



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](mailto: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

## **SELECT COMPANY SIZE (based on Annual Revenue)**

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

## **FOR THE CALENDAR YEAR**

2017

## **COMPANY NAME**

WILLAMETTE WATER COMPANY

## 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 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**

WILLAMETTE WATER COMPANY

**Complete Address of Reporting Utility**

Line 1:	25275 Loten Way
Line 2:	P.O. Box
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.
--

**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	0	
Par or stated value per share:	\$ 1.0000	
Dividends declared per share during the year:		

**Affiliates**

WILLAMETTE WATER COMPANY

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
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, phones, utilities, transportation, etc.

**Revenues**

WILLAMETTE WATER COMPANY

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	95	98	11,245	\$ 86,859
Metered sales to COMMERCIAL customers	461.2	47	47	11,074	\$ 79,595
Metered sales to INDUSTRIAL customers	461.3	9	9	9,701	\$ 91,543
Other metered sales to public authorities	461.4				
Metered sales to multiple family dwellings	461.5				
Public fire protection revenue	462.1	1	1		\$ 92
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				\$ 50
<b>TOTAL</b>		<b>160</b>	<b>163</b>	<b>32,020</b>	<b>\$ 262,150</b>

**Revenue other than water sales**

	Act #	revenues
Forfeited discounts	470	
Miscellaneous service revenues	471	\$ 272
Rents from water property	472	
Interdepartmental rents	473	
Other	474	
Cross Connection sales & services revenues	475	
<b>Total</b>		<b>\$ 272</b>

Total Operating Revenue

\$ 262,422

**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	9.710708117	75.0075734
Metered sales to COMMERCIAL customers	461.2	19.63475177	141.1264716
Metered sales to INDUSTRIAL customers	461.3	89.82407407	847.6191667
Other metered sales to public authorities	461.4		
Metered sales to multiple family dwellings	461.5		
Public fire protection revenue	462.1		7.625833333
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		



**Taxes & property sales**

WILLAMETTE WATER COMPANY

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**

## WILLAMETTE WATER COMPANY

<b>Act #</b>		<b>Expense amount</b>
601	Salaries and Wages - employees	
603	Salaries and Wages – officers, directors, and majority stockholders	
604	Employee Pensions & Benefits	
610	Purchased Water	\$ 119,241
611	Telephone/Communications	\$ 1,776
615	Purchased Power	
616	Fuel for Power Production	
617	Utilities - Other (garbage, natural gas)	
618	Chemicals & testing	
619	Office Supplies (excluding postage)	\$ 292
619.1	Postage	\$ 719
620	Materials & Supplies (O&M)	\$ 146
621	Repairs of Water Plant	\$ 1,627
631	Contractual Services - engineering	
632	Contractual Services - accounting	\$ 1,900
633	Contractual Services - legal	\$ 2,261
634	Contractual Services - management	\$ 86,313
635	Contractual Services – testing / sampling	\$ 755
636	Contractual Services – labor	\$ 18,886
637	Contractual Services - billing/collections	
638	Contractual Services - meter reading	\$ 860
639	Contractual Services - other	
641	Rental of Building / Real Property	
642	Rental of Equipment	
643	Small Tools	\$ 49
648	Computer and electronic Expenses	\$ 465
650	Transportation Expenses	
656	Insurance - Vehicle	
657	Insurance – General Liability	\$ 2,120
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)	\$ 812
668	Conservation Expense	
670	Bad Debt Expense	\$ 721
671.1	Cross Connection Control Program Expense	\$ 75
671.2	Cross Connection Testing & Maintenance Services	
673	Training & Certification Expense	
674	Consumer Confidence Report	\$ 250
675	Miscellaneous Expense	\$ 596
	<b>TOTAL</b>	<b>\$ 239,864</b>

**Plant**

WILLAMETTE WATER COMPANY

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	\$ 627,899	\$ 4,173			\$ 632,072
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	\$ 13,008	\$ 729			\$ 13,737
335	Hydrants	\$ 7,486				\$ 7,486
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		\$ 769,073	\$ 4,902	\$ -	\$ -	\$ 773,975

Explanation of unusual changes in utility plant during the year:

WILLAMETTE WATER COMPANY

**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	\$ 663,683
Added during the year:	
Capacity charge	
Main line extension charges	
Customer connection charges	\$ 1,549
Developer's property	
Other	
Retired during the year	
End of year balance	\$ 665,232

**Accumulated Amortization of CIAC**

Beg of year balance	\$ 461,055
Add CIAC amortized during year	\$ 13,640
Subtract effects of CIAC disposals	
+/- other adjustments*	
Change in Accumulated Amortization during the year	\$ 13,640
End of year balance	\$ 474,695

\* 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	\$ 68,614	\$ 2,413		\$ 71,027
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	\$ 344	\$ 6,878	\$ 344		\$ 7,222
335	Hydrants	\$ 150	\$ 1,916	\$ 150		\$ 2,066
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		\$ -			\$ -
	<b>TOTAL</b>	<b>\$ 2,907</b>	<b>\$ 77,408</b>	<b>\$ 2,907</b>	<b>\$ -</b>	<b>\$ 80,315</b>

\*Explanation of any adjustments made:

## Retained Earnings

### WILLAMETTE WATER COMPANY

215	Unappropriated Retained Earnings (beginning of year balance)	\$	(318,169)
435	Balance transferred from income	\$	(46,217)
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)	\$	(364,386)

Explanation of any adjustments made to Retained Earnings

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WILLAMETTE WATER COMPANY			
Other Accounts			
For account information not already entered, please enter amounts below, if applicable.			
Category	Act #	Act Name	
<b>ASSETS AND OTHER DEBITS (101-190)</b>			
Utility Plant			
	101	Utility Plant in Service	\$ 773,975
	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	\$ 80,315
	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	\$ 34,335
	132	Special Deposits	
	134	Working Funds	
	135	Temporary Cash Investments	
	141	Customer Accounts Receivable	\$ 20,280
	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	\$ 808
	162	Prepayments	\$ 1,060
	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	
<b>EQUITY, LIABILITIES, AND OTHER CREDITS (201-283)</b>			
Equity			
	201	Common Stock Issued	\$ 51,712
	204	Preferred Stock Issued	\$ -
	207	Premium on Capital Stock	
	211	Paid in Capital	
	212	Discount on Capital Stock	
	213	Capital Stock Expense	
	214	Appropriated Retained Earnings	
	215	Unappropriated Retained Earnings	\$ (364,386)
	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			
Other Accounts	231	Accounts Payable	\$ 7,203
	232	Notes Payable	\$ 692,633
	233	Accounts Payable to Associated Companies	
	234	Notes Payable to Associated Companies	
	235	Customer Deposits	\$ 3,514
	236	Accrued Taxes	
	237	Accrued Interest	\$ 132,921
	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	\$ 665,232
	272	Accumulated Amortization of CIAC	\$ 474,695
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	\$ 632,072
	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	\$ 13,737
	335	Hydrants	\$ 7,486
	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	\$ -



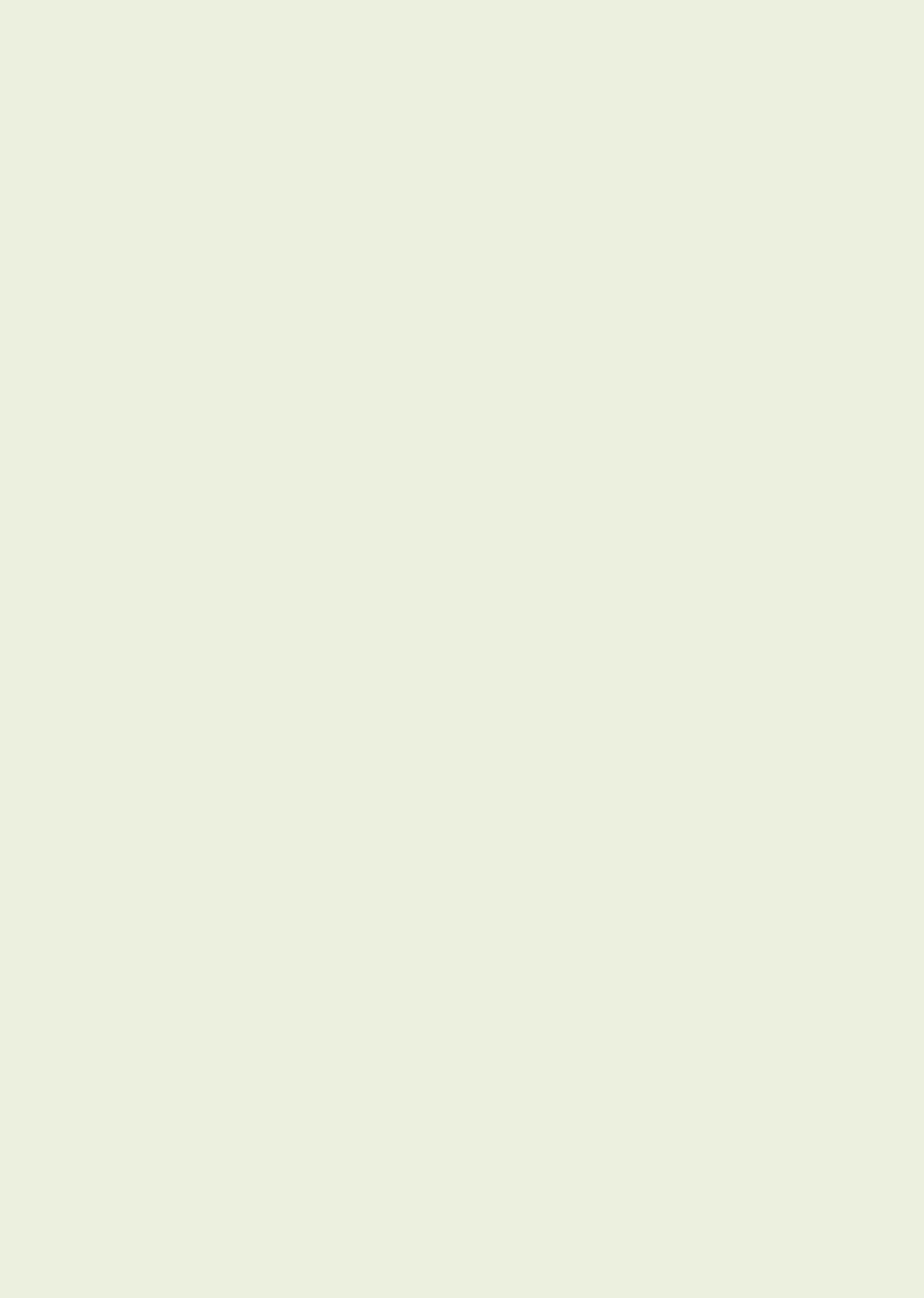
<b>Other Accounts</b>			
	345	Power Operated Equipment	\$ -
	346	Communication Equipment	\$ -
	347	Computer & electronic Equipment	\$ -
	348	Miscellaneous Equipment	\$ -
<b>INCOME ACCOUNTS (404-434)</b>			
<b>Utility Operating Income</b>			
	400	Operating Revenue	\$ 262,422
	401	Operating Expenses	\$ 239,864
	403	Depreciation Expense	\$ 2,907
	406	Amortization of Utility Plant Acquisition Adjustment	
	407	Amortization Expense (no CIAC)	\$ 31,495
	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	
<b>Taxes Applicable to Nonutility Income and Deductions</b>			
	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	\$ -
<b>Interest Expense</b>			
	427	Interest Expense	\$ 26,396
	428	Amortization of Debt Discount and Expense	
	429	Amortization of Premium on Debt	
<b>Retained Earnings Account (435-439)</b>			
	435	Balance Transferred from Income	\$ (46,217)
	436	Appropriations of Retained Earnings	
	437	Preferred Stock Dividends Declared	\$ -
	438	Common Stock Dividends Declared	\$ -
	439	Adjustment to Retained Earnings	\$ -
<b>OPERATING REVENUE ACCOUNTS (460-475)</b>			
	460	Unmetered Water Revenue	\$ -
	461	1 Metered Sales to Residential Customers	\$ 86,859
	461	2 Metered Sales to Commercial Customers	\$ 79,595
	461	3 Metered Sales to Industrial Customers	\$ 91,543
	461	4 Metered Sales to Public Authorities	\$ -
	461	5 Metered Sales to Multiple Family Dwellings	\$ -
	462.1	1 Public Fire Protection	\$ 92
	462.2	2 Private Fire Protection	\$ 4,011
	464	Other Sales to Public Authorities	\$ -
	465	Sales to Irrigation Customers	\$ -
	466	Sales for Resale	\$ -

Other Accounts	467	Interdepartmental Sales	\$	-
	468	Special Contract/Agreement Revenue	\$	50
	470	Forfeited Discounts	\$	-
	471	Miscellaneous Service Revenues	\$	272
	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	\$	119,241
	611	Telephone/Communications	\$	1,776
	615	Purchased Power	\$	-
	616	Fuel for Power Production	\$	-
	617	Utilities - Other	\$	-
	618	Chemicals & testing	\$	-
	619	Office Supplies (excluding postage)	\$	292
	619.1	Postage	\$	719
	620	Materials and Supplies	\$	146
	621	Repairs to Water Plant	\$	1,627
	631	Contractual Services - Engineering	\$	-
	632	Contractual Services - Accounting	\$	1,900
	633	Contractual Services - Legal	\$	2,261
	634	Contractual Services - Management Fees	\$	86,313
	635	Contractual Services - Testing/Sampling	\$	755
	636	Contractual Services - Other	\$	18,886
	637	Contractual Services - Billing/Collections	\$	-
	638	Contractual Services - Meter Reading	\$	860
	639	Contractual Services - Other	\$	-
	641	Rental of Building/Real Property	\$	-
	642	Rental of Equipment	\$	-
	643	Small Tools	\$	49
	648	Computer & Electronic Expenses	\$	465
	650	Transportation Expenses	\$	-
	656	Insurance - Vehicle	\$	-
	657	Insurance - General Liability	\$	2,120
	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	\$	812
	668	Water Resource Conservation Expense	\$	-
	670	Bad Debt Expense	\$	721
	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	\$	250
	675	Miscellaneous Expenses	\$	596

**Notes**

WILLAMETTE WATER COMPANY

Notes and explanations:



## Income Statement

### WILLAMETTE WATER COMPANY

400 Operating Revenue	\$ 262,422
401 Operating Expenses	\$ 239,864
403 Depreciation Expense	\$ 10,733
406 Amortization of Utility Plant Acquisition Adjustment	\$ -
407 Amortization Expense	\$ 31,495
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	\$ 26,396
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	\$ (46,217)
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	\$ (46,217)

**Balance Sheet**

WILLAMETTE WATER

**Please do not submit to PUC until figures are balanced.**

101 Utility Plant in Service (excluding CIAC)	\$	773,975
108-110 Accumulated Depreciation & Amortization	\$	80,315
Subtotal	\$	693,660
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	\$	693,660
131 Cash	\$	34,335
132 Special Deposits	\$	-
141-142 Accounts Receivable	\$	20,280
143 Accumulated Provision for Uncollectible Accounts	\$	-
144 Notes Receivable	\$	-
145-146 Accounts & Notes Receivable from Associated Companies	\$	-
151 Materials & Supplies Inventory	\$	808
133-135 & 162-174 Miscellaneous Current & Accrued Assets & Prepayments	\$	1,060
Net Current & Accrued Assets	\$	56,483
181-186 Deferred Debits	\$	-
Total Assets	\$	940,679
252 Advances for Construction	\$	-
271 CIAC	\$	665,232
272 Accumulated Amortization of CIAC	\$	474,695
Net CIAC & Advances for Construction	\$	190,537
121 Nonutility Property	\$	-
122 Accumulated Depreciation & Amortization (Nonutility)	\$	-
123-127 Miscellaneous Nonutility Investments	\$	-
Nonutility Plant & Investment	\$	-
221-224 Long-Term Debt	\$	-
231 Accounts Payable	\$	7,203
232 Notes Payable	\$	692,633
233 Accounts Payable to Affiliated Companies	\$	-
234 Notes Payable to Affiliated companies	\$	-
235 Customer Deposits	\$	3,514
236 Accrued Taxes	\$	-
237 Accrued Interest	\$	132,921
238-241 Miscellaneous Current and Accrued Liabilities	\$	-
Liabilities	\$	836,271
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	\$	836,271
201 Common Stock Issued	\$	51,712
204 Preferred Stock Issued	\$	-
207 Premium on Capital Stock	\$	-
211 Other Paid in Capital	\$	-
212 Discount on Capital Stock	\$	-
213 Capital Stock Expense	\$	-
214 Appropriated Retained Earnings	\$	417,082
215 Unappropriated Retained Earnings	\$	(364,386)
216 Reacquired Capital Stock	\$	-
218 Proprietary Capital (Proprietorships & Partnerships Only)	\$	-
Total Equity	\$	104,408
Total Liabilities and Equity	\$	940,679

**Stats**

## WILLAMETTE WATER COMPANY

<b>Operating Revenues</b>	
Flat Rate	\$ -
Metered - Residential	\$ 86,859
Metered - Commercial	\$ 171,138
Irrigation (including golf courses)	\$ -
Fire Protection	\$ 4,103
Other Sales of Water	\$ 50
Other Operating Revenue	\$ 272
<b>Total Operating Revenues</b>	<b>\$ 262,422</b>
<b>Operating Expenses</b>	
Purchased Water	\$ 119,241
Purchased Power	\$ -
Water Treatment	\$ 755
Supplies and Expenses	\$ 7,300
Repairs of Plant	\$ 1,627
Administrative & General	\$ 110,941
<b>Total Operating Expenses</b>	<b>\$ 239,864</b>
<b>Other Revenue Deductions</b>	
Depreciation & Amortization	\$ 42,228
Operating Income Taxes	\$ 150
Other Operating Taxes	\$ -
Uncollectible Revenue/Bad Debt Expense	\$ -
<b>Total Revenue Deductions</b>	<b>\$ 42,378</b>
<b>Total Expenses and Deductions</b>	<b>\$ 282,242</b>
<b>Other Income</b>	
Other Income	\$ -
Interest on Long-Term Debt	\$ -
Other Interest Charges	\$ 26,396
Other Income Deductions	\$ -
<b>Net Operating Income (or Loss)</b>	<b>\$ (46,217)</b>

<b>Assets &amp; Other Debits</b>	
Utility Plant	\$ 1,439,207
Less: Depreciation & Amortization Reserve	\$ 555,010
Other Property & Investments	\$ 34,335
Materials and Supplies	\$ 808
Other Current & Accrued Assets	\$ 21,340
Deferred Debits	\$ -
<b>Total Assets &amp; Other Debits</b>	<b>\$ 940,679</b>

<b>Liabilities &amp; Other Credits</b>	
Capital/Common Stock	\$ 51,712
Retained Earnings	\$ 52,696
Long-Term Debt	\$ -
Customer Deposits	\$ 3,514
Other Current & Accrued Liabilities	\$ 832,757
Advances for Construction	\$ -
Other Deferred Credits	\$ -
Contributions in Aid of Construction	\$ 190,537
Accumulated Deferred Income Taxes	\$ -
<b>Total Liabilities &amp; Other Credits</b>	<b>\$ 940,679</b>

<b>Average Number of Customers</b>	
Flat Rate	-
Metered - Residential	98
Metered - Commercial	56
Irrigation (including golf courses)	-
Fire Protection	9
Other	-
<b>Total Customers</b>	<b>163</b>