ 488,494
Add CIAC amortized during year	\$ 13,800
Subtract effects of CIAC disposals	
+/- other adjustments*	
Change in Accumulated Amortization during the year	\$ 13,800
End of year balance	\$ 502,294

* Explain any adjustments:

DEPRECIATION

WILLAMETTE WATER COMPANY

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	\$ 2,413	\$ 73,440	\$ 2,413		\$ 75,853
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	\$ 379	\$ 7,595	\$ 379		\$ 7,974
335	Hydrants	\$ 223	\$ 2,216	\$ 223		\$ 2,439
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		\$ -			\$ -
	TOTAL	\$ 3,015	\$ 83,251	\$ 3,015	\$ -	\$ 86,266

*Explanation of any adjustments made:

RETAINED EARNINGS

WILLAMETTE WATER COMPANY

215	Unappropriated Retained Earnings (beginning of year balance)	\$	(529,030)
435	Balance transferred from income	\$	(50,092)
436	Appropriations of Retained Earnings	\$	-
437	Preferred Stock dividends declared	\$	-
438	Common Stock dividends declared	\$	-
439	Adjustments to Retained Earnings*	\$	(201,897)
215	Unappropriated Retained Earnings (as of year end)	\$	(781,019)

* Explanation of any adjustments made to Retained Earnings

CPA adjusted the Retained Earnings to agree with the tax return.

OTHER ACCOUNTS

WILLAMETTE WATER COMPANY

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	\$ 787,118
102	Utility Plant Leased to Others	
103	Property Held for Future Use	
104	Utility Plant Purchased or Sold	
Construction Work in Progress - Commission Approved		
108	Accumulated Depreciation of Utility Plant in Service	\$ 86,266
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	\$ 22,765
122	Accumulated Depreciation and Amortization of Nonutility Property	\$ 18,475
123	Investment in Associated Companies	
124	Utility Investments	
125	Other Investments	
127	Other Special Funds	

Current & Accrued Assets		
131	Cash	\$ 7,916
132	Special Deposits	
134	Working Funds	
135	Temporary Cash Investments	
141	Customer Accounts Receivable	\$ 19,978
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	\$ 17,550
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	\$ 51,712
204	Preferred Stock Issued	\$ -
207	Premium on Capital Stock	
211	Paid in Capital	\$ 386,464
212	Discount on Capital Stock	
213	Capital Stock Expense	
214	Appropriated Retained Earnings	
215	Unappropriated Retained Earnings	\$ (781,019)
216	Reacquired Capital Stock	
218	Proprietary Capital	

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

Current and Accrued Liabilities		
231	Accounts Payable	\$ 7,591
232	Notes Payable	\$ 692,633
233	Accounts Payable to Associated Companies	
234	Notes Payable to Associated Companies	
235	Customer Deposits	\$ 6,676
236	Accrued Taxes	
237	Accrued Interest	\$ 200,504
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	\$ 68
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	\$ 683,961
272	Accumulated Amortization of CIAC	\$ 502,294

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	\$ 633,013
304	Structures and Improvements	\$ -
305	Collecting and Impounding Reservoirs	\$ -
306	Lakes, River and Other Intakes	\$ -
307	Wells and Springs	\$ -
308	Infiltration Galleries and Tunnels	\$ -
309	Supply Mains	\$ 120,680
310	Power Generation Equipment	\$ -
311	Pumping Equipment	\$ -
320	Water Treatment Equipment	\$ -
330	Distribution Reservoirs and Standpipes	\$ -
331	Transmission and Distribution Mains	\$ -
333	Services	\$ -
334	Meters and Meter Installations	\$ 14,045
335	Hydrants	\$ 19,380
336	Backflow Prevention Devices	\$ -
339	Other Plant and Miscellaneous Equipment	\$ -
340	Office Furniture and Equipment	\$ -
341	Transportation Equipment	\$ -
343	Tools, Shop and Garage Equipment	\$ -
344	Laboratory Equipment	\$ -

345	Power Operated Equipment	\$ -
346	Communication Equipment	\$ -
347	Computer & electronic Equipment	\$ -
348	Miscellaneous Equipment	\$ -

INCOME ACCOUNTS (404-434)

Utility Operating Income		
400	Operating Revenue	\$ 269,059
401	Operating Expenses	\$ 257,256
403	Depreciation Expense	\$ 3,015
406	Amortization of Utility Plant Acquisition Adjustment	
407	Amortization Expense (no CIAC)	\$ 32,984
408	Taxes Other than Income	\$ -
409	Income Taxes	\$ 150
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	\$ 39,547
428	Amortization of Debt Discount and Expense	
429	Amortization of Premium on Debt	

Retained Earnings Account (435-439)		
435	Balance Transferred from Income	\$ (50,092)
436	Appropriations of Retained Earnings	
437	Preferred Stock Dividends Declared	\$ -
438	Common Stock Dividends Declared	\$ -
439	Adjustment to Retained Earnings	\$ (201,897)

OPERATING REVENUE ACCOUNTS (460-475)		
460	Unmetered Water Revenue	\$ -
461.1	Metered Sales to Residential Customers	\$ 95,799
461.2	Metered Sales to Commercial Customers	\$ 80,669
461.3	Metered Sales to Industrial Customers	\$ 85,992
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	\$ 4,011
464	Other Sales to Public Authorities	\$ -
465	Sales to Irrigation Customers	\$ -
466	Sales for Resale	\$ -
467	Interdepartmental Sales	\$ -
468	Special Contract/Agreement Revenue	\$ 2,322
470	Forfeited Discounts	\$ -
471	Miscellaneous Service Revenues	\$ 265
472	Rents From Water Property	\$ -
473	Interdepartmental Rents	\$ -
474	Other Water Revenues	\$ -
475	Cross Connection Sales & Services Revenues	\$ -

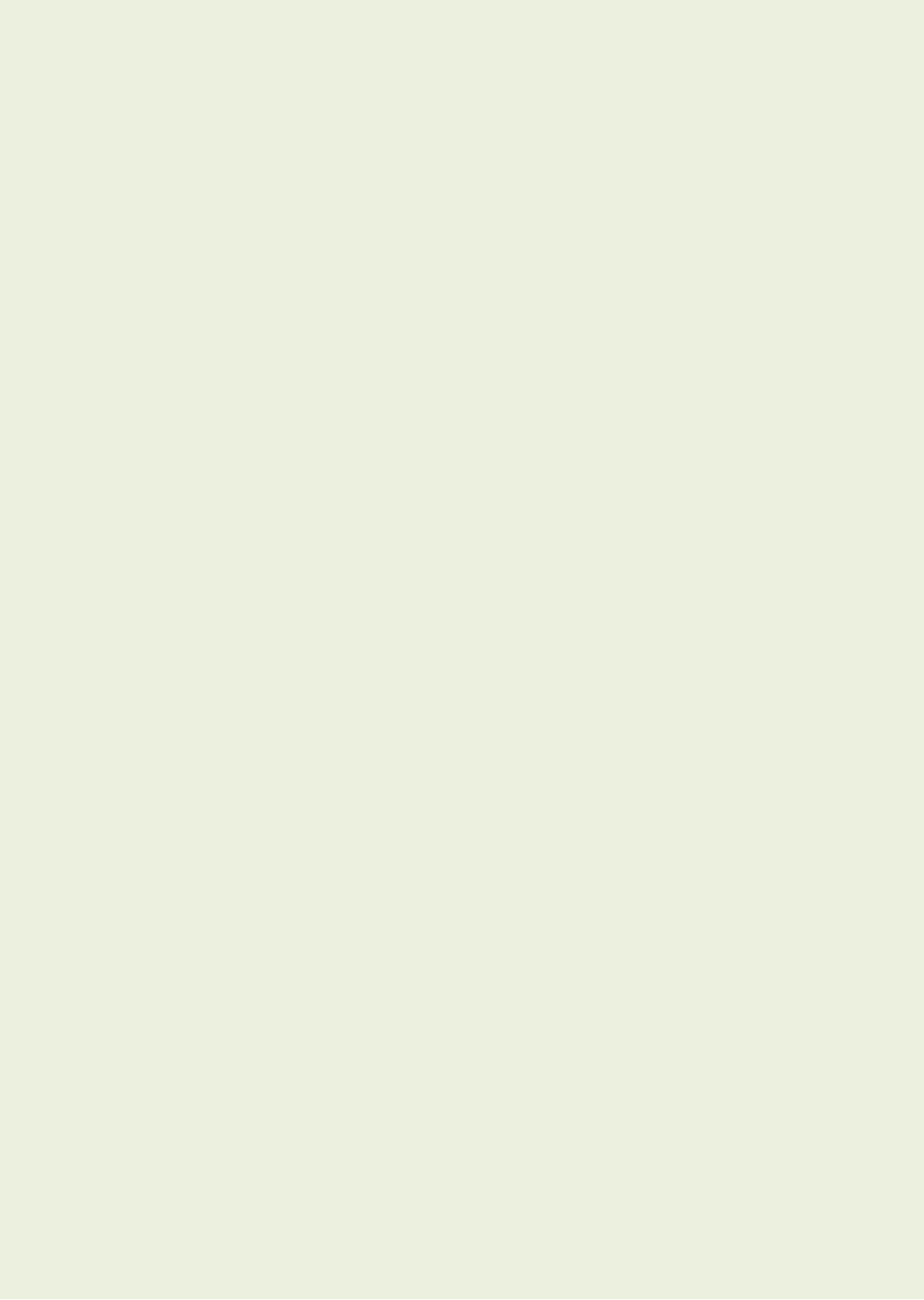
OPERATION AND MAINTENANCE EXPENSE ACCOUNTS (601-675)

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	\$ 126,711
611	Telephone/Communications	\$ 1,775
615	Purchased Power	\$ -
616	Fuel for Power Production	\$ -
617	Utilities - Other	\$ -
618	Chemicals & testing	\$ -
619	Office Supplies (excluding postage)	\$ 207
619.1	Postage	\$ 1,034
620	Materials and Supplies	\$ 22
621	Repairs to Water Plant	\$ 934
631	Contractual Services - Engineering	\$ -
632	Contractual Services - Accounting	\$ 2,000
633	Contractual Services - Legal	\$ 127
634	Contractual Services - Management Fees	\$ 98,313
635	Contractual Services - Testing/Sampling	\$ 765
636	Contractual Services - Other	\$ 19,579
637	Contractual Services - Billing/Collections	\$ -
638	Contractual Services - Meter Reading	\$ 960
639	Contractual Services - Other	\$ -
641	Rental of Building/Real Property	\$ -
642	Rental of Equipment	\$ -
643	Small Tools	\$ 100
648	Computer & Electronic Expenses	\$ 465
650	Transportation Expenses	\$ -
656	Insurance - Vehicle	\$ -
657	Insurance - General Liability	\$ 2,167
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	\$ 902
668	Water Resource Conservation Expense	\$ -
670	Bad Debt Expense	\$ 265
671.1	Cross Connection Control Program Expense	\$ 75
671.2	Cross Connection Testin & Maintenance Services	\$ -
672	System Capacity Development Program Expense	\$ -
673	Training & Certification Expense	\$ -
674	Consumer Confidence Report	\$ 225
675	Miscellaneous Expenses	\$ 630

NOTES

WILLAMETTE WATER COMPANY

Notes and explanations:



INCOME STATEMENT

WILLAMETTE WATER COMPANY

400 Operating Revenue	\$ 269,059
401 Operating Expenses	\$ 257,256
403 Depreciation Expense	\$ (10,785)
406 Amortization of Utility Plant Acquisition Adjustment	\$ -
407 Amortization Expense	\$ 32,984
408 Taxes Other Than Income Taxes (total)	\$ -
409 Income Taxes	\$ 150
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	\$ 39,547
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	\$ (50,092)
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	\$ (50,092)

BALANCE SHEET

WILLAMETTE WATE

Please do not submit to PUC until figures are balanced.

101 Utility Plant in Service (excluding CIAC)	\$	787,118
108-110 Accumulated Depreciation & Amortization	\$	86,266
Subtotal	\$	700,852
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	\$	700,852
131 Cash	\$	7,916
132 Special Deposits	\$	-
141-142 Accounts Receivable	\$	19,978
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	\$	17,550
Net Current & Accrued Assets	\$	45,444
181-186 Deferred Debits	\$	-
Total Assets	\$	746,296
252 Advances for Construction	\$	68
271 CIAC	\$	683,961
272 Accumulated Amortization of CIAC	\$	502,294
Net CIAC & Advances for Construction	\$	181,735
121 Nonutility Property	\$	22,765
122 Accumulated Depreciation & Amortization (Nonutility)	\$	18,475
123-127 Miscellaneous Nonutility Investments	\$	-
Nonutility Plant & Investment	\$	4,290
221-224 Long-Term Debt	\$	-
231 Accounts Payable	\$	7,591
232 Notes Payable	\$	692,633
233 Accounts Payable to Affiliated Companies	\$	-
234 Notes Payable to Affiliated companies	\$	-
235 Customer Deposits	\$	6,676
236 Accrued Taxes	\$	-
237 Accrued Interest	\$	200,504
238-241 Miscellaneous Current and Accrued Liabilities	\$	-
Liabilities	\$	907,404
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	\$	907,404
201 Common Stock Issued	\$	51,712
204 Preferred Stock Issued	\$	-
207 Premium on Capital Stock	\$	-
211 Other Paid in Capital	\$	386,464
212 Discount on Capital Stock	\$	-
213 Capital Stock Expense	\$	-
214 Appropriated Retained Earnings	\$	-
215 Unappropriated Retained Earnings	\$	(781,019)
216 Reacquired Capital Stock	\$	-
218 Proprietary Capital (Proprietorships & Partnerships Only)	\$	-
Total Equity	\$	(342,843)
Total Liabilities and Equity	\$	746,296

STATS

WILLAMETTE WATER COMPANY

Operating Revenues

Flat Rate	\$	-
Metered - Residential	\$	95,799
Metered - Commercial	\$	166,662
Irrigation (including golf courses)	\$	-
Fire Protection	\$	4,011
Other Sales of Water	\$	2,322
Other Operating Revenue	\$	265
Total Operating Revenues	\$	<u>269,059</u>

Operating Expenses

Purchased Water	\$	126,711
Purchased Power	\$	-
Water Treatment	\$	765
Supplies and Expenses	\$	7,602
Repairs of Plant	\$	934
Administrative & General	\$	121,244
Total Operating Expenses	\$	<u>257,256</u>

Other Revenue Deductions

Depreciation & Amortization	\$	22,199
Operating Income Taxes	\$	150
Other Operating Taxes	\$	-
Uncollectible Revenue/Bad Debt Expense	\$	265

Total Revenue Deductions \$ 22,614

Total Expenses and Deductions \$ 279,870

Other Income	\$	-
Interest on Long-Term Debt		
Other Interest Charges	\$	39,547
Other Income Deductions	\$	-
Net Operating Income (or Loss)	\$	<u>(50,357)</u>

Assets & Other Debits

Utility Plant	\$	787,118
Less: Depreciation & Amortization Reserve	\$	86,266
Other Property & Investments	\$	7,916
Materials and Supplies	\$	-
Other Current & Accrued Assets	\$	37,528
Deferred Debits	\$	-
Total Assets & Other Debits	\$	<u>746,296</u>

Liabilities & Other Credits

Capital/Common Stock	\$	438,176
Retained Earnings	\$	(781,019)
Long-Term Debt	\$	-
Customer Deposits	\$	6,676
Other Current & Accrued Liabilities	\$	900,727
Advances for Construction	\$	68
Other Deferred Credits	\$	-
Contributions in Aid of Construction	\$	181,735
Accumulated Deferred Income Taxes	\$	-
Total Liabilities & Other Credits	\$	<u>746,364</u>

Average Number of Customers

Flat Rate	-
Metered - Residential	99
Metered - Commercial	59
Irrigation (including golf courses)	-
Fire Protection	9
Other	1
Total Customers	<u>168</u>