



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

2014

COMPANY NAME

WILLAMETTE WATER COMPANY

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

REV 12/26/14

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 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 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 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.

/s/

<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:	25275 Loten Way, Veneta, OR 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
Larry Gildea	Counsel	541-342-1771	
PNW Tax Advisors LLC	Tax Accountant	503-241-4884	

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 Demres
	Title	President
	Address	252 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	NA
# shares issued at year end		
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 services, 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	96	11,306	\$ 74,399
Metered sales to COMMERCIAL customers	461.2	46	46	10,335	\$ 66,080
Metered sales to INDUSTRIAL customers	461.3	9	9	12,637	\$ 80,833
Other metered sales to public authorities	461.4				
Metered sales to multiple family dwellings	461.5				
Public fire protection revenue	462.1	1	1	17	\$ 24
Private fire protection revenue	462.2	8	8		\$ 2,730
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			44	\$ 544
TOTAL		159	160	34,339	\$ 224,611

Revenue other than water sales

	Act #	revenues
Forfeited discounts	470	
Miscellaneous service revenues	471	\$ 226
Rents from water property	472	
Interdepartmental rents	473	
Other	474	
Cross Connection sales & services revenues	475	
Total		\$ 226

Total Operating Revenue

\$ 224,837

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	9.865619546	64.92059337
Metered sales to COMMERCIAL customers	461.2	18.72282609	119.7106703
Metered sales to INDUSTRIAL customers	461.3	117.0092593	748.4540741
Other metered sales to public authorities	461.4		
Metered sales to multiple family dwellings	461.5		
Public fire protection revenue	462.1	1.416666667	2.030833333
Private fire protection revenue	462.2		28.44104167
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	\$	1,876
408.12	Payroll Tax		
408.13	Other Tax Other Than Income Tax		
408.2	Nonutility Taxes Other Than Income Tax		
TOTAL		\$	1,876

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

Act #		Expense amount
601	Salaries and Wages - employees	
603	Salaries and Wages – officers, directors, and majority stockholders	
604	Employee Pensions & Benefits	
610	Purchased Water	\$ 114,409
611	Telephone/Communications	\$ 1,657
615	Purchased Power	
616	Fuel for Power Production	
617	Utilities - Other (garbage, natural gas)	
618	Chemicals & testing	
619	Office Supplies (excluding postage)	\$ 131
619.1	Postage	\$ 1,098
620	Materials & Supplies (O&M)	\$ 374
621	Repairs of Water Plant	\$ (1,237)
631	Contractual Services - engineering	
632	Contractual Services - accounting	\$ 1,750
633	Contractual Services - legal	\$ 12,336
634	Contractual Services - management	\$ 86,313
635	Contractual Services – testing / sampling	\$ 977
636	Contractual Services – labor	\$ 19,447
637	Contractual Services - billing/collections	
638	Contractual Services - meter reading	\$ 720
639	Contractual Services - other	
641	Rental of Building / Real Property	
642	Rental of Equipment	
643	Small Tools	
648	Computer and electronic Expenses	\$ 365
650	Transportation Expenses	
656	Insurance - Vehicle	
657	Insurance – General Liability	\$ 2,020
658	Insurance – Workman’s Compensation	
659	Insurance – Other	
660	Public Relation / Advertising Expense	
666	Amortization of Rate Case Expense	\$ 3,280
667	Regulatory Commission Fee (Gross Rev Fee)	\$ 596
668	Conservation Expense	
670	Bad Debt Expense	\$ 606
671.1	Cross Connection Control Program Expense	
671.2	Cross Connection Testing & Maintenance Services	
673	Training & Certification Expense	
674	Consumer Confidence Report	\$ 50
675	Miscellaneous Expense	\$ 739
	TOTAL	\$ 245,631

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	\$ 454,291	\$ 62,627			\$ 516,918
304	Structures & improvements					\$ -
305	Collecting & impounding reservoirs					\$ -
306	Lake, river & other intakes					\$ -
307	Wells & springs					\$ -
308	Infiltration galleries & tunnels					\$ -
309	Supply mains	\$ 122,134				\$ 122,134
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	\$ 11,767	\$ 134			\$ 11,901
335	Hydrants	\$ 3,857	\$ 3,629			\$ 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	\$ 592,049	\$ 66,390	\$ -	\$ -	\$ 658,439

Explanation of unusual changes in utility plant during the year:

CIAC & Adv for Constr

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	\$ 660,958
Added during the year:	
Capacity charge	
Main line extension charges	
Customer connection charges	\$ 1,193
Developer's property	
Other	
Retired during the year	
End of year balance	\$ 662,151

Accumulated Amortization of CIAC

Beg of year balance	\$ 420,339
Add CIAC amortized during year	\$ 13,534
Subtract effects of CIAC disposals	
+/- other adjustments*	
Change in Accumulated Amortization during the year	\$ 13,534
End of year balance	\$ 433,873

* 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	\$ 2,442	\$ 61,454	\$ 2,442			\$ 63,896
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	\$ 471	\$ 5,854	\$ 471		\$ 4	\$ 6,329
335	Hydrants	\$ 150	\$ 1,394	\$ 150		\$ 73	\$ 1,617
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	\$ 3,063	\$ 68,702	\$ 3,063	\$ -	\$ 77	\$ 71,842

*Explanation of any adjustments made:

Hydrants were under reported in 2013 report due to an adjustment that was made to add a hydrant to the year 2012.

Retained Earnings

WILLAMETTE WATER COMPANY

215	Unappropriated Retained Earnings (beginning of year balance)	\$	(138,922)
435	Balance transferred from income	\$	(77,263)
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)	\$	(216,185)

Explanation of any adjustments made to Retained Earnings

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	\$ 658,439
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	\$ 71,842
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	\$ 10,411
132	Special Deposits	
134	Working Funds	
135	Temporary Cash Investments	
141	Customer Accounts Receivable	\$ 15,168
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	\$ 606
162	Prepayments	\$ 1,013
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	
212	Discount on Capital Stock	
213	Capital Stock Expense	
214	Appropriated Retained Earnings	\$ 333,060
215	Unappropriated Retained Earnings	\$ (216,185)
216	Reacquired Capital Stock	
218	Proprietary Capital	

Long Term Debt

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

Other Accounts

Current and Accrued Liabilities

231	Accounts Payable	\$ 9,518
232	Notes Payable	\$ 601,618
233	Accounts Payable to Associated Companies	
234	Notes Payable to Associated Companies	
235	Customer Deposits	\$ 2,520
236	Accrued Taxes	
237	Accrued Interest	\$ 58,429
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	\$ 1,400

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	\$ 662,151
272	Accumulated Amortization of CIAC	\$ 433,873

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	\$ 516,918
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	\$ 122,134
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	\$ 11,901
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	\$ -

Other Accounts

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

INCOME ACCOUNTS (404-434)

Utility Operating Income

400	Operating Revenue	\$	224,837
401	Operating Expenses	\$	245,631
403	Depreciation Expense	\$	3,063
406	Amortization of Utility Plant Acquisition Adjustment		
407	Amortization Expense (no CIAC)	\$	24,120
408	Taxes Other than Income	\$	1,876
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	\$	19,852
428	Amortization of Debt Discount and Expense		
429	Amortization of Premium on Debt		

Retained Earnings Account (435-439)

435	Balance Transferred from Income	\$	(77,263)
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	\$	74,399
461	2 Metered Sales to Commercial Customers	\$	66,080
461	3 Metered Sales to Industrial Customers	\$	80,833
461	4 Metered Sales to Public Authorities	\$	-
461	5 Metered Sales to Multiple Family Dwellings	\$	-
462.1	1 Public Fire Protection	\$	24
462.2	2 Private Fire Protection	\$	2,730
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	\$	544
470	Forfeited Discounts	\$	-
471	Miscellaneous Service Revenues	\$	226
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	\$	114,409
611	Telephone/Communications	\$	1,657
615	Purchased Power	\$	-
616	Fuel for Power Production	\$	-
617	Utilities - Other	\$	-
618	Chemicals & testing	\$	-
619	Office Supplies (excluding postage)	\$	131
619.1	Postage	\$	1,098
620	Materials and Supplies	\$	374
621	Repairs to Water Plant	\$	(1,237)
631	Contractual Services - Engineering	\$	-
632	Contractual Services - Accounting	\$	1,750
633	Contractual Services - Legal	\$	12,336
634	Contractual Services - Management Fees	\$	86,313
635	Contractual Services - Testing/Sampling	\$	977
636	Contractual Services - Other	\$	19,447
637	Contractual Services - Billing/Collections	\$	-
638	Contractual Services - Meter Reading	\$	720
639	Contractual Services - Other	\$	-
641	Rental of Building/Real Property	\$	-
642	Rental of Equipment	\$	-
643	Small Tools	\$	-
648	Computer & Electronic Expenses	\$	365
650	Transportation Expenses	\$	-
656	Insurance - Vehicle	\$	-
657	Insurance - General Liability	\$	2,020
658	Insurance - Workman's Compensation	\$	-
659	Insurance - Other	\$	-
660	Public Relations / Advertising Expense	\$	-
666	Regulatory Commission Expense - Amortization of Rate Case Expense	\$	3,280
667	Regulatory Commission Expense - Other	\$	596
668	Water Resource Conservation Expense	\$	-
670	Bad Debt Expense	\$	606
671.1	Cross Connection Control Program Expense	\$	-
671.2	Cross Connection Testin & Maintenance Services	\$	-
672	System Capactiy Development Program Expense		
673	Training & Certification Expense	\$	-
674	Consumer Confidence Report	\$	50
675	Miscellaneous Expenses	\$	739

Notes

WILLAMETTE WATER COMPANY

Notes and explanations:



Income Statement

WILLAMETTE WATER COMPANY

400 Operating Revenue	\$ 224,837
401 Operating Expenses	\$ 245,631
403 Depreciation Expense	\$ 10,471
406 Amortization of Utility Plant Acquisition Adjustment	\$ -
407 Amortization Expense	\$ 24,120
408 Taxes Other Than Income Taxes (total)	\$ 1,876
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	\$ 19,852
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	\$ (77,263)
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	\$ (77,263)

Balance Sheet

WILLAMETTE WATE

Please do not submit to PUC until figures are balanced.

101 Utility Plant in Service (excluding CIAC)	\$	658,439
108-110 Accumulated Depreciation & Amortization	\$	71,842
Subtotal	\$	586,597
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	\$	586,597
131 Cash	\$	10,411
132 Special Deposits	\$	-
141-142 Accounts Receivable	\$	15,168
143 Accumulated Provision for Uncollectible Accounts	\$	-
144 Notes Receivable	\$	-
145-146 Accounts & Notes Receivable from Associated Companies	\$	-
151 Materials & Supplies Inventory	\$	606
133-135 & 162-174 Miscellaneous Current & Accrued Assets & Prepayments	\$	1,013
Net Current & Accrued Assets	\$	27,198
181-186 Deferred Debits	\$	-
Total Assets	\$	842,073
252 Advances for Construction	\$	-
271 CIAC	\$	662,151
272 Accumulated Amortization of CIAC	\$	433,873
Net CIAC & Advances for Construction	\$	228,278
121 Nonutility Property	\$	-
122 Accumulated Depreciation & Amortization (Nonutility)	\$	-
123-127 Miscellaneous Nonutility Investments	\$	-
Nonutility Plant & Investment	\$	-
221-224 Long-Term Debt	\$	-
231 Accounts Payable	\$	9,518
232 Notes Payable	\$	601,618
233 Accounts Payable to Affiliated Companies	\$	-
234 Notes Payable to Affiliated companies	\$	-
235 Customer Deposits	\$	2,520
236 Accrued Taxes	\$	-
237 Accrued Interest	\$	58,429
238-241 Miscellaneous Current and Accrued Liabilities	\$	-
Liabilities	\$	672,085
251 Premium on Unamortized Debt	\$	-
253 Other Deferred Credit	\$	1,400
261-265 Reserves	\$	-
Other	\$	1,400
281 Accumulated Deferred Income Taxes-Accelerated Amortization	\$	-
282 Accumulated Deferred Income Taxes-Liberalized Depreciation	\$	-
283 Accumulated Deferred Income Taxes-Other	\$	-
Total Liabilities	\$	673,485
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	\$	333,060
215 Unappropriated Retained Earnings	\$	(216,185)
216 Reacquired Capital Stock	\$	-
218 Proprietary Capital (Proprietorships & Partnerships Only)	\$	-
Total Equity	\$	168,588
Total Liabilities and Equity	\$	842,073

Stats

WILLAMETTE WATER COMPANY

Operating Revenues

Flat Rate	\$	-
Metered - Residential	\$	74,399
Metered - Commercial	\$	146,913
Irrigation (including golf courses)	\$	-
Fire Protection	\$	2,755
Other Sales of Water	\$	544
Other Operating Revenue	\$	226
Total Operating Revenues	\$	224,837

Operating Expenses

Purchased Water	\$	114,409
Purchased Power	\$	-
Water Treatment	\$	977
Supplies and Expenses	\$	10,310
Repairs of Plant	\$	(1,237)
Administrative & General	\$	120,566
Total Operating Expenses	\$	245,025

Other Revenue Deductions

Depreciation & Amortization	\$	34,591
Operating Income Taxes	\$	150
Other Operating Taxes	\$	1,876
Uncollectible Revenue/Bad Debt Expense	\$	606
Total Revenue Deductions	\$	37,222
Total Expenses and Deductions	\$	282,247

Other Income	\$	-
Interest on Long-Term Debt		
Other Interest Charges	\$	19,852
Other Income Deductions	\$	-
Net Operating Income (or Loss)	\$	(77,263)

Assets & Other Debits

Utility Plant	\$	658,439
Less: Depreciation & Amortization Reserve	\$	71,842
Other Property & Investments	\$	10,411
Materials and Supplies	\$	606
Other Current & Accrued Assets	\$	16,181
Deferred Debits	\$	-
Total Assets & Other Debits	\$	842,073

Liabilities & Other Credits

Capital/Common Stock	\$	51,712
Retained Earnings	\$	116,876
Long-Term Debt	\$	-
Customer Deposits	\$	2,520
Other Current & Accrued Liabilities	\$	669,565
Advances for Construction	\$	-
Other Deferred Credits	\$	1,400
Contributions in Aid of Construction	\$	228,278
Accumulated Deferred Income Taxes	\$	-
Total Liabilities & Other Credits	\$	842,073

Average Number of Customers

Flat Rate	-
Metered - Residential	96
Metered - Commercial	55
Irrigation (including golf courses)	-
Fire Protection	9
Other	-
Total Customers	160